

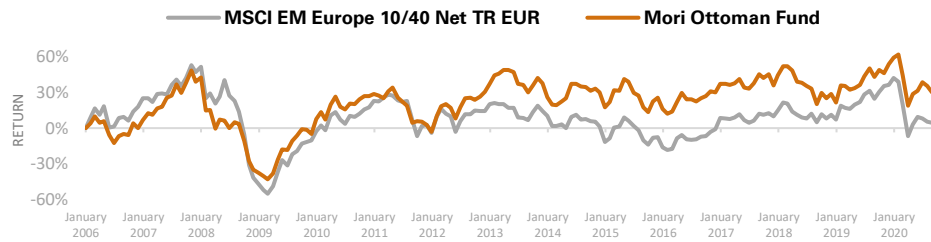
# Mori Ottoman Fund



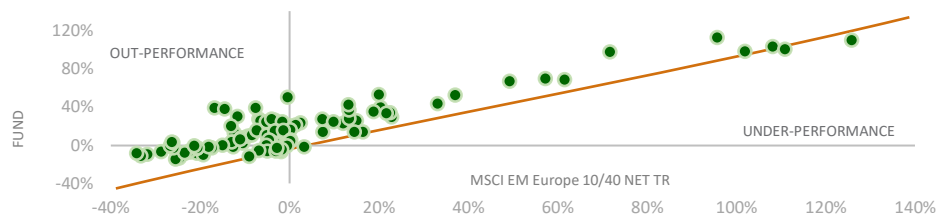
## Fund Objective

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.

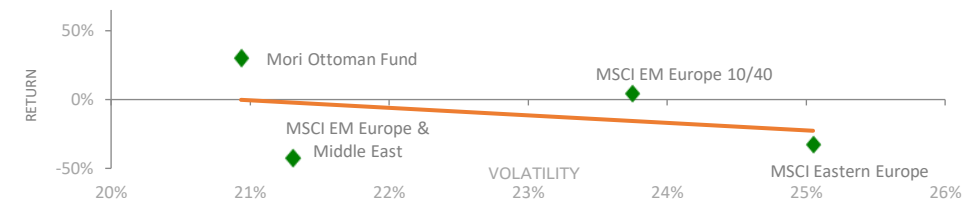
## Historical Performance<sup>1</sup> (Since Inception to 31 August 2020, EUR A-Share Class)



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



## Return / Volatility<sup>2</sup> (Since Inception to 31 August 2020, EUR A-Share Class)

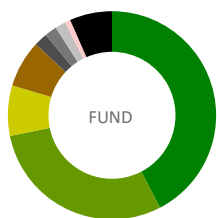


## Performance<sup>3</sup> (%)

	1mth	YtD	1Yr	2Yr	3Yr	5Yr	10Yr	Since Inception
Fund	-3.8%	-18.1%	-7.7%	10.4%	-8.1%	16.9%	8.2%	30.1%
Index	-1.0%	-26.6%	-16.3%	-0.4%	-6.9%	16.5%	-4.4%	4.5%

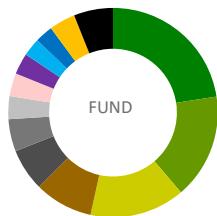
## Portfolio Overview<sup>4</sup> (%)

### Country Breakdown



	% of Port.	vs. Index
Russia	40.6	-25.4
Turkey	28.2	20.5
Multinational	7.5	7.5
Poland	7.0	-9.3
Czech Republic	2.0	-0.3
Greece	1.8	-1.3
Romania	1.6	1.6
Ukraine	0.8	0.8
Hungary	0.0	-4.7
Cash & Equivalents	6.3	6.3

### Sector Breakdown



	% of Port.	vs. Index
Financials	23.5	3.2
Energy	16.9	-17.9
Materials	15.3	-0.3
Telecommunications	9.4	4.5
Consumer Staples	6.8	-0.6
Utilities	5.2	2.6
Consumer Discretionary	3.7	1.2
Real Estate	3.7	3.7
Industrials	3.4	2.6
Information Technology	2.9	-7.5
Diversified	2.9	2.0
Derivatives	-4.2	-4.2
Cash & Equivalents	6.3	6.3

## 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 26.9m

## Portfolio Characteristics

	Fund	Index
(%) Volatility	17.0	18.0
(%) Active Share	71.1	
(%) Tracking Error	8.2	
Information Ratio	0.2	

## Financial Ratios

	Fund	Index
Price Earnings (12 months forward)	5.2	9.5
Price to Book	1.1	1.2
Return on Equity	18.4	12.2
Dividend Yield (12 months forward)	2.8	4.2

## Top 10 Holdings

Lukoil	7.4
Wisdomtree Gold	4.7
Novatek	4.6
Sberbank	3.8
MTS	3.6
Sutgutneftegas	3.1
Mail.Ru Group	2.9
Wisdomtree Silver	2.8
Koza Altin	2.8
Is Yatirim	2.7

## Market Cap

> 5 Bln	34.0%
1-5 Bln	34.9%
< 1 Bln	24.8%

<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 5-Year, 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 31.08.2020.

# Mori Ottoman Fund



## Performance

Momentum in the markets dropped as the summer season settled in, with daily volumes in some of the markets decreasing significantly. Czech, Polish and Greek equities closed the month in positive territory, while Hungarian and Turkish indices posted losses. Geopolitical noise increased in the East Mediterranean between Turkey and Greece, which spooked investor confidence somewhat at the end of the month. Having printed an all-time high on 6th of August at USD 2,063 per ounce, the gold price dropped to below USD 2,000 per ounce again as short term traders took the chance to realise some gains in gold. The net asset value of Mori Ottoman Fund declined by 3.8% in euro terms (C share class) in August, while the MSCI Emerging Europe 10/40 Total Return Index was down 1% on the month.

## Portfolio Activity

While our Polish utility stocks were strong contributors in July due to the positive news flow from the government, the announcements that came in August were contradictory and resulted in a sharp sell-off of these stocks last month. The news flow may swing the sentiment for the names yet again. Either way, we believe the Polish utility stocks we hold are highly undervalued and offer decent upside to our fair value estimates.

Oil price was flat during the course of August. The recent macroeconomic figures coming from Russia have so far been better than the market consensus. However, the Russian ruble depreciated against the US dollar and the euro, which we think could be due to politics in light of the Navalny case.

In Russia, we sold the industrial pipe manufacturer TMK as the free float of its shares decreased as a result of a voluntary tender offer. We anticipate that the company will likely conduct another offer in the coming months in order to delist the shares from the stock exchange and take the company private.

We sold our NLB shares in Slovenia. We think the stock is cheap, but there are cheaper stocks in our view under our radar. Also, we prefer to be in more liquid stocks in case of any unexpected market turbulence.

## Outlook

President Trump claims that the US is very close to producing an effective Covid-19 vaccine. Any tangible positive development may obviously have a positive impact on the markets in the short term. Either way, we believe Emerging European equities trade at a significant discount to both developed and other emerging markets while offering similar returns on equity and superior dividend yields.



## Contacts

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**SOURCE:** Bloomberg as of 31 August 2020, 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 quarter 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	130.12
AA GBP	9.42
C EUR	11.18
C USD	12.01
C GBP	11.16
M USD	84.57

Bloomberg Codes	
A EUR	GRIOTTO ID
AA GBP	RAOTAAG ID
C EUR	RAOTTCE ID
C USD	RAOTTCCU ID
C GBP	RAOTTCCG 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:

