

# Emerging Markets Equity Tilt Fund

Z Acc GBP

31 December 2024

## Fund objective

The Fund's investment objective is to deliver capital growth and income over the medium term, which should be considered as a period of 3 to 5 years, by primarily investing in shares of emerging market companies by market capitalisation listed on major markets globally. The Fund's performance target is to deliver the performance, after the deduction of charges, of the MSCI Emerging Markets ex China A GBP Net Return Index (the "Index") over rolling 3-year periods. The Fund will seek to achieve carbon intensity of at least 30% lower than that of the Index. In addition to the Index, which the Fund aims largely to replicate, the IA Global Emerging Markets sector is considered an appropriate benchmark for performance comparison.

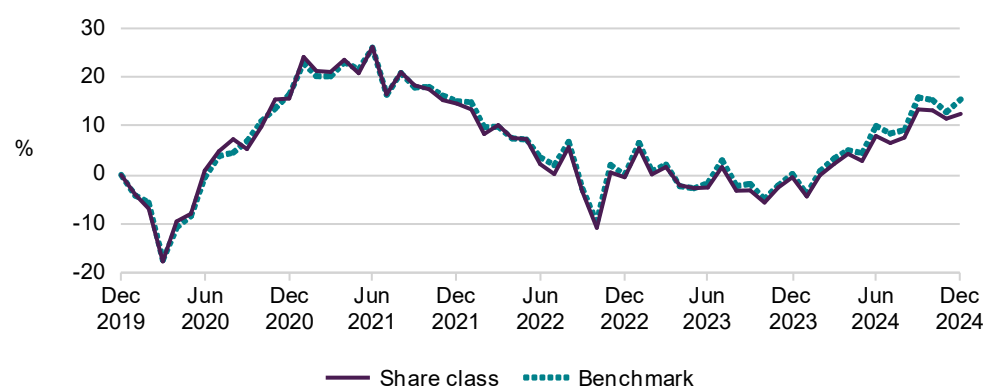
## Cumulative performance %

	Cumulative performance %					Annualised %	
	3M	6M	1Y	3Y	5Y	3Y	5Y
Share class	(0.84)	4.16	12.97	(1.84)	12.43	(0.62)	2.37
Benchmark	(0.63)	4.62	14.89	0.04	15.08	0.01	2.85
IA Sector	(1.09)	0.38	8.05	(1.23)	11.77	(0.41)	2.25
Quartile Rank	2	1	1	3	3	3	3

## Year on year performance %

	31/12/2023 - 31/12/2024	31/12/2022 - 31/12/2023	31/12/2021 - 31/12/2022	31/12/2020 - 31/12/2021	31/12/2019 - 31/12/2020
Share class	12.97	(0.00)	(13.11)	(0.91)	15.58

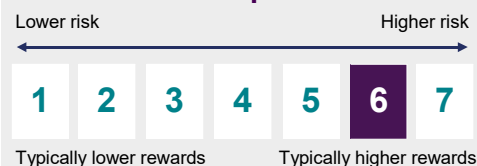
## Rolling performance



Past performance is not a guide to future performance. The value of investments and the income from them is not guaranteed and may go down as well as up and investors may not get back the amount originally invested. Share class performance is shown on a mid to mid price basis, net of fees and gross of taxes, with gross income reinvested unless otherwise stated. Benchmark performance is shown gross of fees and taxes. The impact of commissions, fees and other charges can be material on the performance of your investment. Rolling performance data shown using month end returns.

Fund launch date	12 June 2017
Fund size	£5,532.09m
Fund type	ICVC
Fund domicile	GB
Fund managers	JoJo Chen Michael Sprot
ISA eligible	Yes
Fund base currency	GBP
Share class currency	GBP
Share class launch date	5 March 2018
Benchmark	MSCI EM (Emerging Markets) ex China A GBP Net Return Index
SFDR classification	N/A
IA sector	Global Emerging Markets
Fund management fee	0.230%
Minimum investment	£3,000,000
Mid price	117.60p
ISIN	GB00BZ8FWL65
Sedol	BZ8FWL6

## Risk and reward profile



The SRRI (Synthetic Risk and Reward Indicator) rating is a measure used to indicate the risk and reward profile of a fund. It is calculated using historical data (simulated data for share classes less than a year old) and may not be a reliable indication of the future risk profile of the fund. The SRRI rating shows how sharply the fund's share price has gone up and down historically. The lowest category does not mean 'risk free'.

Analyst Driven % 10. Data coverage % 90



Source: Royal London Asset Management as at 31 December 2024 unless otherwise stated.

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## ESG characteristics

Royal London Asset Management has a controversial weapons exclusion across all investments. Our full policy can be found on our website:

[www.rlam.com/globalassets/media/literature/policies/controversial-weapons-policy.pdf](http://www.rlam.com/globalassets/media/literature/policies/controversial-weapons-policy.pdf)

	Yes	No
ESG integration	✓	
Promotes environmental or social characteristics	✓	
Sustainable fund objective		✓
Additional exclusions		✓

## Climate metrics

	Fund	Benchmark	Difference %
Financed emissions (tCO <sub>2</sub> e)	554,927.35	n/a	n/a
Financed emissions coverage	99.67%	n/a	n/a
Carbon footprint (tCO <sub>2</sub> e/\$M invested)	83.72	75.22	11.31
Carbon footprint coverage	99.67%	99.87%	(0.19)
Weighted average carbon intensity (tCO <sub>2</sub> e/\$M sales)	213.43	232.23	(8.10)
Weighted average carbon intensity coverage	99.58%	99.71%	(0.13)

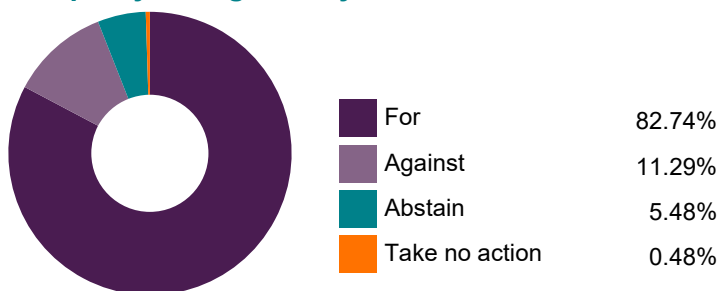
All climate metrics presented above are for Scope 1-2 emissions. Unless specified in the objective, the data is for information only and should not be taken to mean they are being managed to/controlled.

## Engagements

Engagement activity	Fund 3 months	Fund 12 months
Number of entities engaged	34	52
Number of engagements	39	85

This is an estimate. Some engagements at the issuer level may not have been attributed to the specific bond held in the fund, resulting in a lower number of engagement activities.

## Total proxy voting activity



## ESG characteristics rationale

The Fund aims largely to replicate the composition of the MSCI Emerging Markets ESG Leaders Net Return Index, which is made up of companies that have the highest environmental, social and governance (ESG) performance in each sector of the wider MSCI Emerging Markets Net Return Index.

For further information on our responsible investments, please visit our website.



## Key concepts to understand

**Carbon footprint:** Exposure to high emitters in the portfolio, expressed in tCO<sub>2</sub>e/\$M invested. Financed emissions (explained above) are divided by the portfolio value, the same approach for listed companies and private issuers is applied in this metric.

**ESG Integration:** The consideration of environmental, social and governance (ESG) risk as part of the investment process. ESG integration does not mean the fund is trying to achieve a particular positive ESG outcome. Please check prospectus documentation for details on specific fund-level objectives.

**Efficient Portfolio Management (EPM) techniques:** The Fund may engage in EPM techniques including holdings of derivative instruments. The use of these instruments may expose the Fund to volatile investment returns and increase the volatility of the net asset value of the Fund. EPM techniques may involve the Fund entering into transactions with counterparties where there may be a risk of counterparty default. The Fund's ability to use EPM strategies may be limited by market conditions, regulatory limits and tax considerations.

**Financed emissions:** The emissions from activities in the real economy that are financed through lending and investment portfolios, expressed in tCO<sub>2</sub>e. Emissions are attributed to a portfolio based on the portion of the company's value the portfolio holds, and using different accounting values for public and private corporates. We provide financed emissions for scope 1 and 2 emissions.

**Weighted Average Carbon Intensity (WACI):** Portfolio's exposure to carbon-intensive companies, expressed in tCO<sub>2</sub>e / \$M revenue. Scope 1 and scope 2 GHG emissions are divided by companies revenues, then multiplied based on portfolio weights (the current value of the investment relative to the current portfolio value). The WACI is calculated as a weighted average sum of the holdings with carbon intensity coverage.

## Fund risks

**Counterparty risk:** The insolvency of any institutions providing services such as safekeeping of assets or acting as counterparty to derivatives or other instruments, may expose the Fund to financial loss.

**EPM techniques risk:** The Fund may engage in EPM techniques including holdings of derivative instruments. Whilst intended to reduce risk, the use of these instruments may expose the Fund to increased price volatility.

**Emerging markets risk:** Investing in Emerging Markets may provide the potential for greater rewards but carries greater risk due to the possibility of high volatility, low liquidity, currency fluctuations, the adverse effect of social, political and economic instability, weak supervisory structures and accounting standards.

**Exchange rate risk:** Changes in currency exchange rates may affect the value of your investment.

**Investment risk:** The value of investments and any income from them may go down as well as up and is not guaranteed. Investors may not get back the amount invested.

**Liquidity risk:** In difficult market conditions the value of certain fund investments may be difficult to value and harder to sell, or sell at a fair price, resulting in unpredictable falls in the value of your holding.

**Responsible investment risk:** The Fund can only invest in holdings that demonstrate compliance with certain sustainable indicators or ESG characteristics. This reduces the number securities in which the Fund can invest and there may as a result be occasions where it forgoes more strongly performing investment opportunities, potentially underperforming non-sustainable funds.

## Share class fees and charges

Share class	ISIN	Fee	Minimum investment
Z Acc GBP	GB00BZ8FWL65	0.230%	£3,000,000

## Further information



Further information on this fund, including commentaries and reports, can be found in the Funds section of [www.rlam.com](http://www.rlam.com) as appropriate to your investor type and location.

## Contact details

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## Important information

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The Fund is a sub-fund of Royal London Equity Funds ICVC, an open-ended investment company with variable capital with segregated liability between sub-funds, incorporated in England and Wales under registered number IC000807.

The Authorised Corporate Director (ACD) is Royal London Unit Trust Managers Limited, authorised and regulated by the Financial Conduct Authority, with firm reference number 144037.

For more information on the fund or the risks of investing, please refer to the Prospectus or Key Investor Information Document (KIID), available via the relevant Fund Information page on [www.rlam.com](http://www.rlam.com).

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Source: Royal London Asset Management as at 31 December 2024 unless otherwise stated.