

Key information

as of 31 August 2024

| | |
|--|---------|
| Total Net Assets (m) | £357.18 |
| Total Net Asset Value per Share | 188.84p |
| Share Price | 173.00p |
| Discount | -8.4% |
| Bloomberg Ticker | NAVF LN |

Performance

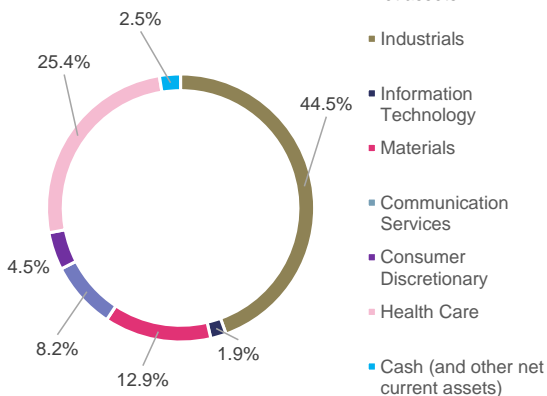
| Performance | Month | Since Inception |
|----------------------|-------|-----------------|
| Total Return | | |
| NAVF Share Price | -1.1% | +73.0% |
| NAVF Net Asset Value | -0.8% | +88.8% |

Portfolio characteristics

| | |
|---|-------|
| Equity Investments | 97.5% |
| Price / Book | 1.2x |
| Price / Earnings | 7.0x |
| EV / EBITDA | 6.0x |
| *Adjusted Cash / Market Cap | 41.6% |
| **Net Working Capital / Market Cap | 47.8% |

Sector breakdown

as a percentage of net assets



About NAVF

Nippon Active Value Fund ("NAVF" or the "Fund") is an Investment Trust admitted on the Premium Segment of the Main Market of the London Stock Exchange and to the Premium Listing Segment of the Official List. The Investment Adviser is Rising Sun Management Limited ("RSM").

NAVF is targeting attractive levels of capital growth for shareholders from the active management of a focused portfolio of quoted small and mid cap Japanese equity investments.

The Investment Adviser targets companies which are perceived by the Investment Adviser to be attractive, undervalued and have a substantial proportion of their market capitalisation held in cash and/or listed securities and/or realisable assets.

Top 10 holdings as a percentage of net assets

as of 31 August 2024

| | | | |
|-----------|--------------------------------|--------------------------|------|
| 1 | EIKEN CHEMICAL CO | (Healthcare) | 8.8% |
| 2 | HOGY MEDICAL CO | (Healthcare) | 7.9% |
| 3 | BUNKA SHUTTER CO | (Industrials) | 6.6% |
| 4 | FUJI MEDIA HOLDINGS INC | (Communication Services) | 6.3% |
| 5 | ASKA PHARMACEUTICAL | (Healthcare) | 5.6% |
| 6 | MEISEI INDUSTRIAL | (Industrials) | 5.6% |
| 7 | SEKISUI JUSHI CORP | (Industrials) | 5.2% |
| 8 | EBARA JITSUGYO CO | (Industrials) | 5.1% |
| 9 | TRANCOM CO LTD | (Industrials) | 4.8% |
| 10 | TEIKOKU SEN-I CO | (Industrials) | 4.6% |

Monthly Market Commentary

Last month I stole my own thunder! By reporting on the flash crash in Japanese stocks that took place on 5th August in the previous newsletter, I have already covered the most dramatic event of the month. Gratifyingly, the rest of the month fulfilled our prophecy and consolidated the recovery which began immediately following the sell off. As a result, I am pleased to say, our NAV finished August, less than 1% below the all time high reflected the month before. The share price is off a little more and the discount continues stubbornly above 8%. We still feel strongly that the Yen has turned the corner and will continue (albeit bumpily) to appreciate against the US\$ and other major currencies. We also continue to believe that this will prove good news for NAVF over time. The AIC has commented that this is a buying opportunity, and I am loath to disagree.

Now, with Couche-Tard's (ATD.TO) bid for Seven & I Holdings (3382.T), throwing the foreign acquirers' cat amongst the Japanese pigeons, there can be little doubt we are entering a new, more open and exciting phase of corporate activity in Japan. Whether the Canadians win or lose (which is anyone's guess given how central convenience stores are to everyday life in Japan), it is clear that Japanese managements can no longer ignore the attentions of their shareholders, nor of potential bidders. NAVF will continue to be both – as MBOs start to give way to PE-led LBOs, outright takeovers, and industry consolidation, there is all to play for.

*Adjusted Cash / Market Cap = (Cash + Cross Shareholdings - Debt) / Market Cap

**Net Working Capital / Market Cap = (Cross Shareholdings + Total Current Assets - Total Liabilities) / Market Cap

Important notice

Nippon Active Value Fund (“NAVF”) is an investment trust, listed on the London Stock Exchange in the United Kingdom, and advised by Rising Sun Management Limited. The value of its shares, and any income from them, can fall as well as rise and investors may not get back the amount invested.

The specific risks associated with the NAVF include:

NAVF invests in overseas securities. Changes in the rates of exchange may also cause the value of your investment (and any income it may pay) to go down or up.

NAVF can borrow money to make further investments (sometimes known as “gearing” or “leverage”). The risk is that when this money is repaid by NAVF, the value of the investments may not be enough to cover the borrowing and interest costs, and NAVF will make a loss. If NAVF's investments fall in value, any invested borrowings will increase the amount of this loss.

NAVF can buy back its own shares. The risks from borrowing, referred to above, are increased when a trust buys back its own shares.

Market values for securities which have become difficult to trade may not be readily available and there can be no assurance that any value assigned to such securities will accurately reflect the price NAVF might receive upon their sale.

NAVF can make use of derivatives which may impact on its performance.

Investment in smaller companies is generally considered higher

risk as changes in their share prices may be greater and the shares may be harder to sell. Smaller companies may do less well in periods of unfavourable economic conditions.

NAVF's exposure to a single market and currency may increase risk.

The aim of NAVF is to achieve capital growth. It does not target a specific yield and might not pay a dividend every year.

NAVF is listed on the London Stock Exchange and is not authorised or regulated by the Financial Conduct Authority.

The numbers used in this factsheet are provisional and taken from Rising Sun Management Ltd's Bloomberg feed. They are liable to change at short notice.

This information has been issued and approved by Rising Sun Management Limited and does not in any way constitute investment advice. This factsheet does not constitute an offer or invitation to deal in securities.

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