



CC RWC Global Emerging Markets Fund (APIR: CHN8850AU)

31 December 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.

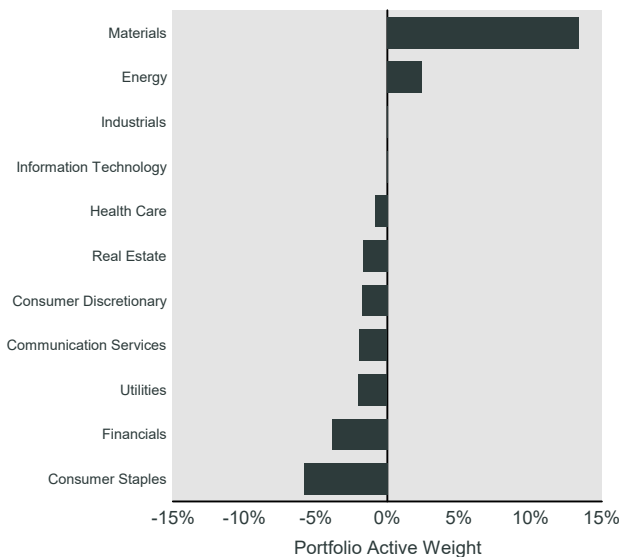
Overseas Opportunities and Diversification:

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	7.36%	2.51%	4.85%
3 Months	25.82%	11.18%	14.64%
FYTD	32.70%	17.01%	15.69%
1 Year	23.83%	7.77%	16.05%
2 Years p.a.	-	-	-
3 Years p.a.	-	-	-
Inception p.a.	19.42%	10.60%	8.82%

Relative Sector Breakdown**



Fund Facts

Investment Manager	Channel Investment Management Ltd
Underlying Fund	RWC Asset Advisors (US) LLC ('RWC')
Investment Manager	(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 \$57 million

Top 5 Holdings

Stock Name	Sector
First Quantum Minerals Ltd.	Materials
Taiwan Semiconductor Manufacturing Co.,	Information Technology
Petroleo Brasileiro SA	Energy
Sberbank Russia OJSC	Financials
Samsung Electronics Co., Ltd.	Information Technology

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 ended the year strongly as the US announced a further US\$900bn of Covid-19 related stimulus. The US dollar weakened significantly while economic activity in most developing economies continued to recover. The MSCI Emerging Markets Index NR in AUD rose 2.51% while the CC RWC Global Emerging Markets Fund was up 7.36% in the month of December. North Asian markets performed well. South Korea rose 16.6% as exports were up 12.6% year-on-year. China was up 2.7% as purchasing managers indices (PMIs) remained robust, while exports growth was strong. Taiwan also rose 10.5% as the country's growing technology sector continued to drive economic growth. India was up 10.2% as consumer spending improved and activity indicators were robust, painting a positive outlook for the economy heading into 2021. In EEMEA, South Africa rose 9.6% while Russia was up 10.5% as Brent crude oil was up a further 8.2% to over US\$51.80 per barrel. In Latin America, Brazil was up 13.6% as PMIs remain in expansionary territory while the Brazilian real strengthened c. 3.0% against the USD to BRL 5.20.

China was a significant contributor to the Fund's performance. Health care stocks performed well as Shenzhen Kangtai rallied 28.1% while JD Health, one of the country's leading online health care companies, rose 110.4% in a well-participated initial public offering. Huayou Cobalt was up 51.6% owing to additional growth in electric vehicle orders. Pinduoduo continued its strong performance and rose 28.3% on the back of further growth in e-commerce. Brazil was also a contributor to the Fund's performance. Petrobras rose another 16.5% due to higher oil prices, while Vale was up 15.1% as iron ore prices remained well-supported due to robust demand for steel. The Fund's copper exposure was another contributor to performance as the copper price continued to rise to US\$3.5 per lb. First Quantum Minerals and KAZ Minerals rose 25.5% and 5.4%, respectively. In Taiwan, Globalwafers rose 27.2% as the company confirmed the acquisition of Siltronic, which may help the company expand production and significantly increase operational scale.

There were a few single stock detractors to the Fund's performance. Shenzhen Sunway, one of China's leading antenna manufacturers, fell -23.0%, despite positive earnings results showing revenue expansion of 21.4% year-on-year. Furthermore, the company's wireless charging and electromagnetic businesses may likely benefit from the global shift to 5G smartphones over the coming years. Huazhu Group and Songcheng fell -10.1% and -7.5%, respectively. The former may likely benefit from a recovery in domestic tourism over the coming months, while the latter may also profit from a recovery in mobility due to a resurgence in arrivals at its theme parks in addition to new growth projects.

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. Unless otherwise specified, any performance information provided is in relation to the month specified in this report. 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.