



# The Korea Fund, Inc.'s Annual Public Conference Call

Chris Leung, Portfolio Manager

October 25, 2016



The Korea Fund, Inc.



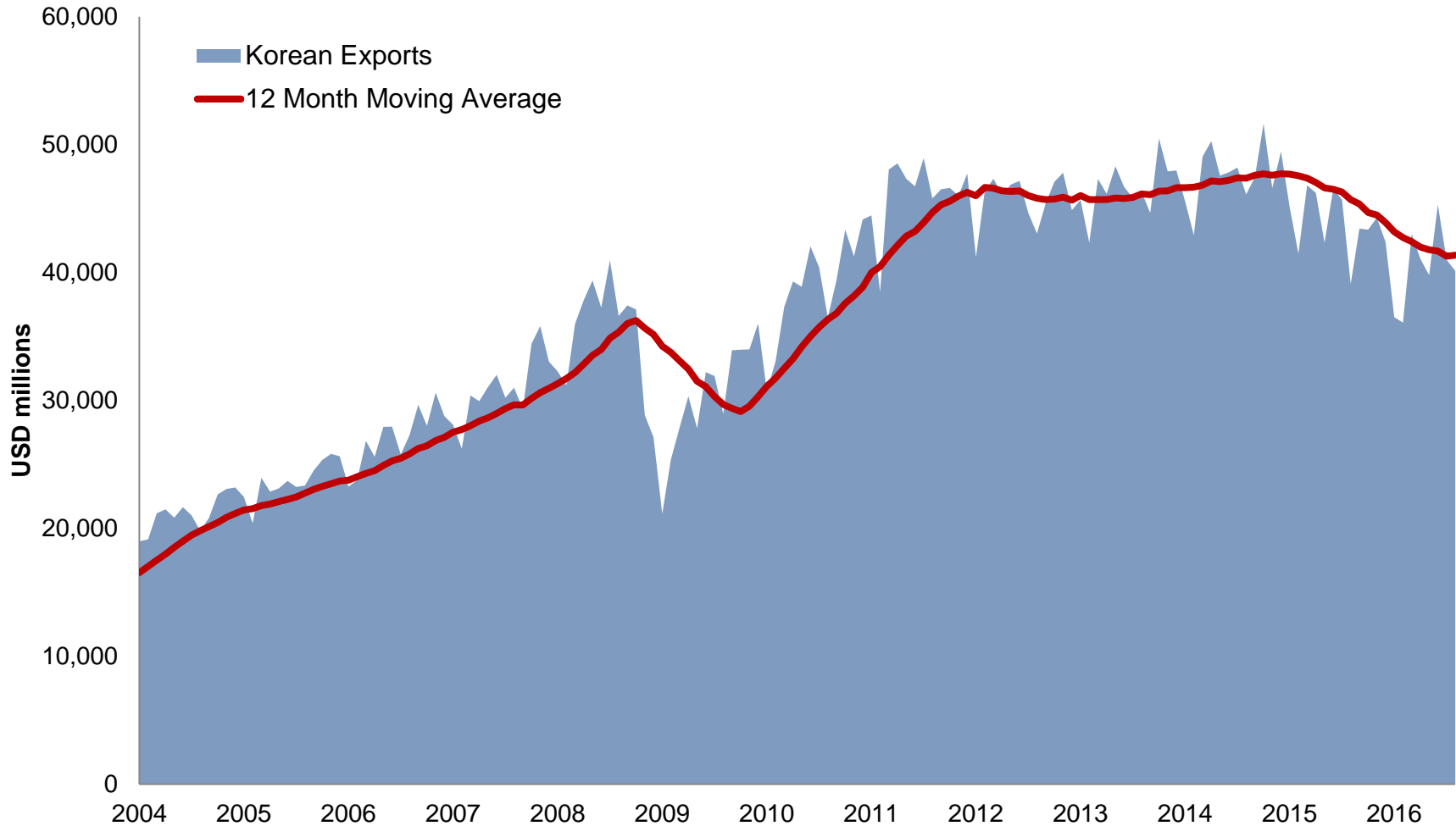
## **Chris Leung, CFA**

### **Portfolio Manager**

Mr. Leung, a senior portfolio manager with Allianz Global Investors, is a country specialist for Korea and has primary responsibility for managing the firm's Korean strategies. He has over 20 years of investment-industry experience.

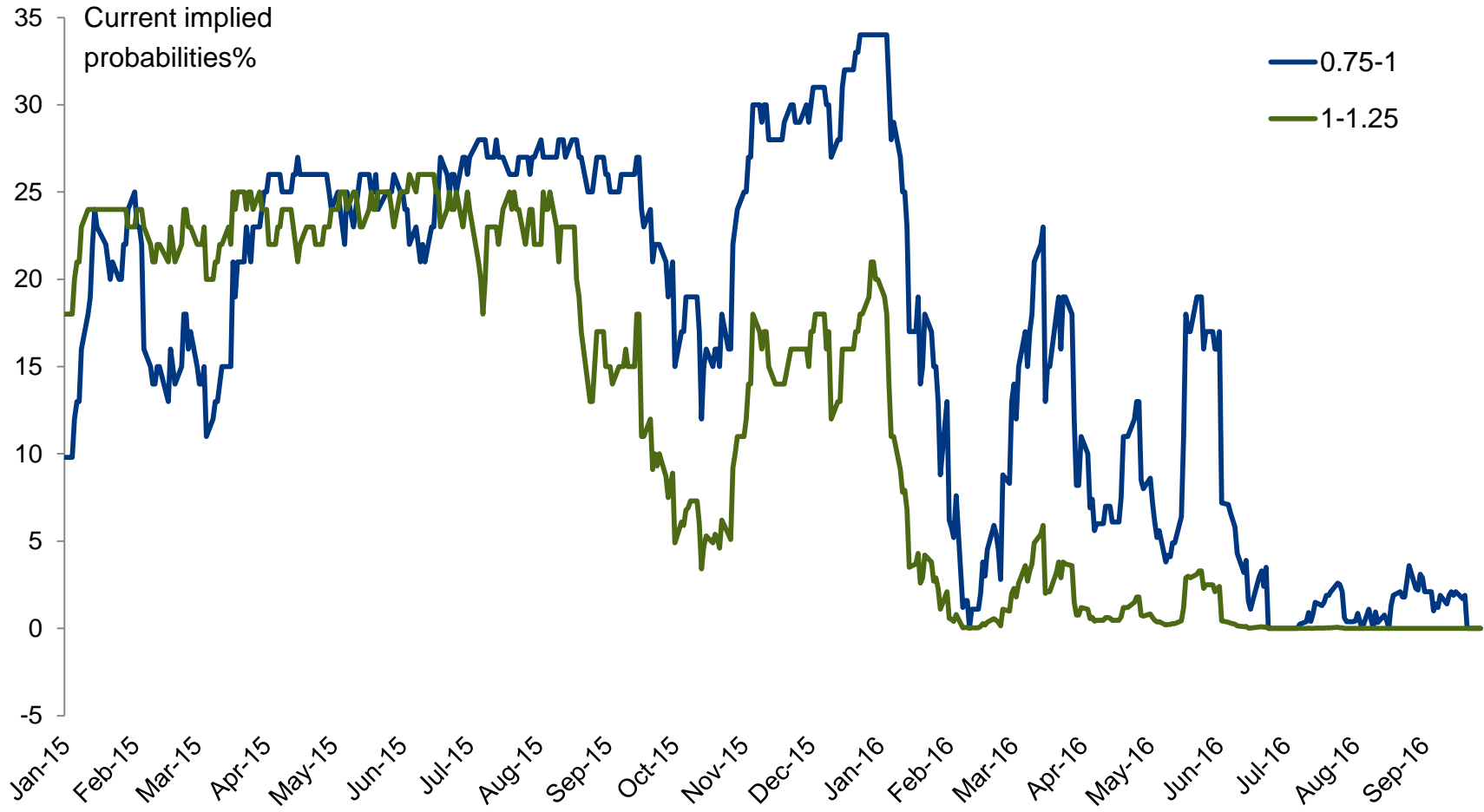


## Korean exports in a downtrend



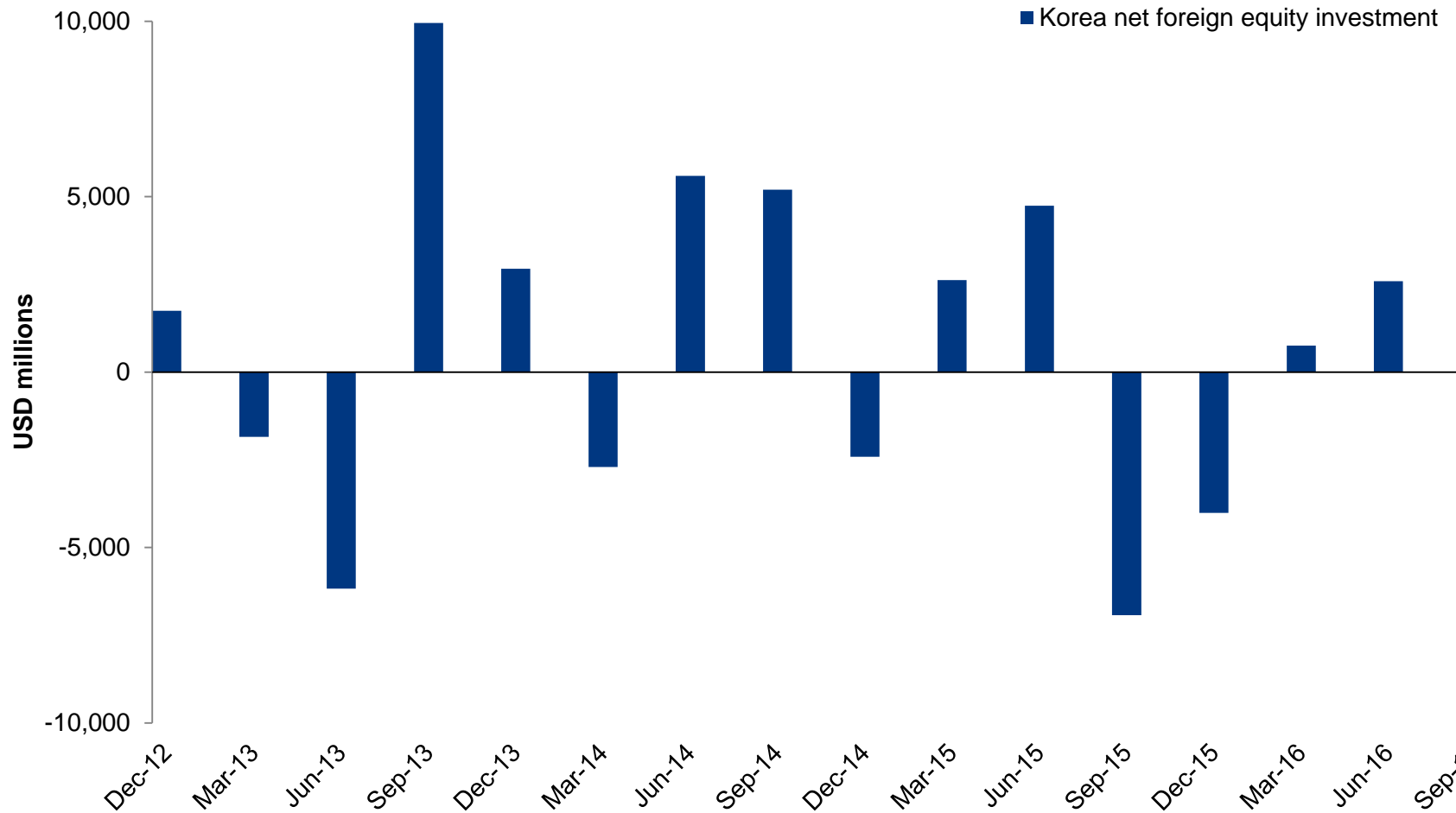


# US interest rate outlook





# Foreign fund flows into Korean equity market





## Fund performance & attribution

### Fiscal Year Returns

	Korea Fund NAV	MSCI Korea Total Return
Fiscal Year June 2016	-8.35%	-3.48%
Fiscal Year June 2015	-5.4%	-14.2%
Fiscal Year June 2014	22.84%	24.38%

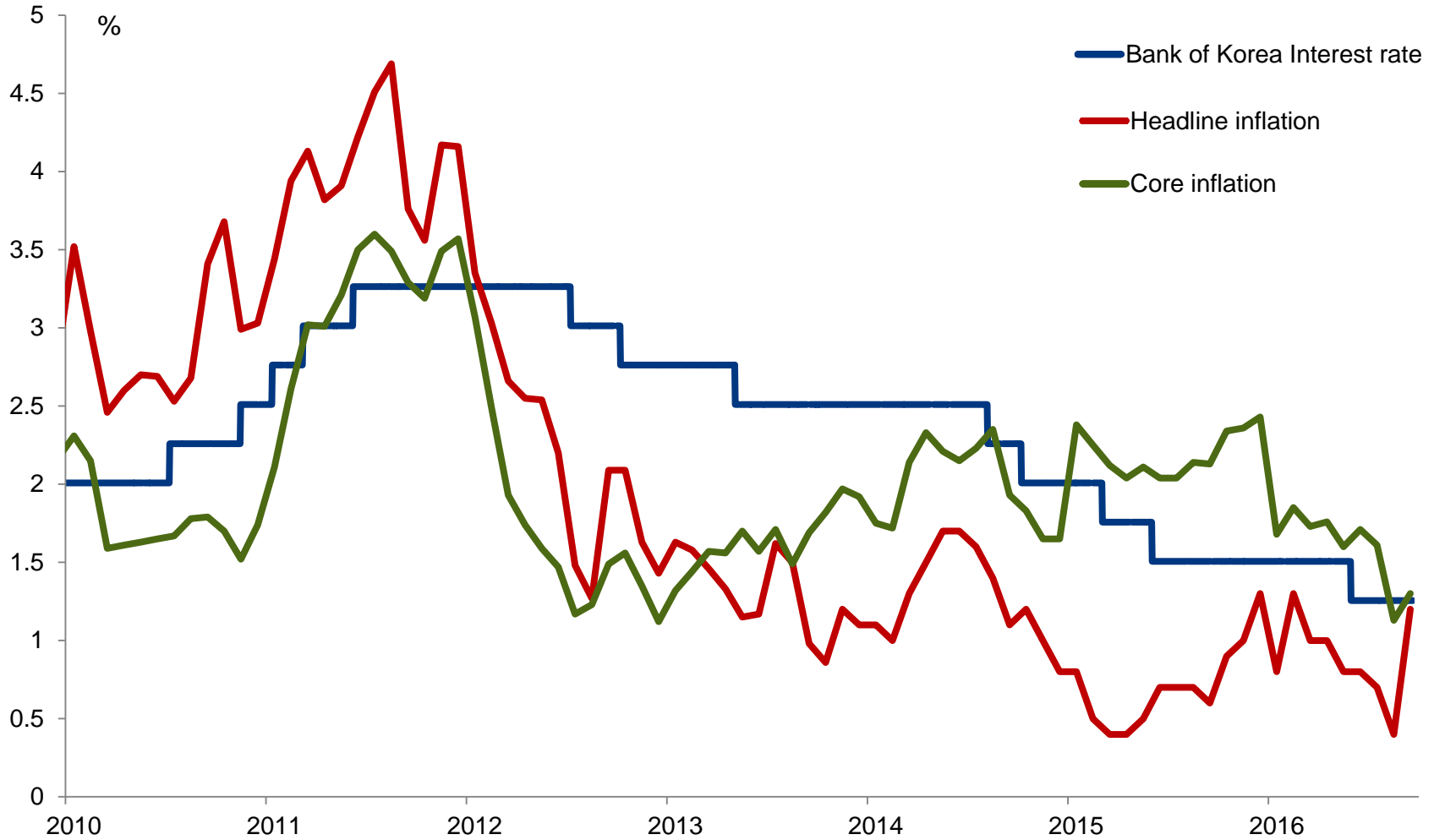
### Attribution for 1 Year period ending June 2016

Top Active Contributors	% Weight (June 2016)	Top Active Detractors	% Weight (June 2016)
LG Household & Healthcare	2.2%	Hyundai Development	5.8%
Coway	6.8%	Hotel Shilla	0.9%
BGF Retail	2.0%	SK Hynix	6.0%

Past performance is not a guarantee of future results. Returns for the fund reflect changes in net asset value per share during each period and assume that dividends and capital gains, if any, were reinvested. Net asset value ("NAV") is total assets less total liabilities divided by the number of shares outstanding. NAV performance includes the deduction of management fees and other expenses. NAV returns do not reflect broker sales charges or commissions, which would reduce returns. The MSCI Korea Total Return Index is a market capitalization-weighted index of equity securities of companies domiciled in Korea. The index is designed to represent the performance of the Korean stock market and excludes certain market segments unavailable to US based investors. The returns assume reinvestment of dividends (net of foreign withholding taxes) but do not reflect any fees or expenses. It is not possible to invest directly in an index.



# Korean interest rate vs. inflation





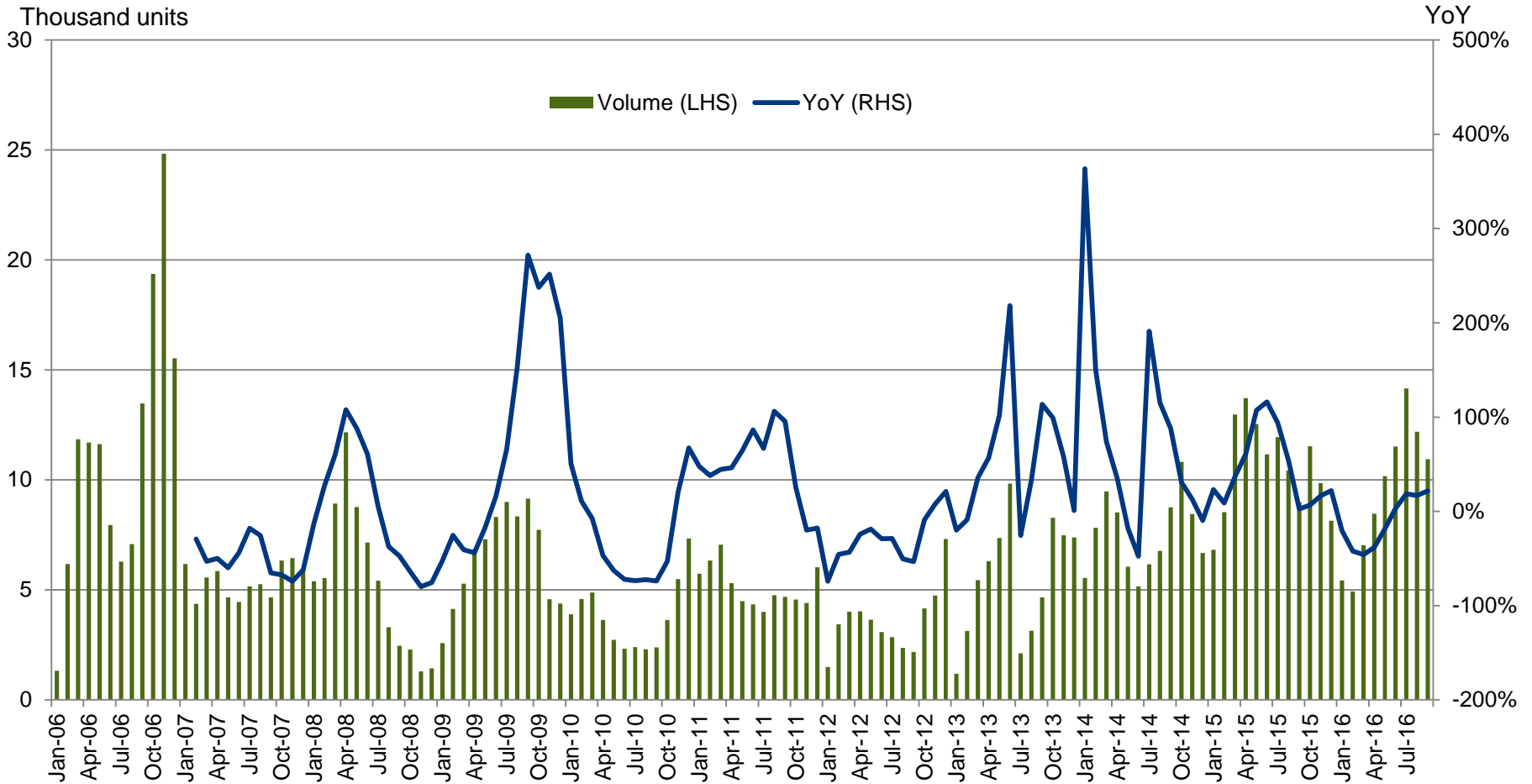
## Consumer staples companies are expected to payout reasonable dividend yields

	<b>% Weight (June 2016)</b>	<b>2016 Dividend Yield (est.)</b>	<b>2017 Dividend Yield (est.)</b>
Coway Co Ltd	6.8%	2.83%	3.29%
KT&G Corporation	5.1%	2.84%	2.95%
Kangwon Land Inc..	4.6%	2.85%	3.12%



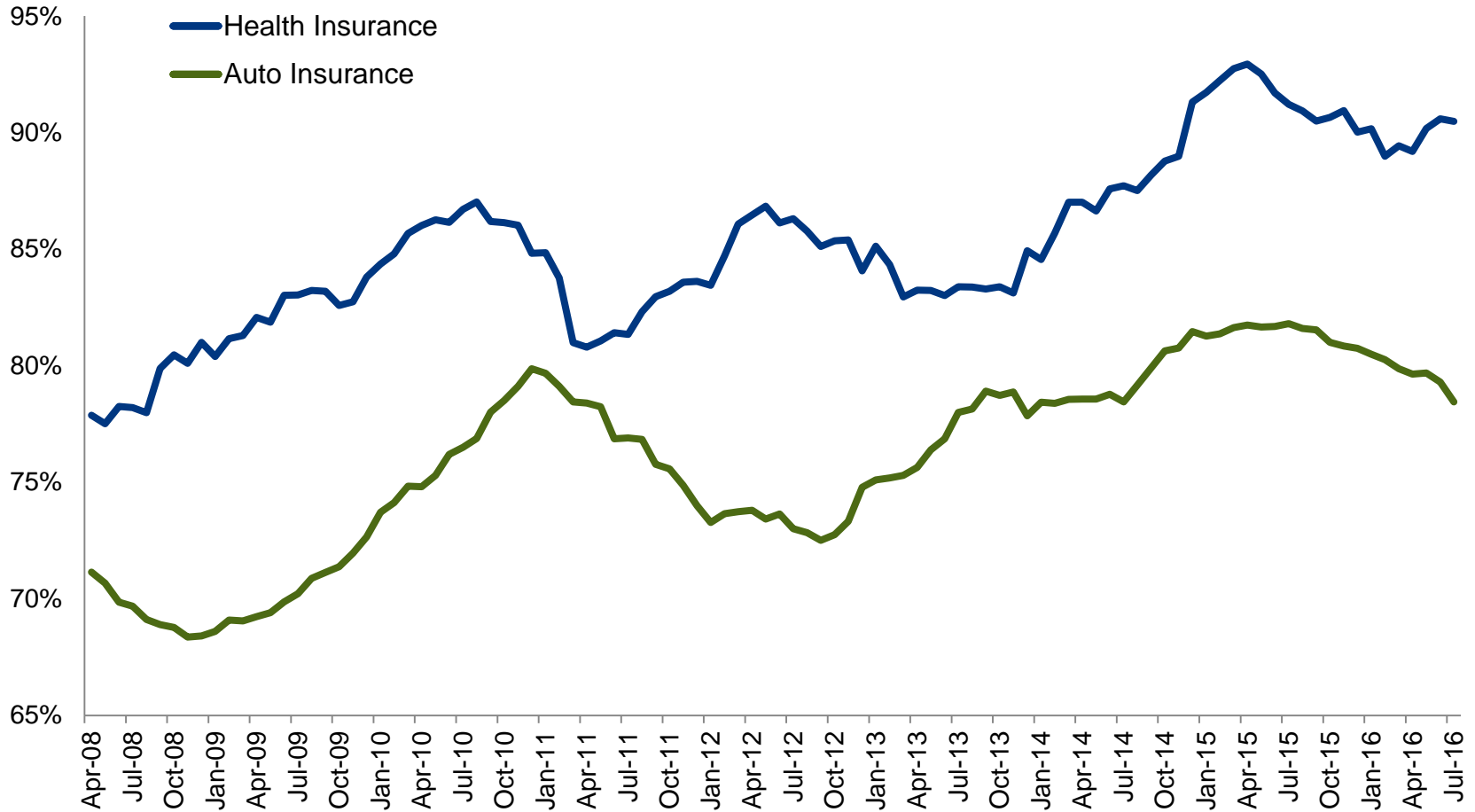


# Housing market trading volume in Seoul





# Insurance loss ratio trends



# Q&A



The Korea Fund, Inc.



## Disclosure

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