

# EMERGING MARKETS UCITS FUND (USD Accumulation Shares)

As of June 30, 2020



## FUND STATISTICS

**Class Inception:** Oct 19, 2016

**ISIN:** IE00BWT3P316

**Minimum Initial Investment:**  
\$1 Million

**Ongoing Expenses: \*** 1.24%

*\*Ongoing charges are based on the last year's expenses for the USD Accumulation Class for the period ending 31/12/2019, and this figure may vary from year to year. For this Fund Profile, USD Accumulation Shares has been chosen as the representative share class for Euro Accumulation Shares (IE00BWT3P209), Euro Accumulation RDR Shares (IE00BMZ7RG46), GBP Accumulation RDR Shares (IE00BMZ7RF39) and GBP Distributing RDR Shares (IE00BMZ7RH52). Further information on these classes and their expenses is available in the sub-fund supplement, which may be provided to qualified investors upon request.*

**Total Fund Assets:** \$82,651,850

## TOTAL RETURNS AS OF 6/30/2020

	USD Shares	MSCI Emerging Markets in USD (Gross)
<b>Curr. Qtr.</b>	15.61%	18.18%
<b>1 year</b>	-5.24%	-3.05%
<b>3 Years</b>	-0.71%	2.27%
<b>Since Inc.</b>	2.57%	5.13%

## Investment Objective

The investment objective of the Fund is to seek long-term growth of capital in emerging markets.

## Investment Strategy

The Investment Manager uses a quantitative investment approach to purchase and sell investments for the Fund.

The Fund invests in companies in ten or more emerging markets. If the Fund invests in a country, the percentage of the Fund's total assets attributable to that country is not expected to be greater than the weight of that country as represented in the MSCI Emerging Markets Index, plus 5 percentage points, or less than the weight of that country in the MSCI Emerging Markets Index minus 5 percentage points.

## Fund Features

- Actively managed, tracking-error oriented, quantitative strategy
- Combines bottom-up and top-down factors in security selection
- Supports strict risk controls in stock selection process
- Provides diversification benefits to a developed markets portfolio

## About the Adviser

Causeway Capital Management LLC is an investment management firm which began operations in June 2001. Causeway has approximately \$38.1 billion in global, international, emerging market and absolute return equities assets under management, and has 101 employees, 36 of whom are investment professionals.

**ARJUN JAYARAMAN, PhD, CFA Portfolio Manager** Dr. Jayaraman joined the firm in January 2006 and is head of the quantitative research group at Causeway. He has been co-portfolio manager of the Fund since its inception.

**MACDUFF KUHNERT, CFA Portfolio Manager** Mr. Kuhnert performs quantitative research for Causeway. His responsibilities include stock selection, asset allocation, risk model development, and portfolio construction. He joined the firm in July 2001 and has been co-portfolio manager of the Fund since its inception.

**JOE GUBLER, CFA Portfolio Manager** Mr. Gubler is a quantitative portfolio manager for Causeway. He joined Causeway as a quantitative research associate in April 2005 and was promoted to portfolio manager in January 2014, and has been co-portfolio manager of the Fund since its inception.

*The performance data quoted represents past performance. Past performance does not guarantee future results. The investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth less than their original cost and current performance may be lower than the performance quoted. Returns greater than one year are average annual total returns. All information is as of the date shown. Investment performance reflects the Investment Manager's voluntary undertaking to limit ongoing charges during certain periods. In the absence of such voluntary undertaking, total return would be reduced. MSCI has not approved, reviewed or produced this report, makes no express or implied warranties or representations and is not liable whatsoever for any data in the report. You may not redistribute the MSCI data or use it as a basis for other indices or investment products. Returns greater than one year are annualized.*

*The MSCI Emerging Markets Index in USD (Gross) is a free float-adjusted market capitalization index, designed to measure equity market performance of emerging markets, consisting of 26 emerging country indices. The Index is gross of withholding taxes, assumes reinvestment of dividends and capital gains, and assumes no management, custody, transaction or other expenses. It is not possible to invest directly in an index.*

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As of June 30, 2020

## TOP TEN COUNTRIES

China	40.0%
South Korea	13.7%
Taiwan	13.6%
India	8.4%
Brazil	6.4%
Russia	5.8%
Thailand	1.7%
Mexico	1.7%
South Africa	1.4%
Malaysia	1.1%

## TOP TEN SECTORS

Information Technology	20.9%
Financials	18.2%
Communication Services	15.7%
Consumer Discretionary	14.2%
Consumer Staples	7.1%
Energy	6.7%
Materials	6.0%
Industrials	3.1%
Health Care	2.5%
Real Estate	2.0%

## TOP TEN ACTIVE HOLDINGS

Tencent Holdings Ltd. (China)	8.3%	Ping An Insurance Group Of (China)	2.0%
Alibaba Group Holding - ADR (China)	6.9%	Jd.com - ADR (China)	2.0%
Samsung Electronics Co., Ltd. (South Korea)	5.9%	Reliance Industries Ltd. (India)	1.8%
Taiwan Semiconductor Manufacturing Co., Ltd. - ADR (Taiwan)	5.3%	Lukoil - ADR (Russia)	1.5%
China Construction Bank Corp. (China)	3.2%	Anhui Conch Cement Co., Ltd. (China)	1.5%

Active defined as Fund weight minus MSCI Emerging Markets Index weight. The holdings identified above can and will differ from the Fund's Top 10 holdings measured by Fund weight. Holdings are subject to change.

## Market commentary

After a sharp selloff in the first quarter of 2020 as the novel coronavirus pandemic accelerated, emerging market ("EM") equities rebounded strongly during the second quarter. The MSCI Emerging Markets Index ("Index") returned 16.85% in local currency terms during the three-month period. Emerging Latin America was the top performing region group within the Index in local currency terms. Health care, communication services, and materials were the top performing sectors in the Index. Real estate, financials, and utilities were the weakest sectors during the quarter.

Causeway Emerging Markets UCITS Fund - USD share class ("Fund") underperformed the Index in the second quarter. We use both bottom-up "stock-specific" and top-down factor categories to seek to forecast alpha for the stocks in the Fund's investable universe. Our value and earnings growth factors were both negative indicators during the period. Our bottom-up price momentum factor was a positive indicator during the quarter. Of our top-down factors, macroeconomic and country were negative indicators. Sector and currency were positive indicators during the period.

Over the quarter, negative stock selection in China and South Korea more than offset positive stock selection in Taiwan and Malaysia in the emerging Asia region. Fund holdings in emerging Latin America detracted from performance, primarily attributable to negative stock selection in Brazil. Positioning in emerging Europe, Middle East, and Africa ("EMEA") was positive for performance, largely driven by underweight positions in Saudi Arabia and Qatar. From a sector perspective, the largest detractors from relative performance were consumer discretionary, materials, and industrials. The greatest contributors to relative performance were real estate, utilities, and energy. The largest stock-level detractors from relative performance included overweight positions in China Construction Bank Corp. (China), cement manufacturer, Anhui Conch Cement Co., Ltd. (China), and full-service construction company, China Railway Construction Corp. (China), as well as underweight positions in Chinese e-commerce platforms for local products & services, Meituan Dianping and Pinduoduo, Inc. The greatest stock-level contributors to relative performance included overweight positions in semiconductor engineer, MediaTek Inc. (Taiwan), e-commerce company, Jd.com (China), online services company, Tencent Holdings Ltd. (China), rubber glove manufacturer, Top Glove Corp. Bhd. (Malaysia), and energy & industrials holding company, Reliance Industries Ltd. (India).

*Causeway Capital Management LLC is not registered as an investment adviser outside of the United States. Note that Causeway Funds plc and the Fund may not be authorised for distribution by the relevant central bank or similar securities or financial services regulatory authority in certain jurisdictions. Nothing in these materials constitutes any offer to sell or the solicitation of any offer to buy securities in or from any territory where the same would require compliance with any regulatory filing or like requirement or where the same would constitute an offence. No subscription for shares of the Fund may be accepted without completion of a final Fund Application, which may only be obtained upon further request and which may include additional representations and information relevant for a particular jurisdiction.*

*Investing involves risk, including possible loss of principal. International investing may involve risk of capital loss from unfavorable fluctuations in currency values, from differences in generally accepted accounting principles or from social, economic or political instability in other nations. Emerging markets involve heightened risks related to the same factors as well as increased volatility and lower trading volume. These risks are further enhanced for investments in smaller capitalization companies. The Fund is also subject to, among other risks, market fluctuations and security selection risk, quantitative risk and derivatives risk. Current and future securities exposures are subject to risk.*

*Holdings are subject to change. There is no assurance that any securities exposures mentioned will remain in or out of the Fund.*