



# Oaktree Emerging Markets Equity Fund

## Class CB

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>Morningstar Rating as of 30.03.2018</b>	★★★
<b>Fund manager</b>	Oaktree Capital Management, L.P./ Frank Carroll, Tim Jensen
<b>Fund manager since</b>	17 Mar. 2015
<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 millions)</b>	256.07
<b>Share Class Inception Date</b>	17 Mar. 2015
<b>SICAV Strategy Inception Date</b>	01 Aug. 2013
<b>Portfolio management fee in % p.a.</b>	1.20
<b>Benchmark (BM)</b>	MSCI EM (NR)
<b>Unit Class</b>	Category CB (capital growth)
<b>Unit class currency</b>	USD
<b>ISIN number</b>	LU1138672214
<b>Bloomberg ticker</b>	OAEMECB LX
<b>Valor no.</b>	26076950
<b>WKN number</b>	A14QC5
<b>SEDOL</b>	BYTL4Z4
<b>Net Asset Value</b>	127.12
<b>Min. Investment Amount</b>	100
<b>Redemptions</b>	Daily
<b>EU taxation</b>	In scope - no tax

### FUND STATISTICS

	1 year	3 years
Annualized volatility in %	13.94	18.40
Information ratio	-0.38	-0.14
Tracking Error (Ex post)	3.63	3.87
Beta	1.12	1.10

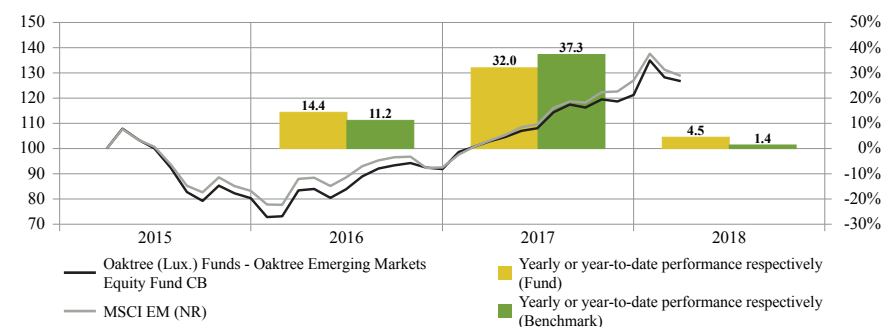
### NUMBER OF HOLDINGS

<b>Fund</b>	64
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### Contact

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



Source: Lipper, a Thomson Reuters company

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

	1 month	3 months	YTD	1 year	3 years	5 years	Since inception
Fund	-1.18	4.51	4.51	23.20	26.73	-	27.12
Benchmark	-1.86	1.42	1.42	24.93	28.83	-	31.34

<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	29.74	24.03	5.71
Information Technology	22.40	27.77	-5.37
Energy	12.32	7.19	5.13
Consumer Discretionary	10.83	9.46	1.37
Materials	7.69	7.32	0.37
Consumer Staples	7.53	6.44	1.09
Industrials	3.24	5.19	-1.95
Real Estate	2.59	2.84	-0.25
Utilities	1.88	2.36	-0.48
Telecommunication Services	1.78	4.58	-2.80
Health Care	0.00	2.82	-2.82

### COUNTRIES IN %

	Fund	Benchmark	Compared with benchmark
China	35.86	29.92	5.94
Brazil	13.53	7.47	6.06
Korea	12.53	15.10	-2.57
Russia	7.85	3.59	4.26
Taiwan	6.96	11.77	-4.81
India	6.61	8.10	-1.49
South Africa	5.17	6.76	-1.59
Indonesia	2.86	2.05	0.81
Mexico	1.75	2.92	-1.17
Thailand	1.75	2.43	-0.68
Greece	1.46	0.31	1.15
Hungary	1.04	0.32	0.72
Others	2.63	9.26	-6.63

### CURRENCIES IN %

	Fund	Benchmark
USD	38.13	8.58
HKD	29.18	22.30
KRW	12.53	15.10
ZAR	4.05	6.76
IDR	2.86	2.05
TWD	2.48	11.77
MXN	1.75	2.92
THB	1.75	2.43
BRL	1.73	7.47
Others	5.54	20.62

### TOP 10 HOLDINGS IN %

	%
Samsung Electronics	6.08
Taiwan Semicon	4.48
Itau Unibanco	4.02
China Const. Bank	3.83
Alibaba Group	3.26
Petrobras	3.22
Tencent Hldg Ltd	2.81
Icici Bank	2.79
Hana Financial Gr.	2.60
Lukoil	2.56
<b>Total</b>	<b>35.65</b>

## MARKET COMMENTARY

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- The fund outperformed the MSCI EM Index Net benchmark in March.
- Emerging markets fell in March, but marginally outpaced developed markets.
- Equity markets were choppy and volatility spiked as trade tensions escalated between the US and China and Asian internet names weakened in sympathy with Facebook and other FAANG stocks.
- Turkey performed poorly as the lira depreciated as the Turkish central bank resisted raising interest rates to support the currency. South Africa's underperformance was driven by significant losses in the consumer discretionary sector. Korea outperformed on improving geopolitical news, including a planned summit with North Korea. This helped the performance of consumer stocks while information technology rallied on increased automotive component orders.
- Collectively, emerging markets currencies remained flat against the dollar, but this reflects on average across disparate performers.
- Oil prices rebounded.
- Earnings estimates for emerging markets were revised higher, and emerging markets equity funds continued to receive net inflows during the month.
- The funds outperformance was driven by stock selection in China, South Africa and Brazil. Country allocation decisions had a modest negative impact.
- At the sector level, selection among consumer discretionary and information technology stocks contributed positively, but stock selection among financials detracted from relative performance.

## LEGAL INFORMATION

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The source of market data is JP Morgan.