

# International Small Cap Fund

## FLASH REPORT • May 31, 2022



### FUND DETAILS as of May 31, 2022

	Ticker	CUSIP	Net Expenses	Net Assets (\$)
Intl Small Cap Fund - Instl Class	CIISX	14949P703	1.10%	48,758,329
Intl Small Cap Fund - Investor Class	CVISX	14949P802	1.35%	22,845,967

### PERFORMANCE

as of May 31, 2022, Inception date: October 20, 2014

### PRIOR QUARTER PERFORMANCE

as of March 31, 2022

	Month	Year to Date	1 Year	3 Years	5 Years	Since Inception	Quarter	1 Year	3 Years	5 Years	Since Inception
Intl Small Cap Fund - Instl Class (Net)	1.20%	-4.23%	-3.69%	10.16%	6.07%	6.96%	-0.38%	7.93%	9.78%	7.68%	7.69%
Intl Small Cap Fund - Investor Class (Net)	1.20%	-4.30%	-3.85%	9.89%	5.84%	6.73%	-0.38%	7.75%	9.54%	7.47%	7.47%
MSCI ACWI ex USA Small Cap (Gross)	-0.84%	-13.15%	-12.97%	9.02%	5.48%	6.65%	-6.43%	0.44%	10.66%	8.30%	7.87%
MSCI ACWI ex USA Small Cap Value (Gross)	-0.25%	-7.48%	-8.58%	8.69%	4.96%	6.11%	-2.48%	3.82%	9.29%	7.05%	7.00%

Performance greater than one year is annualized. *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. For performance as of the most recent month-end, please call 1-866-947-7000.* Investment performance reflects fee waivers. In the absence of such fee waivers, total return would be reduced. Gross expenses before investment adviser fee waivers are 1.48% for Institutional Class shares and 1.69% for Investor Class shares. The waivers are contractual and in effect until 1/31/2023. Investor Class shares charge up to a 0.25% annual shareholder service fee. Total returns assume reinvestment of dividends and capital gains distributions at net asset value when paid.

### TOP 10 ACTIVE HOLDINGS as of May 31, 2022

Company Name	Active Weight	Country	Industry Group
1. Whitecap Resources	2.0	Canada	Energy
2. SSAB	2.0	Sweden	Materials
3. Sojitz Corp.	1.9	Japan	Capital Goods
4. Gigabyte Technology Co., Ltd.	1.8	Taiwan	Technology Hardware & Equipment
5. POSCO INTERNATIONAL Corp.	1.8	South Korea	Capital Goods
6. ASR Nederland NV	1.8	Netherlands	Insurance
7. National Aluminium Co. Ltd.	1.7	India	Materials
8. Companhia Paranaense de Energia	1.7	Brazil	Utilities
9. Interfor	1.6	Canada	Materials
10. Canfor	1.6	Canada	Materials

Holdings are subject to change. Active defined as representative account weight minus MSCI ACWI ex USA Small Cap Index weight.

### LARGEST ABSOLUTE CONTRIBUTORS AND DETRACTORS for the month ended May 31, 2022

Company Name	Weight <sup>(1)</sup>	Return	Contribution to Return <sup>(2)</sup>	Country	Industry Group
Kawasaki Kisen Kaisha, Ltd.	1.5%	52.9%	0.55%	Japan	Transportation
ZIM Integrated Shipping Services Ltd.	1.6%	19.6%	0.28%	Israel	Transportation
Crescent Point Energy	1.1%	27.3%	0.25%	Canada	Energy
Electric Power Development Co., Ltd.	1.3%	14.8%	0.20%	Japan	Utilities
Kintetsu World Express, Inc.	0.0%	34.4%	0.19%	Japan	Transportation
Jindal Steel & Power Ltd.	0.6%	-31.1%	-0.28%	India	Materials
JB Hi-Fi Ltd.	1.6%	-12.5%	-0.24%	Australia	Retailing
Aurubis AG	0.9%	-18.3%	-0.23%	Germany	Materials
Harbour Energy Plc	0.6%	-23.5%	-0.21%	United Kingdom	Energy
Marfrig Global Foods SA	1.2%	-13.5%	-0.20%	Brazil	Food Beverage & Tobacco

(1) Ending period weights

(2) Geometric average using daily returns and weights

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# International Small Cap Fund

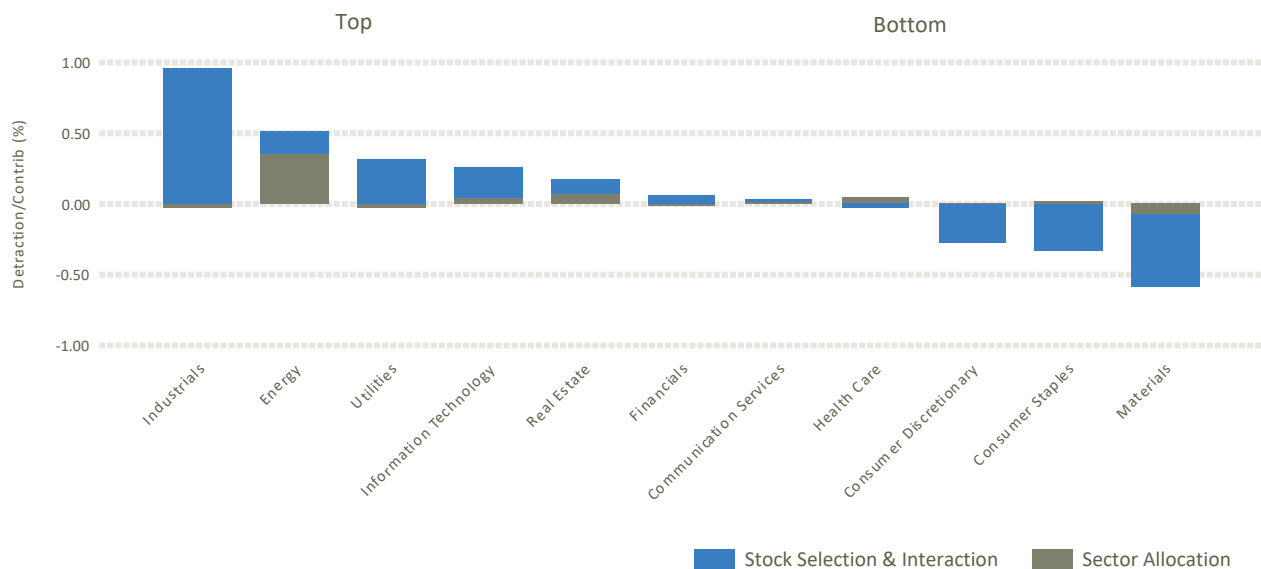
## CHARACTERISTICS as of May 31, 2022

	Intl Small Cap Fund	MSCI ACWI ex USA Small Cap	MSCI ACWI ex USA Small Cap Value
No. of Holdings	127	4,332	2,602
Wtd Avg Mkt Cap (Mn)	2,483	1,894	1,891
NTM Price/Earnings	5.7x	14.7x	11.2x
P/B Value	0.9x	1.4x	1.0x
Return on Equity	22.8%	12.4%	10.5%
LTM Wtd Avg Price Momentum	30.6%	9.1%	10.9%
NTM Wtd Avg EPS Revision	20.6%	1.1%	2.5%

## SIGNIFICANT CHANGES for the month ended May 31, 2022

Company Name	Country	Industry Group	Wgt Beginning %	Wgt Ending %
<b>Increases</b>				
Companhia Paranaense de Energia	Brazil	Utilities	0.47%	1.65%
Russel Metals	Canada	Capital Goods	0.00%	1.00%
Sankyo Co., Ltd.	Japan	Consumer Durables & Apparel	0.00%	0.85%
Primax Electronics Ltd.	Taiwan	Technology Hardware & Equipment	0.00%	0.47%
Hosiden Corp.	Japan	Technology Hardware & Equipment	0.01%	0.31%
<b>Decreases</b>				
Interfor	Canada	Materials	2.14%	1.64%
Kintetsu World Express, Inc.	Japan	Transportation	0.49%	0.01%
Huaxin Cement Co	China	Materials	0.98%	0.71%
Golden Ocean Group Ltd.	Norway	Transportation	0.84%	0.64%

## RELATIVE ATTRIBUTION VS. MSCI ACWI ex USA Small Cap for the month ended May 31, 2022

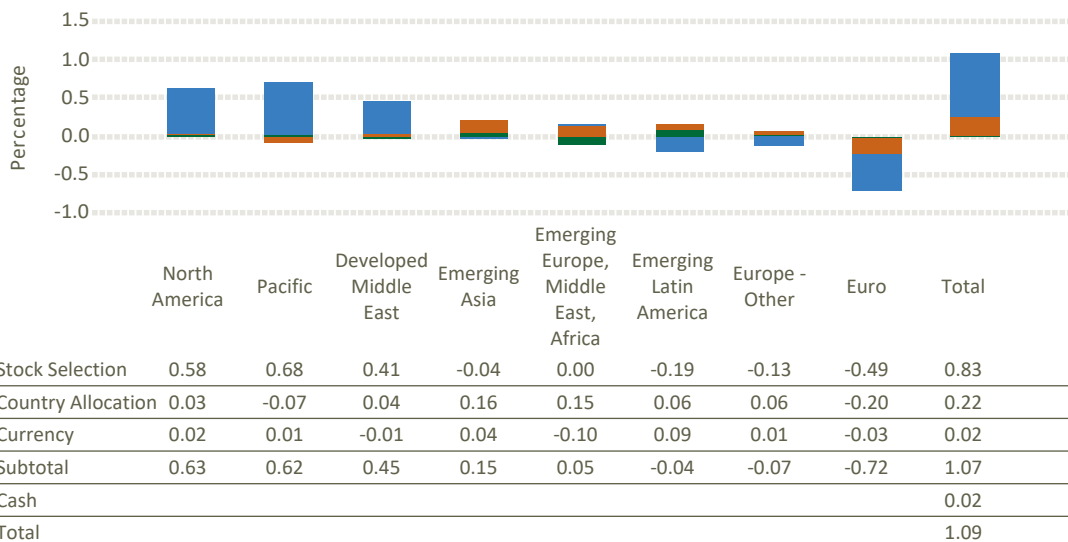


# International Small Cap Fund

COUNTRY ALLOCATION as of May 31, 2022

	FUND (%)	MSCI ACWI ex USA Small Cap (%)		FUND (%)	MSCI ACWI ex USA Small Cap (%)
Israel	1.6	2.1	China	1.0	2.1
Developed Middle East	1.6	2.1	India	5.7	5.4
Austria	0.1	0.6	Indonesia	2.2	0.6
Belgium	0.1	1.3	Malaysia	0.1	0.7
Finland	0.1	1.1	Pakistan	0.0	0.0
France	1.2	2.5	Philippines	0.0	0.2
Germany	3.7	3.5	South Korea	8.0	4.0
Ireland	0.0	0.4	Taiwan	9.8	5.6
Italy	0.4	2.0	Thailand	1.6	0.8
Netherlands	2.9	1.5	Emerging Asia	28.4	19.4
Portugal	0.0	0.2	Czech Republic	0.0	0.0
Spain	0.1	1.4	Egypt	0.0	0.1
Euro	8.6	14.5	Greece	0.0	0.2
Denmark	0.6	1.2	Hungary	0.0	0.0
Norway	1.4	1.7	Kuwait	0.0	0.3
Sweden	2.3	4.3	Poland	0.0	0.3
Switzerland	0.2	3.2	Qatar	0.0	0.2
United Kingdom	6.7	11.3	Russia	0.0	0.0
Europe - Other	11.2	21.7	Saudi Arabia	0.0	0.6
Canada	11.8	7.6	South Africa	0.1	1.1
United States	0.0	0.0	Turkey	1.2	0.4
North America	11.8	7.6	United Arab Emirates	0.0	0.2
Australia	8.4	6.9	Emerging Europe, Middle East, Africa	1.4	3.5
Hong Kong	1.1	1.3	Brazil	4.5	1.8
Japan	19.2	18.3	Chile	0.5	0.2
New Zealand	0.1	0.6	Colombia	0.0	0.1
Singapore	1.5	1.5	Mexico	0.0	0.5
Pacific	30.2	28.7	Peru	0.0	0.0
DEVELOPED SUBTOTAL	63.5	74.5	Emerging Latin America	5.0	2.5
EMERGING SUBTOTAL	34.8	25.5			
CASH	1.7	0.0			
TOTAL	100.0	100.0			

## RELATIVE REGIONAL ATTRIBUTION VS. MSCI ACWI ex USA Small Cap for the month ended May 31, 2022



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# International Small Cap Fund

## INTERNATIONAL SMALL CAP UNIVERSE - FACTOR PERFORMANCE

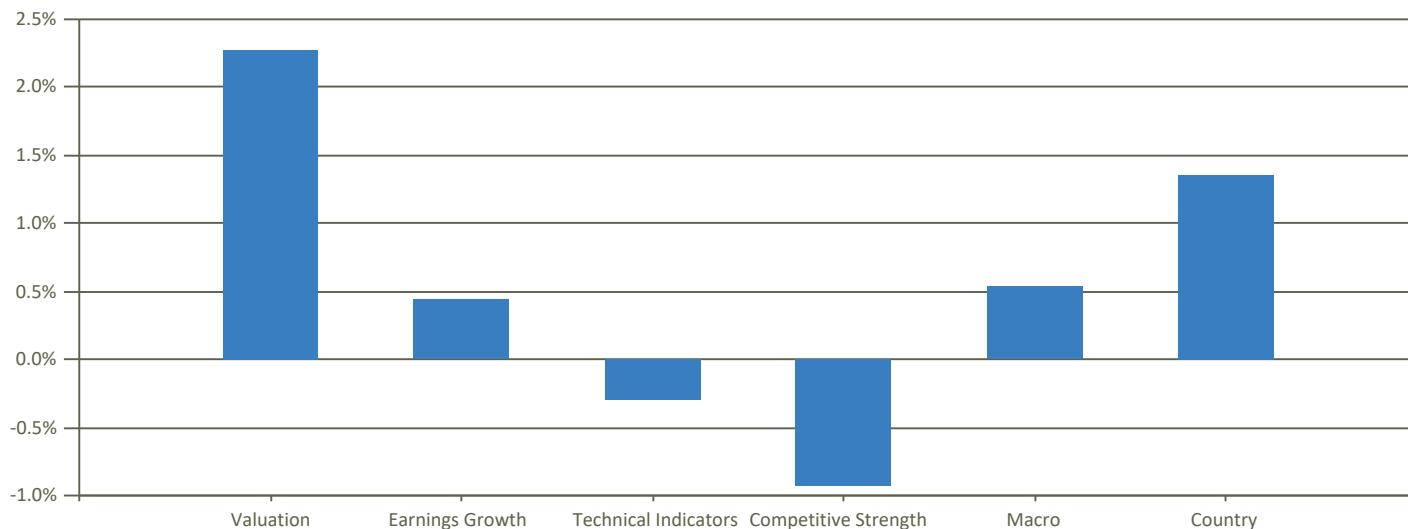
Factors Driving Security Selection:

Bottom-Up Factors (90%)

- Valuation
- Earnings growth
- Technical Indicators
- Competitive Strength

Top-Down Factors (10%)

- Macroeconomic
- Country



The Causeway International Small Cap strategy uses quantitative factors that can be grouped into the listed six categories. The relative return attributed to a factor is the difference between the equally-weighted average return of the highest ranked quintile of companies in the strategy's universe and that of the lowest ranked quintile of companies based on that factor. Holdings are subject to change.

## Causeway International Small Cap Fund Review for Month Ended May 31, 2022

### Commentary Highlights

- Global equities finished the month of May largely flat, belying significant intramonth volatility as investors considered macro risks to economic growth including tightening global monetary policy, the war in Ukraine, and ongoing Covid restrictions in China.
- Historically tight labor markets and high single-digit inflation in many developed market economies are forcing central banks into quick action to raise interest rates, but they face a narrow corridor to raise interest rates without sparking a recession.
- Though we analyze many different stock selection factors in our alpha model, value factors receive the largest weight on average.

### Performance Review

Global equities finished the month of May largely flat, belying significant intramonth volatility as investors considered macro risks to economic growth including tightening global monetary policy, the war in Ukraine, and ongoing Covid restrictions in China. Growth stocks continued to struggle with valuation compression during the month, with many value stocks meaningfully outperforming growth peers. International smaller capitalization (“cap”) equities, as measured by the MSCI ACWI ex USA Small Cap Index (“Index”) underperformed international large cap equities in May. Within smaller cap equities, emerging market (“EM”) stocks underperformed their developed market (“DM”) peers in May, although EM small caps have outperformed DM small caps for the year-to-date period overall. Thus, our overweight to EM equities added value thus far in 2022. From a sector perspective, the strongest performers in the Index were energy, information technology, and utilities. The worst performing Index sectors were materials, real estate, and communication services.

The Causeway International Small Cap Fund (“Fund”) outperformed the Index during the month. To evaluate stocks in our investable universe, our multi-factor quantitative model employs four bottom-up factor categories – valuation, earnings growth, technical indicators, and competitive strength – and two top-down factor categories assessing macroeconomic and country aggregate characteristics. Value was the best-performing factor group in May, and value is now the top-performing factor group in 2022YTD and over the last twelve months as well. The strategy’s earnings growth alpha factors also had positive returns in May, and they are the second-best-performing factor group YTD and over the past twelve months. Our technical factors delivered modestly negative returns in May. Our competitive strength factor category delivered negative returns for the month. These factors have a quality tilt to them but offer good diversification to other bottom-up factors, particularly value. Our macroeconomic and country aggregate factors both delivered positive returns in May as countries exhibiting superior top-down metrics outperformed those with relatively weaker characteristics. All factor group returns remain positive from inception of the Fund (10/20/14) to the end of May.

From a sector perspective, Fund holdings in industrials, energy, and utilities contributed the most to performance relative to the Index. Fund holdings in the materials, consumer staples, and consumer discretionary sectors offset a portion of the performance. Relative performance for the month can be mostly attributed to stock selection. The top contributor for May was shipping company, Kawasaki Kisen Kaisha, Ltd. (Japan). Additional top contributors included cargo shipping company, ZIM Integrated Shipping Services Ltd. (Israel), oil and gas company, Crescent Point Energy (Canada), electric utility, Electric Power Development Co., Ltd. (Japan), and freight forwarding company, Kintetsu World Express, Inc. (Japan). The top detractor was industrial conglomerate, Jindal Steel & Power Ltd. (India). Additional top detractors included consumer electronics company, JB Hi-Fi Ltd. (Australia), copper company, Aurubis AG (Germany), oil and gas company, Harbour Energy Plc (United Kingdom),

and food processing company, Marfrig Global Foods SA (Brazil).

### Economic Outlook

Historically tight labor markets and high single-digit inflation in many developed market economies are forcing central banks into quick action to raise interest rates, but they face a narrow corridor to raise interest rates without sparking a recession. For the US in particular, we believe the Federal Reserve (“Fed”) will struggle to push inflation to an acceptable level, as monetary policy cannot directly alleviate supply constraints. The more persistent and prolonged the supply problems (some aggravated by the Russian invasion of Ukraine), the more interest rates will need to rise to subdue demand. Fed Chair Jerome Powell has embraced a hawkish tone, including accepting more unemployment to tamp down inflation. After raising interest rates 50 basis points in May, market participants now expect another two sequential 50 basis point hikes this summer. Supply chain disruptions continue to create cost and logistic disruptions for the private sector in most regions. In Europe, a diplomatic solution to the war in Ukraine has failed to materialize, with Russian forces capturing much of the eastern portion of the country. In the latest round of sanctions on Russia, the European Union announced an embargo of seaborne Russian oil imports by the end of the year. We anticipate significant investments directed towards bolstering the bloc’s energy independence, particularly with respect to renewables, in the coming years. Eurozone private sector business activity remains resilient, allowing the European Central Bank (“ECB”) room to raise interest rates to combat high inflation. Officials estimate an end to the ECB’s negative interest rates within months, after eight years of setting borrowing costs below zero. In the UK, headline inflation reached 9.0% year-over-year in May, suggesting the Bank of England will further raise rates another 25 basis points in June. However, with UK consumer confidence dropping to a record low during the month, UK policymakers face a similar dilemma as those in the US of avoiding cooling the economy too quickly.

In China, authorities announced a partial reopening in Shanghai, long-awaited after the country’s major commerce hub spent over two months in an economically crippling lockdown. Chinese credit growth slowed in May as banks reacted to the worsening economic outlook. In response, the People’s Bank of China cut its mortgage reference rate, furthering the bifurcation between Chinese monetary policy and that of other major central banks.

### Investment Outlook

The sheer breadth and inefficiency of the International Small Cap (ISC) universe create the opportunity to build a portfolio without the typical tradeoffs in stock characteristics. We believe Causeway’s ISC strategy, harnessing multiple sources of alpha, has achieved an attractive combination of portfolio characteristics. Valuation matters, even in small caps, amidst global economic fears and rising interest rates. To learn more about our unique approach to International Small Cap portfolio construction, please read our recent publication “No Tradeoffs Required” available at [www.causewaycap.com/insights](http://www.causewaycap.com/insights).

The market commentary expresses the portfolio managers views as of the date of this report and should not be relied on as research or investment advice regarding any stock. These views and any portfolio holdings and characteristics are subject to change. There is no guarantee that any forecasts made will come to pass. Any securities identified and described do not represent all of the securities purchased, sold or recommended for the Fund. Index returns, if any, are gross of withholding taxes, assume reinvestment of dividends and capital gains, and assume no management, custody, transaction or other expenses. The reader should not assume that an investment in any securities identified was or will be profitable.

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## International Small Cap Fund

To determine if the Fund is an appropriate investment for you, carefully consider the Fund's investment objectives, risk factors, charges and expenses. This and other information can be found in the Fund's full or summary prospectus, which can be obtained by calling 1-866-947-7000 or visit us online at [www.causewayfunds.com](http://www.causewayfunds.com). Please read the prospectus, or the summary prospectus, carefully before you invest or send money.

### Risk Disclosure

Mutual fund investing involves risk, including possible loss of principal. In addition to the normal risks associated with equity investing, international investing may involve risk of capital loss from unfavorable fluctuations in currency values, from differences in generally accepted accounting principles or from 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. In addition to the normal risks associated with investing, investments in smaller companies typically exhibit higher volatility. Current and future holdings are subject to risk. There is no guarantee that securities mentioned will remain in or out of the Fund. Diversification may not protect against market risk. There is no assurance that a Fund will achieve its stated objectives.

Wtd Avg Mkt Cap is a weighted average of the total market capitalization of stocks in the portfolio or index. NTM Price/Earnings and Price-to-book ("P/B") value ratio is weighted harmonic average, and return on equity is weighted average. NTM= Next twelve months, LTM= Last twelve months. EPS = earnings per share. Price to earnings is a ratio for valuing a company that measures its current share price relative to its per-share earnings. P/B value evaluates a firm's market value relative to its book value. Return on Equity is calculated as a weighted average, winsorized using maximum Return on Equity figures at 3 standard deviations from the mean (winsorization is a statistical technique intended to remove the impact of outliers). Price momentum measures the velocity of price changes over a fixed time period. EPS (Earnings Per Share) Revision is an aggregate measure of changes in earnings forecasts.

Performance attribution charts show where the Fund's investments performed better or worse in the benchmark index during the month. Attribution is based on the return of the Fund's holdings gross of management fees and other expenses and before any Fund fair valuation. Past performance does not guarantee future results.

The Causeway International Small Cap strategy uses quantitative factors that can be grouped into the following categories: valuation, earnings growth, technical indicators, quality, macroeconomics, and country. The return attributed to a factor is the difference between the equally weighted average return of the highest ranked quintile of companies in the strategy's small cap universe based on that factor and that of the lowest ranked quintile of companies.

The Fund's benchmark, the MSCI ACWI ex USA Small Cap Index, is a free float-adjusted market capitalization weighted index, designed to measure the equity market performance of developed and emerging markets excluding the U.S. market. The Index covers approximately 14% of the free float adjusted market capitalization in each country. The MSCI ACWI ex USA Small Cap Value Index captures small cap securities exhibiting overall value style characteristics. The value investment style characteristics for index construction are defined using three variables: book value to price, 12-month forward earnings to price and dividend yield.

The MSCI ACWI ex USA Small Cap Growth Index captures small cap securities exhibiting overall growth style characteristics. The growth investment style characteristics for index construction are defined using five variables: long-term forward EPS growth rate, short-term forward EPS growth rate, current internal growth rate and long-term growth rate and long-term historical EPS.

The international small cap universe is comprised of companies with market capitalizations of approximately \$300 million to \$5 billion.

Indices are gross of withholding taxes, assume reinvestment of dividends and capital gains, and assume no management, custody, transaction or other expenses. It is not possible to invest directly in an Index.

Causeway Capital Management LLC serves as investment adviser for Causeway International Small Cap Fund. The Fund is distributed by SEI Investments Distribution Co. (SIDCO), which is not affiliated with the Fund or the investment adviser.