

# Eastspring Investments – Global Emerging Markets Dynamic Fund



## Key information

Asset class	Equity
ISIN (Class A)	LU0640798160
Bloomberg ticker (Class A)	IOEMDAU LX
Fund size (mil)	247.2
Fund base currency	USD
Share class dealing currency (Class A)	USD
Net asset value (Class A)	USD 11.421
Inception date (Class A)	15-May-14
Domicile	Luxembourg
Fund type	UCITS

### Style

**Concentrated All Cap Value**

Benchmark (BM)

**MSCI Emerging Markets Index<sup>^</sup>**

Portfolio Management:

**Andrew Cormie, CFA**

**Years of experience - since 1982**

Investment manager

**Eastspring Investments (Singapore) Limited**

<sup>^</sup>The MSCI Index is calculated with dividends reinvested.

## Key measures

	Fund	BM
No. of portfolio holdings	53	1,402
3Y tracking error (%)	6.88*	–
3Y sharpe ratio	0.29*	0.44
3Y standard deviation (%)	21.63*	18.44
Alpha	-0.04	–
Beta	1.10	–
Information Ratio	-0.65	–

\*Source: Morningstar

## Strategy Overview

The Fund seeks to generate long-term capital growth by investing in a concentrated portfolio of equities which are incorporated, listed in or have their primary area of business activity in global emerging markets. The team employs a disciplined valuation approach to identify and exploit mispricing opportunities created by behavioural biases.

## Investment Process

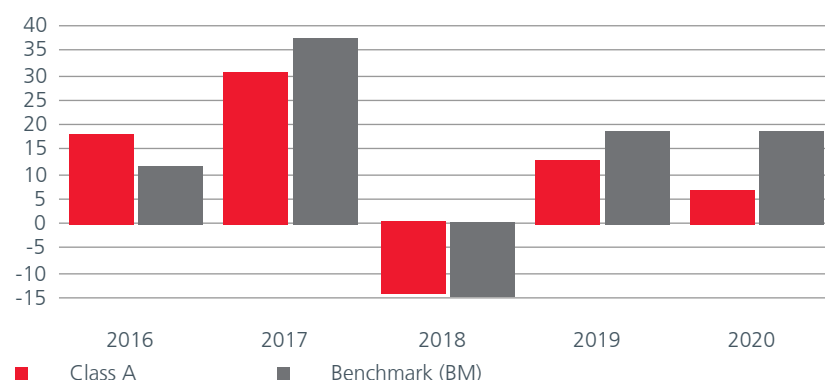
- Idea generation** - Proprietary screens are first used to identify valuation outliers to systematically exploit behavioural sources of mispricing.
- Fundamental research** - Validate the screen's signal using a differentiated approach to valuation by focusing on a company's ability to generate sustainable earnings. Stocks that pass through this process with high upside potential and high shared conviction make it to the team's Conviction list.
- Portfolio Construction** - Stocks from this conviction list become the core positions in our GEM strategies. We establish and monitor the risk and reward relationship. Link research output to portfolio construction and review.
- Risk Control and Review** - is embedded at all stages of the process and conducted by the GEM focus team itself, senior management and our independent risk oversight team.

## Why Eastspring

- ▶ Pursuit of alpha through a differentiated, Asian lens
- ▶ History of operating in some of the most diverse, illiquid and inefficient markets in the world positions us well for emerging and developed markets investment
- ▶ Alignment of interests and history of investing alongside our clients
- ▶ Commitment of seed capital to innovate new strategies and willingness to customize solutions for clients
- ▶ Risk management is embedded in our DNA with a long history of managing liability-linked assets

## Performance

Calendar year returns (%) (Class A)



Source: Eastspring Investments (Singapore) Limited. Past performance is not a guide to future performance and should not be the sole factor of consideration when selecting a product. The returns shown during the first year relate to the performance of the share class since its inception to the end of that calendar year. For full details, please refer to the performance disclosure.

### Portfolio Characteristics

	Fund	BM
Weighted average market cap (USD, bil)	5.9	16.5
P/B forward (12m)	0.8	1.3
P/E forward (12m)	7.1	9.7
Active share (%)	88.8	–
Annual turnover (%)	7.5	–

### Sector allocation (%)

	Fund	BM
Financials	29.5	19.2
Information technology	15.1	21.7
Consumer discretionary	11.3	14.4
Industrials	7.4	5.0
Energy	7.4	5.5
Communication services	6.6	11.0
Consumer staples	5.4	5.8
Materials	5.2	8.5
Others	9.9	8.9
Cash and cash equivalents	2.2	0.0

Due to rounding, the allocation table may not add up to 100% or may be negative.

### Market allocation (%)

	Fund	BM
China	35.3	34.0
Korea	15.0	12.3
Taiwan (Republic of China)	8.1	15.5
Brazil	6.9	4.0
South Africa	5.8	3.1
Mexico	5.3	1.8
India	3.9	12.2
Russian Federation	3.2	3.8
Others	14.3	13.3
Cash and cash equivalents	2.2	0.0

Due to rounding, the allocation table may not add up to 100% or may be negative.

### Top 10 holdings (%)

1.	SAMSUNG ELECTRONICS CO LTD	7.1
2.	HON HAI PRECISION INDUSTRY CO LTD	4.0
3.	BAIDU INC	3.7
4.	NASPERS LTD	3.2
5.	CTBC FINANCIAL HOLDING CO LTD	3.0
6.	INDUSIND BANK LTD	3.0
7.	COMMERCIAL INTERNATIONAL BANK EGYPT SAE	2.8
8.	EMPRESAS CMPC SA	2.8
9.	TONGCHENG-ELONG HOLDINGS LTD	2.6
10.	CHINA OVERSEAS LAND & INVESTMENT LTD	2.5
	Sum Top 10 Concentration	34.6

### Performance

Class	Cumulative returns (%)				Annualised returns (%)			
	1 m	3 m	YTD	1 y	3 y (p.a.)	5 y (p.a.)	10 y (p.a.)	Since inception (p.a.)
Class A	-6.2	-8.8	-1.0	8.9	5.0	6.1	–	1.8
Benchmark (BM)	-4.1	-7.0	-4.3	2.7	9.3	9.5	–	4.6
Relative	-2.1	-1.8	3.3	6.2	-4.3	-3.4	–	-2.8

From	Rolling 12-month returns (%)				
	30 Nov 2020	30 Nov 2019	30 Nov 2018	30 Nov 2017	30 Nov 2016
To	30 Nov 2021	30 Nov 2020	30 Nov 2019	30 Nov 2018	30 Nov 2017
Class A	8.9	3.5	2.8	-8.0	26.3
Benchmark (BM)	2.7	18.4	7.3	-9.1	32.8
Relative	6.2	-14.9	-4.5	1.1	-6.5

#### Performance Disclosure:

(p.a.): per annum. **Source: Eastspring Investments (Singapore) Limited.** Returns are based in share currency and computed using the NAV price on bid-bid basis with net income reinvested. The NAV price is net of all fees, expenses and withholding taxes. Calendar year returns are based on the share class performance for the year and if the share class is incepted during a particular year, the returns shown relate to the performance of the share class since its inception till end of that calendar year. Fees and expenses vary among share classes, further information is available in the Prospectus. Since inception returns for periods less than a year are not annualised. The benchmark for the hedged share classes, if any, is also calculated on a hedged basis. Benchmark is for information purposes only unless specifically referenced in the Investment Objective. Wef July 2018, the monthly fund and benchmark returns calculated are aligned to the last NAV date of the fund for the month. **Past performances is not a guide to future performance and should not be the sole factor of consideration when selecting a product.**

**Benchmark:** This Sub-Fund aims to outperform the return of MSCI Emerging Markets Index ("Benchmark"). The Sub-Fund is actively managed. The Benchmark is used as a reference point for portfolio construction. The majority of the Sub-Fund's equity securities will be components of, and have weightings derived from the Benchmark. The Investment Manager will use its discretion to overweight or underweight certain components of the Benchmark and may invest in companies or sectors not included in the Benchmark in order to take advantage of specific investment opportunities. It is thus expected that the performance of the Sub-Fund will moderately deviate from the Benchmark.

## Share class details

Class	Currency	Bloomberg ticker	ISIN	Inception date	*Minimum initial investment	*Minimum subsequent investment
Class A	USD	IOEMDAU LX	LU0640798160	15-May-14	USD500	USD50
Class R	USD	EGEMDRU LX	LU2199555702	15-Jul-20	USD500	USD50

Class	Initial sales charges% (max)	Annual management fee% (max)	Annual admin fee% (max)	Initial sales charges% (current)	Annual management fee% (current)	Annual admin fee% (current)	Ongoing charges%
Class A	5.000	2.000	0.500	5.000	1.500	0.300	1.921
Class R	5.000	1.000	0.500	None	0.750	0.300	1.150

Class	Distribution frequency	Ex-date	Dividend per share	Annual dividend yield %
Class A	N.A.	N.A.	N.A.	N.A.
Class R	N.A.	N.A.	N.A.	N.A.

Ongoing charges vary from year to year and do not include portfolio transaction cost. Ongoing charges are based on annualized expenses for the year ending December 2020 for Share Class A; Ongoing charges are based on estimated expenses of another share class for Share Class R.

R-class shares are not sold directly to investors, but to financial intermediaries that serve investors. The intermediary executes the purchase of the funds on behalf of the investor, as well as the sale and exchange. The Sales Charge may be modified for certain financial intermediaries who submit trades on behalf of eligible investors. As allowed in the Prospectus, Eastspring and the financial intermediaries have agreed to waive the Sales Charge for all purchases for the fee-based R share class. Always consult your financial adviser. For more about charges, see the prospectus.

Distributions are not guaranteed and may fluctuate. Past distributions are not necessarily indicative of future trends, which may be lower. Distribution payouts and its frequency are determined by the Board of Directors, and can be made out of (a) income; or (b) net capital gains; or (c) capital of the Fund or a combination of any of (a) and/or (b) and/or (c). The payment of distributions should not be confused with the Fund's performance, rate of return or yield. Any payment of distributions by the Fund may result in an immediate decrease in the net asset value per share. Funds with Monthly and Quarterly Distribution Frequency: Annualised Dividend yield = (Dividend per share / Reference NAV at start of distribution period) x (No. of calendar days in a year / No. of calendar days in distribution period) x 100%. Funds with Yearly Distribution Frequency: Annualised Dividend Yield = (Dividend amount / Total Net Assets) x (No. of calendar days in a year / No. of calendar days in distribution period) x 100%. \*Or their near equivalent in any major freely convertible currency of the amounts specified. "N.A.": This share class does not distribute dividends.

**IMPORTANT INFORMATION**

Prior to investing, Investors should read the Prospectus and Key Investor Information Document (“KIID”).

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