

Edinburgh Dragon Trust plc

Investment Trust

Performance Data and Analytics to 31 January 2019

Investment objective

To achieve long term capital growth through investment in Asia. The company's benchmark is the MSCI AC Asia ex Japan Index. Investments are made mainly in stock markets in the region, with the exception of Japan and Australasia, principally in large companies. When appropriate, the trust will utilise gearing to maximise long term returns.

Benchmark

MSCI AC Asia ex Japan Index. This benchmark excludes Japan, Australia, New Zealand and Sri Lanka.

Cumulative performance (%)

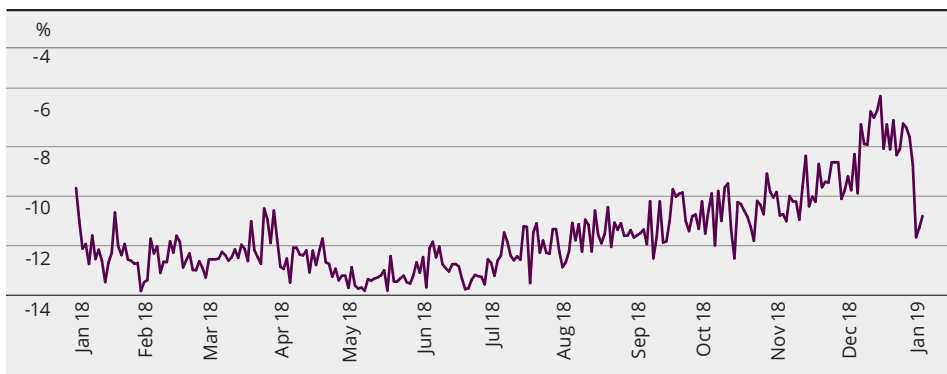
	as at 31/01/19	1 month	3 months	6 months	1 year	3 years	5 years
Share Price	365.0p	1.4	9.2	0.3	(5.3)	65.5	65.4
NAV ^a	409.2p	3.2	9.4	(2.5)	(4.3)	61.8	64.2
MSCI AC Asia ex Japan		3.9	6.9	(4.5)	(7.4)	61.7	74.4

Discrete performance (%)

Year ending	31/01/19	31/01/18	31/01/17	31/01/16	31/01/15
Share Price	(5.3)	25.1	39.8	(18.4)	22.4
NAV ^a	(4.3)	21.7	38.8	(17.1)	22.4
MSCI AC Asia ex Japan	(7.4)	27.3	37.1	(13.1)	24.1

Total return; NAV to NAV, net income reinvested, GBP. Share price total return is on a mid-to-mid basis. Dividend calculations are to reinvest as at the ex-dividend date. NAV returns based on NAVs with debt valued at fair value. Source: Aberdeen Asset Managers Limited, Lipper and Morningstar. Past performance is not a guide to future results.

1 Year Premium/Discount Chart (%)



^a Including current year revenue.

© 2018 Morningstar. All Rights Reserved. The information contained herein: (1) is proprietary to Morningstar and/or its content providers; (2) may not be copied or distributed; and (3) is not warranted to be accurate, complete or timely. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this information. Past performance is no guarantee of future results. For more detailed information about Morningstar's Analyst Rating, including its methodology, please go to: <http://corporate.morningstar.com/us/documents/MethodologyDocuments/AnalystRatingforFundsMethodology.pdf> The Morningstar Analyst Rating for Funds is a forward-looking analysis of a fund. Morningstar has identified five key areas crucial to predicting the future success of a fund: People, Parent, Process, Performance, and Price. The pillars are used in determining the Morningstar Analyst Rating for a fund. Morningstar Analyst Ratings are assigned on a five-tier scale running from Gold to Negative. The top three ratings, Gold, Silver, and Bronze, all indicate that our analysts think highly of a fund; the difference between them corresponds to differences in the level of analyst conviction in a fund's ability to outperform its benchmark and peers through time, within the context of the level of risk taken over the long term. Neutral represents funds in which our analysts don't have a strong positive or negative conviction over the long term and Negative represents funds that possess at least one flaw that our analysts believe is likely to significantly hamper future performance over the long term. Long term is defined as a full market cycle or at least five years. Past performance of a security may or may not be sustained in future and is no indication of future performance. For detailed information about the Morningstar Analyst Rating for Funds, please visit <http://global.morningstar.com/managerdisclosures>. ^c Represents the individual country returns calculated using the MSCI Index Series (£). Market change is total return in GBP.

Morningstar Analyst Rating™



[®] Morningstar Analyst Rating™ Morningstar analysts assign the ratings globally on a five-tier scale with three positive ratings of Gold, Silver and Bronze.

Morningstar Rating™



[®] Morningstar Rating™ for Funds Morningstar rates funds from one to five stars based on how well they've performed (after adjusting for risk and accounting for all sales charges) in comparison to similar funds.

Ten largest equity holdings (%)

Samsung Electronics Pref.	Korea	5.7
Tencent	China	5.0
TSMC	Taiwan	3.6
Oversea-Chinese Banking Corp.	Singapore	3.6
AIA	Hong Kong	3.0
Jardine Strategic	Hong Kong	3.0
Housing Development Finance	India	2.9
Bank Central Asia	Indonesia	2.4
Ping An Insurance	Hong Kong	2.3
CITS	China	2.3
Total		33.8

Country allocation (%)

	Trust	Regional Index	Month's market change ^c
China	24.3	36.2	7.5
Hong Kong	13.6	11.7	4.3
India	13.6	9.9	(5.1)
Singapore	11.9	4.0	2.4
Korea	9.7	16.3	6.8
Indonesia	6.1	2.7	5.1
Taiwan	4.5	12.4	(1.5)
Philippines	4.0	1.3	5.2
Thailand	3.7	2.9	6.2
Vietnam	2.2	-	-
Sri Lanka	1.6	-	-
United Kingdom	1.0	-	-
Malaysia	0.9	2.6	(1.9)
Cash	2.9	-	-
Total	100.0	100.0	

Source: Aberdeen Asset Managers Limited and MSCI. Figures may not add up to 100 due to rounding.

Total number of investments 67

All sources (unless indicated):
Aberdeen Asset Managers Limited 31 January 2019.

Private investors 0808 500 0040
Institutional investors
Jonathon McManus +44 (0)20 7618 1444

Edinburgh Dragon Trust plc

Investment Trust

Performance Data and Analytics to 31 January 2019

Fund managers' report

Market and portfolio review

Asian stocks advanced in January amid easing trade and monetary policy worries. Sentiment improved as the US and China appeared to make headway in trade talks. Signals that the Federal Reserve would slow its pace of rate hikes also buoyed risk appetite.

China's 2018 growth slowed to 6.6%, its weakest in 28 years. However, mainland markets were among Asia's best performing, as growth continued to outpace other regions and Beijing announced further stimulus measures. Among our holdings, Wuxi Biologics rallied, as it benefited from deals on its two latest platforms. This underlined the defensiveness of its business model as a partner in developing innovative biological drugs.

The tech sector rebounded, but our core holdings saw contrasting fortunes. Samsung Electronics' shares rose on hopes that memory demand will improve as orders return from large data-centre customers. This was despite its lower fourth-quarter earnings on softer chip and phone sales. Taiwan Semiconductor Manufacturing Co (TSMC), meanwhile, fell after it lowered its first-quarter revenue forecasts due to mobile handset seasonality and high supply-chain inventories. That said, we are confident it will remain among the dominant players in a field with high barriers to entry.

Indian markets eked out a lacklustre start to the year. But, a final-day rally on hopes that a populist interim Budget would drive consumption, ahead of national elections this year, capped losses. Measures included tax incentives for the middle class and more grants for rural households, which bode well for consumer holdings such as Hindustan Unilever and Hero MotoCorp. In earnings news, IT services major Tata Consultancy Services maintained its positive outlook on the back of robust sales growth. Bank holdings, Kotak Mahindra Bank and HDFC Bank, showed signs of improved loan growth and pricing power as competition from the troubled non-banking finance companies abated.

In January, we took some profits from stocks that were resilient or performed well, to fund the Trust's tender offer. We pared several of our well-run financial holdings with robust capital bases, including HSBC, Housing Development Financial Corp, and OCBC Bank. We also top-sliced AIA, Swire Properties and Ping An. These businesses were resilient in spite of volatile and softening global demand, thanks to their excellent track record in servicing regional customers.

Outlook

The outlook still appears volatile for Asian markets, given ongoing macro-political concerns. While there appears to be some progress on US-China trade talks, deeper tensions remain. China's growth slowdown may also have ripple effects on regional economies. Politics is another worry, as elections in key markets could worsen policy uncertainty. There are also sector-specific risks. Tech firms are grappling with softening demand, while rising costs could pressure consumer and material stocks. That said, the Fed's dovish shift will help shore up sentiment. Many of our holdings are still posting decent earnings growth, despite more muted forecasts. The 2018 sell-off has also driven share prices down to more attractive levels. However, we remain cautious, staying true to our quality-focused approach. We are regularly reviewing the investment case for all our

Fund managers' report continues overleaf

The risks outlined overleaf relating to gearing, exchange rate movements and emerging markets are particularly relevant to this trust but should be read in conjunction with all warnings and comments made.

Important information overleaf

^D Expressed as a percentage of average daily net assets for the year ended 31 August 2018. The Ongoing Charges Figure (OCF) is the overall cost shown as a percentage of the value of the assets of the Company. It is made up of the Annual Management Fee and other charges. It does not include any costs associated with buying shares in the Company or the cost of buying and selling stocks within the Company. The Ongoing Charges figure can help you compare the annual operating expenses of different Companies.

^E Calculated using the Company's historic net dividends and month end share price.

^F Net gearing is defined as a percentage, with net debt (total debt less cash/cash equivalents) divided by shareholders' funds.

^G The 'Active Share' percentage is a measure used to describe what proportion of the Company's holdings differ from the benchmark index holdings.

^H Includes current year revenue.

Fund risk statistics

	3 Years	5 Years
Annualised Standard Deviation of Fund	13.65	13.29
Beta	0.93	0.90
Sharpe Ratio	1.04	0.69
Annualised Tracking Error	3.43	4.22
Annualised Information Ratio	0.10	(0.09)
R-Squared	0.94	0.91

Source: Aberdeen Asset Management, BPSS & Datastream, Basis: Total Return, Gross of Fees, GBP. Please note that risk analytics figures are calculated on gross returns whereas the performance figures are based on net asset value (NAV) returns. In addition, the risk analytics figures lag the performance figures by a month.

Key information

Calendar

Year end	31 August
Accounts published	November
Annual General Meeting	December
Dividend paid	December
Launch date	1987
Fund manager	Adrian Lim
Ongoing charges ^D	0.80%
Annual management fee	0.85% on net assets up to £350m; 0.5% on net assets above £350m
Premium/(Discount) with debt at fair value	(10.8)%
Yield ^E	1.1%
Net gearing with debt at par ^F	1.7%
Active share ^G	71.6%

AIFMD Leverage Limits

Gross Notional Commitment	2.5x
	2x

Assets/Debt (£m)

Gross ^H	557.2
Debt	25.5
Cash	16.2

Capital structure

Ordinary shares	129,949,903
Treasury shares	29,661,774

Allocation of management fees and finance costs

Revenue	100%
---------	------

Receive the factsheet by email as soon as it is available by registering at www.invtrusts.co.uk/ITemail www.edinburghdragon.co.uk

Edinburgh Dragon Trust plc

Investment Trust

Performance Data and Analytics to 31 January 2019

Fund managers' report – continued

holdings, assessing whether their structural growth drivers are still intact. Hence, our portfolios invest in companies that have clear economic moats, pricing power, and steady cash flows. This gives us confidence despite market fluctuations.

Results of Tender Offer

A total of 112,286,414 Shares, being 60.5% of the Company's Shares in issue (excluding treasury shares) as at 22 January 2019, were validly tendered under the Tender Offer.

As a result, the Tender Offer was oversubscribed. The Basic Entitlement of all Shareholders who validly tendered their Shares was accepted in full and excess tenders were satisfied to the extent of approximately 17.6% of the excess Shares tendered.

A total of 55,692,676 Shares were repurchased by the Company under the Tender Offer and cancelled and payments in respect of successfully tendered uncertificated Shares were made through CREST or by cheque.

Trading details

Reuters/Epic/	
Bloomberg code	EFM
ISIN code	GB0002945029
Sedol code	0294502
Stockbrokers	WINS Investment Trusts
Market makers	SETSmm

Important information

Aberdeen Standard Investments is a brand of the investment businesses of Aberdeen Asset Management and Standard Life Investments.

Risk factors you should consider prior to investing:

- The value of investments and the income from them can fall and investors may get back less than the amount invested.
- Past performance is not a guide to future results.
- Investment in the Company may not be appropriate for investors who plan to withdraw their money within 5 years.
- The Company may borrow to finance further investment (gearing). The use of gearing is likely to lead to volatility in the Net Asset Value (NAV) meaning that any movement in the value of the company's assets will result in a magnified movement in the NAV.
- The Company may accumulate investment positions which represent more than normal trading volumes which may make it difficult to realise investments and may lead to volatility in the market price of the Company's shares.
- Movements in exchange rates will impact on both the level of income received and the capital value of your investment.
- There is no guarantee that the market price of the Company's shares will fully reflect their underlying Net Asset Value.
- As with all stock exchange investments the value of the Company's shares purchased will immediately fall by the difference between the buying and selling prices, the bid-offer spread. If trading volumes fall, the bid-offer spread can widen.
- The Company invests in emerging markets which tend to be more volatile than mature markets and the value of your investment could move sharply up or down.
- Yields are estimated figures and may fluctuate, there are no guarantees that future dividends will match or exceed historic dividends and certain investors may be subject to further tax on dividends.

Other important information:

Issued by Aberdeen Asset Managers Limited which is authorised and regulated by the Financial Conduct Authority in the United Kingdom. Registered Office: 10 Queen's Terrace, Aberdeen AB10 1XL. Registered in Scotland No. 108419. An investment trust should be considered only as part of a balanced portfolio. Under no circumstances should this information be considered as an offer or solicitation to deal in investments.

The MSCI information may only be used for your internal use, may not be reproduced or disseminated in any form and may not be used as a basis for or a component of any financial instruments or products or indices. None of the MSCI information is intended to constitute investment advice or a recommendation to make (or refrain from making) any kind of investment decision and may not be relied on as such. Historical data and analysis, should not be taken as an indication or guarantee of any future performance analysis forecast or prediction. The MSCI information is provided on an "as is" basis and the user of this information assumes the entire risk of any use made of this information. MSCI, each of its affiliates and each other person involved in or related to compiling, computing or creating any MSCI information (collectively, the "MSCI" Parties) expressly disclaims all warranties (including without limitation, any warranties of originality, accuracy, completeness, timeliness, non-infringement, merchantability and fitness for a particular purpose) with respect to this information. Without limiting any of the foregoing, in no event shall any MSCI Party have any liability for any direct, indirect, special, incidental, punitive, consequential (including, without limitation, lost profits) or any other damages (www.msci.com).