



## International Value Equity

Quarterly Webcast

December 31, 2024

**Los Angeles, CA**

Dallas, TX   Bryn Mawr, PA   Melbourne, Australia   Shanghai, China (Subsidiary)

[www.causewaycap.com](http://www.causewaycap.com)

Solely for the use of institutional investors and professional advisers.  
GIPS Report and Disclosures begin on page 30 of the presentation.

# Snapshot

as of December 31, 2024

## ASSETS\*

Total Assets (USD)	24,922,836,582
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\* Total strategy assets differs from total Composite assets because certain accounts are in different Composites

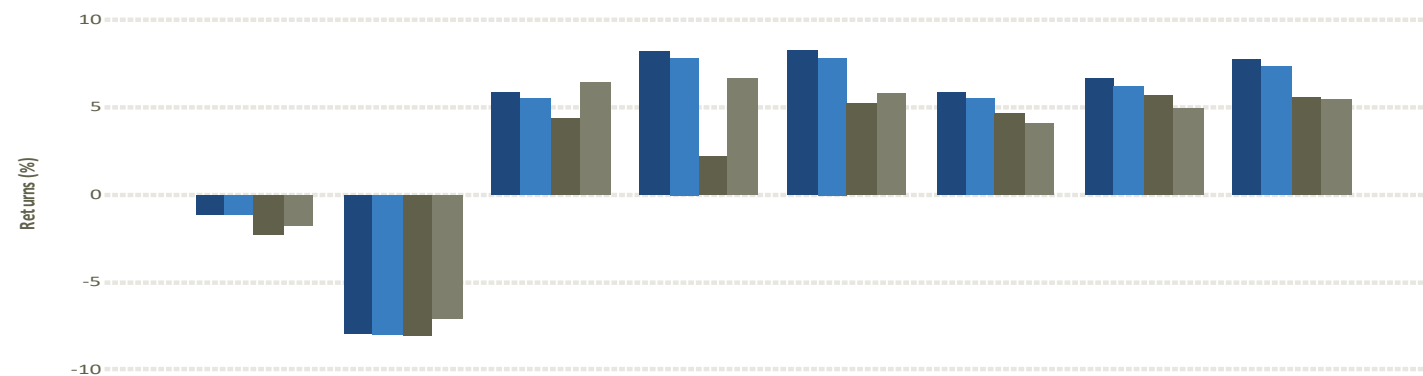
## CHARACTERISTICS

	International Value	MSCI EAFE	MSCI EAFE Value
No. of Holdings	70	722	445
Wtd Avg Mkt Cap (Mn)	61,171	73,890	63,180
FY2 P/E	11.6x	13.6x	10.2x
P/B Value	1.5x	1.9x	1.3x
Dividend Yield	3.0%	3.1%	4.4%
Return on Equity	13.6%	12.5%	11.3%

Wtd Avg Mkt Cap is a weighted average of the total market capitalization of stocks in the portfolio or index. FY2 P/E is the weighted harmonic average 2-year analysts' consensus forecast price-to-earnings ratio. Price to earnings is a ratio for valuing a company that measures its current share price relative to its per-share earnings. Price-to-book (P/B) value evaluates a firm's market value relative to its book value and is a weighted harmonic average. Return on Equity measures how efficiently a company is generating income from the equity investments of its shareholders. 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). Characteristics are derived from a representative account using the International Value Equity strategy.

# Performance

**COMPOSITE PERFORMANCE** for the periods ended December 31, 2024



Inception Date: 06/11/2001

Returns are in USD. Index returns are presented gross or net of tax withholdings on income and dividends. The gross composite performance presented is before management and custody fees but after trading expenses. Net composite performance is presented after the deduction of actual management fees, performance-based fees, and all trading expenses, but before custody fees. Composite performance is primarily net of foreign dividend withholdings. Annualized for periods greater than one year. See end of presentation for important disclosures regarding the composite. This information supplements the attached composite presentation. Performance quoted is past performance. Past performance is not an indication of future results.

# Representative Account Industry Group Exposure & Index Performance

for the quarter ended December 31, 2024 (as a result of bottom-up stock selection)

	Portfolio Weights (%)	MSCI EAFE Weights (%)	vs Index Weights (%)	Index Returns (%)
Media & Entertainment	2.8	2.0	0.8	-3.0
Telecommunication Services	1.5	2.8	-1.3	-5.4
<b>Communication Services</b>	<b>4.3</b>	<b>4.8</b>	<b>-0.5</b>	<b>-4.6</b>
Automobiles & Components	0.3	3.6	-3.3	-1.2
Consumer Discretionary Distribution & Retail	1.8	1.9	-0.1	-7.7
Consumer Durables & Apparel	5.1	4.2	1.0	-5.4
Consumer Services	1.1	1.6	-0.4	-3.3
<b>Consumer Discretionary</b>	<b>8.4</b>	<b>11.3</b>	<b>-2.9</b>	<b>-4.2</b>
Consumer Staples Distribution & Retail	0.8	1.2	-0.4	-8.0
Food Beverage & Tobacco	7.2	4.7	2.5	-12.8
Household & Personal Products	3.4	2.4	0.9	-14.2
<b>Consumer Staples</b>	<b>11.4</b>	<b>8.3</b>	<b>3.0</b>	<b>-12.6</b>
Energy	2.3	3.5	-1.2	-8.2
<b>Energy</b>	<b>2.3</b>	<b>3.5</b>	<b>-1.2</b>	<b>-8.2</b>
Banks	11.8	11.8	0.0	0.8
Financial Services	1.7	4.4	-2.7	-4.9
Insurance	4.9	5.7	-0.7	-5.9
<b>Financials</b>	<b>18.4</b>	<b>21.9</b>	<b>-3.4</b>	<b>-2.2</b>
Health Care Equipment & Services	2.6	2.4	0.2	-9.3
Pharmaceuticals & Biotechnology	9.5	10.0	-0.5	-15.2
<b>Health Care</b>	<b>12.2</b>	<b>12.4</b>	<b>-0.3</b>	<b>-14.1</b>
Capital Goods	13.1	13.6	-0.5	-6.8
Commercial & Professional Services	0.9	2.4	-1.4	-2.2
Transportation	2.8	1.8	1.0	-8.4
<b>Industrials</b>	<b>16.8</b>	<b>17.8</b>	<b>-0.9</b>	<b>-6.4</b>
Semiconductors & Semi Equipment	4.9	3.4	1.4	-11.4
Software & Services	4.8	3.3	1.5	-1.3
Technology Hardware & Equipment	4.2	2.0	2.2	-8.5
<b>Information Technology</b>	<b>13.9</b>	<b>8.8</b>	<b>5.1</b>	<b>-7.1</b>
Materials	6.8	6.1	0.8	-17.8
<b>Materials</b>	<b>6.8</b>	<b>6.1</b>	<b>0.8</b>	<b>-17.8</b>
Equity Real Estate Investment Trusts (REITs)	1.2	0.9	0.3	-16.2
Real Estate Management & Development	0.0	1.1	-1.1	-10.7
<b>Real Estate</b>	<b>1.2</b>	<b>2.0</b>	<b>-0.8</b>	<b>-13.4</b>
Utilities	2.8	3.2	-0.5	-12.8
<b>Utilities</b>	<b>2.8</b>	<b>3.2</b>	<b>-0.5</b>	<b>-12.8</b>
<b>EQUITY</b>	<b>98.5</b>	<b>100.0</b>	<b>-</b>	<b>-</b>
<b>CASH</b>	<b>1.5</b>	<b>0.0</b>	<b>-</b>	<b>-</b>
<b>TOTAL</b>	<b>100.0</b>	<b>100.0</b>	<b>-</b>	<b>-8.1</b>

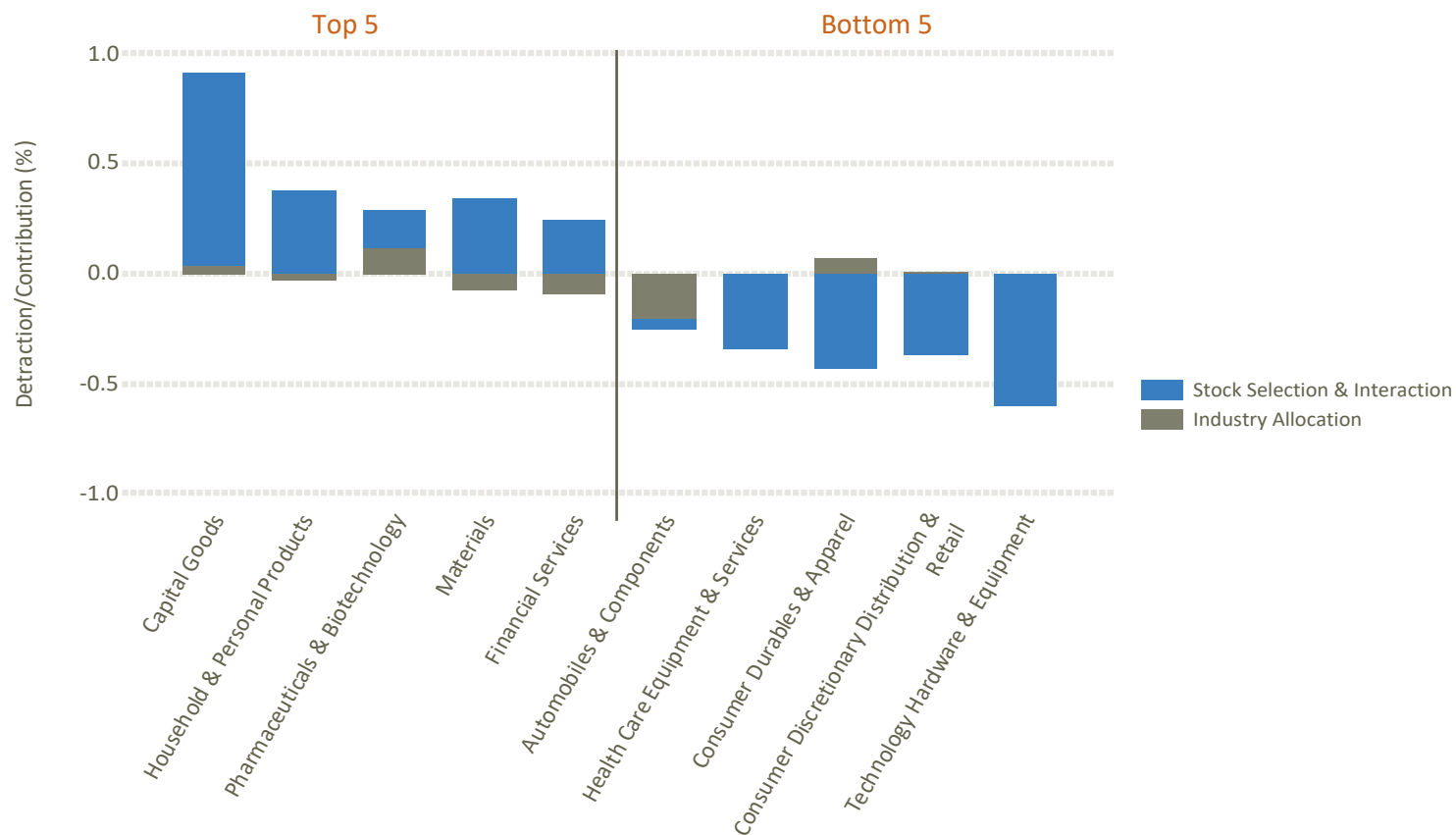


Index returns are in base currency. Index Source: MSCI. Relative weight defined as Representative Account weight minus Index weight.



# Representative Account Industry Group Attribution

REPRESENTATIVE ACCOUNT vs. MSCI EAFE (Gross) for the quarter ended December 31, 2024



**Stock Selection & Interaction:** Positive - Relative outperformance (0.52%) was due to holdings in capital goods, household & personal products, and materials; relative underperformance was due to holdings in technology hardware & equipment, consumer durables & apparel, and consumer discretionary distribution & retail.

**Industry Allocation:** Negative - Relative underperformance (-0.23%) resulted from an overweighting in food beverage & tobacco, as well as an underweighting in automobiles & components and financial services; relative outperformance resulted from an overweighting in software & services and consumer durables & apparel, as well as an underweighting in pharmaceuticals & biotechnology.

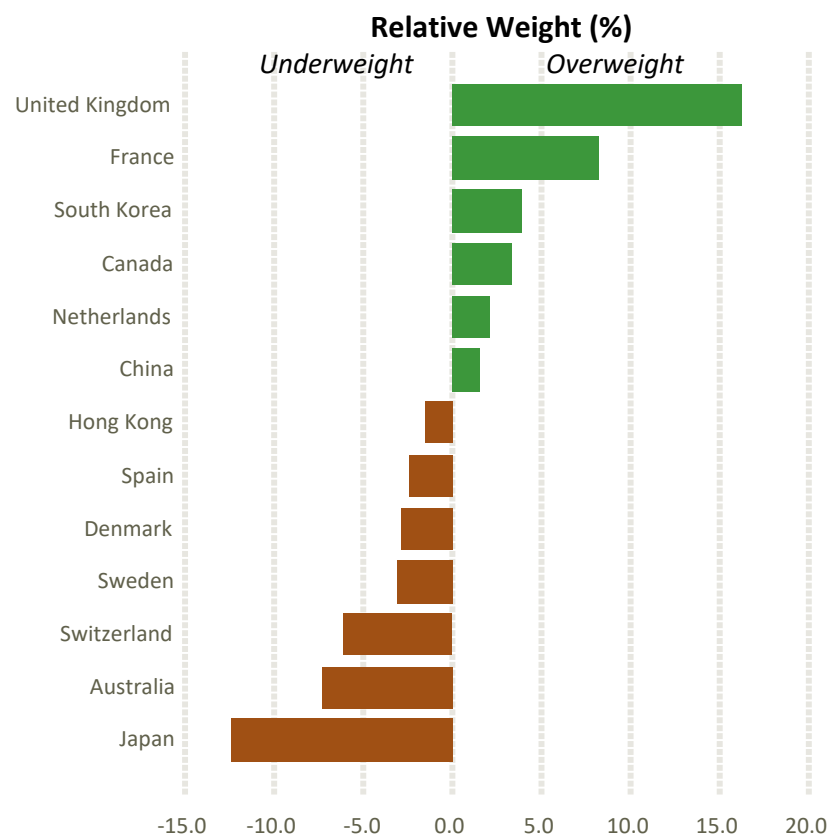
Before investment advisory fees. Past performance is not an indication of future results.

# Representative Account Geographic Exposure and Index Performance

for the quarter ended December 31, 2024 (as a result of bottom-up stock selection)

	Portfolio Weights (%)	MSCI EAFE Weights (%)	vs Index Weights (%)	Index Returns (%)
Israel	0.9	1.0	-0.1	14.3
<b>Africa / Mideast</b>	<b>0.9</b>	<b>1.0</b>	<b>-0.1</b>	<b>-</b>
Austria	0.0	0.2	-0.2	1.1
Belgium	1.8	1.0	0.8	-7.9
Finland	0.0	1.0	-1.0	-12.8
France	19.3	11.1	8.2	-10.2
Germany	8.5	9.2	-0.7	-5.7
Ireland	0.0	0.3	-0.3	-12.4
Italy	4.0	2.8	1.2	-6.3
Netherlands	6.8	4.6	2.2	-12.4
Portugal	0.0	0.2	-0.2	-22.7
Spain	0.3	2.7	-2.5	-9.0
<b>Euro</b>	<b>40.7</b>	<b>33.1</b>	<b>7.6</b>	<b>-</b>
Denmark	0.0	2.9	-2.9	-21.5
Norway	0.0	0.6	-0.6	-5.2
Sweden	0.4	3.6	-3.1	-13.9
Switzerland	3.5	9.6	-6.1	-11.2
United Kingdom	31.2	14.9	16.3	-6.8
<b>Europe - Other</b>	<b>35.1</b>	<b>31.5</b>	<b>3.6</b>	<b>-</b>
Canada	3.3	0.0	3.3	-1.6
United States	0.5	0.0	0.5	0.0
<b>North America</b>	<b>3.8</b>	<b>0.0</b>	<b>3.8</b>	<b>-</b>
Australia	0.0	7.4	-7.4	-11.4
Hong Kong	0.4	2.0	-1.6	-9.8
Japan	10.8	23.2	-12.4	-3.6
New Zealand	0.0	0.2	-0.2	-5.9
Singapore	1.1	1.7	-0.6	3.2
<b>Pacific</b>	<b>12.3</b>	<b>34.5</b>	<b>-22.1</b>	<b>-</b>
<b>DEVELOPED SUBTOTAL</b>	<b>92.7</b>	<b>100.0</b>	<b>-</b>	<b>-</b>
<b>EMERGING SUBTOTAL</b>	<b>5.7</b>	<b>0.0</b>	<b>-</b>	<b>-</b>
<b>CASH</b>	<b>1.5</b>	<b>0.0</b>	<b>-</b>	<b>-</b>
<b>TOTAL</b>	<b>100.0</b>	<b>100.0</b>	<b>-</b>	<b>-8.1</b>

	Portfolio Weights (%)	MSCI EAFE Weights (%)	vs Index Weights (%)	Index Returns (%)
Brazil	0.3	0.0	0.3	0.0
China	1.5	0.0	1.5	-7.7
South Korea	3.8	0.0	3.8	-19.2
<b>EMERGING SUBTOTAL</b>	<b>5.7</b>	<b>0.0</b>	<b>-</b>	<b>-</b>



Index returns are in base currency. Index Source: MSCI. Relative weight defined as Representative Account weight minus Index weight.

# Representative Account Absolute Significant Contributors and Detractors

for the quarter ended December 31, 2024

## Largest Absolute Contributors

Company Name	Weight <sup>(1)</sup>	Portfolio Return	Contribution to Return <sup>(2)</sup>	Country	Industry Group
Barclays PLC	3.9%	11.4%	0.37%	United Kingdom	Banks
Alstom SA	4.1%	7.4%	0.35%	France	Capital Goods
Standard Chartered Plc	1.1%	16.4%	0.15%	United Kingdom	Banks
SAP SE	2.0%	7.2%	0.13%	Germany	Software & Services
Smurfit WestRock Plc	0.5%	9.5%	0.13%	United States	Materials
Nintendo Co., Ltd.	1.5%	8.4%	0.12%	Japan	Media & Entertainment
Worldline SA	0.7%	20.1%	0.12%	France	Financial Services
United Overseas Bank Ltd. (Singapore)	1.1%	6.1%	0.06%	Singapore	Banks
Julius Bär Gruppe AG	1.0%	7.2%	0.05%	Switzerland	Financial Services
Check Point Software Technologies Ltd.	0.9%	2.0%	0.05%	Israel	Software & Services

## Largest Absolute Detractors

Company Name	Weight <sup>(1)</sup>	Portfolio Return	Contribution to Return <sup>(2)</sup>	Country	Industry Group
Samsung Electronics Co., Ltd.	3.2%	-22.8%	-0.81%	South Korea	Technology Hardware & Equipment
Koninklijke Philips NV	2.0%	-23.0%	-0.51%	Netherlands	Health Care Equipment & Services
Anheuser-Busch InBev SA/NV	1.8%	-24.6%	-0.49%	Belgium	Food Beverage & Tobacco
Kering SA	3.8%	-14.0%	-0.42%	France	Consumer Durables & Apparel
Akzo Nobel	2.4%	-14.4%	-0.38%	Netherlands	Materials
GSK Plc	2.0%	-16.2%	-0.34%	United Kingdom	Pharmaceuticals & Biotechnology
Prudential Plc	2.1%	-14.3%	-0.32%	United Kingdom	Insurance
AstraZeneca PLC	2.8%	-16.0%	-0.31%	United Kingdom	Pharmaceuticals & Biotechnology
Roche Holding AG	2.5%	-12.1%	-0.31%	Switzerland	Pharmaceuticals & Biotechnology
Lanxess AG	1.2%	-22.9%	-0.30%	Germany	Materials

(1) Ending period weights

(2) Geometric average using daily returns and weights

Holdings are subject to change. The securities identified and described above do not represent all of the securities purchased, sold or recommended for client accounts. The reader should not assume that an investment in the securities identified was or will be profitable. Past performance is not an indication of future results. For a description of our performance attribution methodology, or to obtain a list showing every holding's contribution to the overall account's performance during the quarter, please contact our product manager, Kevin Moutes, at 310-231-6116 or moutes@causewaycap.com.



# Representative Account Significant Changes

for the quarter ended December 31, 2024

Increases	Country	Industry Group	% Beginning Weight	% Ending Weight	Reason*
Nintendo Co., Ltd.	Japan	Media & Entertainment	0.0%	1.5%	IL
Canadian Pacific Kansas City Ltd.	Canada	Transportation	1.7%	2.8%	ER
AstraZeneca PLC	United Kingdom	Pharmaceuticals & Biotechnology	2.0%	2.8%	IL
Smith & Nephew plc	United Kingdom	Health Care Equipment & Services	0.0%	0.6%	IL
Kering SA	France	Consumer Durables & Apparel	3.2%	3.8%	IL, RV
Société Générale SA	France	Banks	0.0%	0.5%	RV
Reckitt Benckiser Group Plc	United Kingdom	Household & Personal Products	2.9%	3.4%	ER
Renesas Electronics Corp.	Japan	Semiconductors & Semi Equipment	2.5%	2.9%	CD
Heineken NV	Netherlands	Food Beverage & Tobacco	0.7%	1.1%	IL
Sanofi	France	Pharmaceuticals & Biotechnology	1.5%	1.9%	RV

Decreases	Country	Industry Group	% Beginning Weight	% Ending Weight	Reason*
Seven & i Holdings Co., Ltd.	Japan	Consumer Staples Distribution & Retail	1.5%	0.0%	CA
Shell	United Kingdom	Energy	1.0%	0.0%	RV
Rolls-Royce Holdings Plc	United Kingdom	Capital Goods	4.5%	3.7%	RB
Takeda Pharmaceutical Co., Ltd.	Japan	Pharmaceuticals & Biotechnology	0.9%	0.3%	RV
AIR Liquide	France	Materials	1.0%	0.4%	RV
Amadeus IT Group SA	Spain	Software & Services	0.8%	0.3%	RV
Aena S.M.E. SA	Spain	Transportation	0.5%	0.0%	RV
British American Tobacco plc	United Kingdom	Food Beverage & Tobacco	1.6%	1.2%	RV
Alstom SA	France	Capital Goods	4.3%	4.1%	RV

\*Key: CA = Corporate Action CD = Cyclical Discount ER = Earnings Revision FR = Fundamental Review IL = Industry Laggard RB = Rebalance of Security Weightings RV = Relative Value

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# Representative Account Top 10 Holdings

as of December 31, 2024

Aggregate Weight: 33.1%

<b>1. Alstom SA</b>	<b>4.1%</b>	<b>6. Samsung Electronics Co., Ltd.</b>	<b>3.2%</b>
<i>Capital Goods, France</i>		<i>Technology Hardware &amp; Equipment, South Korea</i>	
Alstom develops and markets integrated systems for transportation sector. The Company designs and offers high-speed trains, metros, trams and e-buses to integrated systems, customized services, infrastructure, signaling, and digital mobility solutions. Alstom serves customers worldwide.		Samsung Electronics Co., Ltd. manufactures a wide range of consumer and industrial electronic equipment and products such as semiconductors, personal computers, peripherals, monitors, televisions, and home appliances including air conditioners and microwave ovens. The Company also produces Internet access network systems and telecommunications equipment including mobile phones.	
<b>2. Barclays PLC</b>	<b>3.9%</b>	<b>7. Renesas Electronics Corp.</b>	<b>2.9%</b>
<i>Banks, United Kingdom</i>		<i>Semiconductors &amp; Semi Equipment, Japan</i>	
Barclays PLC is a global financial services provider engaged in retail banking, credit cards, wholesale banking, investment banking, wealth management, and investment management services.		Renesas Electronics Corporation researches, develops, designs and manufactures electronic components such as semiconductors and integrated devices.	
<b>3. Kering SA</b>	<b>3.8%</b>	<b>8. Canadian Pacific Kansas City Ltd.</b>	<b>2.8%</b>
<i>Consumer Durables &amp; Apparel, France</i>		<i>Transportation, Canada</i>	
Kering designs, manufactures, and markets fashion and leather goods. The Company specializes in ready-to-wear products, sports goods, shoes, jewelry, and watches. Kering serves customers worldwide.		Canadian Pacific Kansas City Limited operates a transnational rail network. The Company transports automotive, energy, chemicals, plastics, forestry, industrial, and temperature protected products. Canadian Pacific Kansas City serves customers in North America.	
<b>4. Rolls-Royce Holdings Plc</b>	<b>3.7%</b>	<b>9. AstraZeneca PLC</b>	<b>2.8%</b>
<i>Capital Goods, United Kingdom</i>		<i>Pharmaceuticals &amp; Biotechnology, United Kingdom</i>	
Rolls-Royce Holdings plc manufactures aero, marine, and industrial gas turbines for civil and military aircraft. The Company designs, constructs, and installs power generation, transmission, and distribution systems and equipment for the marine propulsion, oil and gas pumping, and defense markets.		AstraZeneca PLC operates as a holding company. The Company, through its subsidiaries, researches, manufactures, and sells pharmaceutical and medical products. AstraZeneca focuses its operations on eight therapeutic areas, including gastrointestinal, oncology, cardiovascular, respiratory, central nervous system, pain control, anaesthesia, and infection.	
<b>5. Reckitt Benckiser Group Plc</b>	<b>3.4%</b>	<b>10. Roche Holding AG</b>	<b>2.5%</b>
<i>Household &amp; Personal Products, United Kingdom</i>		<i>Pharmaceuticals &amp; Biotechnology, Switzerland</i>	
Reckitt Benckiser Group PLC manufactures and distributes a wide range of household, toiletry, health, and food products on a global basis. The Company's products include fabric treatments, disinfectant spray and cleaners, dishwashing detergent, personal care, food, and over the counter drugs.		Roche Holding AG develops and manufactures pharmaceutical and diagnostic products. The Company produces prescription drugs in the areas of cardiovascular, infectious, autoimmune, respiratory diseases, dermatology, metabolic disorders, oncology, transplantation, and the central nervous system. Roche Holding serves customers worldwide.	

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# Investment Outlook – 1Q 2025

## Financial Markets and Economy:

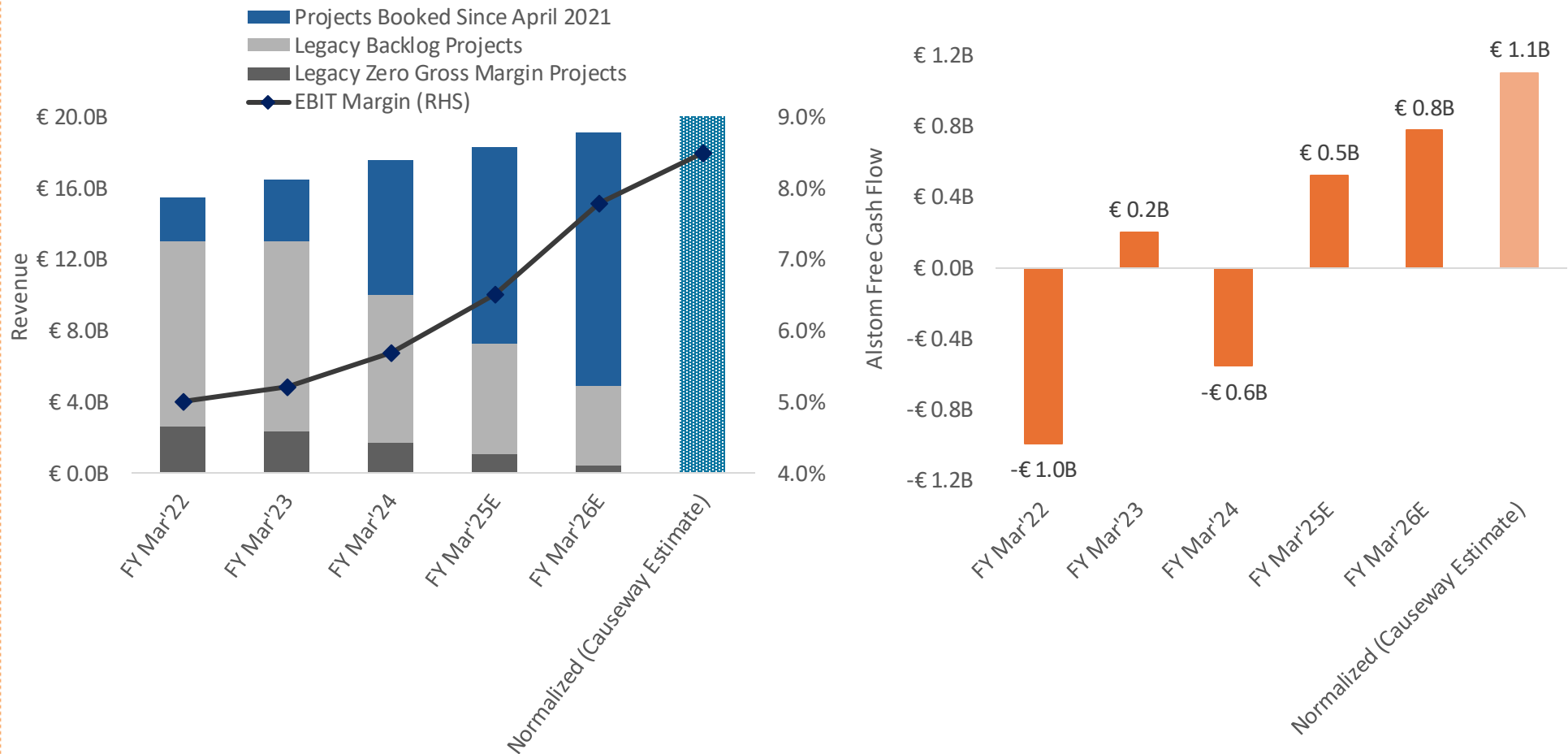
- With a near 40% combined weight in Information Technology and Communications Services, the US<sup>1</sup> led global stock markets in 2024. Aside from the US, Hong Kong, Germany, and China, largely because of a surging USD, no other major stock market delivered double-digit returns in USD.
- For US based investors, South Korea's market struggled, weighed down by its semiconductor sector, a weak currency and political turmoil from two consecutive presidential impeachments.
- France's benchmark CAC 40 Index also faltered due to weak luxury and automotive sectors, political instability and a hung parliament.
- Following Germany's upcoming elections in February, the resulting coalition will be faced with critical issues like pension reform in an aging population, increased defense spending, and potential debt brake removal.
- Deficit spending is widespread, with major countries like Brazil, the US, France, and India leading with high budget deficits. Despite the US having the largest deficit in the Organization for Economic Cooperation and Development (OECD), the US dollar appreciated against major currencies in 2024, while other fiscally constrained nations generally saw their currencies weaken.
- India may offset its deficits with growth, but other regions may expect higher sovereign bond yields if they lack credible fiscal plans to attract investment.
- Despite slowing economic growth, China's exports remain strong, with Chinese companies increasing greenfield foreign direct investment in sectors like automotive, clean energy, IT, and mining. However, tariffs and slower growth in 2025 may hurt China's trading partners in Asia and Africa.
- Legacy automakers from Japan, the US, and Europe continue to struggle to match the pace of innovation from Chinese EV manufacturers.
- While the Fed monitors the possibility of tariff-induced inflation, the European Central Bank and Bank of England will likely continue cutting interest rates to support their economies.

## Portfolio Outlook:

- We believe non-US markets, trading at historic valuation discounts to the US, have significant upside potential in 2025. We see opportunities in some of 2024 laggard areas such as Industrials (transport, automation), Consumer Staples (food & beverage, household & personal), Consumer Discretionary (luxury goods), and Healthcare (pharmaceuticals).
- European stocks<sup>2</sup> trade at a record 40% next year P/E discount to the US market as of 12/31/24, a gap which could narrow with a favorable end to the Ukraine war, integration of Ukraine into the EU single market, rebuilding investments, and lower energy prices.
- 2025 should see our portfolio companies and their ecosystems implementing generative AI solutions –enterprise adoption of AI should boost productivity as well as IT services demand.
- Agentic AI ("AI as agent") is expected to enhance productivity at home and work by completing digital tasks. The shift to on-device AI features in PCs and smartphones should drive demand for advanced processors and memory, benefiting leading memory chipmakers.
- We aim to identify companies across all sectors and geographies engaged in operational restructuring, enhancing efficiency, lowering costs and fueling significant improvements in earnings and cash flow.

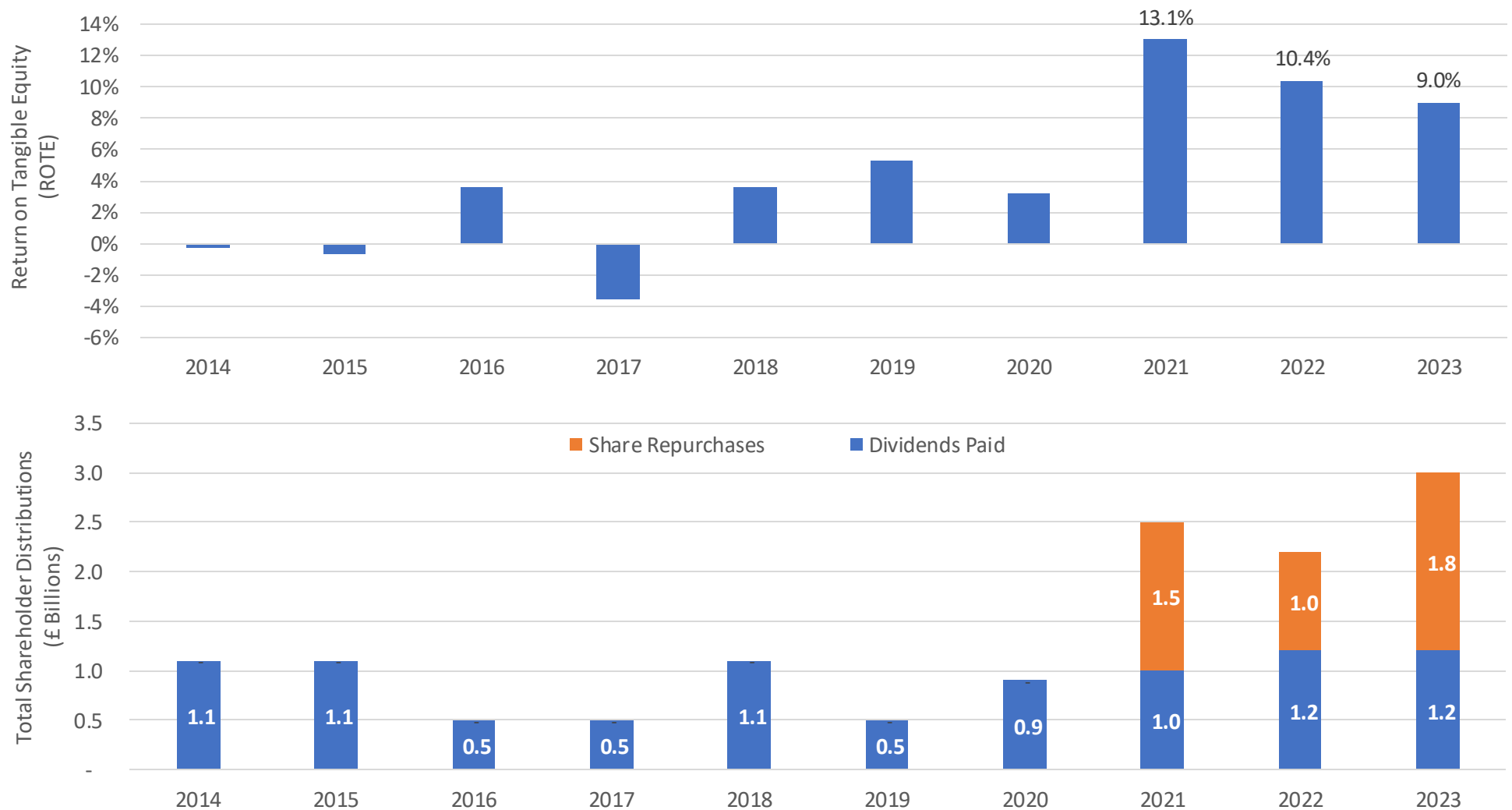
1. "US" as represented by the MSCI USA Index Please see the end of the presentation for disclosures regarding the risks of investing in Causeway's strategies.  
2. "European stocks" as represented by the MSCI Europe Index

# Alstom SA: As The Company Works Through Legacy Projects, The Revenue Mix Should Improve, Supporting Higher Margins and Free Cash Flow



Data as of December 31, 2024. Sources: Company reports, Causeway analysis. "EBIT" reflects Earnings Before Interest and Taxes. The company's fiscal year ends in March. The company is a top four holding in a representative account in the international value strategy. The data reflects Causeway research's estimates. The views herein represent an assessment of a company at a specific time and are subject to change. There is no guarantee that any forecast made will come to pass. This information should not be relied on as investment advice and is not a recommendation to buy or sell any security. The securities identified and described do not represent all of the securities purchased, sold, or recommended for client accounts. Our investment portfolios may or may not hold the securities mentioned. The reader should not assume that an investment in the securities identified was or will be profitable. For performance in your overall portfolio, see elsewhere in the report.

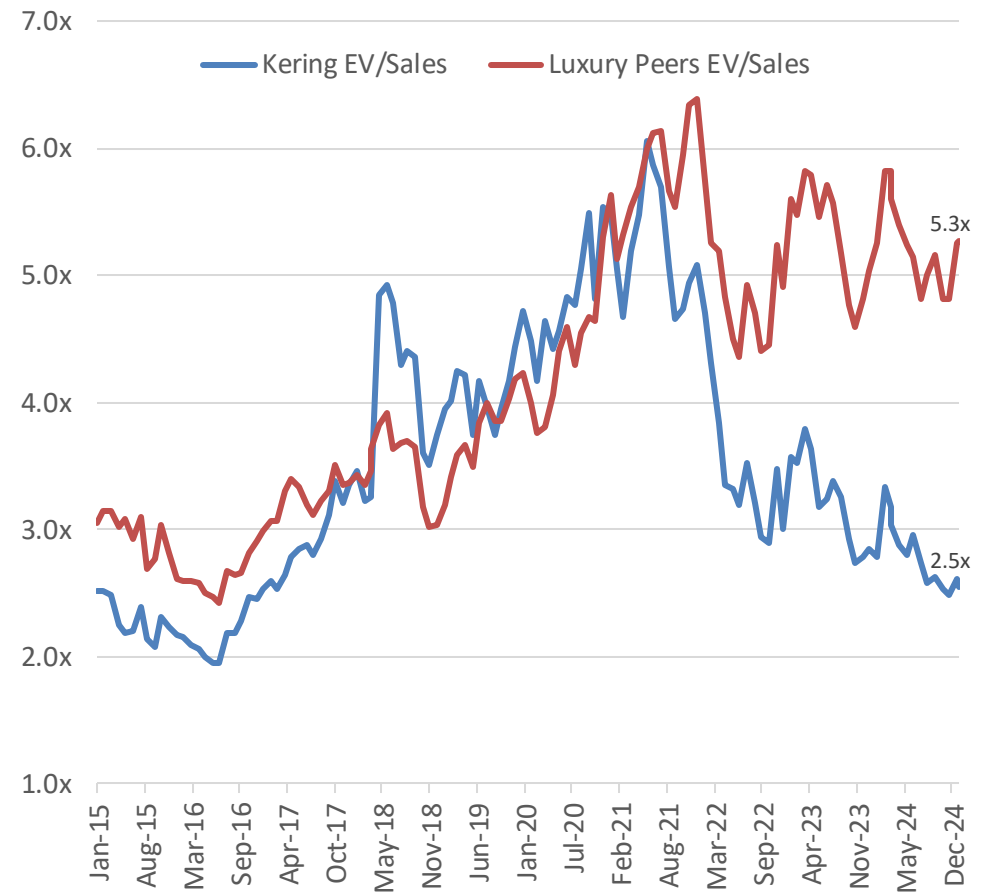
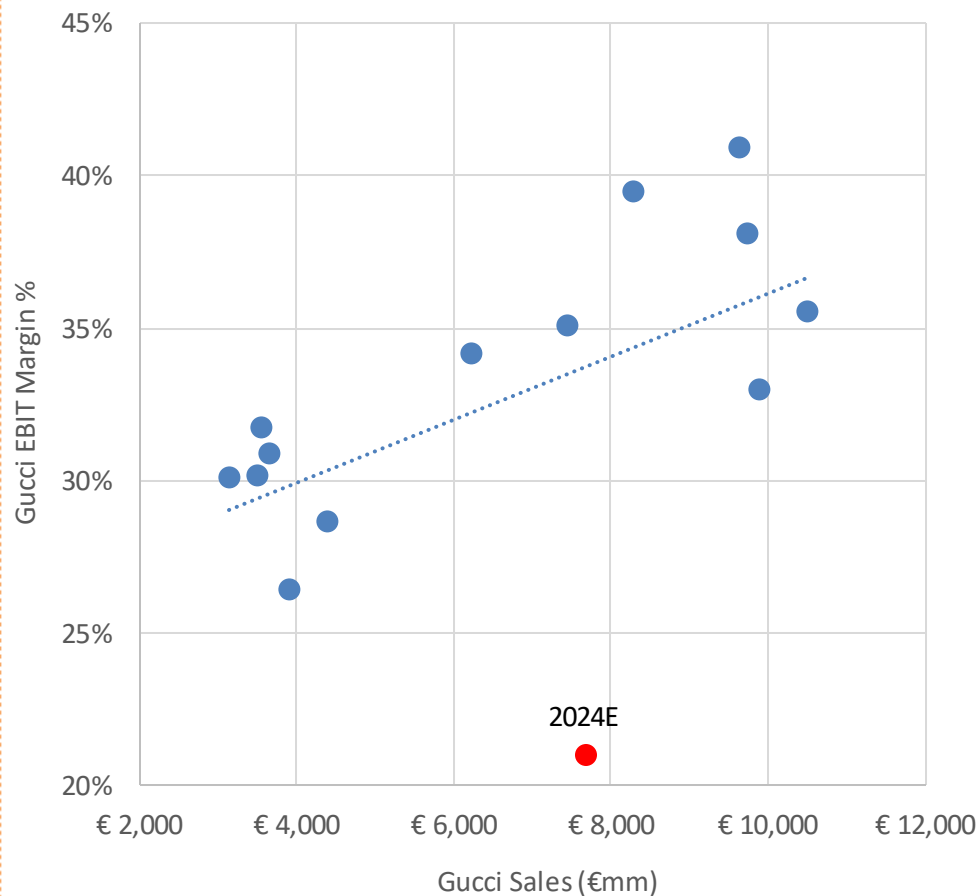
# Barclays plc: Robust Returns On Equity Have Supported Continued Capital Returns To Shareholders



Data as of December 31, 2024. Sources: Company reports, Causeway analysis, FactSet. Calendar Year 2024 information will be available in February. This material is solely for client use and may not be reproduced without Causeway's consent. The company is a top four holding in a representative account in the international value strategy. The data reflects Causeway research's estimates. The views herein represent an assessment of a company at a specific time and are subject to change. There is no guarantee that any forecast made will come to pass. This information should not be relied on as investment advice and is not a recommendation to buy or sell any security. The securities identified and described do not represent all of the securities purchased, sold, or recommended for client accounts. Our investment portfolios may or may not hold the securities mentioned. The reader should not assume that an investment in the securities identified was or will be profitable. For performance in your overall portfolio, see elsewhere in the report.

# Kering SA: Gucci Sales and Profit Margins Are Poised To Rebound

WITH VALUATIONS WELL BELOW PEERS, WE BELIEVE KERING OFFERS ATTRACTIVE UPSIDE POTENTIAL

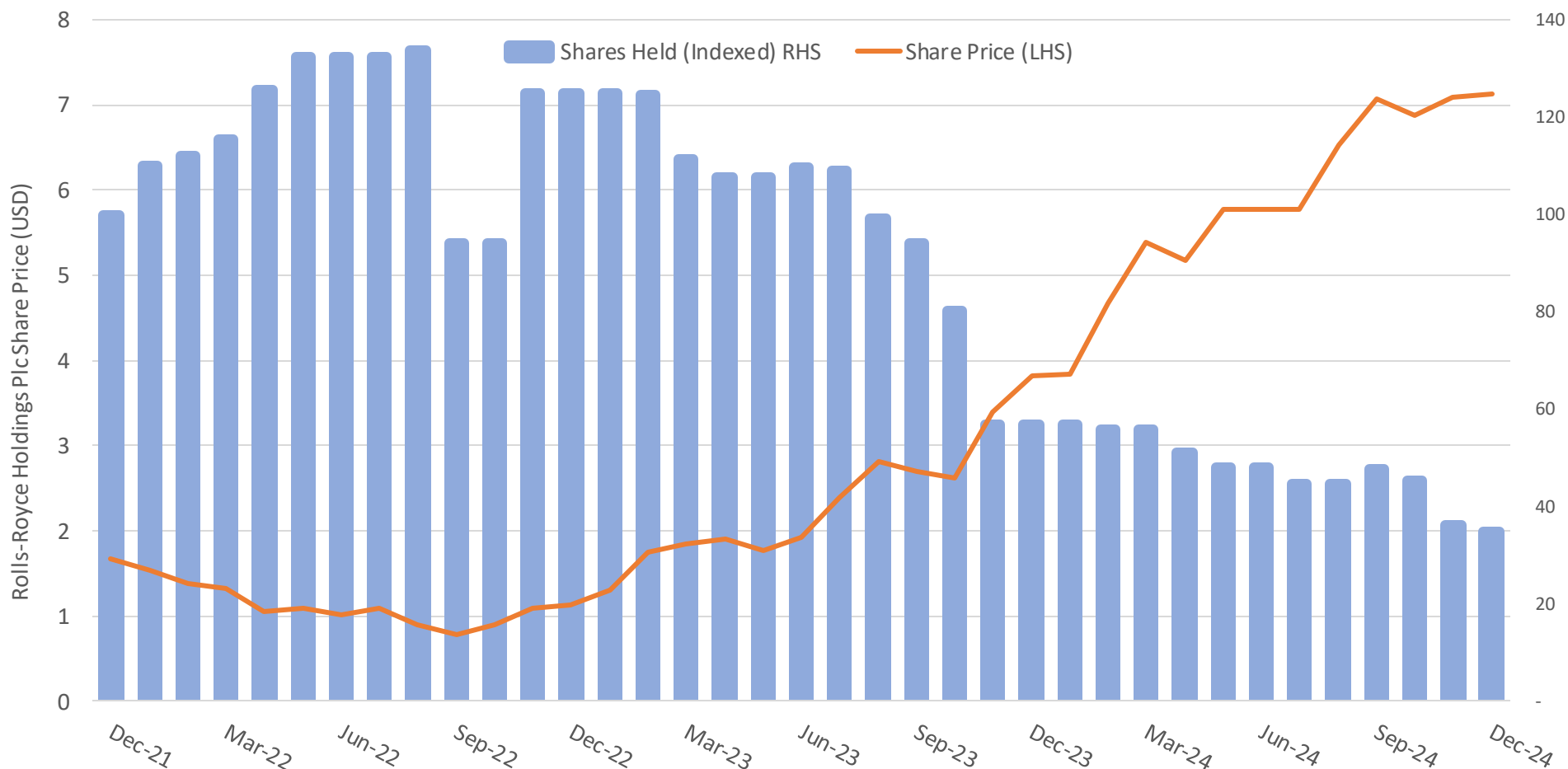


Data as of December 31, 2024. Sources: Company reports, Causeway analysis. This material is solely for client use and may not be reproduced without Causeway's consent. The company is a top four holding in a representative account in the international value strategy. Gucci results reflect calendar years 2010 through 2024 (Expected). Kering's peers include seven luxury companies. "EV" is enterprise value. The data reflects Causeway research's estimates. The views herein represent an assessment of a company at a specific time and are subject to change. There is no guarantee that any forecast made will come to pass. This information should not be relied on as investment advice and is not a recommendation to buy or sell any security. The securities identified and described do not represent all of the securities purchased, sold, or recommended for client accounts. Our investment portfolios may or may not hold the securities mentioned. The reader should not assume that an investment in the securities identified was or will be profitable. For performance in your overall portfolio, see elsewhere in the report.



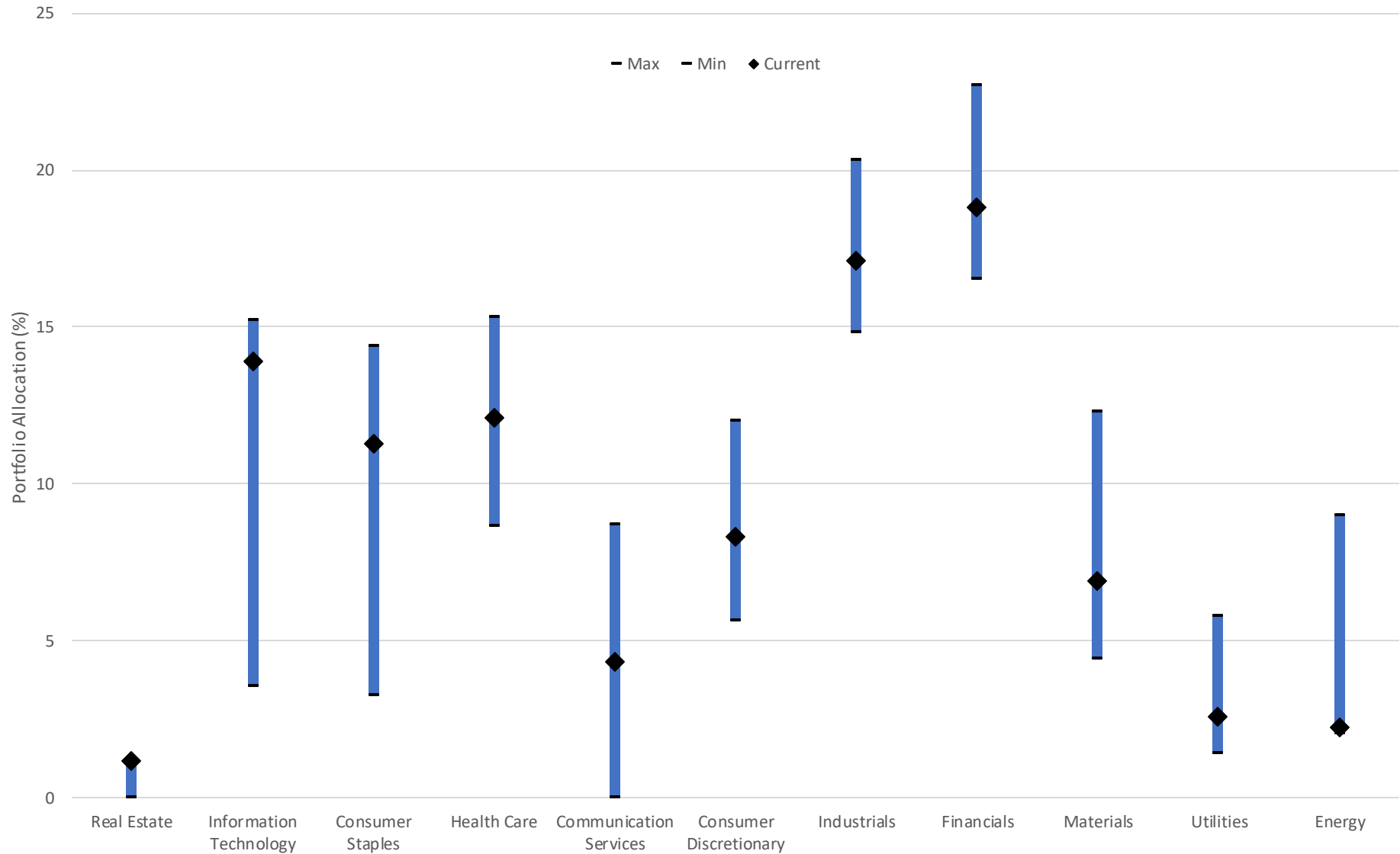
# Rolls-Royce: Amid Strong Performance, We Have Sold Shares

WE BELIEVE THE INVESTMENT REMAINS ATTRACTIVE AND WE ANTICIPATE THE COMPANY'S FREE CASH FLOW WILL CONTINUE TO IMPROVE



Data as of December 31, 2024. Sources: Causeway analysis, FactSet. Transaction data reflects a representative Causeway international value equity account with total shares indexed to a beginning value of 100. This material is solely for client use and may not be reproduced without Causeway's consent. The company is a top four holding in a representative account in the international value strategy. The views herein represent an assessment of a company at a specific time and are subject to change. There is no guarantee that any forecast made will come to pass. This information should not be relied on as investment advice and is not a recommendation to buy or sell any security. The securities identified and described do not represent all of the securities purchased, sold, or recommended for client accounts. Our investment portfolios may or may not hold the securities mentioned. The reader should not assume that an investment in the securities identified was or will be profitable. For performance in your overall portfolio, see elsewhere in the report.

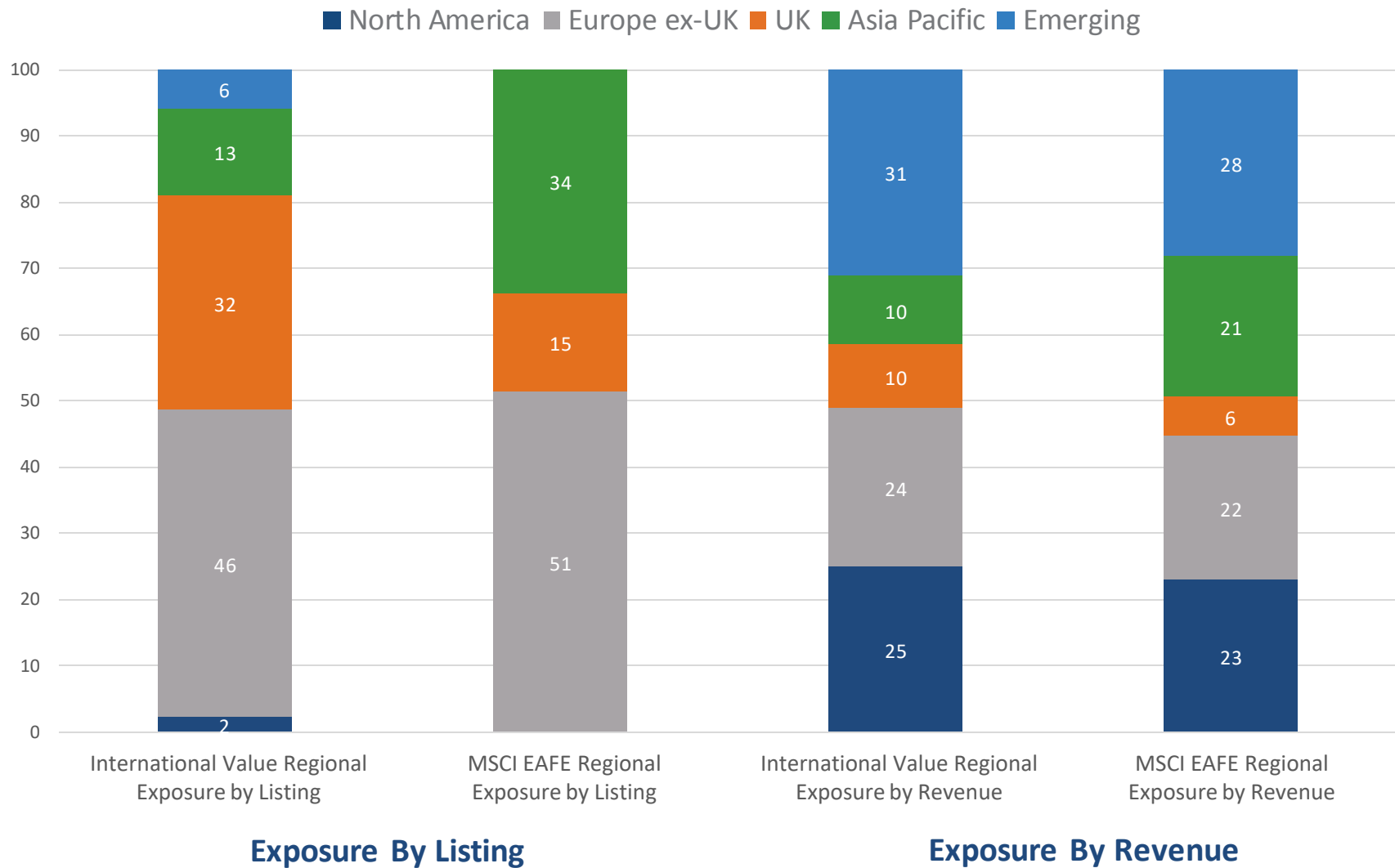
# 10-Year Historical Range And Current Sector Allocation



Allocation is shown for companies in each sector as of December 2024, for a representative account following Causeway's International Value Equity strategy. Source: FactSet, Causeway

# Geographic Exposure By Company Revenues

## REVENUE EXPOSURE VERSUS LISTING EXPOSURE








Data sources: FactSet, Bloomberg, Causeway Analytics

Causeway estimates are based on latest available revenues reported by companies in a representative account portfolio on 12/31/2024, proportionate to holding weights. Israel is classified as Europe.

# Top UK Holdings Are Global Franchises






REVENUE ANALYSIS SUGGESTS GREATER COUNTRY DIVERSIFICATION THAN IMPLIED BY THE LISTING

<i>Company</i>	<i>Sector</i>		<i>Listing Country</i>	<i>% Domestic Revenue</i>
Barclays	Financials		UK	52.4
Rolls Royce	Industrials		UK	13.5
Reckitt Benckiser	Staples		UK	6.1
AstraZeneca	Healthcare		UK	7.4
BP	Energy		UK	19.0

Source: FactSet. This material is solely for client use and may not be reproduced without Causeway's consent. The companies shown are the five largest UK-listed holdings in a representative account following the international value strategy as of December 2024. The securities identified and described do not represent all of the securities purchased, sold, or recommended for client accounts. Our investment portfolios may or may not hold the securities mentioned. The reader should not assume that an investment in the securities identified was or will be profitable. For performance in your overall portfolio, see elsewhere in the report.

# Top French Holdings Are Global Franchises

REVENUE ANALYSIS SUGGESTS GREATER COUNTRY DIVERSIFICATION THAN IMPLIED BY THE LISTING

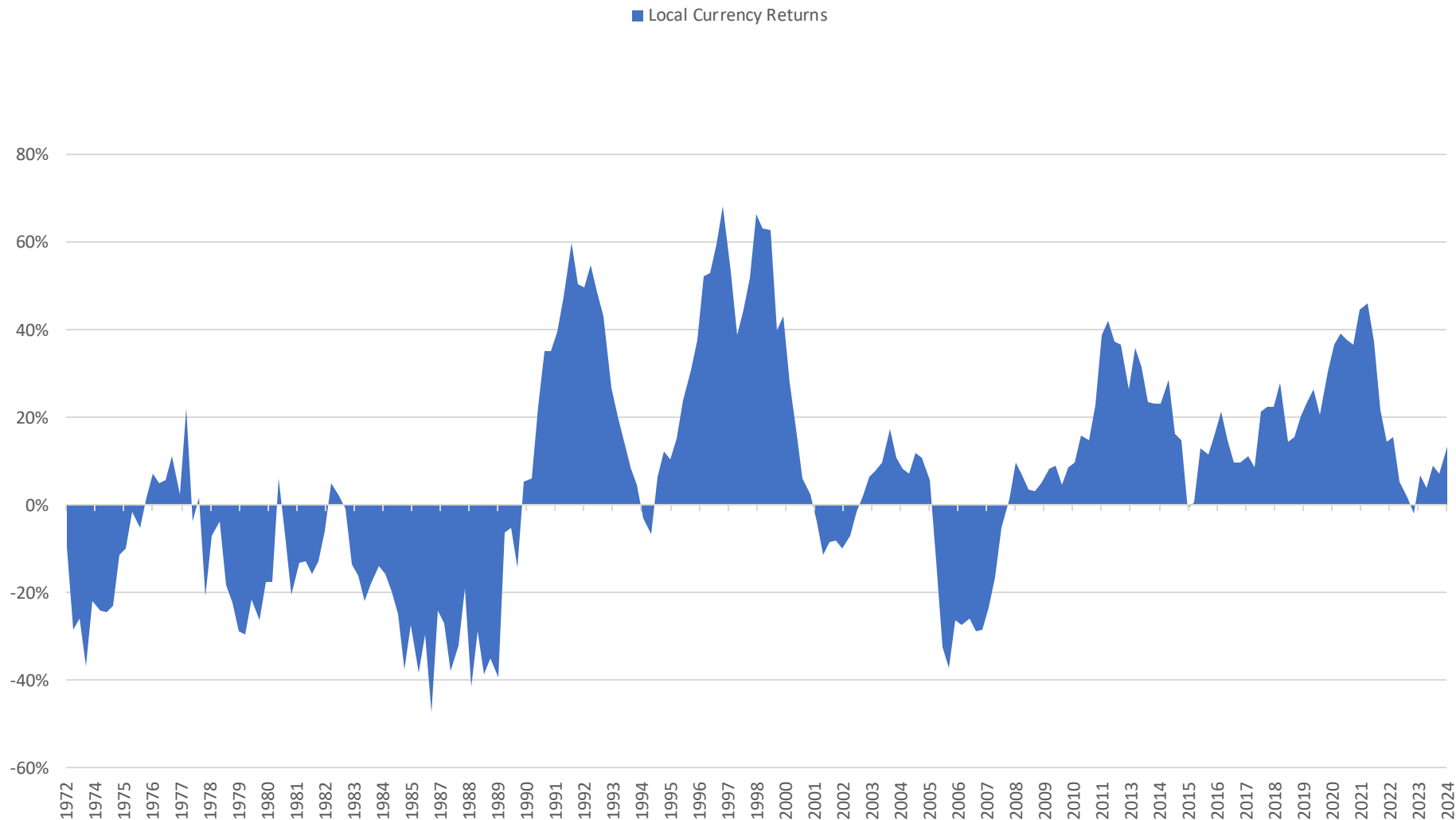
<i>Company</i>	<i>Sector</i>		<i>Listing Country</i>	<i>% Domestic Revenue</i>
Alstom	Industrials		France	15.6
Kering	Consumer		France	3.9
Compagnie de Saint-Gobain	Materials		France	25.7
Sanofi	Healthcare		France	5.5
BNP Paribas	Financials		France	8.7

Source: FactSet. This material is solely for client use and may not be reproduced without Causeway's consent. The companies shown are the five largest France-listed holdings in a representative account following the international value strategy as of December 2024. The securities identified and described do not represent all of the securities purchased, sold, or recommended for client accounts. Our investment portfolios may or may not hold the securities mentioned. The reader should not assume that an investment in the securities identified was or will be profitable. For performance in your overall portfolio, see elsewhere in the report.



# US Versus International Stock Performance Moves In Multi-Year Cycles

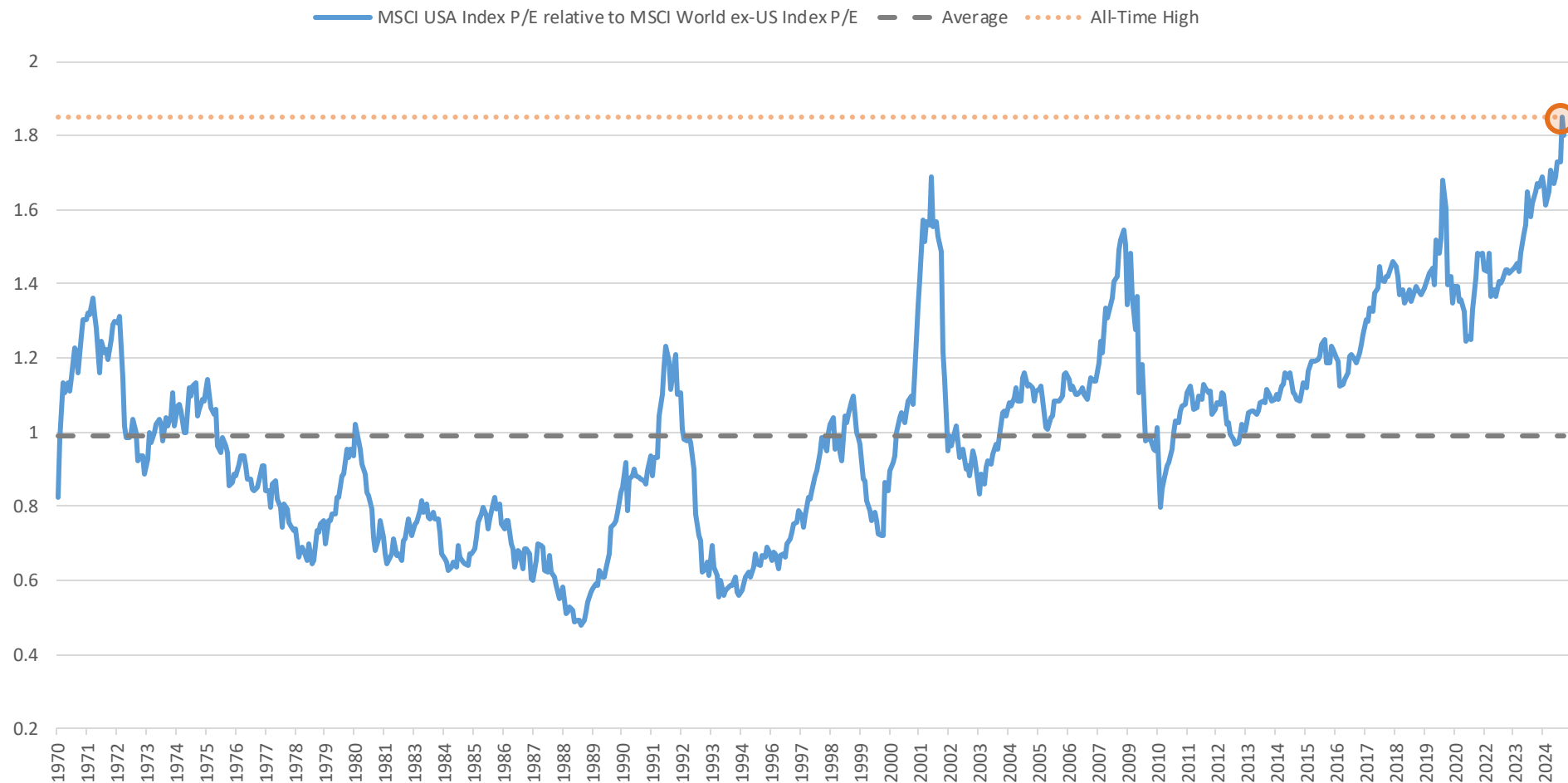
MSCI USA INDEX MINUS MSCI WORLD EX-USA INDEX (3-YEAR ROLLING RETURNS)



As of December 2024. Source: FactSet, Causeway Analytics

# US Stock Valuation Premium Hits New All-Time Highs

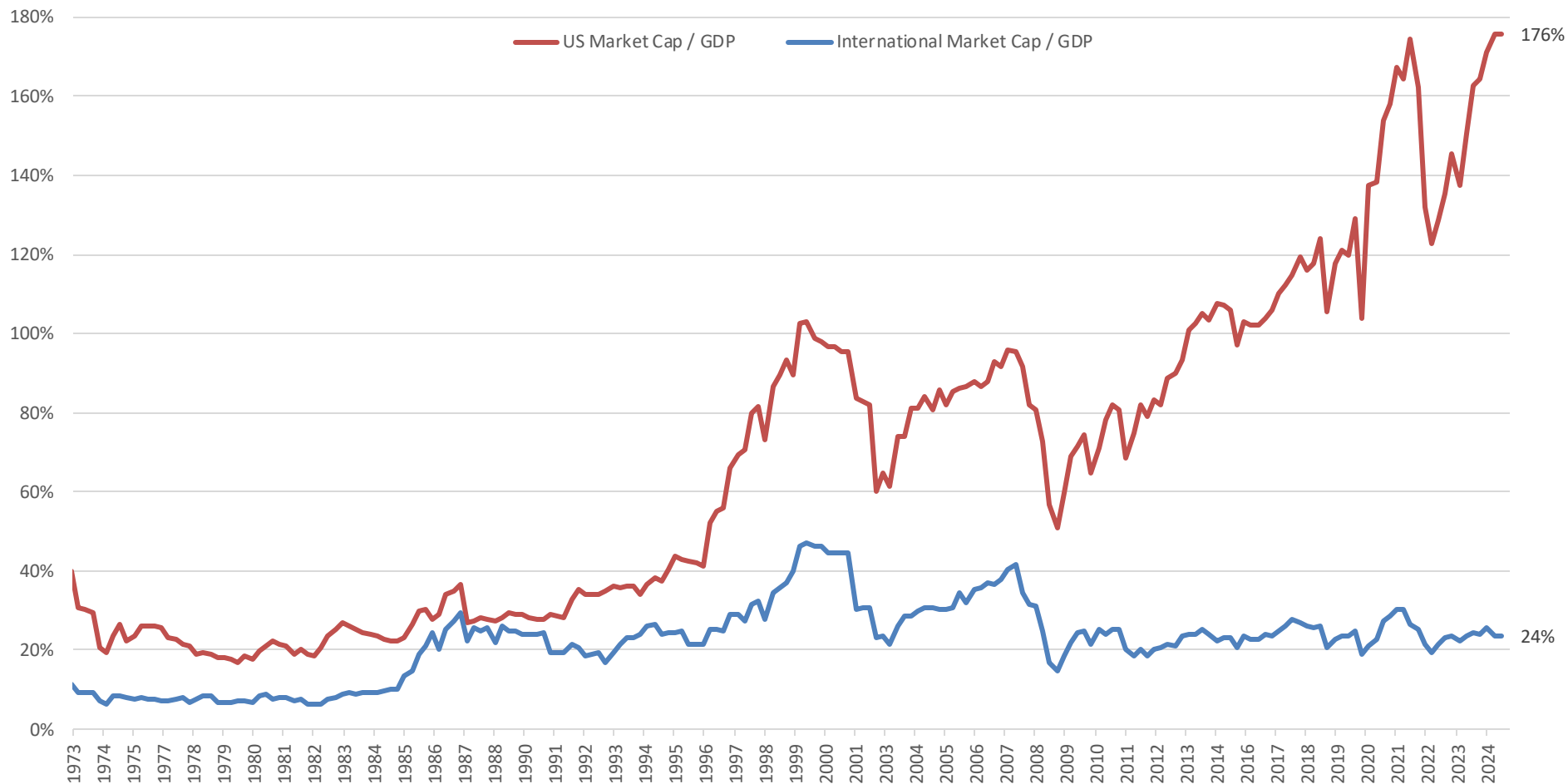
US VALUATIONS ARE EXTENDED FAR BEYOND HISTORICAL EXTREMES SUCH AS THE TECH BUBBLE OR GLOBAL FINANCIAL CRISIS



As of December 2024. P/E calculated using the last twelve months earnings. Source: FactSet

# Can US Stocks Continue To Outgrow Their Economy?

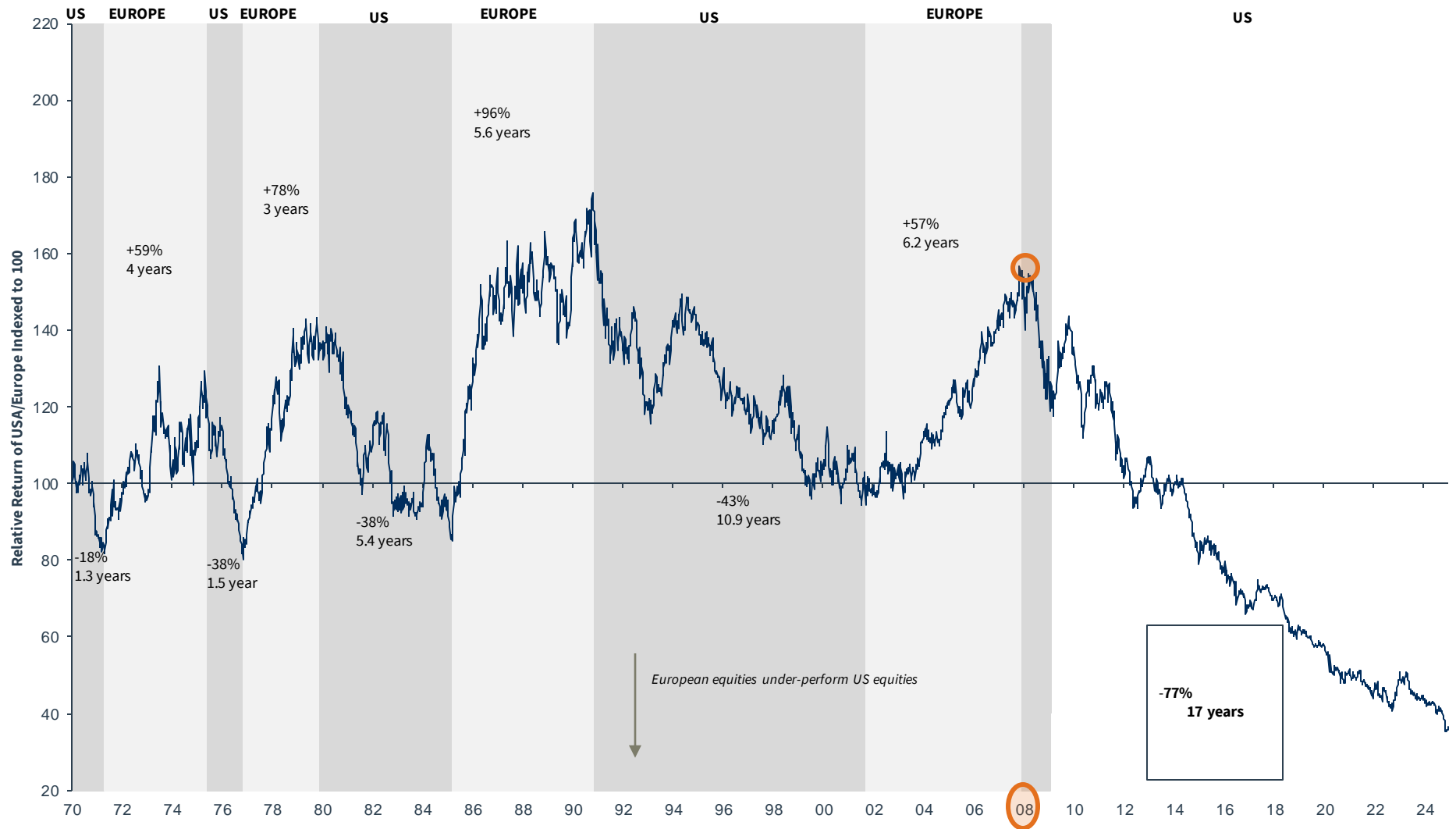
THE US REPRESENTS 65% OF THE GLOBAL MARKET CAP, BUT ONLY 25% OF GLOBAL GDP, AND 4% OF THE GLOBAL POPULATION



Data as of December 2024.

Sources: Bloomberg, IMF, World Bank. GDP = Gross Domestic Product. US = MSCI USA Index. International = MSCI ACWI ex USA Index (1980-present), MSCI World Ex USA Index (1970-1980)

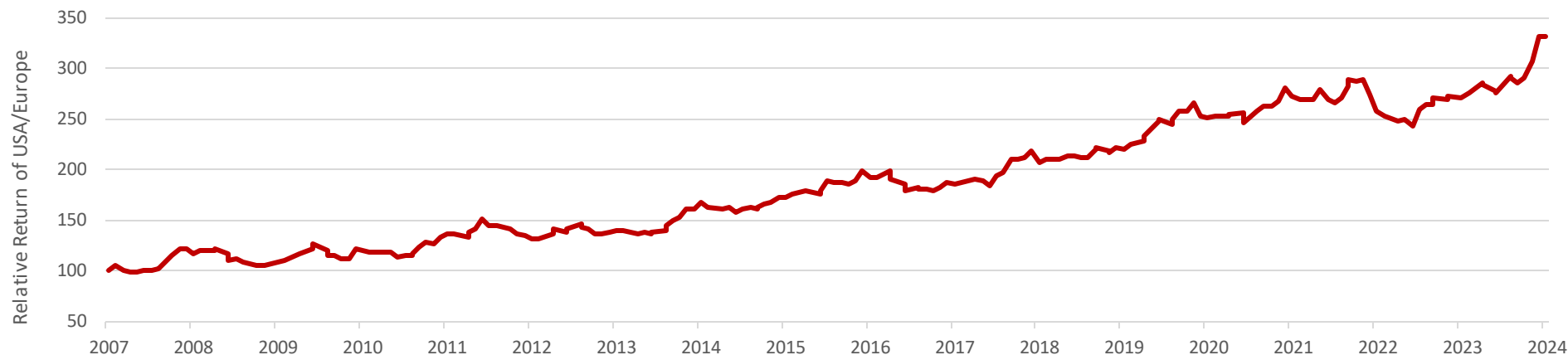
# US Outperformance vs. Europe: Unprecedented In Our Investing Careers



As of December 2024. "Relative Return" is the product of ratios of monthly returns for two indexes or securities.  $100 \times (A_1/B_1) \times (A_2/B_2) \times (A_3/B_3)$ , etc. "USA" as represented by MSCI USA Index. "Europe" as represented by the MSCI Europe Index. Sources: MSCI, Kepler Cheuvreux.

# US Outperformance Has Been Driven By Multiple Expansion

SINCE 2008 USA MARKETS HAVE DELIVERED MORE THAN THREE TIMES EUROPE'S CUMULATIVE INVESTMENT RETURNS



THE VALUATION PREMIUM INVESTORS PAY FOR THE US MARKET ALSO INCREASED FROM 4X TO 14X

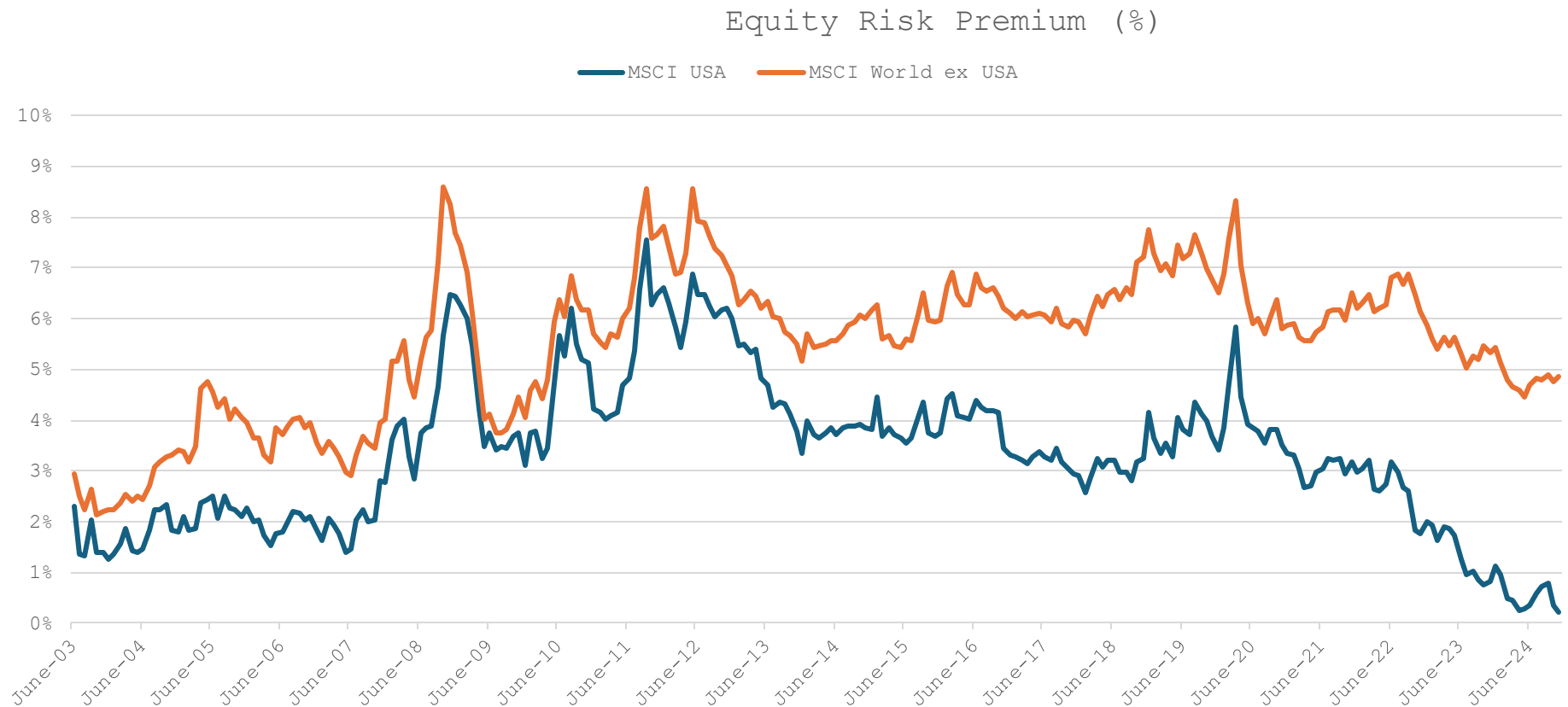


As of December 2024. "Relative Return" is the product of ratios of monthly returns for two indexes or securities.  $100 \times (A_1/B_1) \times (A_2/B_2) \times (A_3/B_3)$ , etc. "USA" as represented by MSCI USA Index. "Europe" as represented by the MSCI Europe Index. Sources: MSCI. Valuation Premium = MSCI USA Index NTM PE – MSCI EAFE Index NTM PE. Source: FactSet,



# International Markets Offer A Premium Relative To Bonds

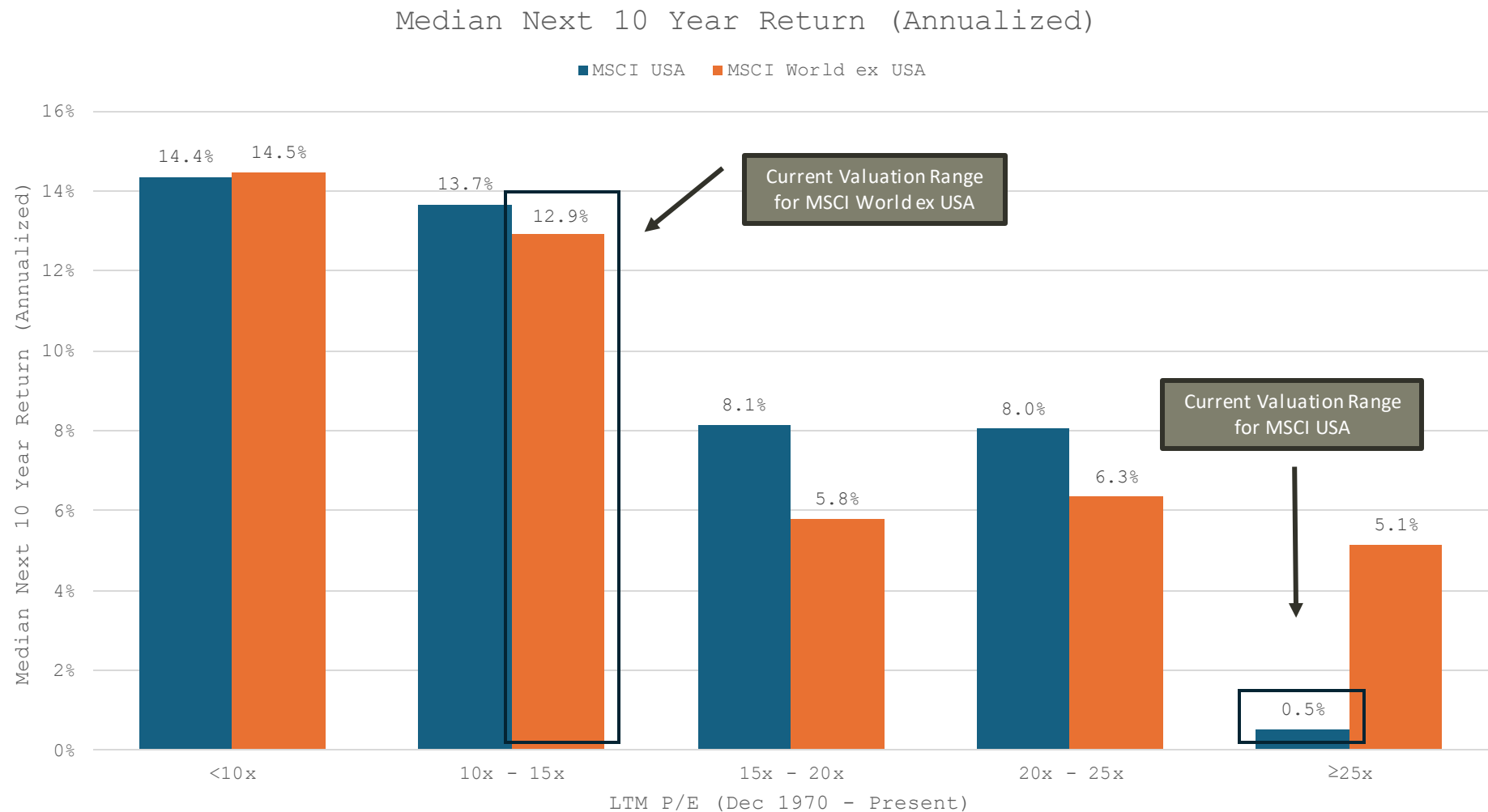
MEANWHILE IN US MARKETS, THE PREMIUM IS APPROACHING ZERO, A PALTRY COMPENSATION FOR ADDITIONAL RISK



As of December 2024. Equity Risk Premium, ERP or simply Premium for purposes of this slide is defined as the earnings yield of the stated index minus the relevant risk-free rate of return. US 10-year treasury yield or the average of the 10-year yields for Japan, UK, France, Switzerland and Germany. Sources: FactSet, Bloomberg.

# Historical Analysis Shows Starting Valuations Drive Forward Returns

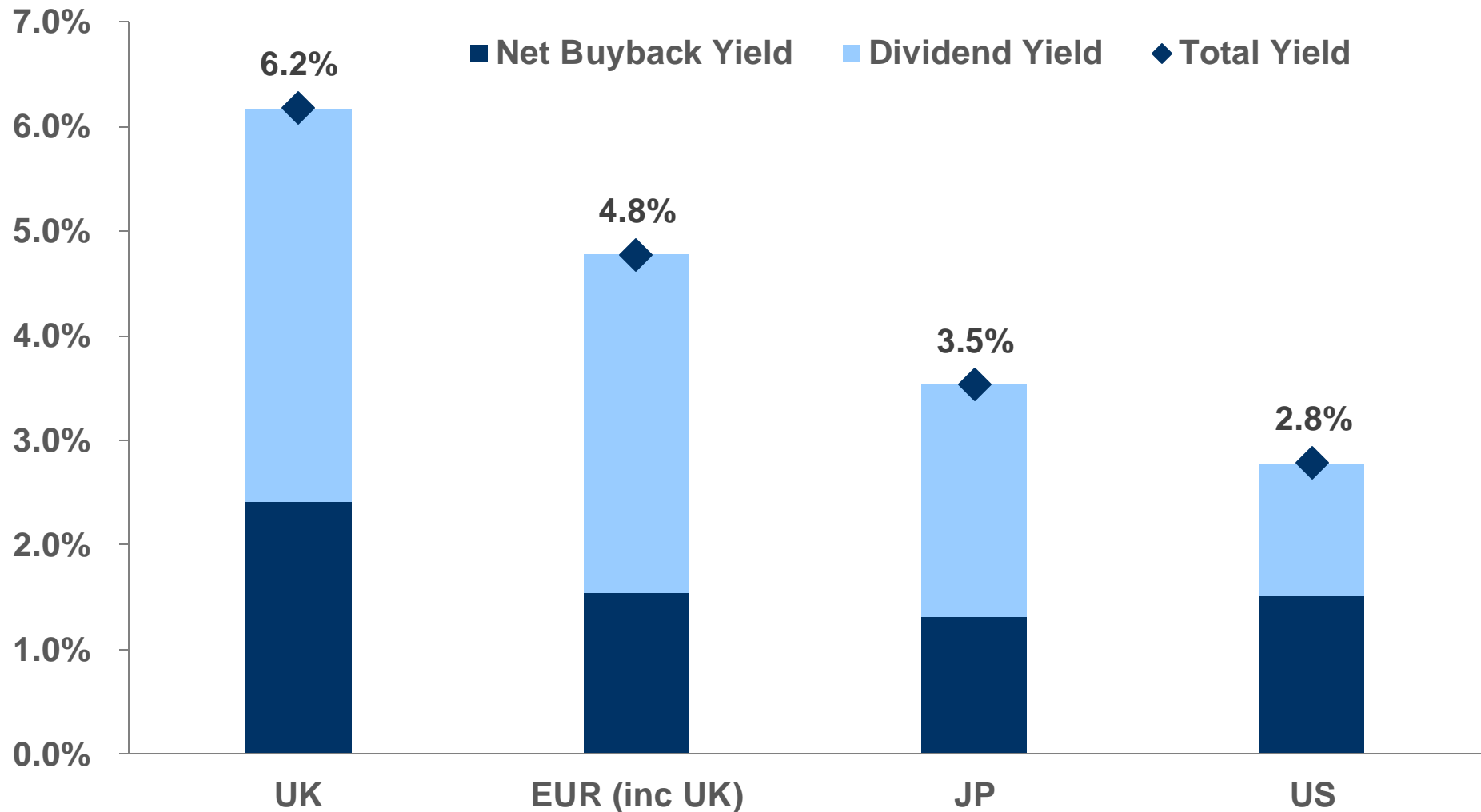
INTERNATIONAL COULD OUTPERFORM THE US MARKETS BY DOUBLE DIGITS PER YEAR FOR A DECADE



As of December 31, 2024. Returns calculated as annualized percentage change in total return levels for the stated indexes. LTM PE is the index "valuation" and calculated as price divided by earnings per share for the last twelve months. Source: FactSet.

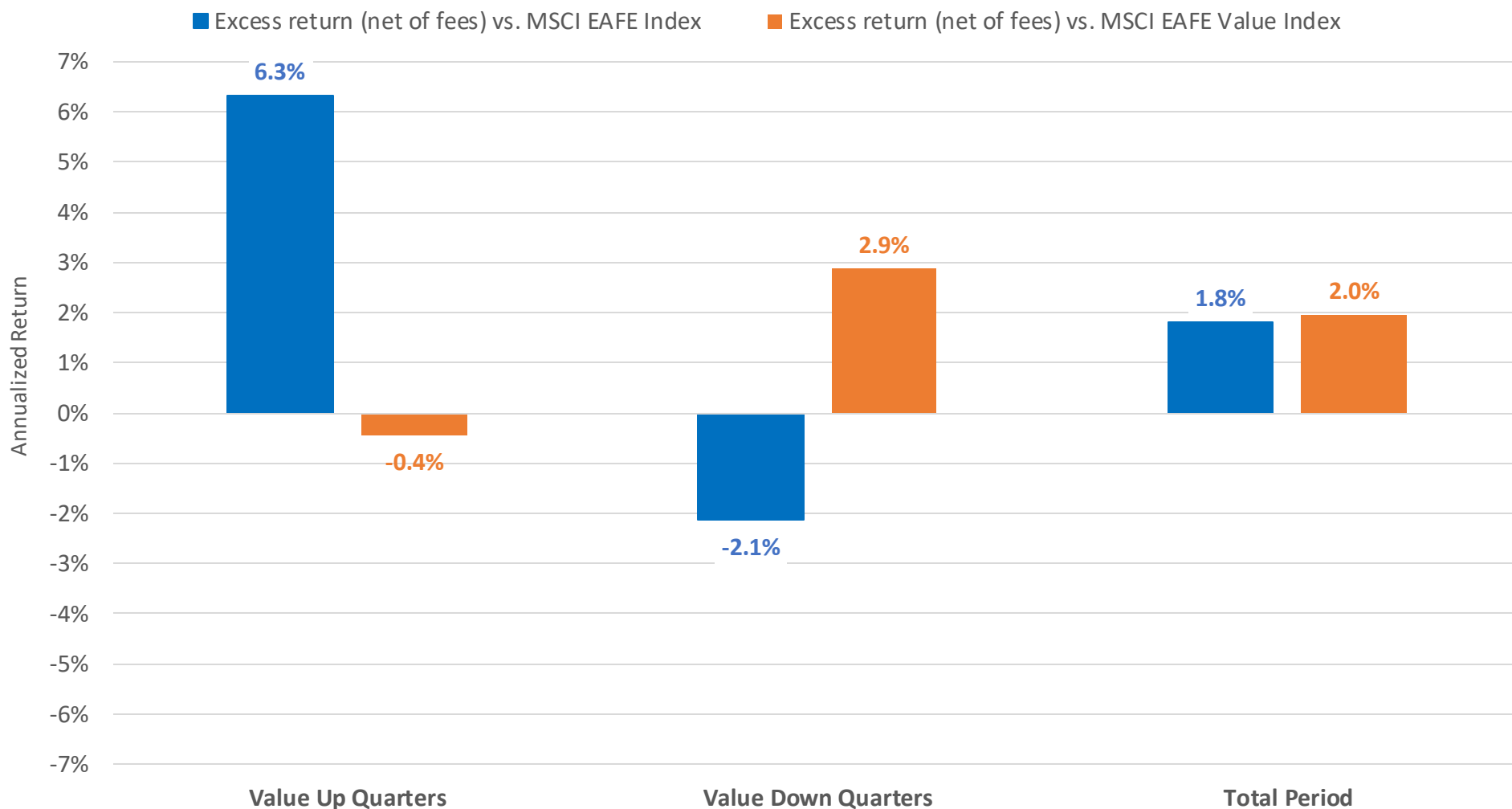
# European Regions Currently Offer The Highest Total Yield Globally

UK TOTAL YIELD OFFERS MORE THAN DOUBLE THAT OF THE US



As of December 2024. The buyback yield is the value of all stock buyback announcements by all companies in these countries over the most recent 12 months as a percentage of the total market cap of the indices. Source: FactSet, Morgan Stanley Research

# Causeway International Value Equity Strategy Has Outperformed Core And Value Indices Since Inception



Net of fee performance from inception of Causeway International Value Equity Strategy (July 1, 2001 through December 2024). Returns are annualized. This information supplements the attached composite presentation. Source: FactSet

# Know Your Portfolio – Use Risk Lens



➤ Risk Lens is an **equity portfolio analytics** tool. It identifies active style and risk exposures. It shows forecast risk measures and predicts fund return correlations.

➤ It's web-based, easy to use and continuously enhanced with new features. **And it's free.**

➤ Risk Lens calculates **predicted active return correlation** to find complementary and substitute funds. This helps users avoid overlap and diversify between funds.

Visit <https://analytics.causewaycap.com/#risklens>

## CIVIX - Causeway International Value Fund - Institutional Class

### FUND DESCRIPTION

#### CIVIX

Causeway International Value Fund - Institutional Class

**\$5,883.54**

Current AUM (mm)

**MSCI EAFE**

Benchmark

**0.85%**

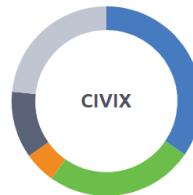
Current Net Expense Ratio

**Causeway Capital Management...**  
Manager

**Los Angeles, CA, USA**  
Location

**10/ 26/ 2001**  
Inception Date

### RISK ALLOCATION: ACTIVE



Tracking Error: 4.86%

Country	35.34%
Style Factors	25.90%
Sector	5.52%
FX	11.66%
World Equity	-2.37%
Idiosyncratic	23.95%

### PREDICTED RISK METRICS

Tracking Error

**4.86%**

Predicted Volatility

**21.24%**

Predicted Beta

**1.05**

Cash 1.35%

### COMPLEMENTS AND SUBSTITUTES

Uncover the best complements and substitutes for CIVIX using our proprietary Predicted Active Return Correlations.

[View Complements and Substitutes](#)

### TOP RISK POLICIES: ACTIVE ⓘ

POLICY	ACTIVE EXP.	TCAR	% OF TOTAL
STYLE-Momentum	-0.25	0.75%	15.48%
Japan	-13.58%	0.72%	14.86%
STYLE-Cyclical	0.36	0.50%	10.22%
Japanese Yen	-13.58%	0.34%	6.95%
Spain	5.56%	0.30%	6.16%

[View Top 25 Risk Policies](#)

### TOP STOCKS: ACTIVE ⓘ

STOCK	ACTIVE EXP.	TCAR	% OF TOTAL
ROLLS ROYCE HLDGS	4.55%	0.90%	18.43%
UNICREDIT SPA	3.39%	0.53%	10.84%
AMADEUS IT GROUP	2.88%	0.37%	7.67%
BP	2.58%	0.33%	6.70%
TOTALENERGIES SE	2.36%	0.30%	6.09%

[View Top 25 Stocks](#)

Holdings are subject to change



# Disclosures

This presentation is as of December 2024 and should not be relied on as research or investment advice regarding any investment. These views and characteristics are subject to change, and there is no guarantee that any forecasts made will come to pass. Forecasts are subject to numerous assumptions, risks and uncertainties which change over time, and Causeway undertakes no duty to update any such forecasts. Our investment portfolio may or may not hold the securities mentioned, and the securities identified and described do not represent all of the securities purchased, sold or recommended for client accounts. The recipient should not assume that an investment in the securities identified was or will be profitable. Information and data presented has been developed internally and/or obtained from sources believed to be reliable; however, Causeway does not guarantee the accuracy, adequacy or completeness of such information.

Past performance is no guarantee of future performance. In addition to the normal risks associated with investing, international investments may involve risk of capital loss from unfavorable fluctuation 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. Investments in smaller companies involve additional risks and typically exhibit higher volatility.

Index definitions: The MSCI EAFE Index is a free float-adjusted market capitalization index that is designed to measure the equity market performance of developed markets, excluding the U.S. & Canada. The MSCI World Index captures large and mid-cap representation across 23 Developed Markets countries. The MSCI World ex USA Index captures large and mid-cap representation across 22 of 23 Developed Markets countries - excluding the United States. The MSCI Emerging Markets Index captures large and mid cap representation across 24 Emerging Markets (EM) countries. The MSCI Value variations of the indices are a subset of the referenced index, and target 50% coverage of the respective indices, with value investment style characteristics for index construction using three variables: book value to price, 12-month forward earnings to price, and dividend yield. The MSCI Growth variations of the indices are also a subset of the referenced index, and target the remaining 50% coverage of the respective indices. The MSCI Europe Index captures large and mid cap representation across 15 Developed Markets countries in Europe. The MSCI USA Index is designed to measure the performance of the large and mid cap segments of the US market. With 619 constituents, the index covers approximately 85% of the free float-adjusted market capitalization in the US. The performance of the indices is gross of withholding taxes, assumes reinvestment of dividends and capital gains, and assumes no management, custody, transaction or other expenses. The MSCI World ex USA Index captures large and mid-cap representation across 22 of 23 Developed Markets countries - excluding the United States. It is not possible to invest directly in an index. 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. Accounts in the strategy may invest in countries not included in the MSCI EAFE Index. The Standard and Poor's 500, or simply the S&P 500, is a stock market index tracking the stock performance of 500 of the largest companies listed on stock exchanges in the United States. Accounts will not be invested in all the constituent securities of their benchmark indices at all times, and may hold securities not included in their benchmark indices.

For further information on the risks regarding investing in Causeway's strategies, please go to <https://www.causewaycap.com/wp-content/uploads/Risk-Disclosures.pdf>

# Important Disclosures

## CAUSEWAY CAPITAL MANAGEMENT LLC

INTERNATIONAL VALUE EQUITY

SCHEDULE OF INVESTMENT PERFORMANCE RESULTS

FOR THE PERIOD FROM JUNE 11, 2001 (Inception) THROUGH DECEMBER 31, 2023

COMPOSITE INCEPTION DATE: June 2001

COMPOSITE CREATION DATE: June 2001

Year	Gross-of-Fees Return (%)	Net-of-Fees Return (%)	Benchmark Return (%) <sup>a</sup>	Number of Portfolios in Composite at End of Period	Composite Dispersion (%)	Composite 3-Yr St Dev (%)	Benchmark 3-Yr St Dev (%) <sup>a</sup>	Composite Assets at End of Period (\$ millions)	Total Firm Assets at End of Period (\$ millions)	Total Advisory-Only Firm Assets at End of Period (\$ millions)	Percentage of Composite Assets in Bundled Fee Portfolios at End of Period
2001 <sup>c</sup>	(5.39)	(5.45)	(11.68)	9	N/M	N/A <sup>b</sup>	N/A	996.57	1,278.49	N/A	0.00
2002	(8.90)	(9.19)	(15.66)	14	0.50	N/A <sup>b</sup>	N/A	1,566.29	2,259.30	N/A	13.87
2003	48.38	47.82	39.17	15	0.42	N/A <sup>b</sup>	N/A	2,445.87	5,466.29	N/A	17.22
2004	29.54	28.99	20.70	29	0.65	17.72	15.45	4,509.76	10,823.91	N/A	15.47
2005	8.98	8.49	14.02	41	0.55	12.43	11.39	6,908.47	14,967.46	N/A	13.17
2006	27.55	27.02	26.86	44	0.33	8.84	9.29	8,830.90	18,476.08	N/A	13.15
2007	9.84	9.39	11.63	42	0.42	8.42	9.41	8,371.15	17,599.18	N/A	14.69
2008	(42.97)	(43.22)	(43.06)	36	0.43	19.91	19.26	4,027.87	8,407.24	237.88	15.10
2009	37.74	37.12	32.46	31	0.71	25.21	23.65	4,181.38	9,783.34	408.74	8.01
2010	13.91	13.42	8.21	34	0.57	28.37	26.28	5,402.52	11,690.18	497.39	6.23
2011	(10.16)	(10.54)	(11.73)	35	0.32	24.66	22.45	5,433.67	10,966.08	710.15	6.60
2012	24.58	24.07	17.90	41	0.32	21.13	19.32	7,215.47	15,242.40	947.58	7.48
2013	27.61	27.09	23.29	46	0.38	17.28	16.22	11,590.47	25,749.58	2,038.22	6.94
2014	(4.61)	(4.99)	(4.48)	48	0.32	12.91	12.99	12,190.35	33,630.22	3,436.32	7.76
2015	(1.91)	(2.31)	(0.39)	52	0.22	11.96	12.47	12,712.05	38,585.19	2,630.69	8.83
2016	1.12	0.70	1.51	53	0.30	12.12	12.48	14,236.62	41,731.32	2,322.17	8.22
2017	28.55	28.02	25.62	47	0.26	11.78	11.85	16,306.73	55,606.75	3,065.72	9.28
2018	(18.04)	(18.38)	(13.36)	46	0.25	11.95	11.27	12,657.03	48,462.26	2,723.16	8.72
2019	22.49	21.99	22.66	38	0.70	13.01	10.80	12,740.65	49,889.09	2,958.84	8.41
2020	6.06	5.63	8.28	29	0.97	25.33	17.87	11,778.48	42,093.18	3,073.49	7.15
2021	10.54	10.13	11.78	25	0.64	25.09	16.89	11,208.34	41,024.68	3,896.93	0.00
2022	(7.22)	(7.56)	(14.01)	28	0.83	26.52	19.95	10,092.48	34,674.99	3,807.03	0.00
2023	29.02	28.51	18.85	28	0.62	17.95	16.60	11,355.62	40,216.49	5,018.90	0.00

N/M – Not considered meaningful for 5 portfolios or less for the full year. <sup>a</sup> Not covered by the report of independent accountants. <sup>b</sup> N/A as period since composite inception is less than 36 months.

<sup>c</sup> Partial period shown (June 11, 2001 - December 31, 2001).



# Important Disclosures

Causeway Capital Management LLC (Causeway) claims compliance with the Global Investment Performance Standards (GIPS®) and has prepared and presented this report in compliance with the GIPS standards. Causeway has been independently verified for the periods June 11, 2001 through December 31, 2023.

A firm that claims compliance with the GIPS standards must establish policies and procedures for complying with all the applicable requirements of the GIPS standards. Verification provides assurance on whether the firm's policies and procedures related to composite and pooled fund maintenance, as well as the calculation, presentation, and distribution of performance, have been designed in compliance with the GIPS standards and have been implemented on a firm-wide basis. The International Value Equity Composite (International Composite) has had a performance examination for the periods June 11, 2001 through December 31, 2023. The verification and performance examination reports are available upon request.

GIPS® is a registered trademark of CFA Institute. CFA Institute does not endorse or promote this organization, nor does it warrant the accuracy or quality of the content contained herein.

The Firm, Causeway, is organized as a Delaware limited liability company and began operations in June 2001. It is registered as an investment adviser with the U.S. Securities and Exchange Commission under the Investment Advisers Act of 1940. Registration does not imply a certain level of skill or training. Causeway manages international, global, and emerging markets equity assets primarily for institutional clients including corporations, pension plans, sovereign wealth funds, superannuation funds, public retirement plans, Taft-Hartley pension plans, endowments and foundations, mutual funds and other collective investment vehicles, charities, private trusts and funds, model and SMA programs, and other institutions. The Firm includes all discretionary and non-discretionary accounts managed by Causeway.

The International Composite includes all U.S. dollar denominated, discretionary accounts in the international value equity strategy which do not apply a minimum market capitalization requirement of \$5 billion or higher, permit investments in South Korean companies after October 2003, do not regularly experience daily external cash flows, and are not constrained by socially responsible investment restrictions. The international value equity strategy seeks long-term growth of capital and income through investment primarily in equity securities of companies in developed countries located outside the U.S. New accounts are included in the International Composite after the first full month under management, except as noted below. Terminated accounts are included in the International Composite through the last full month under management. From June 2001 through November 2001, the International Composite included a non-fee-paying account with total assets of approximately \$2 million. This was the sole account in the International Composite from June through September 2001. The account was included in the International Composite at account inception because it was fully invested at inception. A complete list and description of Firm composites, a list of limited distribution pooled fund descriptions, and a list of broad distribution pooled funds are available upon request.

Account returns are calculated daily. Monthly account returns are calculated by geometrically linking the daily returns. The return of the International Composite is calculated monthly by weighting monthly account returns by the beginning market values. Valuations and returns are computed and stated in U.S. dollars. Returns include the reinvestment of interest, dividends and any capital gains. Returns are calculated gross of withholding taxes on dividends, interest income, and capital gains. The Firm's policies for valuing portfolios, calculating performance, and preparing compliant presentations are available upon request. Past performance is no guarantee of future performance. Composite dispersion, if applicable, is calculated using the equal-weighted standard deviation of all portfolios that were included in the International Composite for the entire year. The three-year annualized ex-post standard deviation quantifies the variability of the composite or benchmark returns over the preceding 36-month period.

The MSCI EAFE Index benchmark is a free float-adjusted market capitalization weighted index, designed to measure developed market equity performance excluding the U.S. and Canada, consisting of 21 stock markets in Europe, Australasia, and the Far East. The Index is gross of withholding taxes, assumes reinvestment of dividends and capital gains, and assumes no management, custody, transaction or other expenses. Accounts in the International Composite may invest in countries not included in the MSCI EAFE Index.

Gross-of-fees returns are presented before management, performance and custody fees but after trading expenses. Net-of-fees returns are presented after the deduction of actual management fees, performance-based fees, and all trading expenses, but before custody fees. For bundled fee portfolios, net-of-fees returns are presented after the deduction of actual management fees, all trading expenses, custody fees, and fund accounting fees. Causeway's management fee schedules are described in its Firm brochure pursuant to Part 2 of Form ADV. The basic separate account annual fee schedule for international value equity assets under management is: 0.60% of the first \$200 million and 0.45% thereafter. The highest fee schedule for two series of a private commingled vehicle, which are included in the International Composite, is 0.75% on the first \$10 million, 0.65% on the next \$40 million, and 0.50% thereafter. The highest expense ratio and the highest all-in fee for a collective investment trust (CIT), which is included in the International Composite, is 0.95%. The fee schedule for the CIT is an all-in fee, and represents fees paid to the trustee of the CIT, which covers normal operating fees and expenses of the CIT, and compensation to the trustee and to Causeway as the investment manager. Accounts in the International Composite may have different fee schedules or pay performance-based fees or bundled fees. Bundled fees include management, custody, and fund accounting fees.

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.



# Important Disclosures

This presentation expresses Causeway's views as of January 2025 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. Forecasts are subject to numerous assumptions, risks, and uncertainties, which change over time, and Causeway undertakes no duty to update any such forecasts. Information and data presented has been developed internally and/or obtained from sources believed to be reliable; however, Causeway does not guarantee the accuracy, adequacy, or completeness of such information. Our investment portfolios may or may not hold the securities mentioned, and the securities identified and described do not represent all of the securities purchased, sold or recommended for client accounts. The reader should not assume that an investment in the securities identified was or will be profitable.

Past performance is no guarantee of future performance. In addition to the normal risks associated with investing, international investments may involve risk of capital loss from unfavorable fluctuation 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. Investments in smaller companies involve additional risks and typically exhibit higher volatility. Please see below for additional risks associated with investing in Causeway's strategies.

The benchmark index for the international value strategy is the MSCI EAFE Index. This Index is a free float-adjusted market capitalization weighted index, designed to measure developed market equity performance excluding the U.S. and Canada, consisting of 21 stock markets in Europe, Australasia, and the Far East. The MSCI EAFE Value Index captures large and mid-cap securities exhibiting overall value style characteristics across the MSCI EAFE Index markets. 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 EAFE Growth Index captures large and mid-cap securities exhibiting overall growth style characteristics across the MSCI EAFE Index markets. 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 historical EPS growth trend and long-term historical sales per share growth trend.

The 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 these indices. 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. Accounts will not be invested in all the constituent securities of their benchmark indices at all times, and may hold securities not included in their benchmark indices.

# Important Disclosures

This contains information about the general risks of Causeway's investment strategies. As with any investment strategy, there can be no guarantee that a strategy will meet its goals or that the strategy's performance will be positive for any period of time. The principal risks of Causeway's strategies' are listed below:

## 1. Market and Selection Risk

Market risk is the risk that markets will go down in value. Global economies are increasingly interconnected, and political, economic and other conditions and events (including, but not limited to, war, conflicts, natural disasters, pandemics, epidemics, inflation/deflation, and social unrest) in one country or region might adversely impact a different country or region. Furthermore, the occurrence of severe weather or geological events, fires, floods, earthquakes, climate change or other natural or man-made disasters, outbreaks of disease, epidemics and pandemics, malicious acts, cyber-attacks or terrorist acts, among other events, could adversely impact the performance of client portfolios. These events may result in, among other consequences, closing borders, exchange closures, health screenings, healthcare service delays, quarantines, cancellations, supply chain disruptions, lower consumer demand, market volatility and general uncertainty. These events could adversely impact issuers, markets and economies over the short- and long-term, including in ways that cannot necessarily be foreseen. Clients could be negatively impacted if the value of a portfolio holding were harmed by political or economic conditions or events. Moreover, negative political and economic conditions and events could disrupt the processes necessary for the management of clients' portfolios.

For example, on January 31, 2020, the United Kingdom officially withdrew from the EU (such departure from the EU, ("Brexit"). On December 24, 2020, the EU and United Kingdom signed the EU-United Kingdom Trade and Cooperation Agreement (the "TCA"), which formally took effect on May 1, 2021 and now governs the relationship between the EU and the United Kingdom. Notwithstanding the TCA, certain aspects of the relationship between the United Kingdom and EU remain unresolved and subject to further negotiation and agreement. As such, there remains uncertainty as to the scope, nature, and terms of the relationship between the United Kingdom and the EU and the effect and implications of the TCA.

The actual and potential consequences of Brexit, and the associated uncertainty, have adversely affected, and for the foreseeable future may adversely affect, economic and market conditions in the United Kingdom, in the EU and its member states and elsewhere, and may also contribute to uncertainty and instability in global financial markets. This uncertainty may, at any stage, adversely affect client investments. There may be detrimental implications for the value of an account's investments and/or the ability to implement client investment programs. This may be due to, among other things: (i) increased uncertainty and volatility in United Kingdom, EU and other financial markets; (ii) fluctuations in asset values; (iii) fluctuations in exchange rates; (iv) increased illiquidity of investments located, listed or traded within the United Kingdom, the EU or elsewhere; (v) changes in the willingness or ability of financial and other counterparties to enter into transactions, or the price at which and terms on which they are prepared to transact; and/or (vi) changes in legal and regulatory regimes to which a client or certain of its assets are or become subject.

The withdrawal of the United Kingdom from the EU could have a material impact on the United Kingdom's economy and its future growth, impacting adversely an account's investments in the United Kingdom. It could also result in prolonged uncertainty regarding aspects of the United Kingdom's economy and damage customers' and investors' confidence. Any of these events could have a material adverse effect on an account. Furthermore, client portfolios could be adversely affected if one or more countries leave the euro currency. War, terrorism and related responses and events could cause substantial market volatility, disrupt food operations and adversely affect client performance. For example, Russia's invasion of Ukraine in February 2022, the resulting responses by the U.S. and other countries, and the potential for wider conflict, have increased and may continue to increase volatility and uncertainty in financial markets worldwide. The U.S. and other countries have imposed broad-ranging economic sanctions on Russia and Russian entities and individuals, and may impose additional sanctions, including on other countries that provide military or economic support to Russia. These sanctions, among other things, restrict companies from doing business with Russia and Russian issuers, and may adversely affect companies with economic or financial exposure to Russia and Russian issuers. The extent and duration of Russia's military actions and the repercussions of such actions are not known. The invasion may widen beyond Ukraine and may escalate, including through retaliatory actions and cyberattacks by Russia and even other countries. These events may result in further and significant market disruptions and may adversely affect regional and global economies including those of Europe and the U.S. Certain industries and markets, such as those involving oil, natural gas and other commodities, as well as global supply chains, may be particularly adversely affected. Whether or not an account invests in securities of issuers located in Russia, Ukraine and adjacent countries or with significant exposure to issuers in these countries, these events could negatively affect the value and liquidity of an account's investments. In addition, armed conflict between Israel, Hamas, and other groups in the Middle East and related events could cause significant market disruptions and volatility. These and other significant events could negatively affect performance.

In addition, exchanges and securities markets may close early, close late or issue trading halts on specific securities, which may result in, among other things, an account being unable to buy or sell certain securities or financial instruments at an advantageous time or accurately price its portfolio investments.

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Selection risk is the risk that the investments that a strategy's portfolio managers select will underperform the market or strategies managed by other investment managers with similar investment objectives and investment strategies. Causeway's use of quantitative screens and techniques may be adversely affected if it relies on erroneous or outdated data.

## **2. Management Risk**

Causeway's opinion about the intrinsic worth of a company or security may be incorrect; Causeway may not make timely purchases or sales of securities or changes in exposures for clients; a client's investment objective may not be achieved; or the market may continue to undervalue securities holdings or exposures, or overvalue short exposures. In addition, Causeway may not be able to dispose of certain securities holdings or exposures in a timely manner. Certain securities or other instruments in which an account seeks to invest may not be available in the quantities desired. In addition, regulatory restrictions, policies, and procedures to manage actual or potential conflicts of interest, or other considerations may cause Causeway to restrict or prohibit participation in certain investments.

## **3. Issuer-Specific Risk**

The value of an individual security or particular type of security can be more volatile than the market as a whole and can perform differently from the value of the market as a whole due to, for example: a reason directly related to the issuer; management performance; financial leverage; reduced demand for the issuer's goods or services; the historical and prospective earnings of the issuer; or the value of the issuer's assets. In particular, concentrated strategies may hold a smaller number of holdings, subjecting accounts using these strategies to increased issuer risk, including the risk that the value of a security may decline.

## **4. Value Stock Risk**

Value stocks are subject to the risks that their intrinsic value may never be realized by the market and that their prices may go down. Causeway's value discipline sometimes prevents or limits investments in stocks that are in a strategy's benchmark index.

## **5. Dividend-Paying Stock Risk**

Dividend-paying stocks may underperform non-dividend paying stocks (and the stock market as a whole) over any period of time. The prices of dividend-paying stocks may decline as interest rates increase. In addition, issuers of dividend-paying stocks typically have discretion to defer or stop paying dividends. If the dividend-paying stocks held by an account reduce or stop paying dividends, the account's ability to generate income may be adversely affected.

## **6. Quantitative Strategy Risk**

Data for emerging markets companies may be less available and/or less current than data for developed markets companies. Causeway will use quantitative techniques to generate investment decisions and its analysis and stock selection can be adversely affected if it relies on erroneous or outdated data. Any errors in Causeway's quantitative methods may adversely affect performance. In addition, securities selected using quantitative analysis can perform differently from the market as a whole as a result of the factors used in the analysis, the weight assigned to a stock-specific factor for a stock or the weight placed on each factor, and changes in a factor's historical trends. The factors used in quantitative analysis and the weights assigned to a stock-specific factor for a stock or the weight placed on each factor may not predict a security's value, and the effectiveness of the factors can change over time. These changes may not be reflected in the current quantitative model.

## **7. Foreign and Emerging Markets Risk**

Foreign security investment involves special risks not present in U.S. investments that can increase the chances that an account will lose money. For example, the value of an account's securities may be affected by social, political and economic developments and U.S. and foreign laws relating to foreign investment. Further, because accounts invest in securities denominated in foreign currencies,





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accounts' securities may go down in value depending on foreign exchange rates. Other risks include trading, settlement, custodial, and other operational risks; withholding or other taxes; and the less stringent investor protection and disclosure standards of some foreign markets. All of these factors can make foreign securities less liquid, more volatile, and harder to value than U.S. securities. These risks are higher for emerging markets and frontier market investments, which can be subject to greater social, economic, regulatory and political uncertainties. These risks are also higher for investments in smaller and medium capitalization companies. These risks, and other risks of investing in foreign securities, are explained further below.

- The economies of some foreign markets often do not compare favorably with that of the U.S. with respect to such issues as growth of gross domestic product, reinvestment of capital, resources, and balance of payments positions. Certain foreign economies may rely heavily on particular industries or foreign capital. For example, weakening of global demand for oil may negatively affect the economies of countries that rely on the energy industry. They may be more vulnerable to adverse diplomatic developments, the imposition of economic sanctions against a country, changes in international trading patterns, trade barriers and other protectionist or retaliatory measures.
- Governmental actions – such as the imposition of capital controls, nationalization of companies or industries, expropriation of assets or the imposition of punitive taxes – may adversely affect investments in foreign markets.
- The governments of certain countries may prohibit or substantially restrict foreign investing in their capital markets or in certain industries, or may restrict the sale of certain holdings once purchased. In addition, the U.S. government may restrict U.S. investors, including Causeway and its clients, from investing in certain foreign issuers. Any of these restrictions could severely affect security prices; impair an account's ability to purchase or sell foreign securities or transfer its assets or income back to the U.S.; result in forced selling of securities or an inability to participate in an investment Causeway otherwise believes is attractive; or otherwise adversely affect an account's operations.
- Other foreign market risks include foreign exchange controls, difficulties in pricing securities, defaults on foreign government securities, difficulties in enforcing favorable legal judgments in foreign courts, and political and social instability. Legal remedies available to investors in certain foreign countries are less extensive than those available to investors in the U.S. or other foreign countries. Many foreign governments supervise and regulate stock exchanges, brokers and the sale of securities less than the U.S. government does. Foreign corporate governance may not be as robust as in more developed countries. As a result, protections for minority investors may not be strong, which could affect security prices.
- Accounting standards in other countries are not necessarily the same as in the U.S. If the accounting standards in another country do not require as much disclosure or detail as U.S. accounting standards, it may be harder for the portfolio managers to completely and accurately determine a company's financial condition or find reliable and current data to process using quantitative techniques. U.S. regulators may be unable to enforce a company's regulatory obligations.
- Because there are usually fewer investors on foreign exchanges and smaller numbers of shares traded each day, it may be difficult for an account to buy and sell securities on those exchanges. In addition, prices of foreign securities may fluctuate more than prices of securities traded in the U.S.
- Foreign markets may have different clearance and settlement procedures. In certain markets, settlements may not keep pace with the volume of securities transactions. If this occurs, settlement may be delayed and the assets in a client's account may be uninvested and may not be earning returns. An account also may miss investment opportunities or not be able to sell an investment because of these delays.
- If permitted by a client, Causeway may (but is not obligated to) cause an account to enter into forward currency contracts or swaps to purchase and sell securities for the purpose of increasing or decreasing exposure to foreign currency fluctuations from one country to another, or from or to the Eurozone region, in the case of the Euro. There can be no assurance that such instruments will be effective as hedges against currency fluctuations or as speculative investments. Moreover, these currency contracts or swaps are derivatives (see "Derivatives Risk" below).
- Changes in foreign currency exchange rates will affect the value of an account's foreign holdings. Further, companies in foreign countries may conduct business or issue debt denominated in currencies other than their domestic currencies, creating additional risk if there is any disruption, abrupt change in the currency markets, or illiquidity in the trading of such currencies.
- The costs of foreign securities transactions tend to be higher than those of U.S. transactions.
- International trade barriers or economic sanctions against foreign countries may adversely affect an account's foreign holdings.



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The performance of some of Causeway's strategies, in particular the emerging markets and China equity strategies, may be affected by the social, political, and economic conditions within China. After decades of unprecedented growth, China currently faces several headwinds, including a slowing economy, high municipal debt, slowing manufacturing and exports, high youth unemployment, a housing market downturn and deflation. China's securities markets have less regulation and are substantially smaller, less liquid and more volatile than the securities markets of more developed countries, and hence are more susceptible to manipulation, insider trading, and other market abuses. As with all transition countries, China's ability to develop and sustain a credible legal, regulatory, monetary and socioeconomic system could influence the course of outside investment. China has yet to develop comprehensive securities, corporate, or commercial laws; its market is relatively new and undeveloped; and the rate of growth of its economy is slowing. Government policies have recently contributed to economic growth and prosperity in China, but such policies could be altered or discontinued at any time, and without notice. Changes in government policy and slower economic growth may restrict or adversely affect an account's investments. There is no guarantee that the Chinese government will take action to support real estate or financial markets, or that any action taken by the government would be effective. Such events, including government intervention, could have a significant adverse impact on the Chinese, regional and global markets and on an account's holdings. In addition, certain accounts may obtain exposure to the China A-Share market through participation notes, warrants or similar equity-linked notes, which are derivative instruments that can be volatile and involve special risks including counterparty risk, liquidity risk, and basis risk. These instruments may be based on an index or exposures selected by Causeway. Alternatively, certain accounts may directly invest in China A-Shares listed and traded on the Shanghai Stock Exchange or Shenzhen Stock Exchange through the Shanghai-Hong Kong or Shenzhen – Hong Kong Stock Connect links ("Stock Connect"). Trading through Stock Connect is subject to a number of risks including, among others, trading, clearance and settlement risks, currency exchange risks, political and economic instability, inflation, confiscatory taxation, nationalization, expropriation, Chinese securities market volatility, less reliable financial information, differences in accounting, auditing, and financial standards and requirements from those applicable to U.S. issuers, and uncertainty of implementation of existing law in the People's Republic of China. Further developments are likely and there can be no assurance of Stock Connect's continued existence or whether future developments regarding the program may restrict or adversely affect an account's investments or returns. In addition, securities of certain Chinese issuers are, or may in the future become, restricted, and a client account may be forced to sell these restricted securities and incur a loss as a result.

Certain accounts may gain exposure to certain operating companies in China through legal structures known as variable interest entities ("VIEs"). In China, ownership of companies in certain sectors by non-Chinese individuals and entities (including U.S. persons and entities) is prohibited. To facilitate indirect non-Chinese investment, many China-based operating companies have created VIE structures. In a VIE structure, a China-based operating company establishes an entity outside of China that enters into service and other contracts with the China-based operating company. Shares of the entities established outside of China are often listed and traded on an exchange. Non-Chinese investors hold equity interests in the entities established outside of China rather than directly in the China-based operating companies. This arrangement allows U.S. investors to obtain economic exposure to the China-based operating company through contractual means rather than through formal equity ownership. An investment in a VIE structure subjects certain accounts to the risks associated with the underlying China-based operating company. In addition, certain accounts may be exposed to certain associated risks, including the risks that: the Chinese government could subject the China-based operating company to penalties, revocation of business and operating licenses or forfeiture of ownership interests; the Chinese government may outlaw the VIE structure, which could cause an uncertain negative impact to existing investors in the VIE structure; if the contracts underlying the VIE structure are not honored by the China-based operating company or if there is otherwise a dispute, the contracts may not be enforced by Chinese courts; and shareholders of the China-based operating company may leverage the VIE structure to their benefit and to the detriment of the investors in the VIE structure. If any of these actions were to occur, the market value of investments in VIEs would likely fall, causing investment losses, which could be substantial.

On March 31, 2023, the "Trial Administrative Measures of Overseas Securities Offering and Listing by Domestic Companies" (the "Trial Measures") by the CSRC came into effect. The Trial Measures requires Chinese companies that pursue listings outside of China, including those that do so using the VIE structure, to make a filing with the CSRC. Although the Trial Measures acknowledge the VIE structure, they are not an endorsement, nor is there a guarantee the CSRC will not set out more stringent requirements that interfere with the operation of VIE structures by listed Chinese companies.

The PCAOB historical has been restricted from inspecting the audit work and practices of registered accountants in the PRC. On August 26, 2022, the PCAOB entered into an agreement with the China Securities Regulatory Commission and the Ministry of Finance of the PRC that permits the PCAOB to inspect registered accountants headquartered in mainland China and Hong Kong. There remains uncertainty as to whether the PRC will allow the PCAOB unrestricted access to the audit papers of PRC issuers. As a result, there continues to be the risk that audits performed by registered accountants in mainland China and Hong Kong may continue to be less reliable than those performed by other firms subject to PCAOB inspection, and that material accounting and financial information about PRC issuers may be unavailable or unreliable.

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## ***8. Small and Medium Capitalization Companies Risk***

Some of Causeway's strategies, and in particular the international small cap, global small cap, and emerging markets strategies, may invest in smaller and medium capitalization issuers. The values of securities of smaller and medium capitalization companies, which may be less well-known companies, can be more sensitive to, and react differently to, company, political, market, and economic developments than the market as a whole and other types of securities. Smaller and medium capitalization companies can have more limited product lines, markets, growth prospects, depth of management, and financial resources, and these companies may have shorter operating histories and less access to financing, creating additional risk. Smaller and medium capitalization companies in countries with less-liquid currencies may have difficulties in financing and conducting their business. Further, smaller and medium capitalization companies may be particularly affected by interest rate increases, as they may find it more difficult to borrow money to continue or expand operations, or may have difficulty in repaying any loans that have floating rates. Because of these and other risks, securities of smaller and medium capitalization companies tend to be more volatile and less liquid than securities of larger capitalization companies. During some periods, securities of smaller and medium capitalization companies, as asset classes, have underperformed the securities of larger capitalization companies.

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