



CC RWC Global Emerging Markets Fund (APIR: CHN8850AU)

31 May 2021

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.

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 \$124 million

Performance (Australian Dollars) - to 30 May ⁺⁺

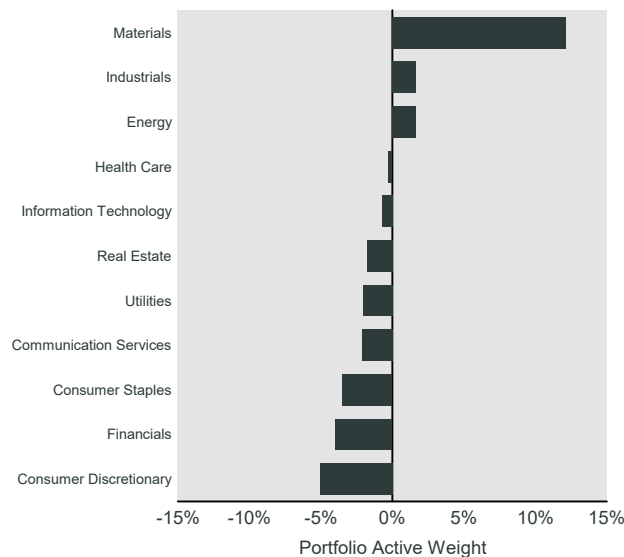
Returns (after fees)	Fund*	MSCI Emerging Markets Index Net AUD ^{^^}	Fund Returns vs Index (after fees)
1 Month	-0.64%	1.34%	-1.98%
3 Months	0.87%	2.53%	-1.66%
FYTD	40.49%	24.18%	16.31%
1 Year	50.25%	28.53%	21.72%
2 Years p.a.	22.03%	13.25%	8.78%
3 Years p.a.	-	-	-
Inception p.a.	18.57%	11.47%	7.10%

Top 5 Holdings

Stock Name	Sector
First Quantum Minerals Ltd.	Materials
Taiwan Semiconductor Manufacturing Co.,	Information Technology
Samsung Electronics Co., Ltd.	Information Technology
Reliance Industries Limited	Energy
Meituan Dianping Class B	Consumer Discretionary

Source: RWC Asset Advisors (US) LLC

Relative Sector Breakdown^{**}



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 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.

++ Both index and Fund returns are shown to 30 May due to an U.K. public holiday on 31 May.



Fund and Market Review

Emerging market equities outperformed developed markets in May due to a positive global economic outlook accompanied by USD weakness. The MSCI Emerging Markets Index Net AUD rose 1.34% while the CC RWC Global Emerging Markets Fund was down -0.64% (both index and Fund returns are shown to 30 May due to an U.K. public holiday on 31 May). In Asia, China fell -0.8% despite the Chinese government announcing policy measures to address the decline in population growth, the spike in commodity prices and rapid appreciation in the CNY. Taiwan fell -3.0% due to concerns from rising Covid-19 cases and water supply shortage leading to power outages. India was up 7.8% as Covid-19 cases peaked with new cases trending down. In the Europe, the Middle East and Africa (EMEA) region, South Africa rose 5.4%, boosted by commodity prices while the rand strengthened c. 5.5%. Russia was up 9.6% as Brent Crude oil rose to over US\$68 per barrel. In Latin America, Brazil rose 9.4% on the back of global tailwinds, such as strong commodities and a positive global growth outlook.

Brazil was a contributor to the Fund's performance. Bradesco rose 15.6% as earnings beat expectations due to lower provisions and good cost control. Petrobras was up 20.4% as the company reported strong results with positive free cash flow generation. The company's strategy did not change materially after the alteration of the CEO. This has proven positive for Petrobras. Additionally, Vale and Rumo rose 12.3% and 8.4%, respectively. South Africa was also a contributor to the Fund's performance. Gold Fields rose 29.1% due to the rise in the gold price while FirstRand was up 16.4% as earnings continue to recover. There were single stock contributors to performance. Sberbank and Hoa Phat Group rose +2.5% and 15.5% respectively. Sberbank was up as management upgraded forward guidance and results were well above consensus estimates while the latter rose on the back of strong monthly steel sales.

China was a detractor to the Fund's performance. Kuaishou Technology fell -23.7% despite strengthening its closed-loop ecosystem via private domain traffic, supporting a strong monetisation outlook. Kuaishou Technology is also in a year of investment which is likely to be perceived negatively by the market. However, RWC Partners are positive about the long-term aspirations of the company. Alihealth fell -18.8% during the month due to disappointing FY21 results. However, the company has undertaken some strategic changes, moving the focus from platform sales to self-operated drug sales which should benefit the company going forward. Alihealth remains China's top internet healthcare platform. Chile was also a detractor to performance as the results of the constituent assembly elections caused a sharp fall in the equity market.

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.