

Edgar Filing: Voya Asia Pacific High Dividend Equity Income Fund - Form N-Q

Voya Asia Pacific High Dividend Equity Income Fund  
Form N-Q  
July 27, 2017

UNITED STATES

SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

FORM N-Q

QUARTERLY SCHEDULE OF PORTFOLIO HOLDINGS OF REGISTERED  
MANAGEMENT INVESTMENT COMPANY

Investment Company Act file number: 811-22004

Voya Asia Pacific High Dividend Equity Income Fund

(Exact name of registrant as specified in charter)

7337 East Doubletree Ranch Rd., Suite 100, Scottsdale, AZ 85258

(Address of principal executive offices) (Zip code)

Huey P. Falgout, Jr., 7337 East Doubletree Ranch Road, Suite 100, Scottsdale, AZ 85258

(Name and address of agent for service)

Registrant's telephone number, including area code: 1-800-992-0180

Date of fiscal year end: February 28

Date of reporting period: May 31, 2017

Item 1. Schedule of Investments

The schedules of investments as of the close of the reporting period are set forth below for:

Voya Asia Pacific High Dividend Equity Income Fund

The schedules are not audited.

Voya Asia Pacific High Dividend Equity Income Fund      PORTFOLIO OF INVESTMENTS  
as of May 31, 2017 (Unaudited)

| Shares                     |                                                      | Value       | Percentage<br>of Net<br>Assets |
|----------------------------|------------------------------------------------------|-------------|--------------------------------|
| <b>COMMON STOCK: 96.1%</b> |                                                      |             |                                |
|                            | Australia: 18.6%                                     |             |                                |
| 170,076                    | Australia & New Zealand Banking Group Ltd.           | \$3,534,695 | 2.6                            |
| 395,201                    | Charter Hall Group                                   | 1,667,915   | 1.2                            |
| 215,400                    | Coca-Cola Amatil Ltd.                                | 1,494,930   | 1.1                            |
| 371,551                    | Insurance Australia Group Ltd.                       | 1,756,471   | 1.3                            |
| 652,852                    | @ Metcash Ltd.                                       | 994,717     | 0.7                            |
| 1,342,205                  | Nine Entertainment Co. Holdings Ltd.                 | 1,295,868   | 1.0                            |
| 127,195                    | QBE Insurance Group Ltd.                             | 1,220,670   | 0.9                            |
| 59,666                     | Rio Tinto Ltd.                                       | 2,778,012   | 2.1                            |
| 447,140                    | @ Santos Ltd.                                        | 1,119,875   | 0.8                            |
| 487,070                    | Scentre Group                                        | 1,539,099   | 1.1                            |
| 1,243,701                  | Sigma Healthcare Ltd.                                | 752,545     | 0.6                            |
| 883,232                    | Spark Infrastructure Group                           | 1,770,754   | 1.3                            |
| 150,452                    | Suncorp Group Ltd.                                   | 1,547,917   | 1.2                            |
| 161,599                    | Westpac Banking Corp.                                | 3,661,375   | 2.7                            |
|                            |                                                      | 25,134,843  | 18.6                           |
|                            | China: 32.3%                                         |             |                                |
| 33,572                     | @ Alibaba Group Holding Ltd. ADR                     | 4,111,227   | 3.0                            |
| 326,000                    | Beijing Enterprises Holdings Ltd.                    | 1,544,613   | 1.1                            |
| 3,660,000                  | China BlueChemical Ltd.                              | 928,013     | 0.7                            |
| 5,117,960                  | China Construction Bank                              | 4,224,513   | 3.1                            |
| 374,000                    | China Mobile Ltd.                                    | 4,145,007   | 3.1                            |
| 596,000                    | China Overseas Land & Investment Ltd.                | 1,788,739   | 1.3                            |
| 3,063,800                  | China Petroleum & Chemical Corp.                     | 2,509,731   | 1.9                            |
| 728,000                    | China Resources Land Ltd.                            | 2,137,407   | 1.6                            |
| 946,000                    | China Resources Power Holdings Co.                   | 1,950,287   | 1.4                            |
| 925,531                    | China State Construction International Holdings Ltd. | 1,604,940   | 1.2                            |
| 1,202,000                  | @ China Unicom Hong Kong Ltd.                        | 1,725,946   | 1.3                            |
| 1,600,000                  | COSCO Pacific Ltd.                                   | 1,867,872   | 1.4                            |
| 193,500                    | Hengan International Group Co., Ltd.                 | 1,356,815   | 1.0                            |
| 4,761,414                  | Industrial & Commercial Bank of China                | 3,179,177   | 2.3                            |
| 2,258,000                  | Lenovo Group Ltd.                                    | 1,476,401   | 1.1                            |
| 3,323,500                  | Parkson Retail Group Ltd.                            | 485,796     | 0.4                            |
| 2,310,000                  | PetroChina Co., Ltd.                                 | 1,536,132   | 1.1                            |
| 586,000                    | Shanghai Industrial Holdings Ltd.                    | 1,829,570   | 1.3                            |
| 642,363                    | Shanghai Pharmaceuticals Holding Co. Ltd.            | 1,857,305   | 1.4                            |
| 1,017,000                  | Shimao Property Holdings Ltd.                        | 1,733,839   | 1.3                            |
| Shares                     |                                                      | Value       |                                |

Edgar Filing: Voya Asia Pacific High Dividend Equity Income Fund - Form N-Q

|                                  |                                                      |             | Percentage<br>of Net<br>Assets |
|----------------------------------|------------------------------------------------------|-------------|--------------------------------|
| <b>COMMON STOCK: (continued)</b> |                                                      |             |                                |
| China: (continued)               |                                                      |             |                                |
| 1,510,000                        | Zhejiang Expressway Co., Ltd.                        | \$1,769,919 | 1.3                            |
|                                  |                                                      | 43,763,249  | 32.3                           |
| Hong Kong: 6.2%                  |                                                      |             |                                |
| 516,574                          | AIA Group Ltd.                                       | 3,655,046   | 2.7                            |
| 158,007                          | CLP Holdings Ltd.                                    | 1,727,834   | 1.3                            |
| 9,270,000                        | @ Emperor Watch & Jewellery Ltd.                     | 404,027     | 0.3                            |
| 4,778,000                        | Hutchison Telecommunications Hong Kong Holdings Ltd. | 1,452,398   | 1.0                            |
| 319,100                          | Television Broadcasts Ltd.                           | 1,201,864   | 0.9                            |
|                                  |                                                      | 8,441,169   | 6.2                            |
| India: 7.1%                      |                                                      |             |                                |
| 299,625                          | Coal India Ltd.                                      | 1,219,359   | 0.9                            |
| 294,744                          | GAIL India Ltd.                                      | 1,891,484   | 1.4                            |
| 380,587                          | ICICI Bank Ltd.                                      | 1,930,389   | 1.4                            |
| 606,363                          | NTPC Ltd.                                            | 1,505,776   | 1.1                            |
| 567,071                          | @ Punjab National Bank                               | 1,323,408   | 1.0                            |
| 228,403                          | Tata Steel Ltd.                                      | 1,786,925   | 1.3                            |
|                                  |                                                      | 9,657,341   | 7.1                            |
| Indonesia: 3.0%                  |                                                      |             |                                |
| 3,654,100                        | Bank Negara Indonesia Persero Tbk PT                 | 1,795,153   | 1.3                            |
| 831,800                          | Indo Tambangraya Megah PT                            | 948,368     | 0.7                            |
| 1,927,500                        | Semen Indonesia Persero Tbk PT                       | 1,365,662   | 1.0                            |
|                                  |                                                      | 4,109,183   | 3.0                            |
| Malaysia: 3.8%                   |                                                      |             |                                |
| 2,149,213                        | Berjaya Sports Toto BHD                              | 1,255,381   | 0.9                            |
| 1,394,000                        | CIMB Group Holdings Bhd                              | 2,084,668   | 1.6                            |
| 2,146,900                        | IJM Corp. Bhd                                        | 1,745,548   | 1.3                            |
|                                  |                                                      | 5,085,597   | 3.8                            |
| Singapore: 1.2%                  |                                                      |             |                                |
| 1,131,200                        | First Resources Ltd.                                 | 1,606,406   | 1.2                            |
| South Korea: 13.8%               |                                                      |             |                                |
| 169,361                          | DGB Financial Group, Inc.                            | 1,738,343   | 1.3                            |
| 94,715                           | Hite Jinro Co. Ltd.                                  | 2,046,681   | 1.5                            |
| 38,856                           | Kangwon Land, Inc.                                   | 1,257,512   | 0.9                            |
| 41,809                           | Korea Electric Power Corp.                           | 1,599,358   | 1.2                            |
| 53,403                           | KT Corp.                                             | 1,552,278   | 1.1                            |
| 44,904                           | LG Display Co., Ltd.                                 | 1,305,340   | 1.0                            |
| 6,927                            | POSCO                                                | 1,747,575   | 1.3                            |
| 1,948                            | Samsung Electronics Co., Ltd.                        | 3,879,838   | 2.9                            |
| 6,989                            | Samsung Fire & Marine Insurance Co. Ltd.             | 1,824,407   | 1.3                            |



## PORTFOLIO OF INVESTMENTS

Voya Asia Pacific High Dividend Equity Income Fund as of May 31, 2017 (Unaudited) (Continued)

| Shares                              |                                                                                         | Value       | Percentage<br>of Net<br>Assets |
|-------------------------------------|-----------------------------------------------------------------------------------------|-------------|--------------------------------|
| <b>COMMON STOCK: (continued)</b>    |                                                                                         |             |                                |
|                                     | South Korea: (continued)                                                                |             |                                |
| 38,643                              | Shinhan Financial Group Co., Ltd.                                                       | \$1,704,140 | 1.3                            |
|                                     |                                                                                         | 18,655,472  | 13.8                           |
|                                     | Taiwan: 8.7%                                                                            |             |                                |
| 134,000                             | Catcher Technology Co., Ltd.                                                            | 1,416,365   | 1.1                            |
| 1,573,000                           | Cathay Financial Holding Co., Ltd.                                                      | 2,463,515   | 1.8                            |
| 2,784,664                           | CTBC Financial Holding Co. Ltd.                                                         | 1,771,727   | 1.3                            |
| 146,827                             | MediaTek, Inc.                                                                          | 1,122,102   | 0.8                            |
| 575,000                             | Quanta Computer, Inc.                                                                   | 1,314,981   | 1.0                            |
| 543,148                             | Taiwan Semiconductor Manufacturing Co., Ltd.                                            | 3,682,093   | 2.7                            |
|                                     |                                                                                         | 11,770,783  | 8.7                            |
|                                     | United Kingdom: 1.4%                                                                    |             |                                |
| 212,000                             | HSBC Holdings PLC (HKD)                                                                 | 1,844,116   | 1.4                            |
|                                     | Total Common Stock<br>(Cost \$138,265,910)                                              | 130,068,159 | 96.1                           |
| <b>PREFERRED STOCK: 3.1%</b>        |                                                                                         |             |                                |
|                                     | South Korea: 3.1%                                                                       |             |                                |
| 9,958                               | Hyundai Motor Co.                                                                       | 943,616     | 0.7                            |
| 18,077                              | Hyundai Motor Co.- Series 2                                                             | 1,834,470   | 1.4                            |
| 896                                 | Samsung Electronics Co., Ltd. - Pref                                                    | 1,395,915   | 1.0                            |
|                                     | Total Preferred Stock<br>(Cost \$2,802,649)                                             | 4,174,001   | 3.1                            |
|                                     | Total Long-Term Investments<br>(Cost \$141,068,559)                                     | 134,242,160 | 99.2                           |
| <b>SHORT-TERM INVESTMENTS: 0.9%</b> |                                                                                         |             |                                |
|                                     | Mutual Funds: 0.9%                                                                      |             |                                |
| 1,271,027                           | BlackRock Liquidity Funds, FedFund, Institutional Class, 0.680%††<br>(Cost \$1,271,027) | 1,271,027   | 0.9                            |
|                                     | Total Short-Term Investments<br>(Cost \$1,271,027)                                      | 1,271,027   | 0.9                            |

Edgar Filing: Voya Asia Pacific High Dividend Equity Income Fund - Form N-Q

|                                                         |                |        |
|---------------------------------------------------------|----------------|--------|
| Total Investments in Securities<br>(Cost \$142,339,586) | \$ 135,513,187 | 100.1  |
| Liabilities in Excess of Other Assets                   | (190,320 )     | (0.1 ) |
| Net Assets                                              | \$ 135,322,867 | 100.0  |

†† Rate shown is the 7-day yield as of May 31, 2017.

@ Non-income producing security.

ADR American Depositary Receipt

Cost for federal income tax purposes is \$142,696,442.

Net unrealized depreciation consists of:

|                               |                |
|-------------------------------|----------------|
| Gross Unrealized Appreciation | \$ 14,082,085  |
| Gross Unrealized Depreciation | (21,215,340)   |
| Net Unrealized Depreciation   | \$(7,133,255 ) |

| Sector Diversification                | Percentage<br>of Net Assets |   |
|---------------------------------------|-----------------------------|---|
| Financials                            | 30.5                        | % |
| Information Technology                | 14.6                        |   |
| Utilities                             | 7.7                         |   |
| Industrials                           | 7.6                         |   |
| Consumer Discretionary                | 6.5                         |   |
| Real Estate                           | 6.5                         |   |
| Telecommunication Services            | 6.5                         |   |
| Materials                             | 6.4                         |   |
| Consumer Staples                      | 5.5                         |   |
| Energy                                | 5.4                         |   |
| Health Care                           | 2.0                         |   |
| Short-Term Investments                | 0.9                         |   |
| Liabilities in Excess of Other Assets | (0.1 )                      |   |
| Net Assets                            | 100.0                       | % |

## PORTFOLIO OF INVESTMENTS

Voya Asia Pacific High Dividend Equity Income Fund as of May 31, 2017 (Unaudited) (Continued)

**Fair Value Measurements**

The following is a summary of the fair valuations according to the inputs used as of May 31, 2017 in valuing the assets and liabilities:

|                                  | Quoted Prices<br>in Active Markets<br>for Identical<br>Investments<br>(Level 1) | Significant<br>Other<br>Observable<br>Inputs#<br>(Level 2) | Significant<br>Unobservable<br>Inputs<br>(Level 3) | Fair Value<br>at<br>May 31, 2017 |
|----------------------------------|---------------------------------------------------------------------------------|------------------------------------------------------------|----------------------------------------------------|----------------------------------|
| Asset Table                      |                                                                                 |                                                            |                                                    |                                  |
| Investments, at fair value       |                                                                                 |                                                            |                                                    |                                  |
| Common Stock                     |                                                                                 |                                                            |                                                    |                                  |
| Australia                        | \$ –                                                                            | \$25,134,843                                               | \$ –                                               | \$25,134,843                     |
| China                            | 4,111,227                                                                       | 39,652,022                                                 | –                                                  | 43,763,249                       |
| Hong Kong                        | 1,201,864                                                                       | 7,239,305                                                  | –                                                  | 8,441,169                        |
| India                            | –                                                                               | 9,657,341                                                  | –                                                  | 9,657,341                        |
| Indonesia                        | –                                                                               | 4,109,183                                                  | –                                                  | 4,109,183                        |
| Malaysia                         | 1,255,381                                                                       | 3,830,216                                                  | –                                                  | 5,085,597                        |
| Singapore                        | –                                                                               | 1,606,406                                                  | –                                                  | 1,606,406                        |
| South Korea                      | –                                                                               | 18,655,472                                                 | –                                                  | 18,655,472                       |
| Taiwan                           | –                                                                               | 11,770,783                                                 | –                                                  | 11,770,783                       |
| United Kingdom                   | –                                                                               | 1,844,116                                                  | –                                                  | 1,844,116                        |
| Total Common Stock               | 6,568,472                                                                       | 123,499,687                                                | –                                                  | 130,068,159                      |
| Preferred Stock                  | –                                                                               | 4,174,001                                                  | –                                                  | 4,174,001                        |
| Short-Term Investments           | 1,271,027                                                                       | –                                                          | –                                                  | 1,271,027                        |
| Total Investments, at fair value | \$ 7,839,499                                                                    | \$127,673,688                                              | \$ –                                               | \$ 135,513,187                   |
| Liabilities Table                |                                                                                 |                                                            |                                                    |                                  |
| Other Financial Instruments+     |                                                                                 |                                                            |                                                    |                                  |
| Written Options                  | \$ –                                                                            | \$(346,455 )                                               | \$ –                                               | \$(346,455 )                     |
| Total Liabilities                | \$ –                                                                            | \$(346,455 )                                               | \$ –                                               | \$(346,455 )                     |

Other Financial Instruments are derivatives not reflected in the Portfolio of Investments and may include open forward foreign currency contracts, futures, centrally cleared swaps, OTC swaps and written options. Forward + foreign currency contracts, futures and centrally cleared swaps are valued at the unrealized gain (loss) on the instrument. OTC swaps and written options are valued at the fair value of the instrument.

# The earlier close of the foreign markets gives rise to the possibility that significant events, including broad market moves, may have occurred in the interim and may materially affect the value of those securities. To account for this, the Fund may frequently value many of its foreign equity securities using fair value prices based on third party vendor modeling tools to the extent available. Accordingly, a portion of the Fund's investments are categorized as

Edgar Filing: Voya Asia Pacific High Dividend Equity Income Fund - Form N-Q

Level 2 investments.

At May 31, 2017, the following over-the-counter written options were outstanding for Voya Asia Pacific High Dividend Equity Income Fund:

| Number of Contracts       | Counterparty                           | Description                                  | Exercise Price | Expiration Date | Premiums Received | Fair Value   |
|---------------------------|----------------------------------------|----------------------------------------------|----------------|-----------------|-------------------|--------------|
| <b>Options on Indices</b> |                                        |                                              |                |                 |                   |              |
| 2,900                     | Morgan Stanley & Co. International PLC | Call on S&P/ASX 200 Index                    | 5,834.200      | AUD 06/01/17    | \$ 111,332        | \$(214 )     |
| 2,400                     | Morgan Stanley & Co. International PLC | Call on Hang Seng Index                      | 25,024.000     | HKD 06/01/17    | 76,286            | (193,886)    |
| 27,000,000                | Societe Generale                       | Call on Korea Stock Exchange KOSPI 200 Index | 299.870        | KRW 06/01/17    | 89,144            | (117,146)    |
| 18,300                    | Societe Generale                       | Call on Taiwan Stock Exchange Weighted Index | 9,988.210      | TWD 06/01/17    | 41,132            | (35,209 )    |
|                           |                                        | Total Written OTC Options                    |                |                 | \$ 317,894        | \$(346,455 ) |

Currency Abbreviations

AUD - Australian Dollar

HKD - Hong Kong Sar Dollar

KRW - South Korean Won

TWD - Taiwan New Dollar

PORTFOLIO OF INVESTMENTS

Voya Asia Pacific High Dividend Equity Income Fund as of May 31, 2017 (Unaudited) (Continued)

**A summary of derivative instruments by primary risk exposure is outlined in the following tables.**

The fair value of derivative instruments as of May 31, 2017 was as follows:

|                                                      | <u>Fair</u><br><u>Value</u> |
|------------------------------------------------------|-----------------------------|
| Derivatives not accounted for as hedging instruments |                             |
| Liability Derivatives                                | Instrument Type             |
| Equity contracts                                     | Written options \$346,455   |
| Total Liability Derivatives                          | \$346,455                   |

The following is a summary by counterparty of the fair value of OTC derivative instruments subject to Master Netting Agreements and collateral pledged (received), if any, at May 31, 2017:

|                                                                   | Morgan Stanley & Co.<br>International PLC | Societe<br>Generale  | Totals               |
|-------------------------------------------------------------------|-------------------------------------------|----------------------|----------------------|
| Liabilities:                                                      |                                           |                      |                      |
| Written options                                                   | \$ 194,100                                | \$ 152,355           | \$ 346,455           |
| Total Liabilities                                                 | \$ 194,100                                | \$ 152,355           | \$ 346,455           |
| Net OTC derivative instruments by counterparty, at fair value     | \$ (194,100                               | ) \$ (152,355        | ) (346,455)          |
| Total collateral pledged by the Fund/(Received from counterparty) | \$ 50,000                                 | \$ -                 | \$ 50,000            |
| <b>Net Exposure<sup>(1)</sup></b>                                 | <b>\$ (144,100</b>                        | <b>) \$ (152,355</b> | <b>) \$(296,455)</b> |

(1) Positive net exposure represents amounts due from each respective counterparty. Negative exposure represents amounts due from the Fund.



Item 2. Controls and Procedures.

Based on our evaluation conducted within 90 days of the filing date, hereof, the design and operation of the registrant's disclosure controls and procedures are effective to ensure that material information relating to the registrant is made known to the certifying officers by others within the appropriate entities, particularly during the period in which Forms N-Q are being prepared, and the registrant's disclosure controls and procedures allow timely preparation and review of the information for the registrant's Form N-Q and the officer certifications of such Form N-Q.

There were no significant changes in the registrant's internal controls over financial reporting that occurred during the registrant's last fiscal quarter of the period covered by this report that has materially affected, or is reasonably likely to materially affect, the registrant's internal control over financial reporting.

Item 3. Exhibits.

A separate certification for each principal executive officer and principal financial officer of the registrant as required by Rule 30a-2 under the Act (17 CFR 270.30a-2) is attached hereto as EX-99.CERT.

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934 and the Investment Company Act of 1940, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

(Registrant): Voya Asia Pacific High Dividend Equity Income Fund

By /s/ Shaun P. Mathews  
Shaun P. Mathews  
President and Chief Executive Officer

Date: July 27, 2017

Pursuant to the requirements of the Securities Exchange Act of 1934 and the Investment Company Act of 1940, this report has been signed below by the following persons on behalf of the registrant and in the capacities and on the dates indicated.

By /s/ Shaun P. Mathews  
Shaun P. Mathews  
President and Chief Executive Officer

Date: July 27, 2017

By /s/ Todd Modic  
Todd Modic  
Senior Vice President and Chief Financial Officer

Date: July 27, 2017