



OAKTREE EMERGING MARKETS EQUITY FUND - CLASS I USD ACC

A SUBFUND OF OAKTREE (LUX.) FUNDS

FACTSHEET | AUGUST 2021

ABOUT OAKTREE

Founded in 1995, Oaktree is a leading global investment management firm focused on alternative markets. Oaktree manages \$156 billion of assets in contrarian, value-oriented, risk-controlled investment strategies. Oaktree's mission is to deliver superior investment results with risk under control and to conduct our business with the highest integrity.

FUND OVERVIEW

Fund Base Currency
USD

Total Net Assets (in millions)
196.83

SICAV Strategy Inception Date
1 August 2013

Domicile
Luxembourg

Legal Structure
SICAV

Morningstar Category
EAA Fund Global Emerging Markets Equity

Benchmark Name
MSCI EM (NR)

FUND MANAGERS

Frank Carroll
31 Years of Experience

Janet Wang
21 Years of Experience

SHARE CLASS FACTS

Unit Class
Category I USD acc (capital growth)

Unit Class Currency
USD

Share Class Inception Date
1 August 2013

ISIN Number
LU0931248719

Bloomberg Ticker
OAEMEIB LX

Valor Number
21362893

WKN Number
A1W16E

Net Asset Value
161.82

Minimum Investment
2,000,000

Redemptions
Daily

Base Management Fee p.a.
0.80%

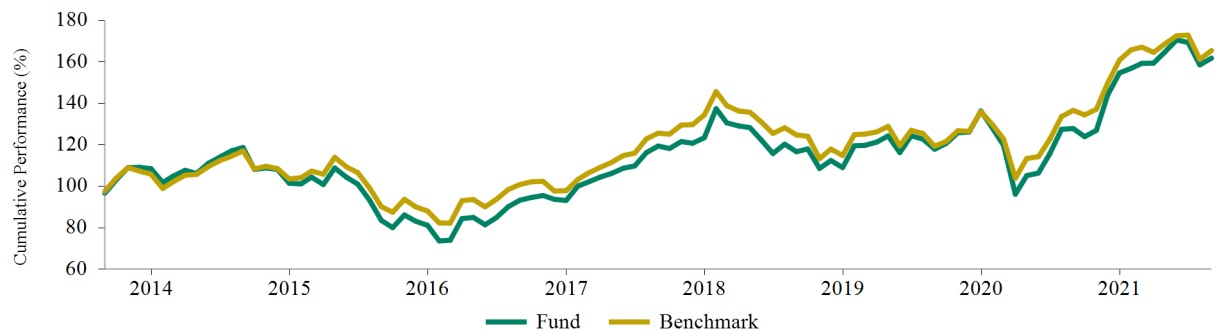
INVESTMENT OBJECTIVE

The fund seeks to earn superior risk-adjusted returns through disciplined stock selection across the world's emerging markets. We engage in fundamental, bottom-up research to identify companies that have solid business models, strong cash-flow generation potential and sound corporate governance, and are trading at attractive valuations. The fund invests primarily in Asia, Latin America, Eastern Europe, the Middle East and Africa.

PORTFOLIO COMMENTARY¹

Emerging markets rose in August, performing in-line with developed markets. Equities were weighed down by the spread of the Delta variant during the first half of the month, which spurred new lockdowns in China. However, the asset class rebounded in the latter half of the period as restrictions began to ease. India was the best performing large market due to strength among utilities, communication services and information technology. Brazil underperformed on weakness within the consumer discretionary and materials sectors. Oil prices fell during the month as the Delta variant curbed demand in China and peak travel season started to slow in other parts of the world. Emerging markets currencies strengthened against the dollar, which also appreciated against other developed markets currencies. Emerging markets equity funds continued to receive net inflows during the month and 2021/22 earnings expectations for emerging markets companies were revised higher.

The Fund generated a gain, but underperformed the MSCI EM Index Net benchmark in August. By country, stock selection in India and South Africa detracted from our relative performance, as did our overweight allocation to Brazil. Stock selection in China contributed positively. At the sector level, stock selection among financials and consumer discretionary negatively impacted our relative results, while stock selection among industrials and materials had a positive effect. Our overweight allocation to materials detracted from relative returns, while our underweight to consumer discretionary and overweight to financials both contributed positively. The portfolio is overweight materials, financials and industrials, while underweight communication services and consumer discretionary. By country, our largest overweights are Brazil and Russia, and our largest underweights are Taiwan and India. We have no exposure to Malaysia or Saudi Arabia.

HISTORICAL PERFORMANCE (NET)²CUMULATIVE AND ANNUALISED PERFORMANCE (%)²

	1 Month	3 Months	YTD	1 Year	3 Years (p.a)	5 Years (p.a)	Since Inception (p.a)
Fund (Net)	2.05	(5.15)	4.62	26.59	11.50	11.63	6.13
Benchmark	2.62	(4.12)	2.84	21.12	9.86	10.40	6.42

ANNUAL PERFORMANCE (%)²

	2021	2020	2019	2018	2017	2016
Fund (Net)	4.62	13.46	25.04	(11.69)	32.50	14.74
Benchmark	2.84	18.31	18.42	(14.57)	37.28	11.19

PORTFOLIO CHARACTERISTICS

		Portfolio	Benchmark
Fund Characteristics	Number Of Holdings	71	1,407
	Weighted Average Market Cap (billions)		
	All Holdings	107.24	140.03
	Top 10 Holdings	263.08	429.51
	Median Market Cap (billions)	24.59	7.69
Valuation	Cash	3.18%	n/a
	Price/Book Ratio	1.50x	1.72x
	Forward Price/Earnings	10.12x	13.13x
Risk analysis	Annualized Volatility (1 year/3 year)	16.49%/21.59%	13.72%/18.94%
	Beta (1 year/3 year)	1.15/1.12	n/a
	Information Ratio (1 year/3 year)	1.04/0.35	n/a
	Tracking Error (ex post) (1 year/3 year)	5.25/4.67	n/a



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SECTOR DIVERSIFICATION

	% of Fund
Financials	26.26
Materials	20.23
Information Technology	17.78
Industrials	11.04
Energy	7.68
Consumer Discretionary	7.01
Health Care	4.21
Consumer Staples	3.49
Real Estate	1.68
Communication Services	0.62

TOP 10 ISSUERS

	Sector	% of Fund
Taiwan Semiconductor Manufacturing Co Ltd	Information Technology	6.72
Samsung Electronics Co Ltd	Information Technology	4.28
Sberbank of Russia PJSC	Financials	2.84
Alibaba Group Holding Ltd	Consumer Discretionary	2.74
Vale SA	Materials	2.67
Hana Financial Group Inc	Financials	2.62
ICICI Bank Ltd	Financials	2.44
Larsen & Toubro Ltd	Industrials	2.42
Lukoil PJSC	Energy	2.36
Reliance Industries Ltd	Energy	2.13
		31.22

TOP 10 OVERWEIGHTS BY ISSUER

	% of Fund	% of Index	% of Relative
Hana Financial Group Inc	2.62	0.14	2.48
Sberbank of Russia PJSC	2.84	0.59	2.24
Larsen & Toubro Ltd	2.42	0.19	2.23
JD Logistics Inc	2.01	0.00	2.01
LUKOIL PJSC	2.36	0.44	1.93
ICICI Bank Ltd	2.44	0.62	1.82
Cemex SAB de CV	1.94	0.15	1.79
Bank Rakyat Indonesia Persero Tbk PT	1.97	0.19	1.78
Vale SA	2.67	0.94	1.73
WuXi AppTec Co Ltd	1.85	0.12	1.72

GEOGRAPHIC DIVERSIFICATION (TOP COUNTRIES)

	% of Fund	Fund vs Benchmark (%)
Asia	67.02	(6.33)
China	35.49	1.62
Korea	11.11	(1.89)
Taiwan	10.79	(4.03)
India	9.63	(2.03)
EMEA	10.36	3.12
Russia	5.98	2.41
Greece	1.68	1.50
South Africa	1.51	(1.72)
Hungary	1.19	0.93
Latin America	15.90	8.99
Brazil	11.87	6.93
Mexico	4.03	2.06

TOP 3 HOLDINGS BY REGION

	Sector	Fund vs Benchmark (%)
Asia		
Taiwan Semiconductor Manufacturing Co Ltd	Information Technology	0.04
Samsung Electronics Co Ltd	Information Technology	(0.20)%
Alibaba Group Holding Ltd	Consumer Discretionary	(1.20)%
Latin America		
Vale SA	Materials	1.73
Petroleo Brasileiro SA	Energy	1.46
Cemex SAB de CV	Materials	1.79
EMEA		
Sberbank of Russia PJSC	Financials	2.24
LUKOIL PJSC	Energy	1.93
Alpha Services and Holdings SA	Financials	1.64

TOP 10 UNDERWEIGHTS BY ISSUER

	% of Fund	% of Index	% of Relative
Tencent Holdings Ltd	0.00	4.36	(4.36)
Meituan	0.00	1.41	(1.41)
Alibaba Group Holding Ltd	2.74	3.95	(1.20)
Infosys Ltd	0.00	0.98	(0.98)
JD.com Inc	0.00	0.83	(0.83)
Housing Development Finance Corp Ltd	0.00	0.80	(0.80)
Wuxi Biologics Cayman Inc	0.00	0.64	(0.64)
NIO Inc	0.00	0.62	(0.62)
Gazprom PJSC	0.00	0.61	(0.61)
Tata Consultancy Services Ltd	0.00	0.59	(0.59)

ENDNOTES

Note: Historical performance indications and financial market scenarios are no guarantee for current or future performance.

- ¹ References to fund and index performance are stated on a gross basis, before management fees and any expenses. Net performance of the Fund, after management fees and expenses are available on this factsheet.
- ² Performance indications do not consider commissions levied at subscription and/or redemption but do include the impact of swing pricing procedures implemented by the fund administrator. The fund administrator will implement swing pricing when contributions or redemptions exceed a defined threshold, and this may impact performance as reported at month end.

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A potential investor considering an investment in the Fund should read the relevant Prospectus which contains a more complete description of the Fund’s and the Sub-fund’s investment practices, restrictions, terms and conditions, risks and other factors relevant to a decision to invest. All information contained herein is subject to and qualified in its entirety by the relevant Prospectus. No person has been authorized to make any statement concerning the Fund or the Sub-fund other than as set forth in the relevant Prospectus, and any such statements, if made, may not be relied upon.

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The Prospectuses, the Articles, the *Key Investor Information Document* and/or the annual and additional reports relating to the Fund and/or the Sub-fund, as applicable, may be obtained free of charge from *FundRock Management Company S.A.*, 33, rue de Gasperich, L-5826 Hesperange.

The Sub-fund is actively managed. While the Sub-fund has a reference benchmark, it is actively managed by implementing Oaktree’s investment philosophy and process. Oaktree is aware of the benchmark’s composition and characteristics but has an ample degree of freedom to deviate from it.

Investment principal on bonds can be eroded depending on sale price or market price. In addition, there are bonds in some sub-funds of the Oaktree (Lux.) Funds in which investment principal can be eroded due to changes in redemption amounts. Care is required when investing in such instruments. Oaktree (Lux.) Funds is domiciled in Luxembourg. The representative in Switzerland is ACOLIN Fund Services, Leutschenbachstrasse 50, CH-8050 Zürich. The paying agent in Switzerland is NPB Neue Privat Bank AG, Limmatquai 1 / am Bellevue, P.O. Box, CH-8024 Zurich. Subscriptions are only valid on the basis of the current sales prospectus, the bylaws and/or contractual terms and conditions and the most recent annual report (or semi-annual report, if more recent). The prospectus, the Key Investor Information Document (KIID), bylaws and/or the contractual terms and conditions and the annual and semi-annual reports are available free of charge from the representative in Switzerland. In respect of the units offered in or from Switzerland, the place of performance and jurisdiction is at the registered office of the representative. Copyright © 2020 Oaktree Capital Management, L.P.TM and/or its affiliates. All rights reserved.