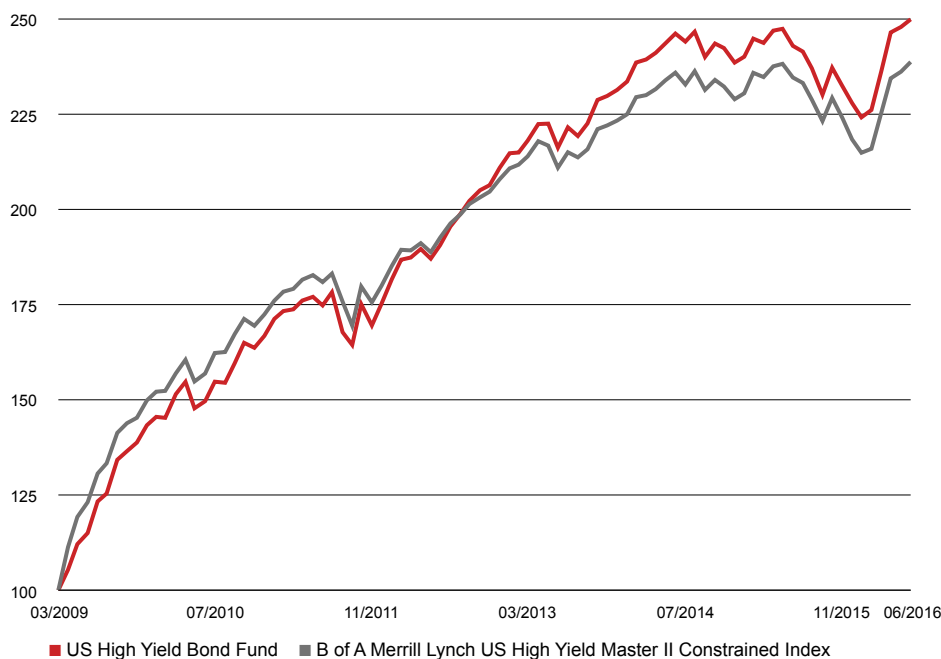


Fund Review

The Fund underperformed the benchmark by 0.28% during June (net of fees and other expenses). According to the Bank of America Merrill Lynch US HY Constrained Index, BB rated paper returned 0.92%, B rated paper returned 0.84%, and CCC rated paper returned 1.98% in June. The best performing industries in the Index were Oil Field Equipment & Services (+7.02%), Integrated Energy (+6.70%), and Metals/Mining Excluding Steel (+4.41%). The worst performing industries were Trucking & Delivery (-1.43%), Pharmaceuticals (-1.38%), and Media Content (-0.96%). The top industry gainers and losers in the Fund may differ from those in the overall High Yield market based on individual credit selection and weighting.

As of June 30, 2016, our top ten industry exposures, by BAML level 4, accounted for 51.54% of the portfolio. Our top ten individual credit exposures show our preference for what we believe are higher quality names with strong and improving credit fundamentals. These credits are chosen based on what we believe are strong credit fundamentals, improving industry trends, and leverage to general economic strength in varying segments of the economy.

Performance of USD 100 since inception against Benchmark



Cumulative performance in USD (%) of Class I shares

	1 Mth	3 Mth	6 Mth	YTD	1 Yr	3 Yr	Since Inception
Fund	0.81	5.73	9.65	9.65	2.87	15.59	149.92
Benchmark	1.08	5.88	9.32	9.32	1.74	13.17	138.73

Standardised performance as at 30 June 2016 in USD (%) of Class I shares

	2016/2015	2015/2014	2014/2013	2013/2012
Fund	2.87	-1.31	13.86	13.44
Benchmark	1.74	-0.54	11.83	9.55

Source: Nomura Asset Management U.K. Ltd based on Net Asset Value per share calculated by BBH, in USD.

June 2016

Investment Objective

To achieve current yield and capital gains, through investment in a diversified portfolio of primarily high yielding US Dollar denominated Debt and Debt-Related Securities.

Investment Style

- Bottom up approach to identifying companies.
- Conservative portfolio management aiming to control risk and preserve capital.

Benchmark

B of A Merrill Lynch US High Yield Constrained Index

Key Facts

Launch Date	31st March 2009
Fund Type	ICVC
Domicile	Ireland
Base Currency	USD
NAV Currencies	EUR, GBP, USD
Year End	31 December
Morningstar Sector	HY Fixed Inc
Bloomberg Code	NUSHYIU (USD, I)
ISIN Code	IE00B3RW8498 (USD, I)
Trading Cutoff	17:00 GMT (T-1)
Trading Frequency	Daily
Valuation Frequency	Daily
Valuation Time	15:00 GMT
Settlement	T + 4
Fund Size	USD 2.60 bn
Number of holdings (Issues)	848
NAV	USD 249.92 (I Class)

Risk Statistics

	Fund	Benchmark
Alpha	0.04%	0.00%
Beta	1.03	1.00
Information Ratio	4.34	-
Tracking Error	0.89%	-
Standard Deviation	6.23%	5.99%
Yield to Maturity	7.80%	7.41%
Yield to Worst	7.64%	7.19%

Top 10 Holdings

	% active weight
Numericable Group	1.74
Sprint	1.69
Boyd Gaming	1.44
HCA	1.40
Ally Financial	1.36
CenturyLink	1.34
Valeant	1.29
Frontier Communications	1.23
T-Mobile USA	1.15
Energy Transfer Equity	1.14

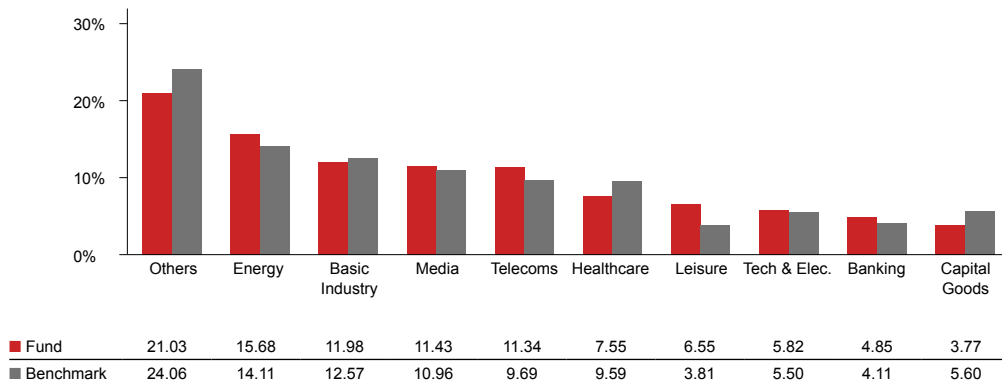
Top 10 Overweight

	% active weight
Boyd Gaming	1.26
Numericable Group	0.95
Energy Transfer Equity	0.88
Digicel	0.75
Bank of America	0.73
Sunoco	0.72
CenturyLink	0.68
JP Morgan Chase	0.66
Zayo Group	0.62
Lifetime Fitness	0.59

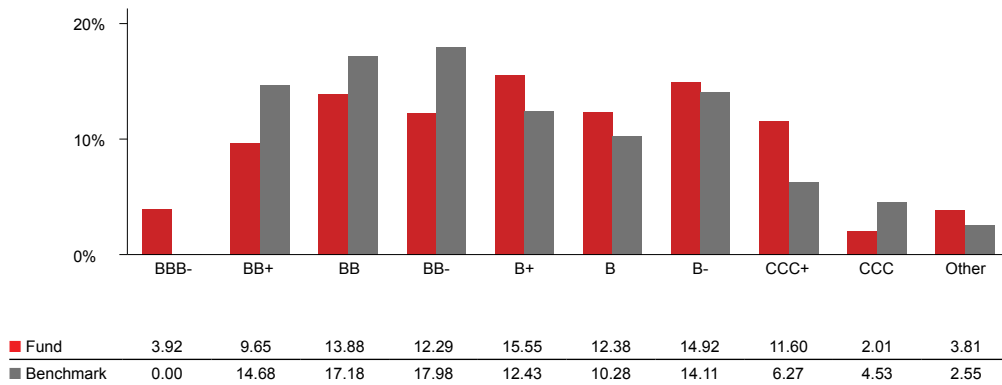
Top 10 Underweight

	% active weight
Royal Bank of Scotland	-0.68
Aercap	-0.67
Tenet Healthcare	-0.48
Reynolds Group	-0.48
HCA	-0.45
Charter	-0.43
Bombardier Inc	-0.43
AES	-0.43
CIT Group	-0.37
T-Mobile USA	-0.33

Industry Breakdown



Top 10 S&P Rating Distribution



The fund is a sub-fund of Nomura Funds Ireland plc, which is authorised by the Central Bank of Ireland as an open-ended umbrella investment company with variable capital and segregated liability between its sub-funds, established as an undertaking for Collective Investment in Transferable Securities under the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations 2011. This document was prepared by Nomura Asset Management U.K. Ltd and is not intended for distribution to or use by any person or entity in any jurisdiction or country where such distribution or use would be contrary to law or regulation. The shares in the fund have not been and will not be offered for sale in the United States of America, its territories or possessions and all areas subject to its jurisdiction, or to United States Persons. This document is not intended in any way to indicate or guarantee future investment results as the value of investments may go down as well as up. Values may also be affected by exchange rate movements and investors may not get back the full amount originally invested. Investment in high yield securities generally entails increased interest rate, credit, liquidity and market risk. Investment in non-investment grade securities may subject the fund to heightened litigation risks and / or prevent their disposal. Investment in securities of distressed entities may involve sudden and erratic price movements and volatility. Before purchasing any investment fund or product, you should read the related prospectus and fund documentation, including full details of all the risks associated with it, to form your own assessment and judgement on whether this investment is suitable in light of your financial knowledge and experience, investment objectives and financial or tax situation and whether to obtain specific advice from an investment professional. The prospectus and Key Investor Information Document are available in English from the Nomura Asset Management U.K. Ltd website at www.nomura-asset.co.uk Nomura Asset Management U.K. Ltd. is authorised and regulated by the Financial Conduct Authority. Portfolio data source: Nomura Asset Management U.K. Ltd

Investment Manager

Nomura Corporate Research and Asset Management Inc.

Fund Manager

Steve Kotsen has 18 years of investment experience and has been at Nomura since 1998.



Share Class Details

Management Fee	0.50% (I Class)
	1.00% (A Class)
Min Initial Sub	\$1m (I Class)
	\$5,000 (A Class)
Min Further Sub	\$250k (I Class)
	\$2,500 (A Class)
Initial Commission	0.00% (I Class)
	Max 5.00% (A Class)

Registered for sale

Austria, Belgium, Chile, Denmark, Finland, France, Germany, Ireland, Italy, Netherlands, Norway, South Korea, Spain, Singapore, Sweden, Switzerland, Taiwan, United Kingdom

Fund Dealing

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