



# Oaktree Emerging Markets Equity Fund

## Class EB

a subfund of Oaktree (Lux.) Funds

### INVESTMENT POLICY

The Fund seeks attractive risk-adjusted returns relative to the Morgan Stanley Capital International Emerging Markets Index Net (the "Benchmark") by investing primarily in equities listed in emerging markets in Asia, Latin America, Eastern Europe, the Middle East and Africa.

Oaktree strives to achieve attractive relative returns through disciplined stock selection across the world's emerging markets. Our portfolio consists of 60-80 holdings selected through our fundamental, bottom-up research process. The investment process is organized along industry lines, with the goal of identifying companies with solid business models, strong cash flow generation potential and sound corporate governance trading at attractive valuations. Portfolio construction begins with individual idea generation but is tempered by risk management guidelines designed to avoid excessive concentrations in individual countries or industries.

### FUND FACTS

<b>Fund manager</b>	
Oaktree Capital Management, L.P./ Frank Carroll, Tim Jensen	
<b>Fund manager since</b>	20 Dec. 2013
<b>Location</b>	Los Angeles
<b>Fund domicile</b>	Luxembourg
<b>Fund currency</b>	USD
<b>Close of financial year</b>	30. Sep
<b>Total net assets (in mil.)</b>	219.03
<b>Inception date</b>	20 Dec. 2013
<b>SICAV Strategy Inception Date</b>	01 Aug. 2013
<b>Management fee in % p.a.</b>	1.00
<b>Benchmark (BM)</b>	MSCI EM (NR)
<b>Unit Class</b>	
<b>Category EB (capital growth)</b>	
<b>Unit class currency</b>	USD
<b>ISIN</b>	LU0999481087
<b>Bloomberg ticker</b>	OAEMEEB LX
<b>Valor no.</b>	22987214
<b>WKN number</b>	A1XBC7
<b>SEDOL</b>	BYTL5N9
<b>Net asset value (NAV)</b>	89.48
<b>Min. Investment Amount</b>	50'000
<b>Redemptions</b>	Daily
<b>EU taxation</b>	In scope - no tax

### FUND STATISTICS

	1 year	3 years
Annualized volatility in %	20.32	-
Information ratio	0.32	-
Tracking Error (Ex post)	3.78	-
Beta	1.14	-

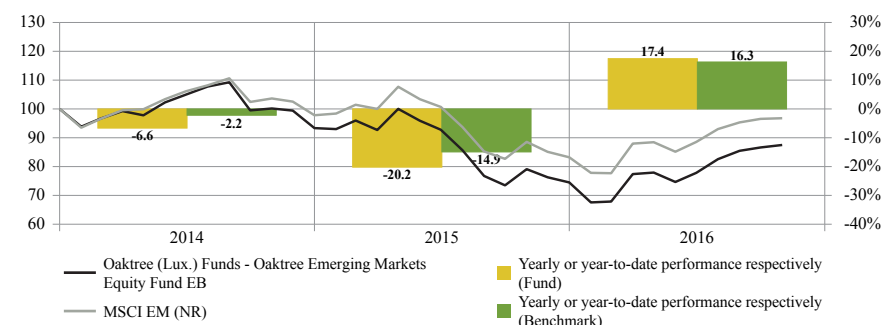
### NUMBER OF HOLDINGS

<b>Fund</b>	65
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### Contact

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### NET PERFORMANCE IN USD (REBASED TO 100) AND YEARLY PERFORMANCE <sup>1</sup>



### NET PERFORMANCE IN USD <sup>1</sup>

	1 month	3 months	YTD	1 year	3 years	5 years
Fund	0.99	5.96	17.44	10.61	-	-
Benchmark	0.24	4.05	16.30	9.27	-	-

<sup>1</sup> Historical performance indications and financial market scenarios are no guarantee for current or future performance. Performance indications do not consider commissions levied at subscription and/or redemption.

### SECTORS IN %

	Fund	Benchmark	Compared with benchmark
Financials	32.68	24.12	8.56
Information Technology	24.08	23.57	0.51
Materials	12.17	6.55	5.62
Energy	8.93	7.66	1.27
Consumer Discretionary	7.10	10.44	-3.34
Telecommunication Services	6.20	6.00	0.20
Industrials	2.30	5.93	-3.63
Real Estate	2.13	2.58	-0.45
Consumer Staples	2.13	7.69	-5.56
Health Care	1.21	2.54	-1.33
Utilities	1.07	2.92	-1.85

### COUNTRIES IN %

	Fund	Benchmark	Compared with benchmark
China	32.51	26.36	6.15
Korea	13.01	14.27	-1.26
Brazil	11.91	8.35	3.56
India	9.39	8.42	0.97
Taiwan	8.22	12.28	-4.06
Russia	6.27	3.67	2.60
South Africa	5.49	7.07	-1.58
Mexico	5.24	3.84	1.40
Indonesia	2.29	2.72	-0.43
Thailand	1.58	2.15	-0.57
Turkey	1.26	1.16	0.10
Pakistan	1.15	0.00	1.15
Greece	0.98	0.32	0.66
Qatar	0.70	0.85	-0.15
Others	0.00	8.54	-8.54

### CURRENCIES IN %

	Fund	Benchmark
USD	41.54	7.01
HKD	27.78	20.48
KRW	13.01	14.27
ZAR	4.20	7.07
TWD	2.81	12.28
IDR	2.29	2.72
MXN	1.96	3.84
BRL	1.90	8.35
THB	1.58	2.15
Others	2.93	21.83

### TOP 10 HOLDINGS IN %

Samsung Electronics	6.74
Taiwan Semicon	5.41
Itau Unibanco	4.07
Tencent Hldg Ltd	3.42
Alibaba Group	2.80
Reliance Ind.	2.79
ICBC	2.64
Sk Hynix Inc	2.35
Icici Bank	2.32
Cemex SAB de CV	2.30
<b>Total</b>	<b>34.84</b>

## MARKET COMMENTARY

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- The strategy's composite, which includes the fund, generated a 1.0% gain, net of fees, in October. This outperformed the 0.2% gain of the MSCI EM Index Net benchmark.
- Emerging markets were flat in October, continuing to outperform developed markets. Brazil (+14%) was the best performing market on the heels of positive political developments, mainly the Lower House's approval of a spending cap bill and the central bank's decision to cut rates for the first time in four years. For reference, Brazil has rallied over 80% year-to-date.
- China underperformed due to slower southbound flows through the Shanghai-Hong Kong Connect and news of regulators' plans to tighten investments in the property sector.
- Oil fell during the period, negatively impacting oil-exporting countries.
- The Dollar index rallied 3%, while emerging markets currencies fell slightly.
- The Mexican Peso reversed course and rose 3% on the hopes of a Clinton Presidency. Both emerging markets equity and bond funds benefited from strong inflows of \$5.9 billion, continuing this year's positive trend of inflows.
- The composite's outperformance was due to positive stock selection in South Korea, Brazil and Mexico, while weak stock selection in Taiwan detracted from relative performance. By sector, stock selection among materials and financials contributed positively while energy detracted from relative performance.

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The source of market data is JP Morgan.

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Investment principal on bonds can be eroded depending on sale price or market price. In addition, there are bonds on which investment principal can be eroded due to changes in redemption amounts. Care is required when investing in such instruments.

Oaktree (Lux.) Funds - Oaktree Emerging Markets Equity Fund is domiciled in Luxembourg. The representative in Switzerland is ACOLIN Fund Services, Affolternstrasse 56, CH-8050 Zürich. The paying agent in Switzerland is Credit Suisse AG, Zurich.

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