



## CC RWC Global Emerging Markets Fund (APIR: CHN8850AU)

31 July 2020

### Fund Benefits

#### Exclusive Australian Access:

Access to a proven global fund manager not otherwise available to Australian investors.

#### Investment Team Expertise:

RWC has an experienced investment team drawing on knowledge and global information networks to uncover growth opportunities across more than 60 markets globally.

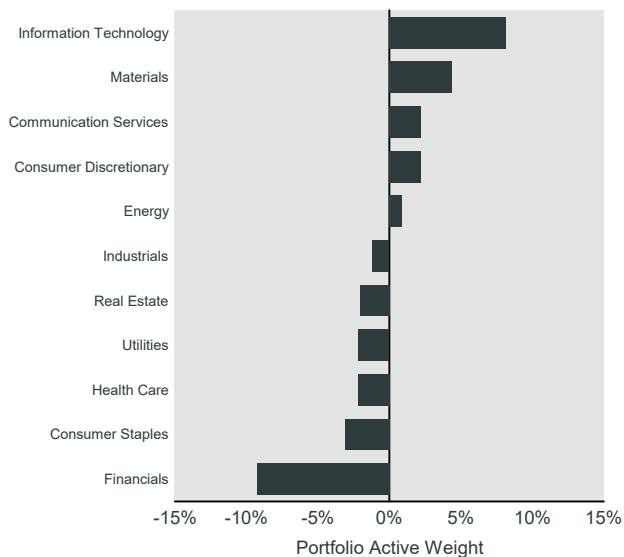
#### Overseas Opportunities and Diversification:

Investing in Emerging Markets and Frontier Markets may provide long-term capital appreciation of companies situated in countries with growing economies, and may provide a useful source of portfolio diversification.

### Performance (Australian Dollars)

Returns (after fees)	Fund*	MSCI Emerging Markets Index Net AUD <sup>^^</sup>	Fund Returns vs Index (after fees)
1 Month	3.09%	4.58%	-1.50%
3 Months	9.65%	7.58%	2.07%
FYTD	3.09%	4.58%	-1.50%
1 Year	1.62%	2.40%	-0.79%
2 Years p.a.	-	-	-
3 Years p.a.	-	-	-
Inception p.a.	5.58%	5.37%	0.20%

### Relative Sector Breakdown\*\*



### Fund Facts

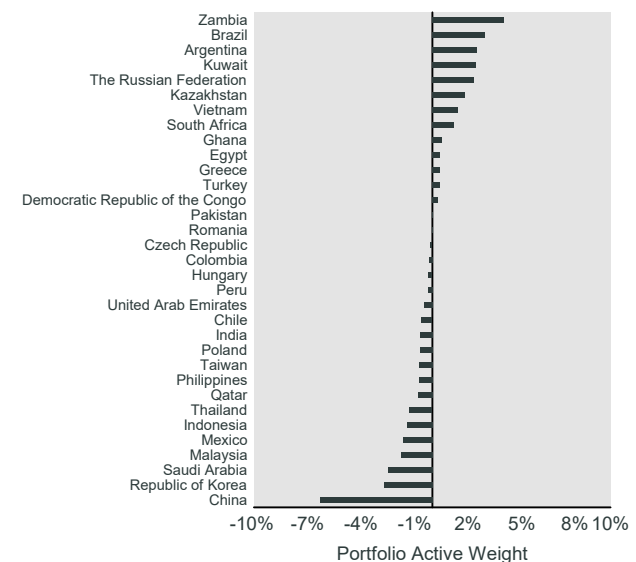
Investment Manager	Channel Investment Management Ltd
Underlying Fund Investment Manager	RWC Asset Advisors (US) LLC ("RWC") (Portfolio Manager: John Malloy)
Structure / Underlying Fund	The Fund invests into the RWC Global Emerging Markets Fund Class F Shares
Inception Date <sup>^</sup>	19 February 2019
Management Fee #	1.23% p.a.
Distributions	Annually
Fund Size <sup>+</sup>	AUD \$36 million

### Top 5 Holdings

Stock Name	Sector
Tencent Holdings Ltd	Communication Services
Taiwan Semiconductor Manufacturing Co.,	Information Technology
Alibaba Group Holding Ltd.	Consumer Discretionary
First Quantum Minerals Ltd.	Materials
Yandex NV Class A	Communication Services

Source: RWC Asset Advisors (US) LLC

### Relative Geographic Breakdown\*\*



### Platform Availability

Ausmaq	BT Panorama Super & IDPS
BT Wrap Super & IDPS	Hub 24 Super & IDPS
Macquarie Wrap Super & IDPS	Mason Stevens
MLC Wrap/Navigator	Netwealth Super & IDPS
Powerwrap Super & IDPS	Praemium Super & IDPS

### Further Information

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# All figures disclosed include the net effect of GST and RITC. ^ Inception Date for performance calculation purposes. + Fund size refers to the CC RWC Global Emerging Markets Fund ARSN 630 341 249. \* Performance is for the CC RWC Global Emerging Markets Fund (APIR: CHN8850AU), and is based on month end unit prices before tax in Australian Dollars. Net performance is calculated after management fees and operating costs. Individual Investor level taxes are not taken into account when calculating returns. This is historical performance data. It should be noted the value of an investment can rise and fall and past performance is not indicative of future performance. ^^The index refers to the MSCI Emerging Markets Index Net in AUD and is provided for reporting and illustrative purposes only as the Fund is not actively managed against the index as a benchmark. \*\* Relative Sector Breakdown and Relative Geographic Breakdown refer to the Underlying Fund and show portfolio weights relative to the MSCI Emerging Markets Index Net AUD. Data provided by RWC.



## Fund and Market Review

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Emerging markets continued their recovery during the month of July as the US Dollar (USD) posted material declines. The MSCI Emerging Markets Index NR in AUD rose 4.58%, while the CC RWC Global Emerging Markets Fund was up 3.09%. North Asian markets rose considerably with China, South Korea and Taiwan up 9.3%, 7.2% and 16.8%, respectively. Chinese GDP growth rebounded from -6.8% year-on-year in the first quarter to 3.2% year-on-year in the second quarter of 2020, above expectations. Retail sales also increased 19% year-on-year while industrial profits grew by 11.5% year-on-year and manufacturing PMIs remain in positive territory. India rose 10.5% as the country posted its first surplus trade balance after more than 18 years as exports recovered. In Latin America, Brazil rose 14.3%. The country's current account deficit narrowed to 2.4% of GDP while foreign direct investment increased to 4.4% of GDP. In Europe, Russia rose 2.9% as the Central Bank cut its key rate by a further 25 basis points to 4.25%.

Taiwan was a contributor to the Fund's performance. Mediatek rose 24.1% during the month. The company reported robust second quarter results and guided for a very strong third quarter with high revenue growth on the back of continued 5G demand in addition to better profit margins due to operating leverage. Russia was also a contributor to performance. Yandex was up 15.0% as investor sentiment continued to build following last month's strong preliminary results. The weakness in the USD led to strength in commodity prices as oil and copper rose 5.2% and 5.7%, respectively. First Quantum was up 6.4% and KAZ Minerals appreciated 14.9%. The Fund's gold exposure was also a contributor to performance as spot prices rose 10.9% to \$1,972. Anglogold Ashanti continued its strong performance rising another 9.2% during July. Latin American e-commerce and fintech operator, Mercado Libre, rose another 14.1%, bringing year-to-date gains to 96.6% while food delivery company, Delivery Hero, was up 13.2%.

Travel-related names were the key detractors during the month as increasing COVID-19 cases and deaths in various regions have resulted in an extension of lockdown policies. Minor International fell -11.1%, despite the successful completion of a BHT 9.9 billion capital raise during the month. Turkish Airlines also declined -16.1%. While domestic flights have restarted, international flights are recovering but remain low in absolute terms. The RWC Emerging & Frontier Markets investment team continues to believe that more discretionary-related industries will likely recover over the medium term.

The information contained in this report is provided by the Underlying Fund Investment Manager, RWC Asset Advisors (US) LLC ('RWC'). Channel Investment Management Limited ACN 163 234 240 AFSL 439007 ('CIML') is the Responsible Entity and issuer of units in the CC RWC Global Emerging Markets Fund ARSN 630 341 249 ('the Fund'). Neither CIML nor RWC, their officers, or employees make any representations or warranties, express or implied as to the accuracy, reliability or completeness of the information contained in this report and nothing contained in this report is or shall be relied upon as a promise or representation, whether as to the past or the future. Past performance is not a reliable indication of future performance. A reference to quarters is a reference to a calendar quarter. This information is given in summary form and does not purport to be complete. Information in this report, should not be considered advice or a recommendation to investors or potential investors in relation to holding, purchasing or selling units in the Fund and does not take into account your particular investment objectives, financial situation or needs. Before acting on any information you should consider the appropriateness of the information having regard to these matters, any relevant offer document and in particular, you should seek independent financial advice. Readers are cautioned not to place undue reliance on forward looking statements. Neither CIML nor RWC have any obligation to publicly release the result of any revisions to these forward looking statements to reflect events or circumstances after the date of this report. For further information and before investing, please read the Product Disclosure Statement available on request.