

# EMERGING MARKETS FUND

## Institutional Class

As of March 31, 2019



### FUND STATISTICS

**Fund Inception:** Mar. 30, 2007

**CUSIP:** 149498107

**Ticker:** CEMIX

**Minimum Initial Investment:**  
\$1 Million \*

**Maximum Sales Charge:** None

**Total Expenses:** 1.15%

**Redemption Fee: \*\*** 2.00%

**Net Assets:** \$4,124,628,124

\* The Fund may waive account minimums for customers of a financial intermediary or investment adviser if the aggregate investments of its customers are believed likely to meet the account minimum.

\*\* On shares held less than 60 days. If your account incurred a redemption fee, your performance will be lower than the performance quoted.

### TOTAL RETURNS

AS OF 03/31/2019

	Institutional Class	MSCI EM (Gross)
<b>Curr. Qtr.</b>	8.60%	9.95%
<b>YTD</b>	8.60%	9.95%
<b>1 year</b>	-12.70%	-7.06%
<b>3 year</b>	9.35%	11.09%
<b>5 year</b>	3.01%	4.06%
<b>10 year</b>	10.68%	9.31%
<b>Since Inc.</b>	4.03%	3.89%



## Investment objective

The Fund's investment objective is to seek long-term growth of capital.

The Fund normally invests at least 80% of its total assets in equity securities of companies in emerging (less developed) markets and other investments that are tied economically to emerging markets.

## Fund features

- Actively managed, tracking-error oriented, quantitative strategy
- Combines bottom-up and top-down factors in security selection
- Supports strict risk controls in stock selection process
- Provides diversification benefits to a developed markets portfolio

## About the adviser

Causeway Capital Management LLC is an investment management firm which began operations in June 2001. Causeway has approximately \$53.0 billion in global, international, emerging market and absolute return equities assets under management, and has 102 employees, 36 of whom are investment professionals.

**ARJUN JAYARAMAN, PhD, CFA Portfolio Manager** Dr. Jayaraman joined the firm in January 2006 and is head of the quantitative research group at Causeway. He has been co-portfolio manager of Causeway Emerging Markets Fund since March 2007.

**MACDUFF KUHNERT, CFA Portfolio Manager** Mr. Kuhnert performs quantitative research for Causeway. His responsibilities include product development, asset allocation, risk management, and the design and implementation of proprietary valuation models and other quantitative tools. He joined the firm in July 2001 and has been co-portfolio manager of Causeway Emerging Markets Fund since March 2007.

**JOE GUBLER, CFA Portfolio Manager** Mr. Gubler is a quantitative portfolio manager for Causeway. He joined Causeway as a quantitative research associate in April 2005 and was promoted to portfolio manager in January 2014.

The performance data quoted herein represents past performance. Past performance is not a guarantee of future results. The investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth less than their original cost, and current performance may be lower than the performance quoted. For performance data current to the most recent month end, please call 1.866.947.7000.

Returns greater than one year are annualized. Total returns assume reinvestment of dividends and capital gains distributions at net asset value when paid.

The MSCI Emerging Markets Index (Gross) is a free float-adjusted market capitalization index that is designed to measure equity market performance of emerging markets. The Index is gross of withholding taxes, assumes reinvestment of dividends and capital gains, and assumes no management, custody, transaction or other expenses. It is not possible to invest directly in an index.

**TOP TEN COUNTRIES**

China	33.2%
South Korea	15.2%
India	10.8%
Brazil	9.2%
Taiwan	8.9%
Russia	5.6%
Thailand	3.1%
Mexico	2.1%
South Africa	1.8%
Indonesia	1.2%

**TOP TEN SECTORS**

Financials	24.6%
Information Technology	15.0%
Communication Services	13.3%
Energy	10.1%
Consumer Discretionary	8.2%
Materials	7.3%
Industrials	6.4%
Consumer Staples	4.4%
Health Care	2.5%
Real Estate	2.3%

**TOP TEN ACTIVE HOLDINGS**

China Construction Bank Corp. (China)	1.8%	Banco do Brasil SA (Brazil)	1.2%
Tencent Holdings Ltd. (China)	1.6%	Anhui Conch Cement Co., Ltd. (China)	1.1%
Investimentos Itau (Brazil)	1.5%	Ping An Insurance (Group) Co. (China)	1.0%
Lukoil (Russia)	1.3%	China Petroleum & Chemical Corp. (China)	1.0%
Samsung Electronics Co. Ltd. (South Korea)	1.2%	Gazprom PJSC (Russia)	0.9%

Active defined as Fund weight minus MSCI EM Index weight. The holdings identified above can and will differ from the Fund's Top 10 holdings measured by Fund weight. Holdings are subject to change.

**Market commentary**

Buoyed by an increasingly dovish US Federal Reserve and optimism surrounding US-China trade negotiations, emerging markets equities posted positive returns in the first quarter of 2019. The MSCI Emerging Markets Index ("Index") returned 9.88% in local currency terms during the period. Led by China, emerging Asia was the top performing region group within the Index. The emerging Latin America and emerging Europe, Middle East, and Africa ("EMEA") regions also delivered positive returns during the quarter. Consumer discretionary, real estate, and information technology were the top performing sectors within the Index in local currency terms. Health care, utilities, and consumer staples were the weakest performers.

The Causeway Emerging Markets Fund ("Fund") underperformed the Index during the quarter. We use both bottom-up and top-down factor categories to seek to forecast alpha (return in excess of the index) for the stocks in the Fund's investable universe. Our value factor was the top performing bottom-up category during the quarter and earnings growth was modestly positive. Our price momentum factor category was a negative indicator during the period. Of our top-down factors, macroeconomic and currency were positive indicators during the quarter. The country and sector factors were negative during the period.

Over the quarter, Fund positioning in the emerging Asia region detracted from performance relative to the Index, primarily driven by negative stock selection in China and India. Positioning in the emerging Latin America region also detracted from relative performance. Stock selection in Russia and an underweight position in South Africa contributed to relative outperformance within the EMEA region. From a sector perspective, the largest detractors from relative performance were industrials, financials, and consumer discretionary. Positioning in the real estate, energy, and health care sectors contributed to relative performance. The largest stock-level detractors from relative performance included overweight positions in financial services firm, KB Financial Group, Inc. (South Korea), and wireless communications operator, SK Telecom Co., Ltd. (South Korea), as well as an underweight position in electronic & print media platform operator, Naspers Ltd. (South Africa). The greatest stock-level contributors to relative performance included overweight positions in oil exploration & production company, Lukoil (Russia), multinational food processing company, JBS SA (Brazil), and cement manufacturer, Anhui Conch Cement Co., Ltd. (China).

**To determine if the Causeway Emerging Markets Fund is an appropriate investment for you, carefully consider the Fund's investment objectives, risk factors, charges and expenses before investing. Please read the summary or full prospectus carefully before you invest or send money. To obtain additional information including charges, expenses, investment objectives, or risk factors, or to open an account, call 1.866.947.7000, or visit us online at [www.causewayfunds.com](http://www.causewayfunds.com).**

Mutual fund investing involves risk, including possible loss of principal. In addition to the normal risks associated with equity investing, international investing may involve risk of capital loss from unfavorable fluctuations in currency values, from differences in generally accepted accounting principles, or from economic or political instability in other nations. Emerging markets involve heightened risks related to the same factors, as well as increased volatility and lower trading volume. Current and future holdings are subject to risk. Diversification does not protect against market loss. There is no guarantee that securities mentioned will remain in or out of the Fund.

The market commentary expresses the portfolio managers' views as of the date of this report and should not be relied on as research or investment advice regarding any stock. These views and any portfolio holdings and characteristics are subject to change. There is no guarantee that any forecasts made will come to pass. Any securities identified and described do not represent all of the securities purchased, sold, or recommended for the Fund. The reader should not assume that an investment in any securities identified was or will be profitable.

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Causeway Capital Management LLC serves as investment adviser for Causeway Emerging Markets Fund. The Fund is distributed by SEI Investments Distribution Co., which is not affiliated with Causeway Capital Management LLC.

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