GemAsia

SFDR Art.8

Sustainable Investors - Asian Equities

Short term fears over western interest rates and oil!

AUM
$115M

FUND PERFORMANCE

In September, Asian markets fell slightly in dollar but rose in euro terms due to the greenback's bullish reversal. The MSCI Asia ex-Japan Index gained 1.9% in € (-0.4% in $). In doing so, it outperformed the global equity index (+0.8% in €) and European stock markets (CAC 40 -4.4%, Eurostoxx -2.5%) but underperformed the S&P 500 (+2% in €) and Japan's Topix (+2.8% in €). Technology stocks continued to rebound. As a result, Taiwan and South Korea posted gains of about 5%. Shunned by international investors, China and India fell by about 4%, as did the ASEAN markets. In this volatile environment**, GemAsia lost 0.1% in € over the month and underperformed its index by 207bps**. The fund was particularly affected by declines in some of our holdings: CATL (-16%) and BYD (-14%) due to fears of falling battery prices, and KEI (-14%) due to concerns about increased competition in the sector. The strong performance of our semiconductor stocks was not enough to offset these losses in the short term.

EURO

	1 Month	YTD	1 Year	3 Years	5 Years	Annualized since inception
I-share	-0.1%	+27.2%	+33.3%	+72.6%	+31.6%	+7.7%
R-share	-0.2%	+26.2%	+31.9%	+67.2%	+24.9%	+6.7%
MSCI Asia ex Japan	+1.9%	+30.0%	+35.7%	+84.7%	+59.8%	+8.2%
Category (*)	+1.9%	+30.0%	+35.7%	+84.7%	+42.8%	+7.5%

DOLLAR

	1 Month	YTD	1 Year	3 Years	5 Years	Annualized since inception
I-share	-2.4%	+23.0%	+28.9%	+85.1%	+28.6%	+7.0%
R-share	-2.5%	+22.0%	+27.5%	+79.4%	+21.6%	+6.1%
MSCI Asia ex Japan	-0.4%	+25.8%	+31.1%	+98.2%	+56.6%	+7.5%
Category (*)	-0.4%	+25.8%	+31.1%	+98.2%	+39.9%	+6.8%

Underperformance in 2026: -2.9% o/w Stock selection : -0.6% and Country allocation : -2.3%

Past performances do not guarantee future performances. They should not be the central element of the subscriber's investment decision: the other elements appearing in the management reports associated with the UCITS and the risks to which the fund is exposed must be taken into consideration. Management fees are included in the performance.

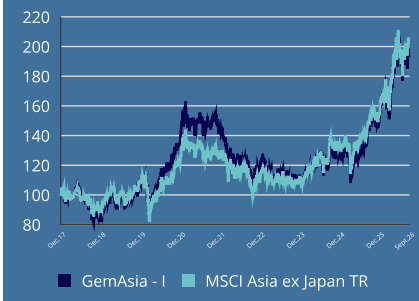
FUND POSITIONNING

In September, we maintained our overweight position in **Korea** at 27.1% (vs. 23.8% in the index), as we initiated a new position in **SK Square** (1.5%), a beneficiary of increase in capital distribution policy along with further increasing our memory exposure. While we maintained our exposure in SK Hynix (9.9%) and Samsung Electronics (9.9%), as demand supply imbalance gives visibility to earnings. In **Taiwan**, we continued our strategy of diversifying the portfolio by including leading fabless IC designer **Mediatek** (2% of the fund), as ramp up of ASIC projects gives the company better earnings visibility. In China, we have a marginal overweight at 22.8% (vs. 22.1% in the index). While we have exited our positions in Chow Tai Fook and Hong Kong Exchange (caution on consumption and disappointing performance). In **India**, we are slightly underweight at 10.8% (vs.11.9% in the index). We reduced our exposure in Shriram Finance (1.4%), as a potential rate hike cycle can lead to headwinds in margins.

MACRO VIEW

In September, the international environment (escalation in the Middle East and hawkish Fed) continues to weigh on sentiment. The US and Iran exchanged strikes without reaching a lasting ceasefire, and Houthi attacks threatened oil's Red Sea route, driving prices back up towards $100 per barrel. The Fed hiked for the first time since 2023 and signaled more could follow, taking US yields higher, in some cases to levels not seen in a decade. Within the region, Taiwan performed best as August export orders exceeded USD100bn for the first time (+71% y/y). **MediaTek** rallied after Nvidia agreed to invest $3.5bn, its largest direct investment outside the US. Korea was again led by **SK Hynix** and **Samsung Electronics**, with firm memory prices and progress on the latest generation of HBM, before weakening late in the month when OpenAI paused development of its most advanced models. China underperformed as weak domestic data contrasted with strong exports (+25% y/y). A-shares were hit harder than Hong Kong by a US bill targeting Chinese AI data-center components. CATL fell as EV makers including Li Auto and Xiaomi began sourcing from rival battery suppliers, while Chinese lithium prices dropped around 25%. India and Indonesia both fell more than 6%, suffering from the oil shock, and in the case of Indonesia a surprise change of finance minister, though the direction of travel for getting the country's budget back under control appears now to be the correct one. The month nonetheless ended on a firmer note for China, as Beijing cut a key policy rate and launched its first mortgage interest subsidy for first-time buyers, the most significant stimulus package since 2024.

PERFORMANCE



COUNTRY

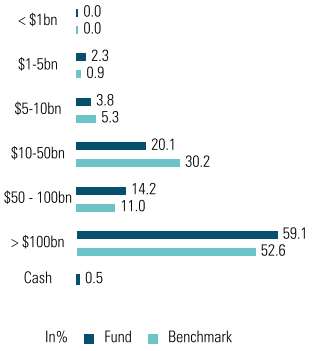
	Fund	MSCI Asia ex Japan
Korea	27.1%	23.8%
Taiwan	28.2%	32.3%
China	22.8%	22.1%
Hong Kong	2.6%	3.4%
Singapore	4.5%	3.8%
Malaysia	0.0%	1.0%
Thailand	0.0%	1.0%
Indonesia	0.9%	0.5%
Philippines	0.0%	0.3%
Vietnam	0.0%	0.0%
India	10.8%	11.9%
Pakistan & Sri Lanka	0.0%	0.0%
Others	2.6%	
Cash	0.5%	

SECTOR

	Fund	MSCI Asia ex Japan
Energy	2.5%	2.1%
Basic Materials	1.8%	3.2%
Industrials	9.8%	6.5%
Banks	7.6%	11.7%
Non Bank Financials	3.8%	5.8%
Real Estate	0.0%	1.3%
Technology	55.1%	49.4%
Internet & Cloud	3.0%	4.3%
Telecom	1.8%	1.5%
Consumer Durables	10.9%	7.9%
Consumer Non-durables	2.0%	1.9%
Healthcare Services	1.2%	2.9%
Utilities	0.0%	1.5%
Cash	0.5%	

ASSET ALLOCATION

CAPITALIZATION



REGION

	Fund	MSCI Asia ex Japan
Korea & Taiwan	55.3%	56.1%
China & Hong Kong	25.4%	25.5%
ASEAN	5.4%	6.6%
India	10.8%	11.9%
Others	2.6%	0.0%
Cash	0.5%	

Median Market Capitalisation (M$)	74 823
Total number of holdings	46

THEMATIC

Thematic	Fund	MSCI Asia ex Japan
Structural Growth	68.8%	59.8%
Cyclicals	30.7%	40.2%

10 TOP HOLDINGS

		Fund	MSCI Asia ex Japan
TSMC	Taiwan	9.9%	17.4%
Samsung Electronics	Korea	9.9%	8.4%
SK Hynix	Korea	9.7%	6.6%
ASE Tech	Taiwan	5.7%	0.7%
Alibaba	China	4.9%	2.1%
DBS Group	Singapore	3.5%	1.1%
Hyosung H Group	Korea	3.0%	0.1%
Delta Electronics	Taiwan	2.9%	1.0%
Naura Technology	China	2.3%	0.0%
CATL - A	China	2.0%	0.1%
	Total	53.9%	37.6%

MAIN CONVICTIONS (BY STOCK)

Stock Active Share (Σ of stock overweights - stock by stock) : 55.9%

Positive Convictions			
	Country	Fund	+/-
ASE Technology	Taiwan	5.7%	+5.1%
SK Hynix	Korea	9.7%	+3.2%
Hyosung Heavy Group	Korea	3.0%	+2.9%
Alibaba	China	4.9%	+2.8%
DBS Group	Singapore	3.5%	+2.4%

Negative Convictions			
	Country	Fund	+/-
TSMC	Taiwan	9.9%	-7.5%
Tencent	China	2.0%	-1.1%
China Construction Bank	China	0.0%	-1.0%
ICBC	China	0.0%	-0.6%
OCBC	India	0.0%	-0.7%

MAIN CONVICTIONS (COUNTRY/SECTOR)

Matrix Active Share (Σ of country/sector overweights) : 22.1%

Positive Convictions		
	Fund	+/-
Korea Technology	21.2%	+3.5%
China Industrials	4.3%	+3.1%
China Technology	4.7%	+2.2%
Basic Materials (Copper)	1.8%	+1.8%
Singapore Financial Services	3.5%	+1.2%

Negative Convictions		
	Fund	+/-
China Financial Services	+0.9%	-3.7%
Taiwan Financial Services	0.0%	-2.6%
China Basic Materials	0.0%	-1.0%
India Basic Materials	0.0%	-1.0%
India Healthcare	0.0%	-0.8%

PERFORMANCE ATTRIBUTION YTD

Major Contributors						Major Detractors					
Stocks held			Stocks not held			Stocks held			Stocks not held		
ASE Technology	Taiwan	8.27	Infosys	India	0.28	TSMC	Taiwan	-3.43	Mediatek	Taiwan	-1.80
SK Hynix	Korea	4.51	PDD Holdings	China	0.27	Accton Technology	Taiwan	-0.88	SK Square	Korea	-0.70
Samsung Electronics	Korea	3.79	Meituan	China	0.19	CATL	China	-0.79	Samsung Elec Mec	Korea	-0.69
Delta Electronics	Taiwan	1.51	TCS	India	0.14	Tencent	China	-0.75	Unimicron Technology	Taiwan	-0.53
Hyundai Motors	Korea	1.24	Kuaishou Technology	China	0.13	Bilibili	China	-0.62	United Microele	Taiwan	-0.49

STATISTICS (3 YEARS.€)

GemAsia Volatility :	17.6%	Beta :	1.04
Index Volatility :	16.1%	Annualized Alpha :	19.9%
Tracking Error :	4.5%	Information Ratio :	0.05
		Sharpe Ratio (**):	0.95

VALUATION

2025 PER (X) :	23.8	2025 EPS Growth (e) :	135.8%
2026 PER (X) :	17.7	2026 EPS Growth (e) :	34.8%
Dividend Yield :			

Based on Bloomberg consensus

ESG COMMITMENTS

ESG investment is fully integrated into our investment process through a best-in-class approach.

Gemway Asset's entire range of fundi classified SFDR Article 8. In this context. the company aims to outperform the two ESG criteria listed opposite.

Gemway Assets has been a signatory of the UN PRI since 2015. and all our funds received a 5 star ranking.

ESG Report as well as SFDR Appendices 2. 4 and Article 10 are available at www.gemway.com.

SFDR Art.8

ESG Indicators	GemAsia	Benchmark
Carbon intensity - WACI[1] Tons of CO2/M euros of revenue	**440**	**595**
% covered companies	100%	99%
Board feminization rate	**21.9%**	**21.4%**
% covered companies	100%	99.6%

[1]Weighted Average of Carbon Intensity

Launch date :
29 December 2017

Legal form :
SICAV under French law
Compartment of GemFunds SICAV

Benchmark :
MSCI Asia Ex Japan
(net dividends reinvested)

Quote currencies :
EUR and USD

NAV 30/09/2026 :
€192.32 (I)
€177.51 (R)
€131.25 (N)
$185.46 (I USD)
$189.72 (R USD)

I-Share ISIN : FR0013291879
R-Share ISIN : FR0013291861
N-Share ISIN : FR0014002SM7
I USD-Share ISIN : FR0013291895
R USD-Share ISIN : FR0013291887

Contacts :
Michel Audeban : +33 6 85 83 26 73
Pierre Lorre : +33 6 38 18 13 17
Stefano Franchi : +33 7 70 55 38 06
contact@gemway.com

Website :
www.gemway.com

(*): Bloomberg BAIF UCITS BBUORAXJ: index representing open funds for Asian ex Japan equities. (**): Risk-free rate used in the Sharpe ratio: 10 years German Bund. GemAsia is UCITS compliant. The index is the MSCI Asia ex Japan (dividend reinvested). GemAsia is primarily invested in equities and presents a risk of capital loss. Past performances do not guarantee future performances. This document. intended for professional investors. is not of a contractual nature. It may not be reproduced. distributed or passed on to third parties in whole or in part without the prior written authorisation of Gemway Assets SAS. The purpose of this document. which is commercial in nature. is to inform investors of the fund's characteristics in a simplified way. SRI (risk level) is available on KID. the fund is subject to an exchange-rate risk. For more information. please refer to the KID or consult your usual contact. Management fees are included in the performance. The Fund has appointed as Swiss Representative Waystone Fund Services (Switzerland) SA. Av. Villamont 17. 1005 Lausanne. Switzerland. Tel: +41 21 311 17 77. switzerland@waystone.com. The Fund's Swiss paying agent is Banque Cantonale de Genève. In respect of the Shares offered in or from Switzerland. the place of performance is at the registered office of the Swiss Representative; the place of jurisdiction is at the registered office of the Swiss Representative. or at the registered office or domicile of the investor.

GEMWAY ASSETS