

# Single Manager Fund : ABN AMRO Numeric Emerging Market Equities

A subfund of the ABN AMRO Funds

Morningstar Category : Global Emerging Markets Equity

★★★★

Morningstar Sustainability Rating :



## Key information

▶ Net Asset Value	USD 125.09
▶ AUM	USD 110 million
▶ ISIN code	LU1165278125
▶ Total number of holdings	305
▶ SFDR classification	Art. 6 – Investment Product

## Fund profile

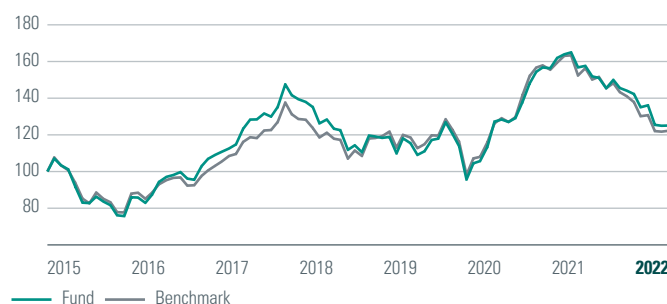
▶ A Single Manager Fund will delegate all its portfolio management activities to one manager, selected in accordance with severe qualitative and quantitative criteria. The Single Manager Fund is actively managed and having an opportunistic approach. ABN AMRO Investment Solutions has full daily transparency and risk control over the fund.

▶ ABN AMRO Investment Solutions has selected Numeric Investors for managing an emerging markets equity strategy that invests with a clear and consistent value bias in all market capitalizations.



▶ ABN AMRO Numeric Emerging Market Equities seeks to increase the value of its assets over the long term by investing in transferable equity securities such as equities, other equity shares such as cooperative shares or warrants on transferable equity securities issued by companies which are domiciled in or exercise the predominant part of their economic activity in the Emerging Markets. Dividende income is systematically reinvested.

## Performances\*



	Fund	Benchmark	Performance gap
1 month	0.09%	0.42%	-0.32%
3 months	-8.10%	-6.49%	-1.62%
Year to date	-16.60%	-17.49%	0.88%
1 year	-20.64%	-21.80%	1.16%
3 years	14.68%	8.43%	6.25%
5 years	-2.53%	3.00%	-5.53%
10 years	-	-	-
Since Inception	25.09%	22.26%	2.83%
2021	1.35%	-2.54%	3.90%
2020	16.68%	18.31%	-1.63%
2019	14.75%	18.44%	-3.69%
2018	-18.25%	-14.58%	-3.67%
2017	41.58%	37.28%	4.30%

\* Past performance is not an indication of future performance. Performance is calculated net of fees except subscription fees.

**ESG Disclosure :** the subfund takes environmental, social and governance (ESG) criteria into account in investment decisions, but not in a preponderant manner, as stated in the ESG & Exclusions policies of AAIS\*. The investment decisions taken may therefore not comply with ESG criteria.

\* Please refer to the ABN AMRO Investment Solutions website - <https://www.abnamroinvestmentsolutions.com>  
Art. 6 – Investment Product (under SFDR)

## Fund facts

Share Class	Class A
Inception date	31/03/2015
Registered legal form	Luxembourg SICAV
Income's allocation	Accumulation
Benchmark	MSCI Emerging Markets TR Net USD
Currency	USD
Liquidity	Daily
Custodian	State Street Bank Luxembourg S.A
Fund Administrator	State Street Bank Luxembourg
Max management fee	2.00%
Ongoing charges	1.98%
Max. Subscription fee	5.00%
Max. Redemption fee	1.00%
Minimum investment	USD 100
Subscription/Redemptions	16:00 CET, D-1
Bloomberg ticker	ABNEAUS LX

## Risk ratios

	Fund		Benchmark	
	1 year	3 years	1 year	3 years
Volatility	16.66%	18.33%	17.56%	17.91%
Tracking error	3.81%	3.79%	-	-
Sharpe Ratio	-1.26	0.22	-1.26	0.12

**Volatility** is a statistical measure of the dispersion of returns for a portfolio or market index. In most cases, the higher the volatility, the riskier.

**Tracking Error** is the standard deviation of the difference between the portfolio return and the desired investment benchmark return.

**Sharpe Ratio** is a ratio used to measure risk-adjusted performance. It is calculated by subtracting the risk-free rate from the rate of return for a portfolio and dividing the result by the standard deviation of the portfolio returns.



## Quarterly comment

With concerns mounting over high inflation and increasing interest rates in most developed markets, investors in the space remained decidedly risk-averse this quarter. Within emerging markets, the picture was far less homogenous. On the one hand, the strength of the USD versus all emerging currencies, falling commodity prices, exposure to the Russian market and fear of oversupply in the semi-conductor industry contributed to a similarly depressed environment in most emerging markets. On the other hand, the easing of Covid-19-related lockdown measures in China and the government's pledge to maintain an accommodative policy fueled a sharp rebound in risky assets in the country. Value and momentum, negatively correlated to risk, both locally suffered from the market inflection. We are disappointed with the Strategy's performance this quarter as the environment turned more challenging in June. We remain dedicated to improving our process and Strategy to better navigate macro uncertainty and future market inflections. The ABN AMRO Numeric Emerging Market Equity Fund underperformed its benchmark, net of fees during the second quarter. Monthly strategy performance was in line with model efficacy (top 20% sector or country adjusted), starting Q2 on a strong note but losing steam in May before paring all its gains in June. Factor Selection, Informed Investor and Quality exhibited positive efficacy overall. Efficacy for Value and Momentum varied with their measurement basis. Value posted positive (negative) returns on a sector-neutral basis (country-neutral basis), while Momentum's negative return was more pronounced on a sector-neutral basis, as more attractively valued countries, such as Latin America or China, rebounded in May and June. Sector allocation was negative in Q2, with an underweight exposure to Consumer Discretionary and overweight exposure to Information Technology detracting the most. Country allocation was solid, mainly driven by an overweight exposure to China and an underweight exposure to South Africa. Overweight exposures to Brazil and South Korea detracted the most. Positive stock selection in Health Care and Communication Services was offset by negative selection in Consumer Staples and Materials. From a country standpoint, selection detracted the most within India and China but was additive in Brazil.

## Capitalisation breakdown

	Fund	Benchmark
Micro cap (<0.5Bn€)	0.26%	0.02%
Small cap (0.5 to 2Bn€)	11.38%	0.57%
Middle cap (2 to 5Bn€)	12.09%	8.85%
Large cap (5 to 20Bn€)	26.66%	30.82%
Mega cap (>20Bn€)	39.52%	59.73%
Liquidity	10.10%	0.00%

## Geographic breakdown

	Fund	Benchmark
Asia	73.04%	78.90%
Latin America	10.41%	8.25%
Middle East	3.91%	8.23%
Eastern Europe	1.32%	0.88%
Africa	0.80%	3.39%
Other	0.42%	0.36%
Liquidity	10.10%	0.00%

## Top holdings

Name	Sector	%
TAIWAN SEMICONDUCTOR MANUFA...	Information Technology	5.79%
SAMSUNG ELECTRONICS CO LTD	Information Technology	3.33%
ALIBABA GROUP HOLDING LTD	Consumer Discretionary	2.93%
TENCENT HOLDINGS	Communication Services	2.39%
MSCI EMGMKT SEP22 IFU...	Not Classified	2.03%
PETROLEO BRASILEIRO SA	Energy	1.83%
CHUNGHWA TELECOM CO LTD	Communication Services	1.24%
CHINA CONSTRUCTION BANK CORP	Financials	1.13%
AL RAJHI BANKING & INVESTME...	Financials	0.91%
GRUPO FINANCIERO BANORTE SA...	Financials	0.85%
Total of 10 first positions		22.42%

## Top 10 countries

	Fund	Benchmark
China	29.01%	30.12%
Taiwan	15.28%	14.42%
South Korea	12.18%	11.58%
India	10.81%	14.49%
Brazil	6.65%	5.29%
Saudi Arabia	2.54%	4.60%
Thailand	2.47%	1.97%
Mexico	2.15%	2.00%
Hong Kong	2.11%	2.02%
Chile	0.84%	0.58%
Other	5.86%	12.93%
Liquidity	10.10%	0.00%

## Sector breakdown

	Fund	Benchmark
Information Technology	19.04%	19.44%
Financials	16.63%	21.64%
Consumer Discretionary	13.74%	14.00%
Industrials	8.24%	5.92%
Communication Services	7.93%	10.07%
Materials	5.93%	8.41%
Energy	4.67%	5.29%
Health Care	4.36%	3.94%
Consumer Staples	3.95%	6.32%
Utilities	3.81%	3.13%
Real estate	1.35%	1.83%
Not Classified	0.25%	0.00%
Liquidity	10.10%	0.00%

## Main movements

Label	Operation
MSCI EMGMKT SEP22 IFUS 20220916 EXPO	Sell
MSCI EMGMKT SEP22 IFUS 20220916 CASH EXPO	Sell
TAIWAN SEMICONDUCTOR MANUFACTURING CO LTD	Sell
MSCI EMGMKT SEP22 IFUS 20220916 EXPO	Buy

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