

Robeco BP US Premium Equities EH GBP

Robeco BP US Premium Equities is an actively managed fund that invests across market capitalizations and sectors in a flexible manner. The selection of these stocks is based on fundamental analysis. The portfolio is consistently built from the bottom up to exhibit attractive valuation, strong business fundamentals and improving business momentum.



Duilio R. Ramallo, CFA
Fund manager since 03-10-2005

Performance

	Fund	Index
1 m	4.50%	3.47%
3 m	-4.93%	-5.87%
Ytd	-17.92%	-17.43%
1 Year	-5.71%	-4.69%
2 Years	-6.36%	-3.18%
3 Years	-1.78%	0.15%
5 Years	1.30%	2.69%
10 Years	7.66%	8.81%
Since 06-2009	8.70%	9.92%

Annualized (for periods longer than one year)

Note: due to a difference in measurement period between the fund and the index, performance differences may arise. For further info, see page 4.

Rolling 12 month returns

	Fund
06-2019 - 05-2020	-5.71%
06-2018 - 05-2019	-7.01%
06-2017 - 05-2018	8.06%
06-2016 - 05-2017	14.79%
06-2015 - 05-2016	-1.94%

Initial charges or eventual custody charges which intermediaries might apply are not included.

Fund price

31-05-20	GBP	196.47
High Ytd (17-01-20)	GBP	242.20
Low Ytd (23-03-20)	GBP	139.18

Index

Russell 3000 Value Index (Gross Total Return, hedged into GBP)

General facts

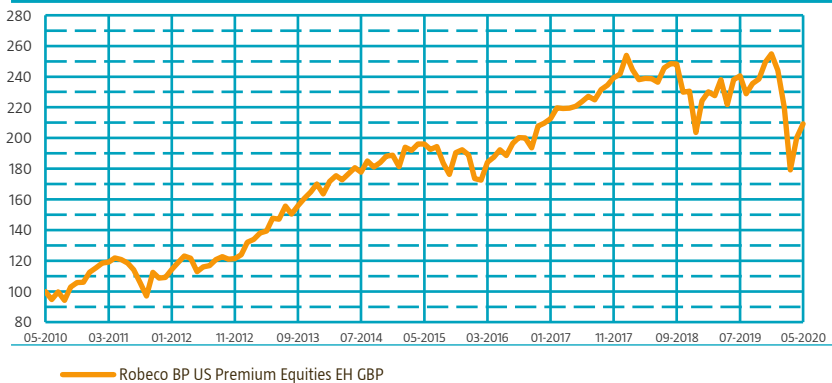
Type of fund	Equities
Currency	GBP
Total size of fund	GBP 2,883,407,926
Size of share class	GBP 2,637,141
Outstanding shares	13,385
1st quotation date	01-06-2009
Close financial year	31-12
Ongoing charges	1.71%
Daily tradable	Yes
Dividend paid	Yes
Ex-ante tracking error limit	-
Management company	Robeco Luxembourg S.A.

Fees

Management fee	1.50%
Performance fee	None
Service fee	0.16%
Expected transaction costs	0.27%

Performance

Indexed value (until 31-05-2020) - Source: Robeco



Performance

Based on transaction prices, the fund's return was 4.50%.

Robeco BP US Premium Equities strongly outperformed the Russell 3000 Value Index in May, with contributions coming from both stock selection and sector allocation. From a stock selection perspective, the fund added most value in the healthcare and consumer discretionary sectors of the market. Healthcare services holdings performed strongly, including McKesson, which gained close to 13%, Henry Schein and Laboratory Corp of America, while avoiding biotech company Gilead Sciences added value, as the stock declined 7%. In consumer discretionary, eBay, off-benchmark Lowe's Companies and AutoZone were top contributors, while Wyndham Hotels & Resorts and Wyndham Destinations both soared over 20%. Having no exposure to real estate and an underweight exposure to consumer staples contributed significantly, and the overweight exposure to consumer discretionary and information technology also added meaningfully.

Market development

US equity markets finished the month of May in positive territory, albeit with lesser gains than the previous month. The S&P 500 climbed 4.76% higher, with information technology posting the strongest returns of over 7%, while the generally 'expensive' consumer staples sector underperformed the index, rising 1.5%. Mid-cap stocks were the best performers in the value indices, as measured by the Russell Mid Cap Value Index, returning 4.6%, followed by large caps posting gains of 3.4%, with small caps rising 2.9%, as measured by the Russell 2000 Value Index. Growth continued to outperform value last month, with US mid-cap and small-cap growth stocks soaring 10% and 9.5% respectively.

Expectation of fund manager

We are in a Covid-19 led recession, with Q2 projections for the most severe GDP decline ever. Unemployment and defaults are likely to rise rapidly, while earnings projections will be cut significantly. Markets rebounded in April and May on signs of new cases abating, some healthcare progress and signs of economies reopening around the globe; all of which is very positive. The economic rebound will be slow, and we are currently looking to 2022 for 'normalized' earnings. We have experienced tough times before and Boston Partners will continue to construct portfolios in a consistent manner, focused on attractive valuations, strong business fundamentals and improving business momentum.

SI fund classification

	Yes	No	N/A
Voting	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Engagement	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
ESG Integration	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>
Exclusion	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>

PRI ESG Integration Classification

	Yes	No	N/A
Screening	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Integration	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>
Sustainability Themed Fund	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>

Top 10 largest positions

One new name entered the top 10 in May (McKesson Corp) while Financial holding Citigroup exited.

Legal status

Investment company with variable capital incorporated under Luxembourg law (SICAV)
Issue structure Open-end
UCITS V Yes
Share class EH GBP
This fund is a subfund of Robeco Capital Growth Funds, SICAV

Registered in

France, Ireland, Luxembourg, Netherlands, Singapore, Switzerland, United Kingdom

Currency policy

Investments are predominantly made in securities denominated in US dollars. The fund is denominated in GBP. Derivatives are used to hedge currency to GBP.

Risk management

Risk management is fully integrated in the investment process to ensure that positions always meet predefined guidelines.

Dividend policy

The fund distributes a dividend on an annual basis.

Fund codes

ISIN	LU0432313756
Bloomberg	RUSPSEH LX
Sedol	B551DJ2
WKN	AOYFG6
Valoren	10228863

ESG integration policy

For Robeco BP US Premium Equities, ESG factors are qualitatively considered on an individual basis in the fundamental analysis but are not structurally integrated in the investment process.

Top 10 largest positions

Holdings	Sector	%
Pfizer Inc	Health Care	2.27
Johnson & Johnson	Health Care	2.22
Bank Of America Corp	Financials	2.17
Medtronic Plc	Health Care	2.05
Jpmorgan Chase & Co	Financials	2.02
Novartis Ag Adr	Health Care	1.83
Qorvo Inc	Information Technology	1.72
McKesson Corp	Health Care	1.62
Unitedhealth Group Inc	Health Care	1.61
Centene Corp	Health Care	1.59
Total		19.09

Top 10/20/30 weights

Top 10	19.09%
Top 20	32.38%
Top 30	43.27%

Statistics

	3 Years	5 Years
Tracking error ex-post (%)	3.44	3.47
Information ratio	-0.10	0.08
Sharpe ratio	-0.04	0.14
Alpha (%)	-0.14	0.27
Beta	1.07	1.07
Standard deviation	20.06	17.43
Max. monthly gain (%)	11.88	11.88
Max. monthly loss (%)	-18.45	-18.45

Above mentioned ratios are based on gross of fees returns.

Hit ratio



	3 Years	5 Years
Months outperformance	20	36
Hit ratio (%)	55.6	60.0
Months Bull market	25	39
Months outperformance Bull	15	24
Hit ratio Bull (%)	60.0	61.5
Months Bear market	11	21
Months Outperformance Bear	5	12
Hit ratio Bear (%)	45.5	57.1

Above mentioned ratios are based on gross of fees returns.

Changes

The fund name Robeco US Premium Equities was changed to Robeco BP US Premium Equities, as of 31 August 2016.

Asset Allocation

Asset allocation		
Equity		96.5%
Cash		3.5%

Sector allocation

The fund activity in May saw two new holdings coming from the technology and consumer staples sectors, and three positions from the healthcare, industrials and consumer discretionary sectors were liquidated. Healthcare and financials account for close to 50% of the fund's weight, with technology and industrials being the next largest sector weights. The fund continues to have no exposure to real estate.

Sector allocation			Deviation index	
Health Care	<div><div></div></div>	27.7%	<div><div></div></div>	12.8%
Financials	<div><div></div></div>	23.4%	<div><div></div></div>	2.2%
Information Technology	<div><div></div></div>	13.6%	<div><div></div></div>	6.4%
Industrials	<div><div></div></div>	12.4%	<div><div></div></div>	2.7%
Consumer Discretionary	<div><div></div></div>	8.6%	<div><div></div></div>	2.5%
Communication Services	<div><div></div></div>	5.5%	<div><div></div></div>	-2.7%
Materials	<div><div></div></div>	5.2%	<div><div></div></div>	0.7%
Energy	<div><div></div></div>	2.4%	<div><div></div></div>	-3.7%
Consumer Staples	<div><div></div></div>	0.6%	<div><div></div></div>	-9.0%
Utilities	<div><div></div></div>	0.6%	<div><div></div></div>	-6.7%
Real Estate	<div><div></div></div>	0.0%	<div><div></div></div>	-5.2%

Country allocation

The fund invests only in stocks that are quoted on a US stock exchange.

Country allocation		Deviation index	
United States	<div><div></div></div> 92.8%	<div><div></div></div>	-7.0%
Switzerland	<div><div></div></div> 3.0%	<div><div></div></div>	3.0%
United Kingdom	<div><div></div></div> 1.1%	<div><div></div></div>	1.1%
China	<div><div></div></div> 0.9%	<div><div></div></div>	0.9%
Ireland	<div><div></div></div> 0.6%	<div><div></div></div>	0.6%
Canada	<div><div></div></div> 0.6%	<div><div></div></div>	0.6%
Hong Kong	<div><div></div></div> 0.4%	<div><div></div></div>	0.4%
Brazil	<div><div></div></div> 0.3%	<div><div></div></div>	0.3%
Italy	<div><div></div></div> 0.3%	<div><div></div></div>	0.3%
Mexico	<div><div></div></div> 0.1%	<div><div></div></div>	0.1%
Netherlands	<div><div></div></div> 0.0%	<div><div></div></div>	-0.1%
Other	<div><div></div></div> -0.1%	<div><div></div></div>	-0.2%

Currency allocation

N/A

Currency allocation		Deviation index	
United Kingdom Pound Sterling	<div><div></div></div> 95.0%		<div><div></div></div> 95.0%
Swiss Franc	<div><div></div></div> 2.5%		<div><div></div></div> 2.5%
Hong Kong Dollar	<div><div></div></div> 1.0%		<div><div></div></div> 1.0%
European Euro	<div><div></div></div> 0.8%		<div><div></div></div> 0.8%
Chinese Yuan Renminbi	<div><div></div></div> 0.3%		<div><div></div></div> 0.3%
Brazil Real	<div><div></div></div> 0.2%		<div><div></div></div> 0.2%
Mexican Peso	<div><div></div></div> 0.1%		<div><div></div></div> 0.1%
US Dollar	<div><div></div></div> 0.1%	<div><div></div></div>	<div><div></div></div> -99.9%

Investment policy

Robeco BP US Premium Equities (GBP) selects stocks based on their investment merit. Its bottom-up stock selection process is guided by a disciplined value approach, intensive internal research and risk aversion. The fund's broad definition of value looks beyond traditional value characteristics such as low Price/Earnings and Price/Book, and includes analysis of long-term business fundamentals and short term business momentum. The fund's investment objective is to participate in rising markets and preserve capital in falling markets through diligent risk management.

Fund manager's CV

Mr. Ramallo is the senior portfolio manager for Boston Partners Premium Equity product. Previously, Mr. Ramallo was the assistant portfolio manager for the Small Cap Value products. Prior to his portfolio management role, Mr. Ramallo was a research analyst for Boston Partners. He joined the firm from Deloitte & Touche L.L.P., where he spent three years, most recently in their Los Angeles office. Mr. Ramallo holds a B.A. degree in economics/business from the University of California at Los Angeles and an M.B.A. from the Anderson Graduate School of Management at UCLA. He holds the Chartered Financial Analyst® designation. He is also a Certified Public Accountant (inactive). He has twenty years of investment experience.

Fiscal product treatment

The fund is established in Luxembourg and is subject to the Luxembourg tax laws and regulations. The fund is not liable to pay any corporation, income, dividend or capital gains tax in Luxembourg. The fund is subject to an annual subscription tax ('tax d'abonnement') in Luxembourg, which amounts to 0.05% of the net asset value of the fund. This tax is included in the net asset value of the fund. The fund can in principle use the Luxembourg treaty network to partially recover any withholding tax on its income.

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Risk factors you should consider before investing: Markets: The value of investments and the income from them can go down as well as up and you may get back less than the amount invested. Exchange Rates: Investing globally can bring additional returns and diversify risk. However, currency exchange rate fluctuations may have a positive or negative impact on the value of your investment. Country : Less developed countries may face more political, economic or structural challenges than developed countries. This may mean your money is at greater risk. The risks outlined might be particularly relevant to this fund and should always be read in conjunction with all warnings and comments given in the prospectus and KIID for the fund. Other important information: The fund constitutes a recognised scheme under section 264 of the Financial Services and Markets Act. Nothing herein constitutes investment, legal, tax or other advice and is not to be relied upon in making an investment or other decision. No recommendation is made, positive or otherwise, regarding individual securities mentioned. You should seek professional advice before making any investment decisions. This is not an invitation to subscribe for shares in the Fund and is by way of information only. Subscriptions will only be received and shares issued on the basis of the current Prospectus, relevant Key Investor Information Document (KIID) and other supplementary information for the Fund. These can be obtained free of charge from Northern Trust Global Serviced Limited, 50 Bank Street, Canary Wharf, London E14 5NT or from our website www.robeco.com. The ongoing charges mentioned in this publication express the operational costs including management fee, service fee, taxe d'abonnement, depositary fee and bank charges and is the one stated in the fund's latest annual report at closing date. Robeco Institutional Asset Management B.V., Rotterdam (Trade Register no. 24123167) is registered with the Netherlands Authority for the Financial Markets in Amsterdam and subject to limited regulation in the UK by the Financial Conduct Authority. Details about the extent of our regulation by the Financial Conduct Authority are available from us on request. Unless otherwise stated, performances are i) net of fees based on transaction prices and ii) with dividends reinvested.