

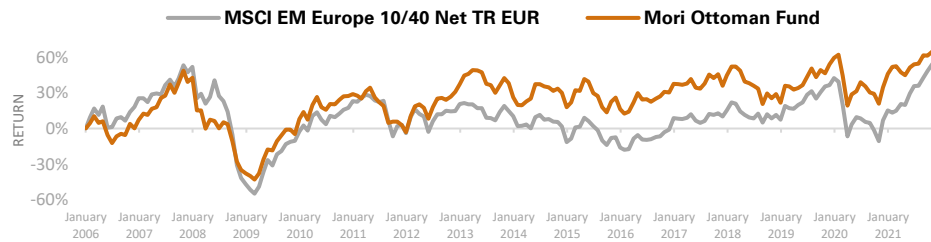
# Mori Ottoman Fund



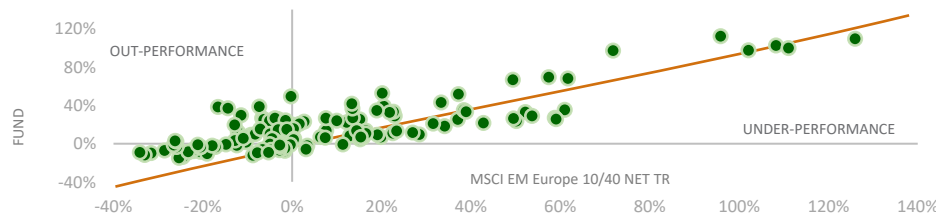
## Fund Objective

The Fund seeks long-term capital appreciation through investment primarily in a portfolio of Emerging European securities. The Fund may also invest opportunistically Middle East and North Africa region securities from time to time. The Fund manager specialises in investment in Emerging Europe and uses a bottom-up approach that incorporates both stock and sector views. The stock-picking style uses proprietary valuation models, target prices, stock market capitalisation, liquidity and view on management's quality.

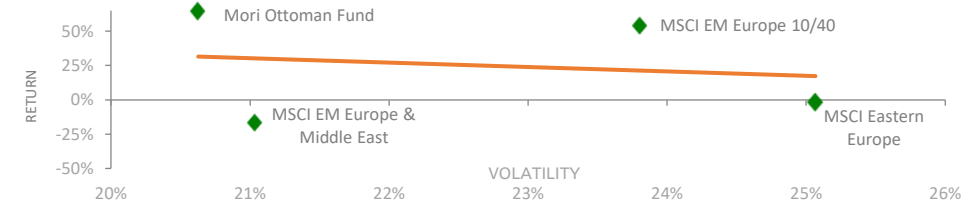
## Historical Performance<sup>1</sup> (Since Inception to 29 October 2021, EUR A-Share Class)



## 5-Year Rolling Returns<sup>2</sup> (Since Inception to 29 October 2021, EUR A-Share Class)



## Return / Volatility<sup>2</sup> (Since Inception to 29 October 2021, EUR A-Share Class)

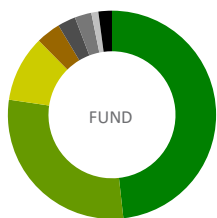


## Performance<sup>3</sup> (%)

	1mth	YtD	1Yr	2Yr	3Yr	5Yr	10Yr	Since Inception
Fund	2.5%	13.9%	37.8%	15.5%	35.5%	34.5%	55.8%	64.6%
Index	4.0%	33.8%	72.3%	13.8%	42.2%	58.9%	50.9%	54.0%

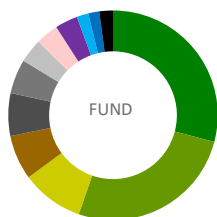
## Portfolio Overview<sup>4</sup> (%)

### Country Breakdown



	% of Port.	vs. Index
Russia	48.3	-18.2
Turkey	29.1	23.8
Poland	10.2	-6.0
Romania	3.8	3.8
Multinational	2.8	2.8
Greece	2.6	-1.2
Ukraine	1.1	1.1
Czech Republic	0.0	-2.5
Hungary	0.0	-5.5
Cash & Equivalents	2.1	2.1

### Sector Breakdown



	% of Port.	vs. Index
Energy	29.1	-5.3
Financials	26.2	-1.5
Materials	9.6	-4.9
Telecommunications	6.9	3.3
Consumer Staples	6.6	1.0
Consumer Discretionary	5.3	0.6
Industrials	3.7	3.4
Diversified	3.5	3.0
Utilities	3.5	0.9
Real Estate	1.8	1.8
Information Technology	1.7	-4.3
Cash & Equivalents	2.1	2.1

## Investment Process

- Bottom-up stock picking
- In-house qualitative and quantitative proprietary valuation database
- Unconstrained, non-benchmark
- Active Beta management (1) Cash management (2) Opportunistic use of futures, options and FX hedging
- Disciplined "sell" process

## Fund Summary

Fund Type	UCITS
Domicile	Dublin
Currency	EUR
Index	MSCI EM Europe 10/40 Index
Fund Manager	Aziz Unan (Since inception)
Launch Date	3 January 2006
AUM	EUR 30.6m

## Portfolio Characteristics

	Fund	Index
(%) Volatility	16.9	19.0
(%) Active Share	59.4	
(%) Tracking Error	9.2	
Information Ratio	0.0	

## Financial Ratios

	Fund	Index
Price Earnings (12 months forward)	6.3	11.1
Price to Book	1.6	1.4
Return on Equity	21.9	12.1
Dividend Yield (12 months forward)	5.4	6.3

## Top 10 Holdings

Lukoil	8.6
Novatek	7.3
Gazprom	7.0
Sberbank	5.7
Bank Pekao	4.0
Is Yatirim	3.8
Surgutneftegas	3.1
Severstal	2.6
Mytilineos	2.6
Tupras	2.5

## Market Cap

> 5 Bln	48.8%
1-5 Bln	30.0%
< 1 Bln	19.1%

<sup>1</sup> Cumulative total return, net of fees, of the A EUR Share Class until 11 July 2012, then C EUR Share Class. <sup>2</sup> Performance based on monthly total returns in EUR (A Share Class), net of fees, excluding initial charge. <sup>3</sup> Performance based on monthly total returns in EUR (C Share Class), net of fees, except 10-Year & since inception (A EUR Share Class). <sup>4</sup> Table weights shown adjusted for delta exposure, pie chart shows table weights to 100. Past performance is not a guide to future performance. The value of investments may go down as well as up and investors may lose money. SOURCE: Unless otherwise stated, all data sourced from Bloomberg and Northern Trust as of 29.10.2021.

# Mori Ottoman Fund



## Performance

Oil prices continued to rally and settled above USD 80 per barrel in October. The US Fed announced that it would start gradually reducing asset purchases and hinted that interest rate hikes may come sooner than expected in 2022. Several companies released their third quarter financial statements in Emerging Europe, which generally came in better than the analysts' projections. With the exception of the Czech index, other Emerging European bourses managed to close the month on a positive note. The net asset value of **Mori Ottoman Fund** gained 2.5% in October (Euro C-Class).

## Portfolio Activity

Inflation continues to rise across the world. The headline figure in the US was announced to have hit 6.2% in October, a level which has reportedly not been seen since 1990. As we mentioned in a number of monthly reports previously, unlike other expert opinions, we do not believe the inflation issue will be temporary due to massive monetary expansion since the start of the Covid-19 pandemic. This, combined with pent up demand across the world and disruption in the supply chain and logistics, will likely be a policy makers' headache in the months to come.

In a surprise move, the Russian Central Bank aggressively hiked its policy rate by 75 basis points to 7.5% in October. Based on official data, annual inflation rose to 7.4% in September (from 6.7% in August), and it was reported to have hit 8.1% last month. The Bank of Russia further announced that it holds open the option to further key rate hikes at its upcoming meetings. Lukoil's stock price rallied recently on the back of oil price rises. Thus, we locked in some profits in the name last month.

The Central Bank of Turkey cut its key policy rate by 100 basis points to 16%. This came in higher than expected as the market consensus was a 50-basis point cut. This move led to depreciation of the lira against the major currencies. However, as equities became cheaper in hard currency terms, it was viewed as a buying opportunity, especially by international investors. Turkish companies in general also beat consensus earnings estimates for the third quarter by a comfortably large margin, which supported the equity prices last month.

## Outlook

We would not be surprised if equities take a breather in November following the recent rally. However, we remain positive as we think that the street will once again revise up their financial projections on the back of the positive third quarter figures. Furthermore, equities will likely provide an inflation hedge. This could result in further inflows into the asset class.



## Contacts

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**SOURCE:** Bloomberg as of 29 October 2021, unless stated otherwise. **Past performance is not a guide to future returns.**

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Fund Facts	
Management Fee	1.75% (A), 2.00% (AA), 1.25% (C, M)
Performance Fees	15% of increase over highest of any previous 12-month period end NAV (A)
Initial Min. Investment	€ , £ 10,000 (A, AA) € , \$ , £ 1,000,000 (C, M)
Dealings	Daily
Dealing Day Cut-Off	10:00am Irish Time
Redemptions	Daily
Settlement	T+3 T+4 (GBP share classes)
Redemption Fee	0%
Administrator	Northern Trust Fiduciary Services (Ireland) Limited
Entry Charges	0%
Launch Date	
A EUR	03.01.2006
AA GBP	10.05.2013
C EUR	01.06.2012
C USD	01.06.2012
C GBP	01.11.2012
M USD	14.01.2020
Launch Price	
A EUR	100.00
AA GBP	10.00
C EUR	10.00
C USD	10.00
C GBP	10.00
M USD	100.00
Current NAV	
A EUR	164.57
AA GBP	11.38
C EUR	14.31
C USD	14.87
C GBP	13.57
M USD	104.66
Bloomberg Codes	
A EUR	GRIOTTO ID
AA GBP	RAOTAAG ID
C EUR	RAOTTCE ID
C USD	RAOTTCC ID
C GBP	RAOTTCC ID
M USD	MORIOMU ID
ISIN Codes	
A EUR	IE00B0T0FN89
AA GBP	IE00B87G5S97
C EUR	IE00B8G12179
C USD	IE00B4XYZP64
C GBP	IE00B87PYK12
M USD	IE00BJLC3Y24

Signatory of:

