

# TCW Emerging Markets Income Fund

A Sub-Fund of TCW Funds, a Luxembourg-domiciled UCITS

TCW

AUGUST 31, 2019 | SHARE CLASS: IU | ISIN: LU0726519282 | BLOOMBERG: TCWEMIU LX

## Sub-Fund Size

US\$ 287.49 Million

## Net Asset Value

US\$ 1,517.86

## Risk Level



Lower Risk Higher Risk  
Typically Lower Rewards Typically Higher Rewards

## Investment Objective & Philosophy

The Sub-Fund seeks high total return provided by current income and capital appreciation from investing primarily in emerging markets fixed income securities across hard currency sovereign, corporate and local currency debt. The strategy seeks to maximize risk-adjusted total returns, utilizing a traditional fixed income framework.

## Share Class (IU)

Description	Institutional
NAV Currency	USD
Currency Exposure	USD (unhedged)
Dividend	Reinvested

## Characteristics

	Sub-Fund	Index
Number of Positions	164	762
Average Rating	BB	BB+
Average Maturity	15.59 Yrs	11.29 Yrs
Effective Duration	7.97 Yrs	7.46 Yrs
Spread Duration	7.77 Yrs	7.39 Yrs
Average Coupon	6.35%	5.79%
Average Price	\$104.81	\$105.65
Current Yield	6.35%	5.42%
Yield to Maturity	6.38%	5.16%
Tracking Error (5 Years)	2.23%	-
Standard Deviation (5 Years)	6.73%	5.54%

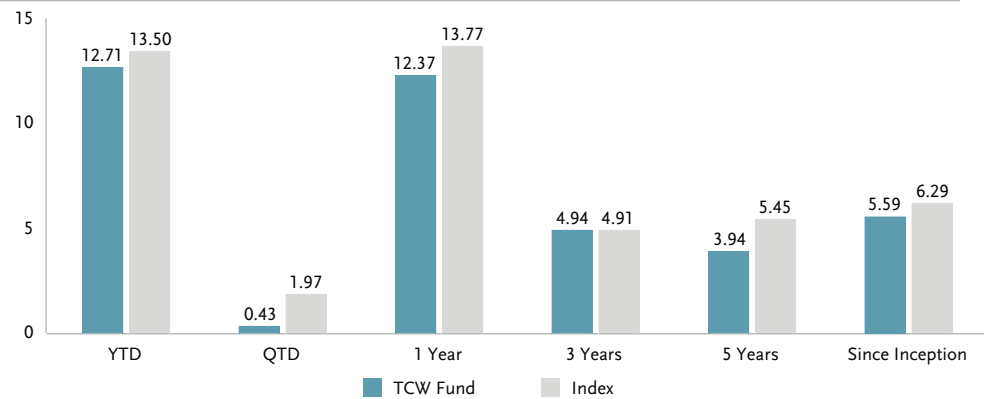
## Codes

ISIN	LU0726519282
Bloomberg	TCWEMIU LX
WKN	A1JR2H
SEDOL	B62F7P8
Telekurs	14625520
CUSIP	L9018W115

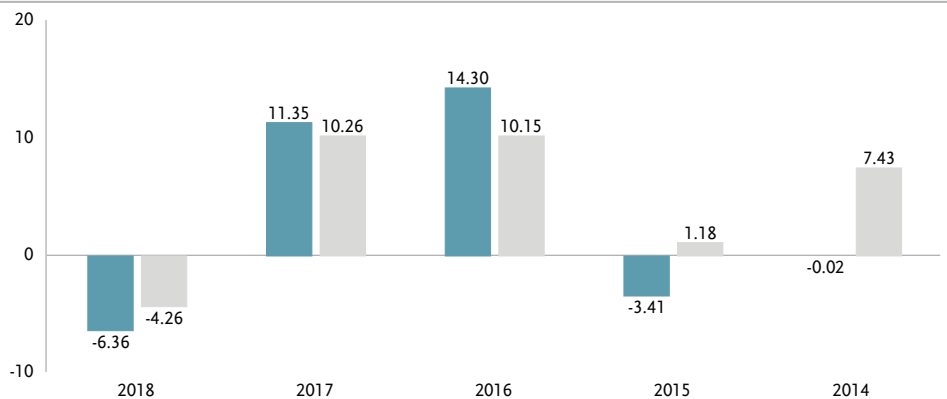
## Monthly Returns (%)

													Year	
	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Sub-Fund	Index
2019	5.38	1.29	1.00	0.46	-0.58	4.22	1.32	-0.88					12.71	13.50
2018	0.67	-1.81	-0.18	-1.44	-1.67	-1.68	2.95	-2.97	2.25	-2.33	-1.12	0.96	-6.36	-4.26
2017	1.80	2.38	0.53	1.68	0.39	-0.54	1.15	2.01	0.10	0.18	0.41	0.75	11.35	10.26
2016	-0.75	1.81	3.59	2.59	0.05	3.75	1.99	2.26	0.90	-0.59	-3.85	1.94	14.30	10.15
2015	-1.17	0.72	-0.22	1.93	-0.37	-1.88	0.18	-1.33	-1.78	2.64	-0.28	-1.79	-3.41	1.18

## Performance (%)



## Calendar Year Performance (%)



Not annualized if less than one year. Source: Morningstar. All returns are net of fees. Past performance is no guarantee of future results.

## General Sub-Fund Information

Sub-Fund Managers	Penelope D. Foley; David I. Robbins; Alex Stanojevic
Legal Status	Sub-Fund of a Luxembourg SICAV - UCITS
Countries of Registration	BE, CH, ES, FR, GE, IT, LU, UK
Custodian Bank	Société Générale Bank & Trust
Inception Date	30 December 2011
Close of Fiscal Year	30 September

## Subscription/Redemption Information

NAV Valuation	Daily Forward Pricing
Subscription/Redemption Deadline	10:00 PM Luxembourg time
Minimum Subscription	US\$ 1 Million

## Fees

Management Fees	0.70%
Total Expense Ratio	0.91%
Performance Fees	None
Maximum Subscription Fee	Up to 2.5% to the benefit of the distributor
Redemption Fee	None

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## Sector Distribution (%)<sup>1</sup>

Sovereigns	61.81
Corporates	24.96
Quasi-Sovereigns	11.05
Cash and Equivalents	2.18

## Country Breakdown (%)<sup>2</sup>

Brazil	8.41	Sri Lanka	3.39
Indonesia	6.82	Egypt	3.20
Turkey	5.17	Kazakhstan	3.10
Ukraine	4.38	South Africa	3.10
Colombia	4.31	Mexico	3.07
		Dominican Republic	2.94
Saudi Arabia	4.30	Bahrain	2.72
Qatar	3.90	Other	35.57
Russia	3.44		

## Credit Quality (%)<sup>1</sup>

AA	3.90	CCC	3.60
A	4.30	CC	0.32
BBB	22.84	D	0.51
		Cash and Equivalents	2.18
BB	23.51		
B	38.84		

## Regional Breakdown (%)<sup>2</sup>

Latin America	34.87
Middle East & Africa	30.96
Europe	16.74
Asia	15.27

## Industry Distribution (%)<sup>2</sup>

Sovereigns	61.81
Oil & Gas	12.54
Metals & Mining	5.49
Utilities	4.42
Financial	4.23
Technology Media & Telecom	2.42
Real Estate	1.99
Infrastructure	1.66
Transportation	1.53
Consumer Products	0.66
Industrial	0.60
Pulp and Paper	0.47

## Currency Distribution (%)<sup>1</sup>

U.S. dollar	98.02	Brazilian real	0.95
Indonesian rupiah	1.03		

<sup>1</sup> Excluding passive currency hedges specific to certain share classes.

<sup>2</sup> As a percentage of the total portfolio. Cash percentage not shown; excludes passive currency hedges specific to certain share classes. Portfolio characteristics and holdings are subject to change at any time.

## Index

**JP Morgan EMBI Global Diversified** - A market capitalization-weighted total return index of U.S. dollar-denominated Brady bonds, loans, and Eurobond instruments traded in emerging markets. The index is not available for direct investment; therefore, its performance does not reflect a reduction for fees or expenses incurred in managing a portfolio. The securities in the index may be substantially different from those in the Fund. The comparison is presented to show the performance of emerging market debt securities during the period.

## RISK

The Risk Level Indicator on the first page suggests the relationship between risk and potential returns when investing in the Sub-Fund. This Share Class has a ranking of 4, which indicates that there is typically a moderate risk for up and downturns in the net asset value. This ranking is typically used to indicate a level of risk that is greater than other Sub-Funds that invest in assets such as bonds issued by organizations with high credit quality domiciled in developed markets, but less than Sub-Funds that invest in assets such as equity. Historical data, such as is used in calculating the Risk Level Indicator, may not be a reliable indication of the future risk profile of the Sub-Fund. The risk and reward category shown is not guaranteed to remain unchanged and may shift over time. Category 1 does not mean a risk-free investment.

The following risks are materially relevant to the Sub-Fund but are not adequately captured by the Risk Level Indicator and may cause additional loss: **Liquidity risk** refers to the possibility that the Sub-Fund may lose money or be prevented from earning capital gains if it cannot sell a security at the time and price that is most beneficial to the Sub-Fund. **Credit risk** refers to the likelihood of the Sub-Fund losing money if an issuer is unable to meet its financial obligations, such as the payment of principal and/or interest on an instrument, or goes bankrupt. **Counterparty risk** refers to the fact that individually negotiated or over-the-counter derivatives, such as swap agreements or currency forwards, are subject to counterparty risk, which is the risk that the other party to the contract will not fulfill its contractual obligations, which may cause losses or additional costs to a Sub-Fund. **Cross-liability risk**: While there is no cross-liability between Sub-Funds under Luxembourg law there can be no assurance that such provisions of Luxembourg law will be effective in other jurisdictions. There is cross-liability between Classes of the same Sub-Fund. **Operational risk** refers to a failure or delay in the systems, processes and controls of the Sub-Fund or its service providers (including all safekeeping of assets) which could lead to losses for the Sub-Fund.

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