



CC RWC Global Emerging Markets Fund (APIR: CHN8850AU)

30 September 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.

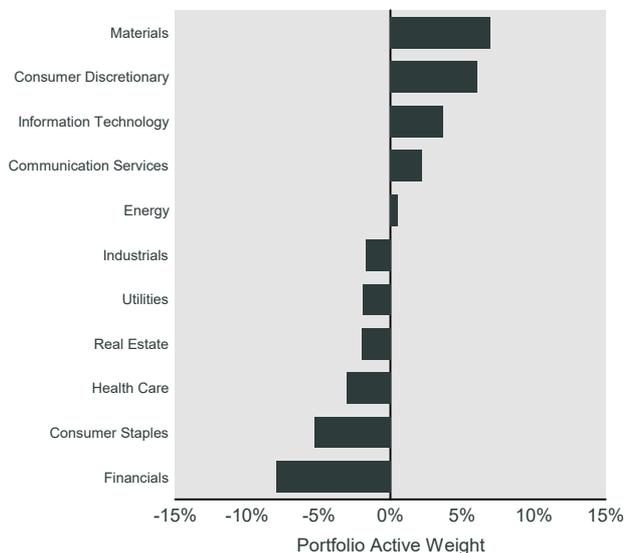
Overseas Opportunities and Diversification:

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	-1.54%	-0.94%	-0.60%
3 Months	5.47%	5.24%	0.23%
FYTD	5.47%	5.24%	0.23%
1 Year	5.55%	4.02%	1.54%
2 Years p.a.	-	-	-
3 Years p.a.	-	-	-
Inception p.a.	6.48%	5.21%	1.27%

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

Top 5 Holdings

Stock Name	Sector
Taiwan Semiconductor Manufacturing Co.,	Information Technology
Alibaba Group Holding Ltd.	Consumer Discretionary
Tencent Holdings Ltd	Communication Services
First Quantum Minerals Ltd.	Materials
Reliance Industries Limited	Energy

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

Emerging market equities corrected marginally during September following a strong period of performance since the end of March. The MSCI Emerging Markets Index NR in AUD fell -0.94%, while the CC RWC Global Emerging Markets Fund fell -1.54% and developed markets were down -0.38%. Macroeconomic data suggests that despite a global increase in COVID-19 cases and deaths, economic activity is still recovering. While Chinese equities declined -2.6% during the month, manufacturing PMIs remain above 50. Export growth was impressive, increasing by 9.5% year-on-year and fixed asset investment maintained its recovery. Industrial profit growth was up 19.1% year-on-year. South Korea rose 2.9% as exports returned to 4.0% growth year-on-year after six consecutive months of declines and Taiwan was up 2.2%. In Latin America, Brazil fell -7.1% due to fiscal concerns while Russia was down -7.3% as Brent crude oil fell -9.6% to circa US\$40 per barrel. Both countries should benefit from accommodative monetary policy, stable current accounts and competitive currencies.

India was a contributor to performance. Reliance Industries rose 7.1% during the month as investor confidence builds surrounding the company's growth profile across sectors including telecommunications, digital services, retail and energy. Tata Consultancy Services was up 10.2% as the company continues to benefit from an acceleration in digital spending in the wake of COVID-19. There were various single stock contributors to performance. Nio, one of China's leading electric vehicle manufacturers, rose 11.5%. New Energy Vehicle penetration in China currently stands at 5% and the company is embarking on new model launches and other solutions which should drive growth in revenues. Focus Media was up 7.7% as China's offline advertising market rebounds owing to increased mobility. Delivery Hero rose 6.7% as the company announced the acquisition of Glovo's Latin America business which will help the company solidify its leading position in the continent by number of orders.

Brazil was a detractor for the Fund. The country's governing administration could soon pass tax and administrative reforms which would significantly reduce the country's fiscal deficit in addition to the R\$800b of savings from social security reform passed last year. Furthermore, the outlook for companies such as Petrobras and Rumo remains encouraging. The former should continue to benefit from asset disposals and a shift in the production mix towards domestic pre-salt oil while the latter should profit from the integration of the recently acquired Malha Central concession. The Fund's copper and precious metal exposure was a detractor from performance. First Quantum, KAZ Minerals and AngloGold Ashanti corrected -10.3%, -12.8% and -10.6%, respectively, after a substantial rally since the start of the second quarter. Demand dynamics for copper and gold remain encouraging while supply continues to be constrained.

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.