

MORANT WRIGHT

MANAGEMENT LIMITED

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Morant Wright Fuji Yield Fund September 2025 Newsletter

% Returns	Month	Year to Date	Since Inception	TOPIX Net TR since inception*	Inception date
Yen (unhedged)	+2.3%	+24.3%	+298.7%	+184.1%	4 Nov 2014
TOPIX Net Total Return	+2.8%	+14.9%			
Sterling (hedged)	+2.5%	+27.1%	+328.1%	+184.1%	4 Nov 2014
US Dollar (hedged)	+2.6%	+27.7%	+360.0%	+175.7%	28 Nov 2014
Swiss Franc (hedged)	+2.2%	+23.6%	+155.4%	+103.4%	11 Dec 2017
Yen B shares (unhedged)	+2.4%	+22.5%	+239.1%	+151.0%	12 Mar 2015

Sources: Bloomberg and Waystone Management Company (IE) Limited
Performance and NAV given for accumulating shares; available distributing shares are shown overleaf

* Performance of TOPIX Net TR index since inception is shown in yen

TOPIX Net Total Return increased by 2.8% in September in local terms and reached a new high during the month.

Prime Minister Ishiba resigned as LDP leader, taking responsibility for July's election defeat and his weak approval ratings. This paves the way for a leadership election on 4th October and a new prime minister. There are five candidates standing, of which the front-runners appear to be Ms. Sanae Takaichi, who would be Japan's first female leader, and Mr. Shinjiro Koizumi, son of a former prime minister. The main concern identified in opinion polls is inflation, but any new policies would need parliamentary support from opposition parties after the loss of the government's majority.

The Bank of Japan kept monetary policy unchanged at its September meeting as expected. The decision was not unanimous, however, with two board members voting for a rate rise to tackle inflation. August CPI excluding fresh food rose by 2.7% and has exceeded the 2% target level every month since March 2022. Expectations for a rate rise in the future have therefore risen slightly. The BOJ also announced that it would start selling its ETF holdings. Governor Ueda commented that the BOJ expects to take more than 100 years to sell its entire holding, which is currently worth around ¥75trn. The announced pace of selling is estimated to account for less than 0.1% of current trading volume.

The latest data on land prices showed a rise of 1.5% nationwide in the first half of the year and a much larger increase of 4.3% in the three main cities of Tokyo, Osaka and Nagoya. Over the same period, foreign investment in real estate totalled \$7.8bn according to data from property services company CBRE. The Tokyo office market remains attractive: the vacancy rate was only 2.9% in August and rent per square foot in Tokyo is about 20% cheaper than New York in dollar terms, according to real estate firm Jones Lang LaSalle. The continued positive news on real estate has focused investor attention on underused property at Japanese companies, which can often be a source of significant "hidden" value. At portfolio holding Mitsubishi Logistics, for example, the gain on property not recorded on the balance sheet is equivalent to two-thirds of its market cap.

In the portfolio, TV broadcaster Fuji Media announced an updated "Reform Action Plan". The company now aims to achieve ¥250bn in share buybacks by March 2030, equivalent to one-third of its market cap, and announced a partial sale of shares in Toei Animation worth ¥30bn. Elsewhere, Sony listed its wholly-owned subsidiary Sony Financial while Seven & I Holdings announced the sale of a retail subsidiary to a US private equity firm in order to focus on its core convenience store chain Seven-Eleven.

Our recent meetings have confirmed that our holdings continue to make the necessary changes to slim down balance sheets and raise ROE. Our companies have net cash and investments just under 40% of their market cap on average (excluding financials) which shows the potential for further dividend increases and share buybacks. Meanwhile, an increasing number of companies are contemplating other ways of unlocking value, such as the sale of real estate and non-core businesses.

Stephen Morant, Ian Wright, Richard Phillips, Tom Mermagen, Andrew Millward,
Denis Clough, Nick Sinclair and Karin Ri

Fund	
Fund size	\$426m
Number of holdings	61

Valuations	
Average PBR	0.97
Median EV/OP* (3/26e)	7.9
Weighted Average P/E (3/26e)	13.1
Net cash as % of market cap*	36%

*Net cash (including investment securities) and EV/OP figures exclude financials

Top Ten Holdings	% Fund
Sumitomo Electric Industries	3.5
Sumitomo Mitsui Trust	3.4
Sumitomo Mitsui Financial Group	3.3
Mitsubishi UFJ Financial Group	3.2
Concordia Financial Group	3.1
Inpex	2.9
Dai-ichi Life Holdings	2.8
Honda Motor Co.	2.8
TV Asahi	2.7
NHK Spring	2.6

Market Cap Breakdown	% Fund
Large cap (>\$5bn)	39.8
Mid cap (\$1-5bn)	49.4
Small cap (<\$1bn)	9.5
Cash	1.3

NAV at 30 th September 2025	
Yen	¥3,987.04
Sterling	£42.81
US Dollar	\$46.00
Swiss Franc	CHF25.54
Yen B	¥3,390.84

Dealing
If you would like to deal in the fund, please contact Waystone Management Company (IE) Limited. You can contact them by telephone on +353 1 400 5300 or by emailing wfs-investordealing@waystone.com

Please refer to the further fund details and important regulatory information on the reverse of this document

Fund Information			Dealing Information	
Fund type	UCITS OEIC, authorised in Ireland		Minimum investment	¥1,000,000 (Japanese Yen shares) US\$5,000 (US Dollar shares) £5,000 (Sterling shares) CHF5,000 (Swiss Franc shares) €5,000 (Euro shares)
Fund currency	Japanese Yen Hedged classes available in £, \$, €, CHF Unhedged classes available in ¥, €, £ and \$		Dealing frequency	Daily
Launch date	November 2014		Deal cut-off point	11.00am (Irish time)
Geographic exposure	100% Japanese equities		Valuation point	12.00pm (Irish time)
AMC OCF	1.00% (JPY B Class 0.75%) 1.25% (JPY B Class: 1.00%)		Settlement	T+4 (subscriptions/redemptions)
Share types	Accumulation and Distributing		Fund administrator	Waystone Fund Administrators (IE) Limited 35 Shelbourne Rd, Ballsbridge, Dublin 4, D04 A4E0 Ireland wfs-dublnta@waystone.com Tel: +353 1 400 5300 Fax: +353 1 400 5350

Share Identifiers	Bloomberg code	SEDOL	ISIN
Euro Acc Hedged	MWFYEAH	BQ5BN33	IE00BQ5BN330
Euro Dist Hedged	MWFYEDH	BQT49G3	IE00BQT49G37
Euro Acc Unhedged	MWFYEAU	BDRKVZ5	IE00BDRKVZ52
Euro Dist Unhedged	MWFYEDU	BD1LVV0	IE00BD1LVV03
Yen Acc Unhedged	MWFYJAU	BQ5BN44	IE00BQ5BN447
Yen Dist Unhedged	MWFYJDU	BQT49H4	IE00BQT49H44
Yen B Acc Unhedged	MWFJBUH	BVOLL84	IE00BVOLL840
Sterling Acc Hedged	MWFGYGAH	BQ5BN22	IE00BQ5BN223
Sterling Dist Hedged	MWFGYGDH	BQT49F2	IE00BQT49F20
Sterling Dist Unhedged	MWFGYGDU	BYWNV67	IE00BYWNV678
Swiss Franc Acc Hedged	MWFGYCAH	BQ5BN66	IE00BQ5BN660
Swiss Franc Dist Hedged	MWFGYCDH	BQT49K7	IE00BQT49K72
US Dollar Acc Hedged	MWFGYUAH	BQ5BN55	IE00BQ5BN553
US Dollar Dist Hedged	MWFGYUDH	BQT49J6	IE00BQT49J67
US Dollar Dist Unhedged	MWFGYUDU	BD9BP98	IE00BD9BP985

Ex-Dividend Date	30 Apr 2020	30 Oct 2020	30 Apr 2021	29 Oct 2021	28 Apr 2022	28 Oct 2022	28 Apr 2023	31 Oct 2023	30 Apr 2024	31 Oct 2024	30 Apr 2025
Euro Distributing (hedged)	0.1946	0.1272	0.1929	0.1663	0.2372	0.2173	0.2523	0.2400	0.3130	0.3364	0.4066
Euro Distributing (unhedged)	0.1693	0.1092	0.1589	0.1354	0.1869	0.1681	0.1873	0.1603	0.1972	0.2101	0.2498
Sterling Distributing (hedged)	0.1836	0.1244	0.1960	0.1637	0.2344	0.2086	0.2541	0.2418	0.3182	0.3448	0.4278
Sterling Distributing (unhedged)	0.1745	0.1179	0.1679	0.1387	0.1880	0.1726	0.1968	0.1656	0.2020	0.2107	0.2544
Yen Distributing	19.7063	12.9515	19.6050	17.2094	23.7748	22.8376	26.0838	24.2228	32.3163	33.9451	39.5233
Dollar Distributing (hedged)	0.2139	0.1397	0.2195	0.1888	0.2706	0.2597	0.2868	0.2859	0.3650	0.3907	0.5130
Dollar Distributing (unhedged)	0.1629	0.1095	0.1667	0.1402	0.1828	0.1494	0.1734	0.1512	0.1844	0.1990	0.2474

TOPIX Net Total Return is used for the purpose of performance comparison only as it is a widely used benchmark which includes reinvestment of dividends (net of withholding tax) and which most closely reflects the type of companies in which the fund invests. All performance information is calculated by Morant Wright Management Limited using share price data provided by **Waystone Management Company (IE) Limited**. Index data are taken from Bloomberg. Performance is given in sterling terms based on the Fund NAV. Data are as at 30th September 2025 and accurate as at that date.

This document is issued and approved by Morant Wright Management Limited which is authorised and regulated by the Financial Conduct Authority.

Disclaimer

Please remember that past performance is not a guide to future performance. The value of the Fund and any income from it can fall as well as rise as a result of both market and currency fluctuations and investors may not get back the amount originally invested. Investors must be willing to accept some risk to their capital. Consequently, the fund may be suitable for investors who are looking to set aside their capital for the longer term (i.e. at least 5 years).

Before making an investment in the Fund you must read the KIID which can be obtained from Waystone Management Company (IE) Limited or ourselves <https://www.morantwright.co.uk/mw-fuji-yield-fund>, along with the Fund Prospectus and the latest report and accounts. The Fund Manager, Waystone Management Company (IE) Limited, a company incorporated under the laws of Ireland having its registered office at 35 Shelbourne Rd, Ballsbridge, Dublin, D04 A4E0 Ireland which is authorised by the Central Bank of Ireland has appointed Morant Wright Management Limited as Investment Manager to this fund. Waystone Management Company (IE) Limited, has the right to terminate the arrangements made for the marketing of funds in accordance with the UCITS Directive. A summary of investors rights may be found here: <https://www.waystone.com/waystone-policies/>