

Betashares Martin Currie Emerging Markets Fund (managed fund)



 **ASX: EMMG**

31 October 2023

Objective

EMMG invests in an actively managed, high-conviction portfolio of emerging market shares and aims to outperform the MSCI Emerging Markets Index, expressed in Australian dollars (Benchmark), over rolling five-year periods. EMMG is managed by Martin Currie, a leading equities manager and member of the Franklin Templeton Group.

Benefits



Exposure to world's fastest-growing markets

Emerging markets have been leading the world in growth due to improving demographics, a rising middle class, urbanisation, disruptive technologies and social reform.



Global technology exposure

Emerging markets are at the forefront of the global tech revolution and include world-leading companies such as Samsung, Tencent and Alibaba.



Active stock selection

Investors benefit from a high-conviction portfolio construction approach by experienced, award-winning investment manager Martin Currie.

*Other costs apply. Please refer to the PDS.

Performance

| PERIOD | 1 mth | 3 mth | 6 mth | 1 yr | 3 yr (p.a.) | 5 yr (p.a.) | 10 yr (p.a.) | Inception (p.a.) |
|-----------|--------|---------|--------|--------|-------------|-------------|--------------|------------------|
| FUND | -2.71% | -10.55% | -4.68% | 7.44% | -4.66% | - | - | 2.00% |
| BENCHMARK | -2.03% | -6.52% | -0.62% | 11.90% | -0.29% | 3.91% | 5.34% | 2.89% |

Calendar year performance

| PERIOD | YTD | 2022 | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 |
|-----------|-------|---------|-------|--------|------|------|------|------|
| FUND | 0.62% | -20.96% | 1.35% | 13.52% | - | - | - | - |
| BENCHMARK | 4.82% | -14.33% | 3.44% | 7.77% | - | - | - | - |

Value of \$100 invested since inception



Source: Betashares, Bloomberg. **Past performance is not indicative of future performance.**

Fund returns are calculated in A\$ using net asset value per unit at the start and end of the specified period and do not reflect the brokerage or bid-ask spread that investors may incur when buying and selling units on the ASX. Returns are after fund management costs, assume reinvestment of any distributions and do not take into account income tax.

Fund information

Betashares Funds can be bought or sold during the trading day on the ASX, and trade like shares.

ASX CODE EMMG

BLOOMBERG CODE EMMG AU

IRESS CODE EMMG.AXW

IRESS INAV CODE EMMGINAV.ETF

DISTRIBUTIONS ANNUALLY

MGT FEE* 1.00% P.A.

FUND INCEPTION 29 MAY 19



MARTIN CURRIE

Martin Currie is an active equity specialist manager headquartered in Edinburgh, Scotland. Founded in 1881, with a significant presence in Australia through Martin Currie Australia, dating back to 1954. Martin Currie believes a stockfocused approach, driven by in-depth fundamental research and skilled portfolio construction, is the best way to exploit market inefficiencies and generate consistent outperformance. They achieve this through a highly disciplined research process that scrutinises and identifies those companies that meet their rigorous selection criteria. Martin Currie's investment strategies are underpinned by the quality of its in-depth fundamental research and skilled portfolio construction, undertaken by its deeply resourced and highly experienced team of investment professionals. Martin Currie's approach to active ownership is at the heart of its active management proposition, and its highly differentiated approach to the analysis of Environmental, Social and Governance (ESG) factors, is embedded in every part of the investment process to ensure they make better long-term decisions.

Categorisation

EMERGING MARKETS

ACTIVELY MANAGED

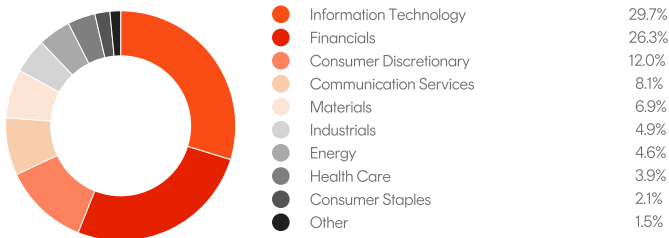
CAPITAL APPRECIATION

There are risks associated with an investment in EMMG, including market risk, emerging markets risk, currency risk and market making risk. For more information on risks and other features of EMMG, please see the Product Disclosure Statement.

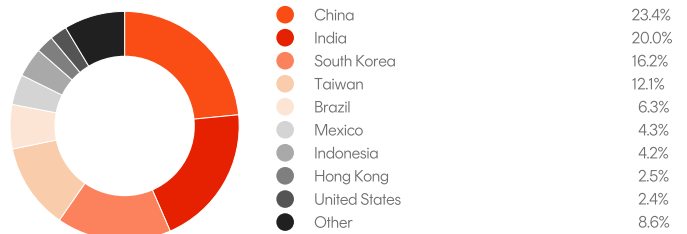
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Sector allocation



Country allocation



The target asset allocation is reviewed, and may be adjusted, annually.

Top 10 exposures

COMPANY

| |
|------------------------------|
| AIA Group |
| Alibaba Group |
| Bank Rakyat Indonesia Perser |
| HDFC Bank |
| ICICI Bank |
| Reliance Industries |
| Samsung Electronics |
| Taiwan Semiconductor |
| Tencent Holdings |
| Titan Company |

Distribution

12 mth distribution yield (%)

0.5%

Yield is calculated by summing the prior 12-month per unit distributions divided by the closing NAV per unit at the end of the relevant period. Yield will vary and may be lower at time of investment. **Past performance is not indicative of future performance.**

Monthly commentary

What happened in the market?

Emerging markets experienced a weak October, likely driven by negative performance in China, its largest country allocation. Despite improving macro data, sentiment remained low in China over continued real estate sector weakness. This was further dampened by the prospect of fresh restrictions on AI chip exports to China from the US.

What happened in the Fund?

The Fund was down 2.71% over the month of October. Within the Fund, healthcare was the only positive sector in the index during October. In relative terms, consumer discretionary and healthcare were notably additive. Geographically, no held countries had positive returns - the strongest index performers were primarily in Eastern Europe. In relative terms however, Korea was notably additive.

Stocks held in our Fund which provided notable relative contribution to performance included Chinese healthcare company Wuxi Bio, Pan-Asia financial group AIA, luxury Indian watch and jewellery retailer Titan and Korean semiconductor manufacturer SK Hynix.

On the other side, industrials, materials and communication services sectors all particularly struggled during October, though almost all sectors had negative performance. From a country perspective, the weakest was Turkey (not held). Of held countries, Indonesia and Korea struggled. China and Brazil were detractive countries in relative terms, while information technology stocks were also notably detractive.

Countries particularly correlated to oil prices suffered as oil finished net down for the month, after having risen significantly in the first half of the month. The volatility was not supportive of Latin American names, especially Mexican chemicals manufacturer Orbia, Brazilian industrial solutions company WEG, and Argentinian software services company Globant.

From a positioning perspective, there were no new purchases or outright sales within the Fund in October.