



CC RWC Global Emerging Markets Fund (APIR: CHN8850AU)

31 August 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.

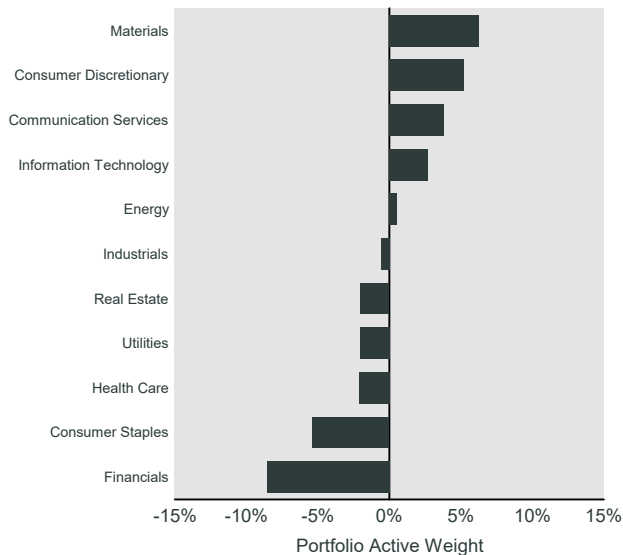
Overseas Opportunities and Diversification:

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 ^{^^}	Fund Returns vs Index (after fees)
1 Month	3.91%	1.58%	2.33%
3 Months	14.57%	9.96%	4.61%
FYTD	7.12%	6.24%	0.88%
1 Year	10.71%	6.90%	3.81%
2 Years p.a.	-	-	-
3 Years p.a.	-	-	-
Inception p.a.	7.93%	6.15%	1.78%

Relative Sector 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

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 [^]	19 February 2019
Management Fee #	1.23% p.a.
Distributions	Annually
Fund Size ⁺	AUD \$36 million

Top 5 Holdings

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

Source: RWC Asset Advisors (US) LLC

Relative Geographic Breakdown**



Further Information

Phone:	1800 940 599
Email:	distribution@channelcapital.com.au
Web:	www.channelcapital.com.au

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

Emerging markets continued to rise during the month of August, despite the re-emergence of trade tensions. The MSCI Emerging Markets Index NR in AUD rose 1.58% while the CC RWC Global Emerging Markets Fund rose 3.91%. North Asian markets, China and South Korea, rose 7.2% and 4.5%, respectively. Chinese export growth recovered to 7.2% year-on-year while South Korean exports remained relatively robust. Chinese authorities also announced RMB 50 trillion of stimulus across 25 provinces with RMB 7.6 trillion planned for this year alone. India rose 6.5% as the government further eased COVID-19 restrictions in order to revive growth in addition to significant stimulus from the Central Bank. In the Central & Eastern Europe, Middle East & Africa regions, Russia rose 1.1% as the oil price remained relatively stable during the month while South Africa rose 2.7% as the government eased COVID-19 restrictions to aid growth. In Latin America, Brazil fell -5.6% in US dollar terms due to fiscal concerns, but the possibility of further reforms and infrastructure investment will likely result in a medium-term recovery.

China was a significant contributor to performance for the Fund. Advertising company, Focus Media, rose 27.5% during the month. The recovery in mobility in China continues to benefit the cinema market in addition to stronger-than-expected data from office building advertising. Hotel operator, Huazhu Group, was up 32.0%. The company reported strong results showing a further recovery in occupancy as COVID-19 cases remained well-contained. The Fund's copper exposure was also a contributor to performance as the copper price rose 4.6% during the month to nearly US\$3.0 per pound. First Quantum and KAZ Minerals rose 18.1% and 9.0%, respectively. Russian technology company, Yandex, continued its strong performance rising another 13.5%, bringing year-to-date gains up to 50.0%.

Taiwan was a detractor from performance as 5G-related names corrected following a strong period of performance. Mediatek fell -18.5% during the month but is still up significantly year-to-date. The 5G thematic remains intact despite restrictions placed on Huawei, and we expect Mediatek to be a key beneficiary. Brazil was an absolute detractor to performance, however, the outlook remains positive for the economy. COVID-19 cases and deaths are starting to flatline, economic indicators such as industrial production and retail sales have rebounded partially due to the government's support mechanisms. Monetary policy remains accommodative which should continue to give support to equities.

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.