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**NICHE  
JUNGLE**

**PROJECT  
NJ**

**Indonesian Infrastructure Small Caps SDG**



## ***Bi-Weekly Risk Report***

*14 December 2023*

*Please refer to the UCITS fund prospectus and KIID before making any final investment decision*

# Summary

- [Project Characteristics](#)
- [Portfolio Valuation](#)
- [Portfolio Holdings](#)
- [Portfolio Allocation & Performance](#)
- [Ex-ante analysis: VaR 1 month – 95%](#)



## NJ Indonesia Infrastructure Small Cap SDG

### Project Characteristics

Instrument	UCITS Fund – Art.8 Plus SFDR
Project website	<a href="#">Link</a>
Supplement	<a href="#">Link</a>
ISIN	Class A – IE0006KCMUK2 Class I – IE0009OQU6T7 Class Q (listed class) - IE000R9RIBW8
Project ICAV:	NicheJungle ICAV <a href="http://www.nichejungle.com">www.nichejungle.com</a>
Project Inception date:	17/11/2023
Project AUM:	9,42 mln € as of 14/12/2023
Project Max AUM:	20 mln
Project Liquidity at max. AUM	83% 5 day – 96% 20 days
Project liquidity :	Daily
Project # stocks	Min: 80 Max: 120
Project currency hedging policy	No hedging policy
Institutional and listed classes fees	0% management fees 20% performance fees (absolute with HWM – no reset)
Project Investment Manager:	Niche Asset Management Ltd – <a href="http://www.nicheam.com">www.nicheam.com</a>



The project invests in Indonesian Small Cap companies exposed to the country’s massive infrastructure plan.

This asset class is trading at depressed levels in absolute terms despite the rosy growth outlook for the country: Indonesia is the 7th largest economy in the world and has its 4th largest population. Its territory is huge, fertile and rich in commodities. The weather and thousands of pristine beaches make it ideal for tourism. By emerging market standards, both the institutional framework and corporate governance are good. The Central Bank is independent, public debt is low, inflation is under control and economic growth healthy.

This market niche is also trading at a significant discount to the big caps. The fact that there are no financial products (ETF or UCITS funds) on the asset class is clearly one of the reasons for that.

The investment case bears strong similarities to what happened with Indian small caps, which over the last few years benefited from a strong rerating as the outlook for the Indian market improved.

# PROJECT NJ INDONESIA INFRASTRUCTURE SMALL CAP SDG : a valuation anomaly



Indonesia is a country with solid fundamentals - considering the growth potential, the valuation of Indonesia's big caps is attractive while the valuation of its small caps is even more so

	PE '23	Average GDP growth '23-27E
MSCI India Small Cap	24,1x	6,5%
MSCI India	20,5x	6,5%
MSCI Thailand	15,7x	3,6%
<b>MSCI Indonesia</b>	<b>13,4x</b>	<b>5,2%</b>
MSCI Malaysia	13,4x	4,4%
MSCI Vietnam	12,2x	7,0%
MSCI Philippines	11,7x	5,8%
MSCI Singapore	11,1x	2,6%
<b>MSCI Indonesia Small Cap</b>	<b>9,9x</b>	<b>5,2%</b>
<b>Indonesia Infrastructure Small Caps SDG Portfolio</b>	<b>6,6x</b>	<b>5,2%</b>

Source: Bloomberg, IMF, NicheAM, valuations consensus as of 30/11/23

## The Small Cap universe represents a valuation anomaly

This asset class is trading:

- **at depressed levels in absolute terms despite the rosy growth outlook**
- **at a strong discount to the big caps (see next slide for few examples)**

... and the fact that there are **no financial products on this asset class is clearly one of the reasons**

## Powerful catalysts

→ **Infrastructure plan: 400bln USD to be spent (about 35% of GDP)**

→ **Supply chain diversification from China**

→ **EV materials**

→ **India equity market catch-up**



# PROJECT NJ INDONESIA INFRASTRUCTURE SMALL CAP SDG at exit (as for valuation gap report) on cautious assumptions

**Upside at project closure: 75%**

**This corresponds to 13.8x earnings (Indonesia's big caps valuation as of today)**

We remain cautious and do not incorporate a potential re-rating towards India's small caps (which trading at 23.5x earnings would imply a further **70% upside**).

And we do not consider either the expected mid-term EPS growth of about 12%, which would imply a **further 70% upside** in 5 years' time.

Source: NicheAM

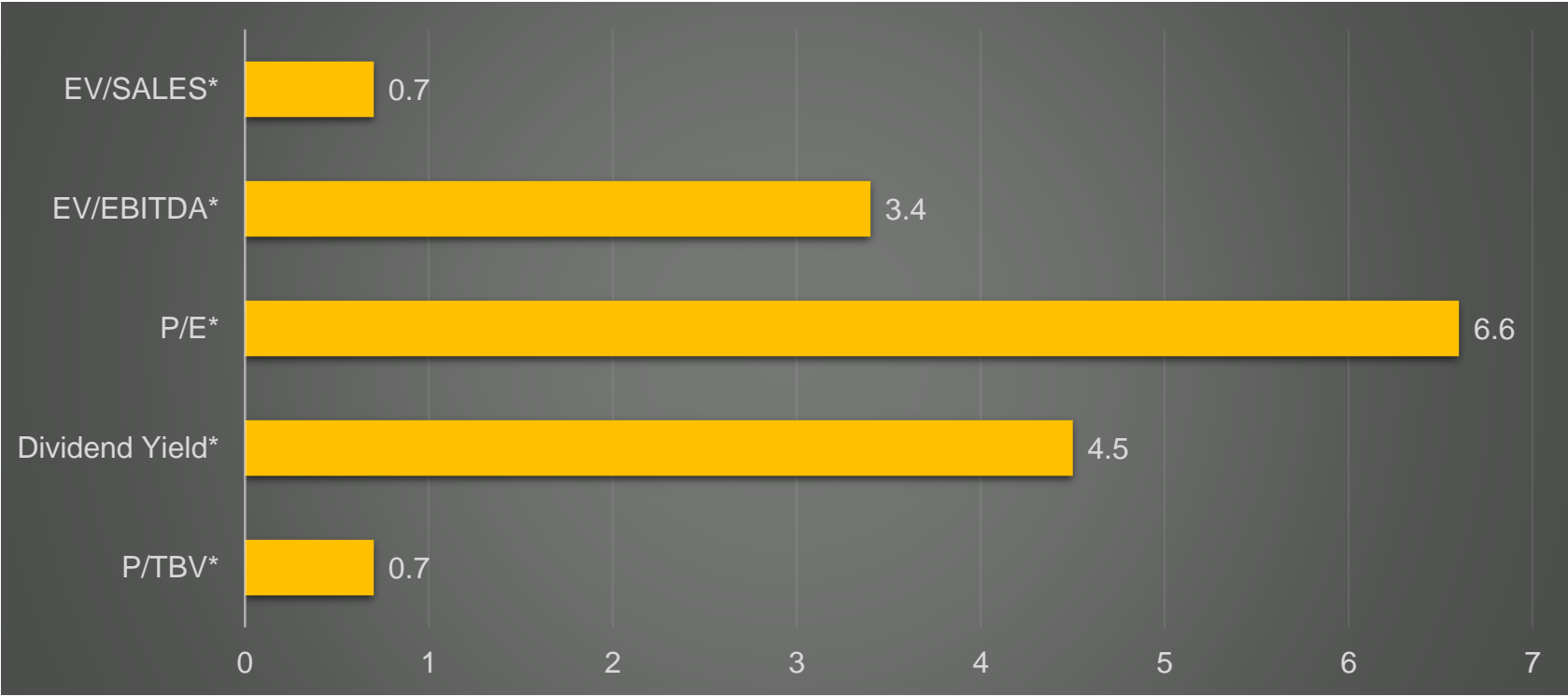
## Something to look-up to: the Indian Small Caps case



Source : Bloomberg, NicheAM



# PROJECT NJ INDONESIA INFRASTRUCTURE SMALL CAP SDG EQUITY PORTFOLIO: Valuation (as of 14 December '23)

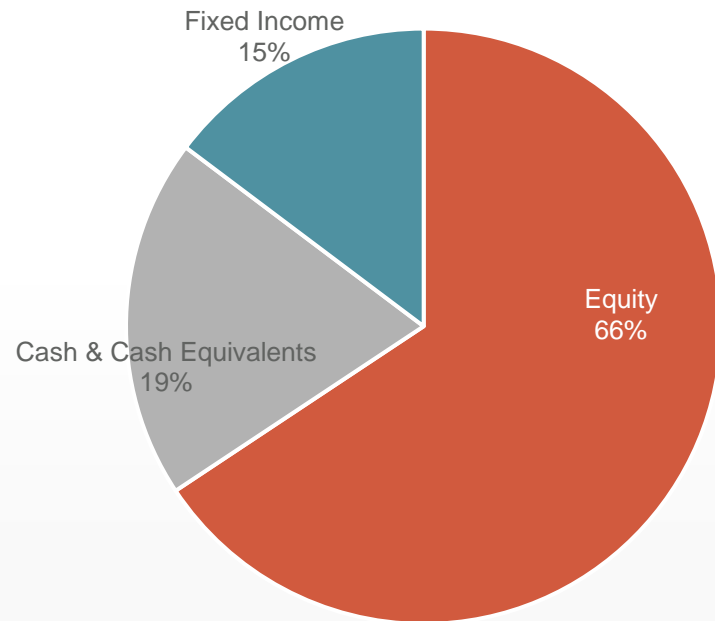


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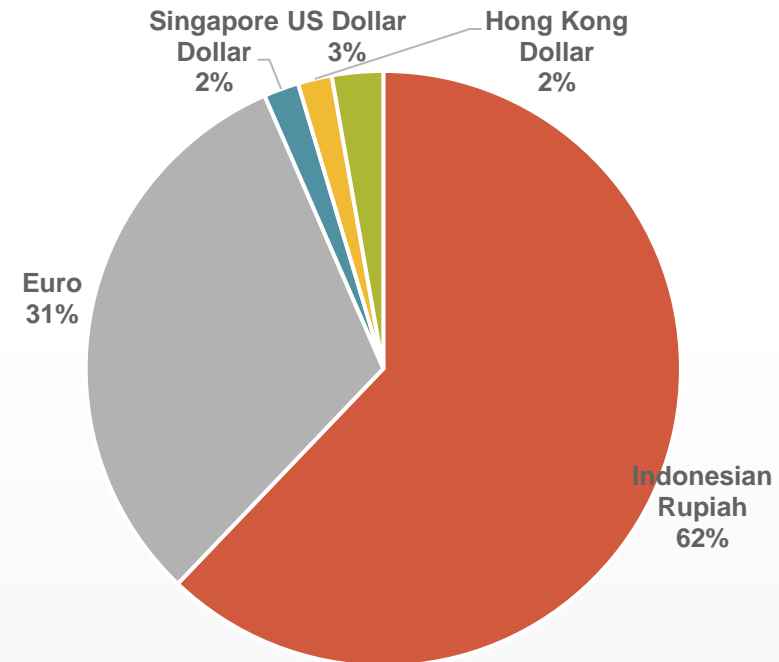
Source: NicheAM, Refinitiv

# PORTFOLIO: Allocation summary

**Breakdown by Asset Class  
 as of 14 December '23**



**Breakdown by Currency  
 as of 14 December '23**



Source: Niche AM, Refinitiv

## EQUITY PORTFOLIO: Holdings (as of 14 December '23)



Holding	Portfolio Weight	Holding	Portfolio Weight
Pt Tempo Scan Pacific Tbk	2.65%	Pt Jaya Konstruksi Manggala Pratama Tbk	0.79%
Ramayana Lestari	2.21%	Pt Bank Tabungan Negara (Persero)	0.79%
Panin Insurance Tbk	2.20%	Pt Lippo Cikarang Tbk	0.78%
Cikarang Listrindo Tbk	1.93%	Lippo Karawaci	0.78%
First Pacific Co Ltd	1.85%	Pp Presisi --- Registered Shs	0.76%
Panin Life	1.74%	Kmi Wire And Cable Tbk Pt	0.76%
Indofood Sukses Makmur Tbk	1.68%	Pt Surya Semesta Internusa Tbk	0.76%
Bank Danamon Indonesia Series -A-	1.68%	Pabrik Kertas Tjiwi Kimia	0.70%
Perusahaan Gas Nega -B-	1.61%	Sinar Eka Selaras Tbk Pt	0.68%
Asuransi Tugu Pratama Indone	1.52%	Vale Indonesia Tbk	0.62%
Pt Bukalapak.Com Tbk	1.51%	Bank Ibk Indonesia Tbk Pt	0.61%
Astra Graphia	1.46%	Bekasi Fajar Industrial	0.60%
Pt Wijaya Karya Bangunan Gedung Tbk	1.43%	Pt Steel Pipe Industry Of Indonesia Tbk	0.58%
Wijaya Karya Beton Tbk	1.38%	Pelayaran Nasional Ekalya Pu	0.54%
Golden Agri-Resources	1.37%	Erajaya Swasembada Tbk	0.53%
Xi Axiata	1.31%	Tunas Baru Lampung -Shs-	0.52%
Dharma Satya Nusantara Tbk Pt	1.18%	Prod Widyahusad Registered	0.51%
Total Bangun Persad Tbk	1.18%	Bpd Jabar -B-	0.50%
Indah Kiat Pulp Paper Corp	1.11%	Pt Nusa Raya Cipta Tbk	0.48%
Pt Bumi Serpong Damai Tbk	1.07%	Uni-Chm --- Registered Shs	0.47%
Astra Agro Lestari	1.04%	Gaya Abadi Sempurna Tbk Pt	0.46%
Bank Pan Indonesia Tbk	1.03%	Puradelta Lestari Tbk Pt	0.46%
Pp London Sumatra	1.00%	Pt Enseval Putera Megatrading Tbk	0.45%
Indonesia Kendaraan Terminal	0.97%	Clipan Finance Indonesia	0.45%
Pt Central Proteinaprima Tbk	0.95%	Surya Pertiwi Tbk Pt	0.44%
Pt Mitra Pinasthika Mustika Tbk	0.95%	Suryamas Dutamakmur Tbk Pt	0.42%
Pt Bank Btpn Tbk	0.94%	Pt Bank Woori Saudara Indonesia 1906 Tbk	0.41%
Samudera Indonesia	0.83%	Jasa Armada Indonesia Pt	0.41%
Blue Bird	0.81%	Global Mediacom	0.38%
Matahari Dept -A-	0.79%	Pt Bank Internasional Indonesia Tbk-A	0.38%

Equity Exposure: 66%  
 No of holdings: 92  
 Average Weight: 1.41%  
 Median Weight: 0.52%

TOP 5 : 10.8%  
 TOP 10: 19.1%  
 TOP 25: 38.0%  
 TOP 50: 54.6%



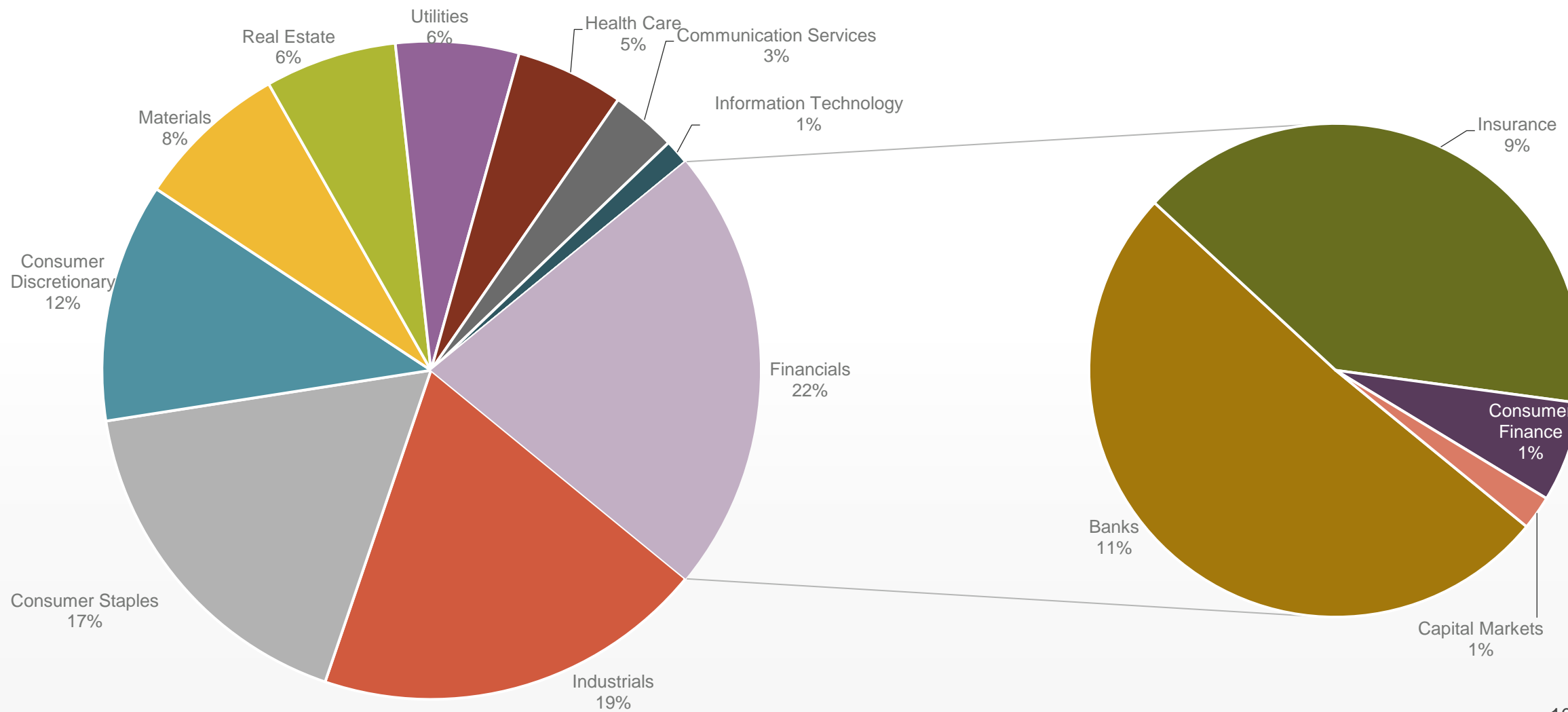
## EQUITY PORTFOLIO: Holdings (as of 14 December '23)



Holding	Portfolio Weight	Holding	Portfolio Weight
Salim Ivimas Pratama	0.38%	Indofood Agri Resources Ltd	0.26%
Pt Triputra Agro Persada Tbk	0.37%	Emdeki Utama Pt	0.24%
Pt Sat Nusapersada Tbk	0.34%	Ken Erg --- Registered Shs	0.21%
Bayu Buana Tbk Pt	0.33%	Indo Kordsa Tbk Pt	0.21%
Pt Sampoerna Agro Tbk	0.33%	Panca Budi Idaman Pt	0.20%
Panca Mitra Multiperdana Pt	0.32%	Bank Victoria Internation Pt	0.18%
Surya Toto Indonesia Pt	0.32%	Wahana Ottomitra Multiartha	0.15%
Panin Securitas	0.31%	Bank Panin Dubai Syariah Tbk	0.15%
Pp Tbk	0.31%	Bank Permata Series -A-	0.13%
Adira Dinamika Multi Finance	0.30%	Pt Putra Mandiri Jembar Tbk	0.12%
Pt Budi Starch And Sweetener Tbk	0.30%	Mulia Industrindo	0.12%
Bank Ganesha Tbk Pt	0.29%	Pt Tembaga Mulia Semanan Tbk	0.10%
Media Nusantara Shs	0.28%	Pt Asahimas Flat Glass Tb	0.10%
Indospring Tbk Pt	0.28%	Kedawung Setia Industrial Tb	0.08%
Lippo Mapletree Indonesia Real Estate	0.27%	Asuransi Dayin Mitra Tbk Pt	0.07%
Asuransi Multi Artha Guna Pt	0.26%		



# EQUITY PORTFOLIO: Allocation summary: Breakdown by Sector as of 14 December '23



Source: NicheAM, Refinitiv

## EQUITY PORTFOLIO: Change in holdings (30 November '23 - 14 December '23)

Holding	Trade	End Portfolio Weight	Change in Weight*	Total Return on sold positions**
Wijaya Karya Bangunan Gedung	ADD	1.43%	0.38%	
Central Proteina Prima	ADD	0.95%	0.16%	
Bank IBK Indonesia	ADD	0.61%	0.14%	
Panin Financial	ADD	1.74%	0.24%	
Jaya Konstruksi Manggala Pratama	ADD	0.79%	-0.01%	
Bekasi Fajar Industrial Estate	ADD	0.60%	0.10%	
Ramayana Lestari Sentosa	ADD	2.21%	0.30%	
Dharma Satya Nusantara	ADD	1.18%	0.64%	
Gaya Abadi Sempurna	ADD	0.47%	-0.02%	
PP Presisi	ADD	0.76%	-0.16%	
Samudera Indonesia	ADD	0.83%	0.05%	
Suryamas Dutamakmur	ADD	0.42%	0.06%	
Bumi Serpong Damai	ADD	1.07%	0.68%	
Paninvest	ADD	2.20%	-0.15%	
PP London Sumatra Indonesia	ADD	1.00%	0.11%	
Tempo Scan Pacific	ADD	2.65%	0.05%	

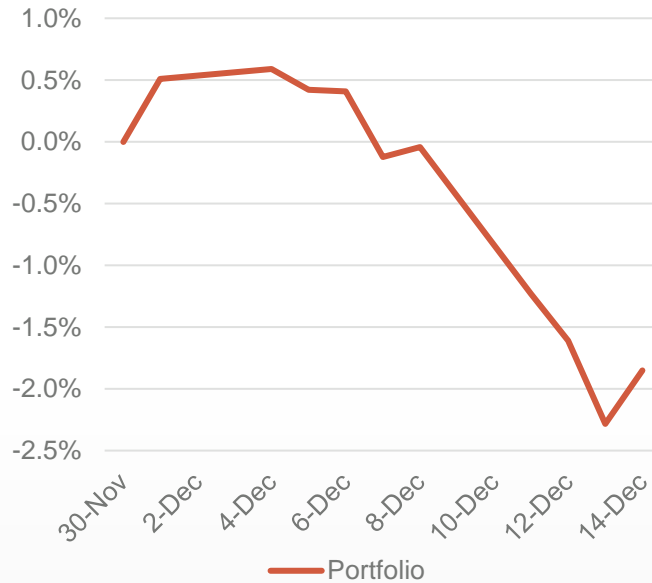
\*Not adjusted for subscriptions/redemptions and changes in market value

\*\*Local Currency

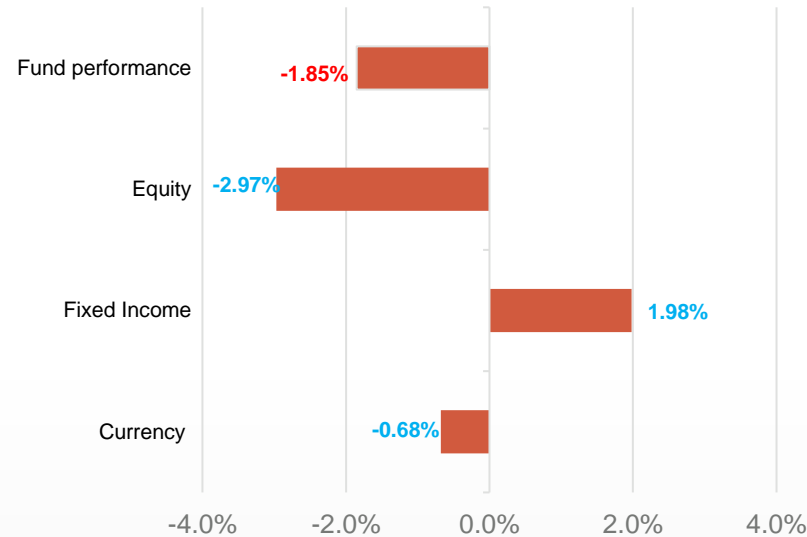
Source: NicheAM, Refinitiv

# PORTFOLIO: Allocation & Performance summary

**Fund\* Chart (30 November '23 - 14 December '23)**



**Performance by Asset Class (30 November '23 - 14 December '23)**



**Performance contribution by Asset Class and Sector (30 November '23 - 14 December '23)**

	Avg Weight (a)	2 weeks Return (b)	Contribution (c = a*b)
<b>Contribution by asset class</b>			
Equity*	68.0%	-2.97%	-2.02%
Fixed Income	13.9%	1.98%	0.27%
Currency effect (IDR)		-0.68%	-0.11%
<b>Total performance</b>			<b>-1.85%</b>
<b>Equity Contribution by sector</b>			
Financials	14.9%	0.34%	0.01%
Industrials	13.1%	-4.78%	-0.04%
Consumer Staples	11.8%	-2.04%	-0.08%
Consumer Discretionary	8.0%	-6.93%	-0.15%
Materials	5.1%	-3.60%	-0.16%
Real Estate	4.4%	-1.23%	-0.16%
Utilities	4.1%	-2.60%	-0.21%
Health Care	3.6%	-6.84%	-0.35%
Communication Services	2.2%	-3.00%	-0.35%
Information Technology	0.8%	-3.55%	-0.53%

\*class I

Past performance is not indicative or a guarantee of future returns. The currency component may increase or decrease returns. The investment involves taking a risk and possible loss of capital.

AUM: 9,42 mln €  
Project closure at 20 mln €

\*Equity Performance is net of fees

Source: NicheAM, Refinitiv

## EQUITY PORTFOLIO: Performance (30 November '23 - 14 December '23)

### Top performers\*

	Avg Weight	Return	Contribution
KMI Wire and Cable	0.8%	6.1%	0.05%
Tempo Scan Pacific	2.6%	1.3%	0.03%
First Pacific	1.8%	1.2%	0.02%
Jaya Konstruksi Manggala Pratama	0.8%	1.6%	0.01%
Puradelta Lestari	0.5%	2.2%	0.01%
Lippo Malls Indonesia Retail Units	0.3%	5.1%	0.01%
Erajaya Swasembada	0.6%	-1.2%	-0.01%
Total Bangun Persada	1.2%	0.4%	0.01%
Indo Kordsa	0.2%	1.4%	0.00%
Ramayana Lestari Sentosa	2.1%	0.6%	0.01%
Tembaga Mulia Semanan	0.1%	2.4%	0.00%
Budi Starch & Sweetener	0.3%	0.9%	0.00%
Surya Toto Indonesia	0.3%	0.2%	0.00%
Surya Pertiwi PT	0.5%	0.2%	0.00%
Jasa Armada Indonesia	0.4%	0.0%	0.00%

### Bottom performers

	Avg Weight	Return	Contribution
Indah Kiat Pulp & Paper	1.1%	-11.1%	-0.13%
Wijaya Karya Beton	1.5%	-6.8%	-0.10%
Astra Agro Lestari	1.1%	-7.9%	-0.09%
Lippo Cikarang	0.9%	-8.8%	-0.08%
Matahari Department Store	0.9%	-8.4%	-0.07%
Lippo Karawaci	0.9%	-8.6%	-0.07%
Bank Danamon Indonesia	1.8%	-3.5%	-0.06%
Dharma Satya Nusantara	1.0%	-6.0%	-0.06%
Sinar Eka Selaras	0.8%	-7.9%	-0.06%
PP London Sumatra Indonesia	1.1%	-5.5%	-0.06%
Bank Tabungan Negara (Persero)	0.9%	-6.0%	-0.05%
Perusahaan Gas Negara	1.8%	-2.9%	-0.05%
Blue Bird	0.9%	-5.7%	-0.05%
Bank Pan Indonesia	1.1%	-4.2%	-0.05%
Cikarang Listrindo	2.1%	-2.2%	-0.05%

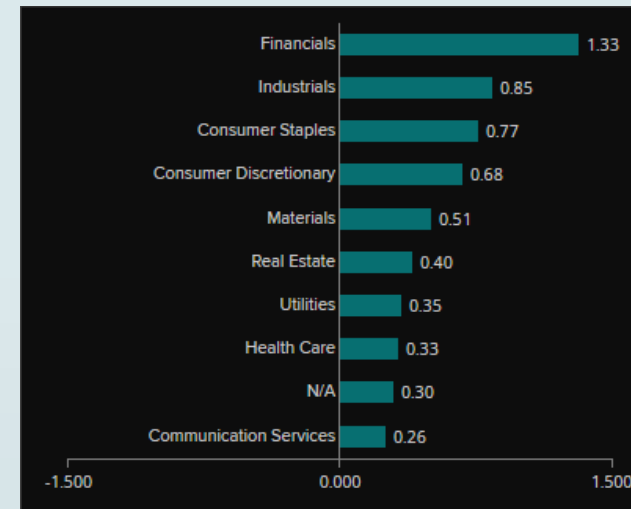
\*Sorted from highest to lowest by Contribution

## Ex-ante analysis: VaR 1 month 95% as of 14/12/2023

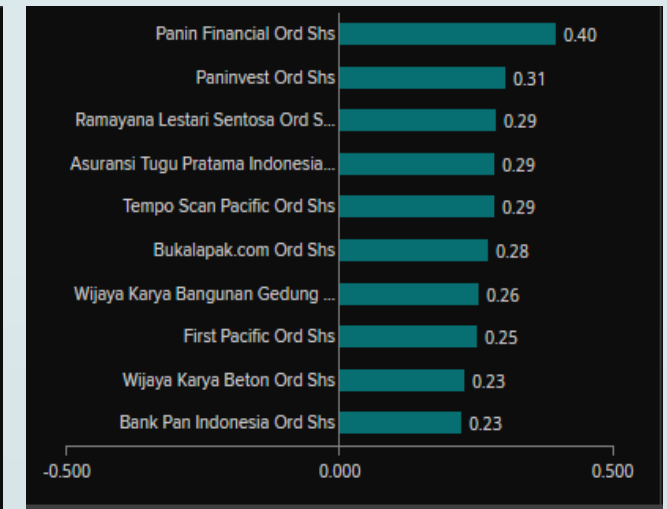
### Portfolio VaR Sensitivity

	95% VaR	99% VaR
Historical 1D	-1,13%	-1,45%
Historical 1W	-2,52%	-3,25%
Historical 1M	-5,28%	-6,82%

### VAR 1M – 95% BY SECTOR AS OF 14/12/2023



### VAR 1M-95% TOP 10 SECURITIES AS OF 14/12/2023



## EQUITY PORTFOLIO: Indices % price changes

Index	Price as of 14/12/2023	% Price Change 2 weeks (local currency)	% Price Change 2 weeks (€)	% Price Change Year to Date (local currency)	% Price Change Year to Date (€)	% Price Change Since inception ** (local currency)	% Price Change Since inception ** (€)
<b>NicheJungle Indonesian Infra Small Caps SDG*</b>	<b>977.71</b>	-	<b>-1.85%</b>	-	-	-	<b>-2.23%</b>
MSCI ACWI Net (.dMIWD00000NUS)	382.23	3.22%	2.23%	20.35%	17.19%	4.58%	3.78%
MSCI Asia Pacific Value (.dMIAP0000VPUS)	153.14	1.38%	0.41%	7.46%	4.64%	2.07%	1.29%
MSCI Asia Pacific (.MIAP00000PUS)	164.02	1.10%	0.14%	5.32%	2.55%	1.95%	1.17%
Indonesia (.JKSE)	7176.02	1.35%	0.44%	4.75%	2.46%	2.84%	2.02%
MSCI Small Cap Indonesia – USD (.dMIID000S0NUS)	412.83	-1.20%	-2.15%	-10.75%	-13.09%	0,48%	-2,15%
Korea KOSPI (.KS11)	2544.18	0.35%	0.22%	13.76%	7.97%	3.01%	2.68%
Tokyo Stock Exchange (.TOPX)	2321.35	-2.26%	1.12%	22.71%	10.42%	-2.92%	1.61%
China (.HSI)	16402.19	-3.76%	-4.64%	-17.08%	-19.24%	-6.03%	-6.89%

\* class I

\* \*Inception date: 17/11/2023

Source: Niche AM, Thomson Reuters

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