

## BL-EMERGING MARKETS

June 2019

### Management Report

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Fund Manager



The emerging markets' equity index, the MSCI Emerging Markets NR, was up by +4.4% (in EUR) during the month of June. The fund (retail class B) was up by +1.5% (in EUR) over the same period.

Emerging markets rebounded during the month. The latest stance by the European Central Bank and the Federal Reserve buoyed global equities. Mr. Draghi sees prospect of more ECB stimulus amid weak inflation and Mr. Powell is weighing whether the Fed should cut interest rates as trade risks stir economic uncertainty and inflation lags. The consumer discretionary, information technology and communication services sectors performed best, whereas the more defensive sectors like healthcare or consumer staples rebounded the least.

No new company entered or exited the portfolio during the month of June. The fund manager added to the existing position in **L'Occitane** after the company announced good results with respect to topline growth and margins. The Hong-Kong listed company operates under several brands: L'Occitane, Melvita, Elemis, LimeLife and Erborian.

Regarding the equity allocation, the fund remained close to 79% during the month.

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### Portfolio

#### New Holdings (equities)

no transactions	

#### Investments sold (equities)

no transactions	

#### Asset Allocation

Equities	79,2%
Bonds	20,8%

#### Geographic Allocation

Latin America	18,9%
Asia Pacific	55,3%
EMEA	5,0%
Cash & Fixed Income	20,8%

#### Market Capitalizations

< EUR 1 bn	7,1%
EUR 1-5 bn	29,9%
EUR 5-20 bn	26,0%
> EUR 20 bn	14,7%
Cash & Fixed Income	20,8%

#### Top Holdings (equities)

Thai Beverage	2,8%
Tencent Holding	2,8%
TSMC	2,4%
CCU	2,4%
Natura Cosmeticos	2,4%
Want Want China	2,3%
Ambev	2,2%
FEMSA	2,2%
Odontoprev	2,1%
SATS	2,0%
Weight of Top 10	23,8%
Number of holdings	63

#### Sector Allocation

Energy	0,0%
Materials	1,2%
Industrials	9,2%
Consumer Discretionary	7,2%
Consumer Staples	49,8%
Health Care	5,7%
Financials	0,0%
Information Technology	2,4%
Communication Services	3,7%
Utilities	0,0%
Real Estate	0,0%
Cash & Fixed Income	20,8%

#### Performances <sup>1</sup>

	Since 31/12/2018	2018	2017	2016	2015	2014
Fund (B shares)	9,8%	-8,3%	6,2%	6,3%	0,9%	7,4%
MSCI Emerging Markets NR	14,5%	-10,3%	20,6%	14,5%	-5,2%	11,4%

	Since 31/12/2018	3 months	6 months	1 year	3 years	5 years
Fund (B shares)	9,8%	3,6%	12,0%	3,5%	10,3%	21,4%
MSCI Emerging Markets NR	14,5%	5,7%	15,0%	2,4%	40,7%	50,8%

#### General Information

Total Assets (EUR)	EUR 457,6 mn
Turnover 2018*	8%
TER 2018 (class B shares)	1,47%
ISIN Code (class B shares)	LU0309192036
ISIN Code (class BI shares)	LU0439765677

\* min (purchases, sales) / average of net assets

<sup>1</sup> Source: Lipper, in EUR

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