



# Emerging Markets Fund

## December 2017

### Fund information for quarter end 31st December 2017 (as at 31/12/2017)

Underlying fund launch date	12/10/2006
Unit price	843.50p
Underlying fund size (£m)	21.8
Yearly fund charges*	0.650%
Investment Approach	Active

\*The charges shown are the total charges that will be deducted from your Retirement Account while you are a member of the KPS-MP. For further information please refer to the scheme literature.

### Fund holdings

#### Funds Target fund holdings

Zurich' Aberdeen Life Emerging Markets Equity	100.00%
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'Zurich is not a fund manager - the Zurich funds invest in the underlying fund.

#### Portfolio Manager

Aberdeen Life Global Emerging Markets Equity Team Approach

### Top Holdings

ABERDEEN GLOBAL-CHINA A SHARE EQUITY FUND	7.10%
SAMSUNG ELECTRONICS CO LTD	5.70%
TAIWAN SEMICONDUCTOR MANUFACTURING CO LTD	4.40%
HOUSING DEVELOPMENT FINANCE CORP LTD	3.60%
TENCENT HOLDINGS LTD	3.30%
AIA GROUP LTD	3.10%
CHINA MOBILE LTD	2.80%
BANCO BRADESCO SA	2.60%
ASTRA INTERNATIONAL TBK PT	2.50%
ITC LTD	2.30%

### Fund objective

The fund aims to outperform the MSCI Emerging Markets Index.

### Who manages the funds?

Zurich delegates the investment management of the fund for the Kingfisher Pension Scheme Money Purchase Section (KPS-MP) to an underlying fund manager. This fund is currently managed by Aberdeen Asset Managers Ltd. Please note that the Trustee has the flexibility to change the underlying fund manager(s) at any time.

### Fund features

This fund invests in shares of overseas companies located in developing countries.

### Asset split

Global Emerging Market Equities	99.97%
Cash & Cash Equivalents	0.03%

This data is based on available data for the underlying Zurich pension fund(s) and target fund holdings as shown.

### Commentary

Emerging markets rallied in the fourth quarter. Positive corporate earnings, firming oil prices, and US tax reform outweighed the impact of stricter financial regulation in China and profit taking in the technology sector. The US dollar remained subdued despite the Fed's December rate hike. In China, Beijing eased foreign ownership limits on certain financial firms, which boosted the sector. Sentiment in India was boosted by authorities' plans to re-capitalise state-owned banks and the ruling party's victories in key state elections. South African stocks rallied after Cyril Ramaphosa won the ANC Party leadership. Political uncertainty hampered Latin American markets.

The fund lagged the benchmark. Brazilian markets were subdued, weighed down by Lojas Renner and Banco Bradesco. Mexico was weak on concerns over the outcome of NAFTA renegotiations. South African stocks rallied in December, but the fund suffered from not holding Naspers. In Russia, retailer Magnit's shares fell on negative third quarter results. The underweight to China was positive, as the technology sector's rally slowed.

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## Things you need to know

We've based this information on our current understanding of law and practice. We make every effort to ensure that this information is helpful, accurate and correct, but it may change or may not apply to your personal circumstances. All funds carry some risk and you should consider these risks before making an investment decision. Investment returns are not guaranteed and the value can fluctuate.

The main factors which may increase the risk of a fund include:

- \* The amount invested in company shares
- \* The split between government and corporate bonds
- \* The extent to which the fund invests in high yield assets
- \* The amount held in overseas assets
- \* Any concentration in specific areas or sectors

All or some of the investments are made through a reinsurance arrangement so if the linked life insurance company(ies) were to fail you may lose some or all of your money and this will not be covered by the Financial Services Compensation Scheme.

## What is the dealing cycle?

The fund is forward priced, which means that the member gets the next available price after they invest. The fund has a dealing cycle of T + 0. This means that the money received on day T buys units at the valuation date price applicable at close of business on the same day.

## Who is this factsheet for and what does it do?

This factsheet is for the members of the Kingfisher Pension Scheme Money Purchase Section (KPS-MP). Its purpose is to indicate how investment markets and funds have performed over the period and is provided for information only. If you are not familiar with any of the investment terminology included on this factsheet, then please contact an Independent Financial Adviser. If you do not have an Independent Financial Adviser you can find a local adviser at [www.unbiased.co.uk](http://www.unbiased.co.uk). The commentary in this factsheet reflects the general views of the individual fund manager(s) and should not be taken as a recommendation or advice as to how a specific market or fund is likely to perform.

### Cumulative performance of the growth phase (as at 31/12/2017)

	3 months	6 months	1 year	3 years	5 years
Fund	4.15%	4.59%	17.27%	45.78%	41.76%
Benchmark	6.55%	11.31%	25.40%	49.70%	48.67%

### Discrete performance of the growth phase (as at 31/12/2017)

	31/12/2012 - 31/12/2013	31/12/2013 - 31/12/2014	31/12/2014 - 31/12/2015	31/12/2015 - 31/12/2016	31/12/2016 - 31/12/2017
Fund	-7.90%	5.58%	-8.61%	36.02%	17.27%
Benchmark	-4.41%	3.90%	-9.99%	32.63%	25.40%

### Annualised performance of the growth phase (as at 31/12/2017)

	3 years	5 years	10 years
Fund	13.39%	7.23%	-
Benchmark	14.39%	8.25%	5.69%

## Fund vs Benchmark

The graph below illustrates the performance of the fund from 31/12/2012 until 31/12/2017. The fund is designed to provide a return in line with the benchmark. This is expected to be the case over the long term. However, there may be times when the fund performance does not match the benchmark. This may be due to a number of reasons. For example, cash flows in and out of the fund resulting in unit price movements and slight timing differences for the period over which performance is measured.



31/12/2012 - 31/12/2017 © Financial Express Holdings 2018

Source: Financial Express as at 31/12/2017. You shouldn't use past performance as a suggestion of future performance. It shouldn't be the main or sole reason for making an investment decision. The value of investments and any income from them can fall as well as rise and will be reduced in real terms by the effects of inflation. You may not get back the amount you invested. HM Revenue and Customs (HMRC) practice and law are complex. Tax concessions are not guaranteed, their value will depend on individual circumstances and may change in the future.

Fund performance data is based on a unit price basis and doesn't take into account fees and expenses which are specific to individual plans.

For more  
information please  
contact the Trustee of  
the KPS - MP

[www.kingfisherpensions.com](http://www.kingfisherpensions.com)

08456 80 70 60