

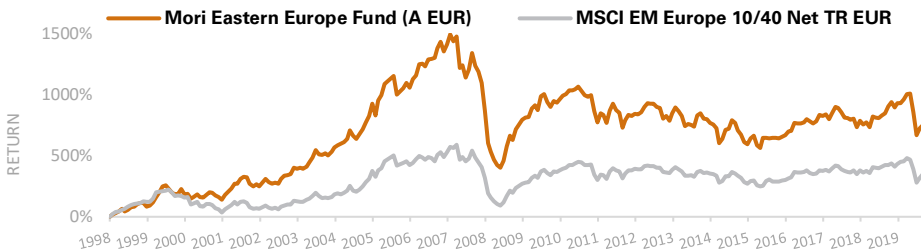
# Mori Eastern European Fund



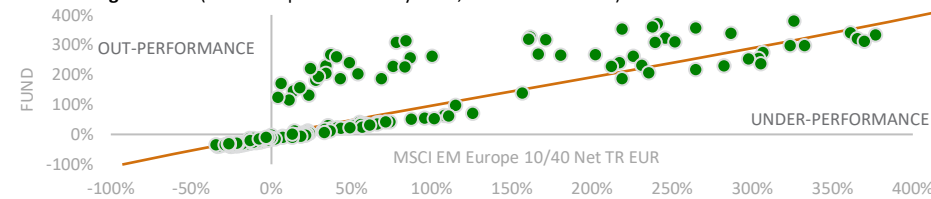
## Fund Objective

The Fund seeks long-term capital appreciation through investments primarily in a portfolio of Eastern European securities. The manager uses a bottom-up approach to incorporate both stock and sector views. The manager's stock-picking style is a combination of proprietary valuation models, target prices, stock market capitalisation, liquidity and his view on the management's quality.

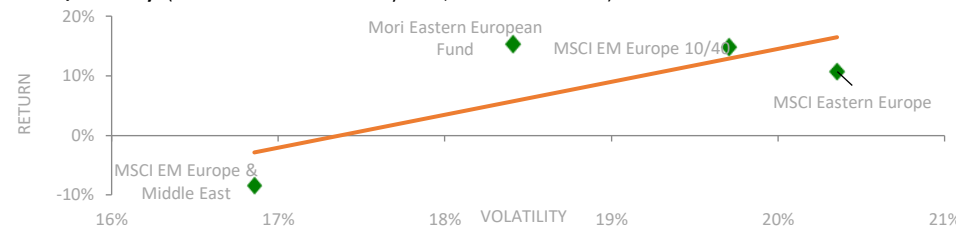
## Historical Performance<sup>1</sup> (Since inception to 31 July 2020, EUR A-Share Class)



## 5-Year Rolling Returns<sup>2</sup> (Since inception to 31 July 2020, EUR A-Share Class)



## Return / Volatility<sup>3</sup> (Since launch date to 31 July 2020, EUR M-Share Class)



## Performance<sup>4</sup> (%)

	1mth	YtD	1Yr	2Yr	3Yr	5Yr	10Yr	Since Inception
Fund	-3.2%	-23.0%	-18.1%	-5.2%	-2.5%	10.0%	-19.1%	748.4%
Index	-2.6%	-25.8%	-19.6%	-6.0%	-0.7%	7.4%	-4.4%	351.0%

## Portfolio Overview<sup>5</sup> (%)

Country Breakdown	% of Port.	vs. Index
Russia	46.0	-15.9
Turkey	16.7	7.2
Poland	11.4	-6.1
Multinational	6.3	6.3
Greece	4.8	1.4
Czech Republic	1.5	-1.0
Ukraine	1.3	1.3
Hungary	0.0	-5.4
Cash & Equivalents	7.1	7.1

## Sector Breakdown

Sector Breakdown	% of Port.	vs. Index
Financials	21.2	-1.1
Energy	20.1	-14.4
Materials	17.6	-0.9
Consumer Staples	9.1	0.8
Telecommunications	5.9	0.7
Industrials	5.9	4.7
Consumer Discretionary	3.4	0.5
Real Estate	3.0	3.0
Information Technology	2.3	-0.6
Others	4.4	0.2
Derivatives	-4.9	-4.9
Cash & Equivalents	7.1	7.1

## 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 Net TR EUR
Fund Manager	Aziz Unan (Since January 2015)
Launch Date	7 October 1998 (A)
AuM	EUR 58.6m

## Portfolio Characteristics

	Fund	Index
(%) Volatility	18.4	19.7
(%) Active Share	53.3	
(%) Tracking Error	5.7	
Information Ratio	0.1	

## Financial Ratios

	Fund	Index
Price Earnings (12 months forward)	5.8	9.3
Price to Book	1.9	0.9
Return on Equity	31.9	10.1
Dividend Yield (12 months forward)	3.7	4.9

## Top 10 Holdings

Lukoil	7.4
Sberbank	5.9
Wisdomtree Gold	4.1
Norilsk Nickel	3.9
Gazprom	3.8
PKO	3.4
Novatek	3.2
X-Five	2.7
MTS	2.5
PZU	2.5

## Market Cap

> 5 Bln	49.4%
1-5 Bln	28.1%
< 1 Bln	15.4%

<sup>1</sup> Cumulative total returns in EUR (A Share Class), net of fees, excluding initial charge. <sup>2</sup> Performance based on total returns in EUR (A Share Class), net of fees, excluding initial charge. <sup>3</sup> Performance based on monthly total returns in EUR (M Share Class), net of fees, excluding initial charge. <sup>4</sup> Performance based on monthly total returns in EUR (M Share Class), net of fees, except 5-Year, 10-Year & since inception (A EUR Share Class). Benchmark index was the MSCI EM Europe Index to December 2008, then MSCI EM Europe 10/40 Net Total Return Index. <sup>5</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 at 31.07.2020.

# Mori Eastern European Fund



## Performance

Good news! Shortly before we went to press, President Putin announced that Russia has registered the first Covid-19 vaccine. Once more details about the vaccine are released, and if the world is convinced of its effectiveness, we think that it may have positive global effects. As for July, a rise in the number of new Covid-19 cases around the world led to a market correction ahead of the traditionally slow summer season. The net asset value of Mori Eastern European Fund declined by 3.2% in euro terms (M share class) in July, while the MSCI Emerging Europe 10/40 Total Return Index was down 2.6% on the month.

## Portfolio Activity

Polish indices were the only ones to close July in positive territory. Polish utility stocks were particularly strong on the expectation that the unprofitable coal generation assets may be segregated and the previously planned large investment program could be scrapped. Our exposure in Enea and Tauron contributed positively.

In Turkey, we switched from holding Soda shares to Sisecam shares as Soda and the other subsidiaries will be merged into Sisecam, which we anticipate will lead to the company experiencing margin expansion as a result of the expected savings going forward. Moreover, its representation in indices will likely rise due to the significant increase of its market capitalization and stock liquidity following the merger. Karsan shares rallied ahead of the submission of its bid to supply vehicles to the United States Postal Service. We locked in some profits in the name. MLP Saglik Hizmetleri's stock price was also strong, which led to us taking some profits.

Gold price continued its upward trend in July. Silver was even stronger. Hence, our gold, silver and related securities performed well once again.

## Outlook

News regarding a Covid-19 vaccine is definitely very positive and, as the markets buy and sell the future in advance, it may lead to a refreshed rally of risk assets. However, we should keep in mind that its acceptance, approval, commercial production, logistics and implementation would still take several months, in our view. Risk-on mood may likely have a pause, or correction, on safe haven assets including gold and silver. Nevertheless, we think it would be a short term one in view of the significant increase in quantitative easing around the world.

## Contacts

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SOURCE: Bloomberg as of 31 July 2020, unless stated otherwise. Past performance is not a guide to future returns.

Please Note	For professional investors only This investment is not for sale to US persons in the US
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Fund Facts	
Management Fees	1.65% (A), 1.75% (B) 2.0% (AA), 1.25% (C, M)
Performance Fees	Class A: 15% of the NAV per Share increase over the higher of (1) the highest NAV per Share on any preceding Calculation day or (2) the Benchmark NAV (EUR 3 Month LIBOR). Class B: 20% of the outperformance of the NAV per Share to the percentage return of the MSCI EM Europe 10/40 Total Return Index (EUR) (MN40MUE Index) in the period from the preceding Calculation Day – subject to a clawback provision) AA, C and M share classes: no performance fee.
Initial Min. Investment	€, £ 10,000 (B, AA) €, £, \$ 1,000,000 (C, M)
Dealings	Daily
Redemptions	Daily
Dealing Day Cut-Off	10:00am Irish Time
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	07.10.1998
AA GBP	02.03.2012
B EUR	27.11.2009
C GBP	02.03.2012
M EUR	01.09.2016
Current NAV	
A EUR	433.80
AA GBP	9.07
B EUR	91.94
C GBP	10.65
M EUR	115.25
Bloomberg Code	
A EUR	GRIEEUI ID
AA GBP	RAMEAAG ID
B EUR	GRIEEUB ID
C GBP	RAMEECG ID
M EUR	RAMEEME ID
ISIN Code	
A EUR	IE0002787442
AA GBP	IE00B74GCZ17
B EUR	IE00B53RTW70
C GBP	IE00B762ZY72
M EUR	IE00BD03V952

Signatory of:

