



MONTHLY REPORT AND FACTSHEET FOR JULY 2014

NET ASSET VALUE

Net Assets: \$11.9 millions

NAV/Share: \$46.34

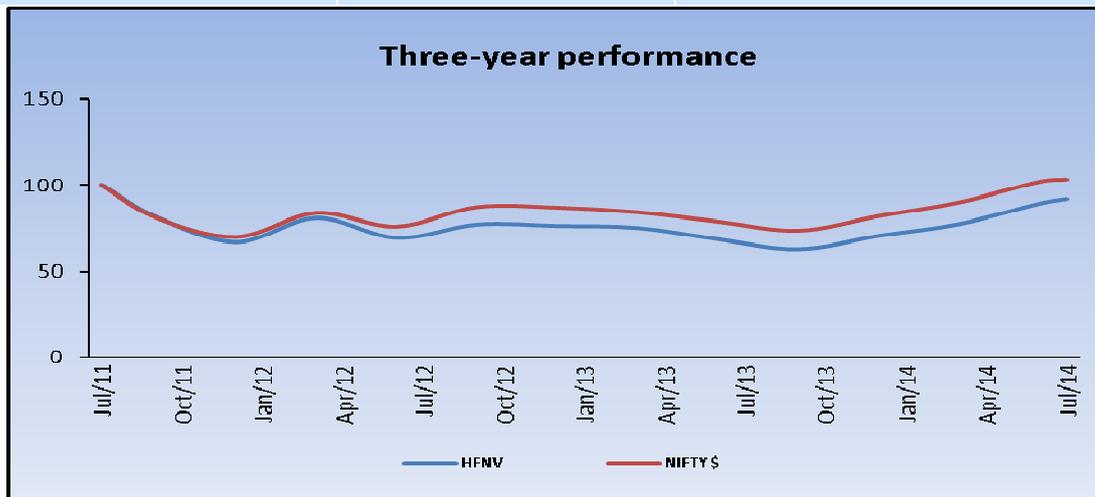
ASSET ALLOCATION

India: 96.6%

Cash: 3.4%

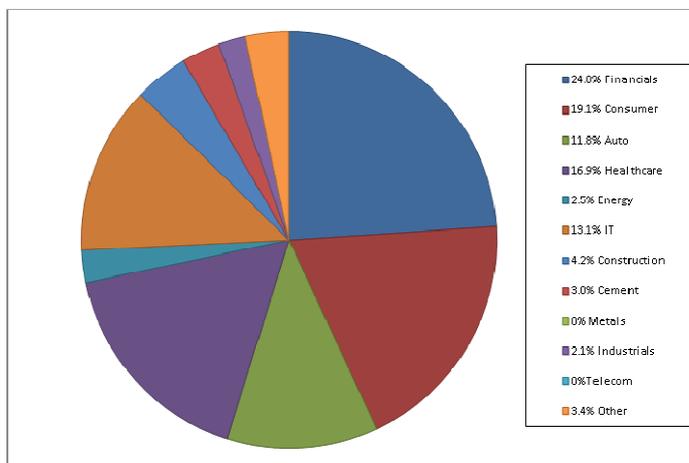
PERFORMANCE (net of fees and charges)

Period	Fund %	Benchmark %
One Month	3.0	1.2
Three Months	36.4	31.5
One Year	38.2	36.4
Three Years	-8.7	3.3



Sources: CACEIS: NAV to NAV in \$; NSE India: S&P CNX defty

INDUSTRY CONCENTRATION JULY 31



Top Ten Holdings %

Pidilite Inds	10.3
Balkrishna Inds.	9.2
Torrent Pharma	8.8
LUPIN	8.2
Kotak Bank	7.9
HDFC Bank	7.6
TCS	6.8
Larsen & Toubro	4.2
ICICI Bank	4.1
Infosys	3.7
Total	70.8
Number of Holdings	22
% Invested in Nifty	52.6

FUND INFORMATION

Investment Objective:	Long-term growth through investing in listed companies in India and neighbouring countries
Benchmark:	S&P CNX "NIFTY" Index in US Dollars
Listings:	NYSE Euronext Fund Service, Amsterdam The London Stock Exchange
Managed by::	Himalayan Fund N.V.
Administrator:	Caceis Netherlands NV
London Broker:	Arden Partners plc
Base Currency:	USD
Inception Date:	June 1990
Investment Advisory Fee:	1.5%
Share Type:	Accumulation

OPERATIONAL DETAILS

Valuation:	Weekly	Dealing:	Euronext: Weekly (NAV) LSE: Daily (bid/offer)
Subscription Fee:	0.35% (to Fund)(Euronext)	Redemption Fee:	0.35% (to Fund)(Euronext)
ISIN Code:	NL0000464154	Sedol	0454038-GB
LSE TMID	HYF	Website:	www.himalayanfund.nl

COMMENTARY

Market Context:

Global equity markets were mixed in July, with developed markets largely negative and emerging positive, especially in Asia. The MSDCI All Country World Index fell 1.33%; Asian markets did a little better with the Far East Index adding 2.1% and Pacific adding 2.2%. The US was off about 0.5% and the UK shed 1.7% while European markets did a little worse, dropping just over 2%. India was in the black for the month, though not the best performer in Asia by a long shot. The Nifty added 1.2% in USD terms, after the Rupee retreated by 1.7% during the month. MSCI India added 0.7%.

Performance:

Our portfolio added 3.0% in June, outperforming our benchmark by 1.8% and outperforming the MSCI India by 2.3%. The portfolio continues to outperform its benchmark over one, six and twelve month periods at end July.

Fifteen of our holdings outperformed the benchmark during the month, with Pidilite Industries, our largest position, leading the pack with a gain of 13.6%. Lupin, another large holding, was close behind, adding 12.3%. Our next best performer was recent purchase Cyient (formerly Infotech) which added 11.4%. ITC added 8.9% another recent purchase, Supreme Industries added 8.3%. TCS and Kotak Bank added more than 7% each. On the downside, Larsen and Toubro shed 12.2%.as quarterly results disappointed but we had reduced our exposure recently so the impact was limited. VST Industries retreated by 11.5% in response to tobacco duty increases which affected its largest product line. We expect revenue to recover in due course as price rises are pushed through. Bajaj Auto dropped 8.8% as the domestic market continues to struggle. ONGC shed 7.5% on subsidy uncertainty and South Indian Bank dropped 7.6% on earnings disappointment. The effects of these negatives were restrained by the relatively smaller weight of our holdings. During the month, we took profits on HDFC Bank and ICICI Bank and added South Indian Bank to diversify our private sector bank exposure. We exited Reliance Industries because of concerns about the outlook for the energy sector. We completed our purchase of Cyient. Dividends from Agrotech Foods, Cyient, Lupin, Ultratech, Magma Fincorp and VST Industries added liquidity.

Outlook:

We believe our sector allocations and stock holdings are well-adjusted for the market outlook in the medium term. The quarterly results season is coming to a close with positive and negative surprises in equal measure, except that our holdings were mostly in the positive column. Mr. Modi's Independence Day speech on August 15th is expected to bring further encouragement for investors.

Please note that the value of investments and the income derived from them may fluctuate and an investor may not receive back the amount originally invested. Past performance is not necessarily indicative of future performance and the value and any income arising from this fund may go down as well as up. Where an investment is denominated in a currency other than your base currency, exchange rates may have an adverse effect on the value or income of that investment.