



MONTHLY REPORT AND FACTSHEET FOR AUGUST 2015

NET ASSET VALUE

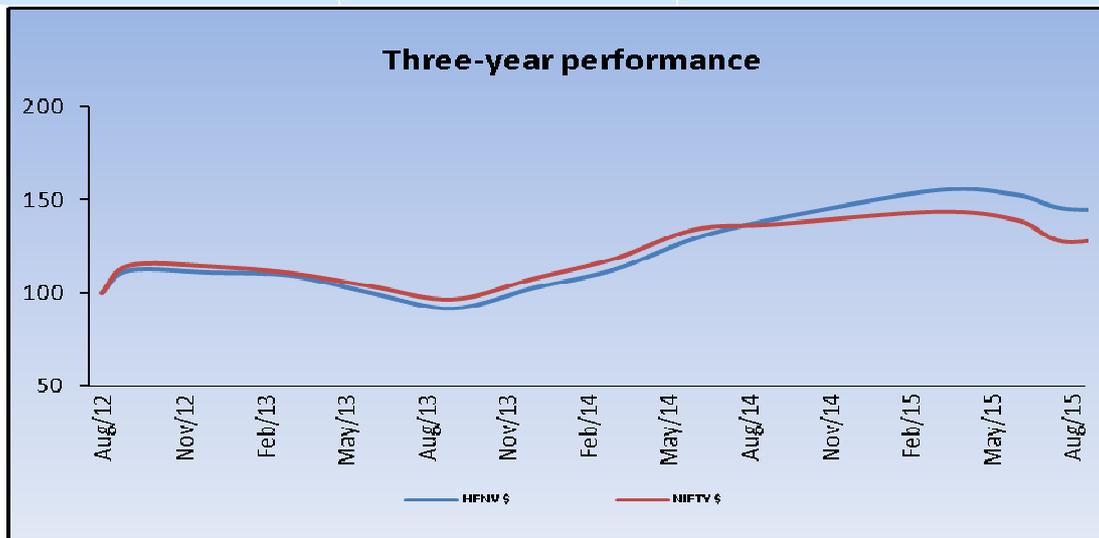
Net Assets: \$10.9 millions	NAV/Share: \$50.45
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ASSET ALLOCATION

India: 91%	Cash:9%
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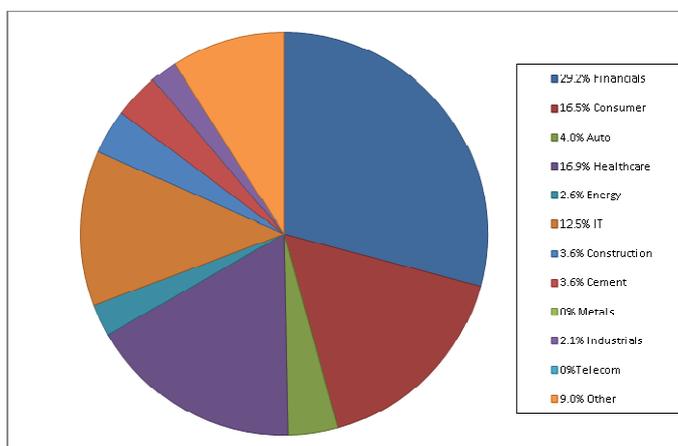
PERFORMANCE (net of fees and charges)

Period	Fund %	Benchmark %
One Month	-5.5	-9.8
Year-to-date	-1.1	-8.1
One Year	4.3	-8.6
Three Years	45.1	27.2



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

INDUSTRY CONCENTRATION AUGUST 31



Top Ten Holdings %

Pidilite Inds	9.5
Kotak Bank	9.3
Torrent Pharma	8.9
LUPIN	8.0
HDFC Bank	7.1
TCS	6.7
ICICI Bank	5.1
Axis Bank	4.2
Bajaj Auto	4.0
Kalpataru PT	3.6
Total	66.5
Number of Holdings	22
% Invested in Nifty	53.8

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:	Euronext Fund Services, Amsterdam The London Stock Exchange
Managed by:	Himalayan Fund N.V.
Administrator:	Caceis Bank Amsterdam Branch
London Broker:	Arden Partners plc
Base Currency:	USD
Inception Date:	June 1990
SRRI Category	6
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:

s Sustained negative economic newsflow out of China during August threw global equity markets into a major wobble; Chinese stock markets shed nearly 12% in the month, dragging the MSCI ACWI down by 6.8%. In mid-vacation time, most other markets responded in sympathy, the US dropping 6.3%, Europe 7.4%, the UK 8.2% and Japan 5.8%. Global Emerging Markets retreated by more than 9% as risk aversion drove liquidity outflows. India shared the grief, with the Nifty falling 9.8% in USD terms, of which 3.6% came from Rupee depreciation under the burden of foreign portfolio outflows.

Performance:

The Fund's portfolio lost 5.5% in USD dollar terms in August, outperforming our performance benchmark by 4.3% and the MSCI India by 3.4%. This helped the Fund show sustained outperformance of its benchmark over all periods out to three years at the end of August.

Our portfolio was sustained during the month by stellar returns from our three largest holdings: Healthcare was again to the fore with Lupin (+8.7%) and Torrent (+7.4%) in the lead. Pidilite returned a creditable -1.4%. A total of twelve holdings outperformed the benchmark return. Eight stocks underperformed significantly, with the Financial Sector notably weak: only Kotak Bank and Magma Fincorp bettered the benchmark, by small margins. Otherwise, the bank stocks all retreated by 10-15%. Baja Auto fell 14.7% and Kalpataru Power Transmission and Ultratech both dropped 11.5%. We took some profits on Lupin and Torrent during the month so we ended up with a healthy 9% in liquidity as the markets faced sharply higher volatility than has been seen for some time.

Outlook:

August saw no improvement in the monsoon, the seasonal aggregate rains worsening to some 11% below the Long Period Average (LPA). However, kharif sowing stayed marginally ahead of the previous year, only cotton being worse (-8%) whereas the vital pulse cropping is some 9% better this year. Historical data shows that the inflationary effect of a weak monsoon is contained when Minimum Selling Price (MSP) increases are small, as is the case this year. Thus, the affirmation from the RBI governor that India remains in "accommodating" monetary policy mode, even as fiscal conditions are steadily improving, has boosted expectations of further repo rate cuts to come. The Finance Minister has suggested that India can return to GDP growth rates between 8 and 10% with a combination of infrastructure investment and the right policy mix. Given stable external conditions, the adjusted Indian market multiple looks attractive.

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.