

TCW Emerging Markets Income Fund

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

TCW

SEPTEMBER 30, 2019 | SHARE CLASS: IU | ISIN: LU0726519282 | BLOOMBERG: TCWEMIU LX

Sub-Fund Size

US\$ 292.28 Million

Net Asset Value

US\$ 1,514.95

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	167	759
Average Rating	BB	BB+
Average Maturity	16.06 Yrs	11.34 Yrs
Effective Duration	8.09 Yrs	7.42 Yrs
Spread Duration	7.92 Yrs	7.35 Yrs
Average Coupon	6.32%	5.78%
Average Price	\$103.83	\$105.40
Current Yield	6.34%	5.47%
Yield to Maturity	6.40%	5.16%
Tracking Error (5 Years)	2.22%	-
Standard Deviation (5 Years)	6.62%	5.46%

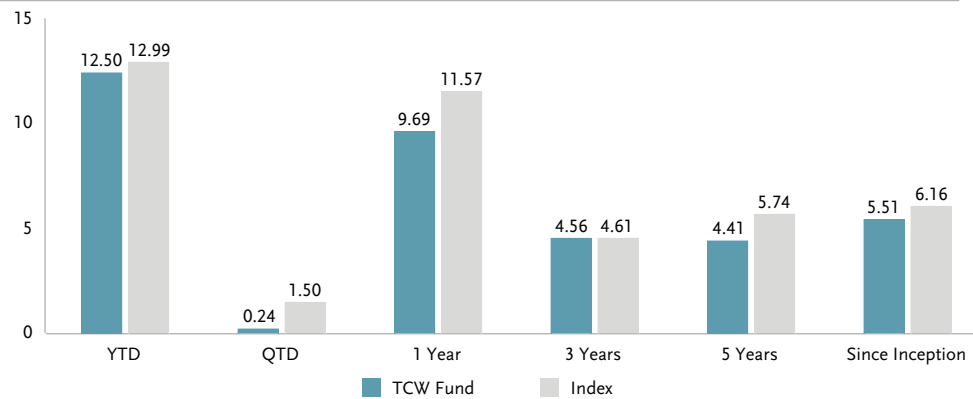
Codes

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

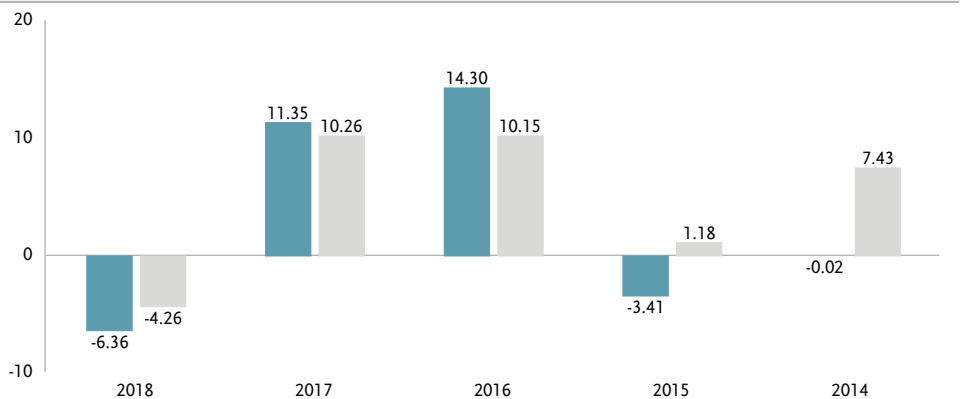
Monthly Returns (%)

													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	-0.19				12.50	12.99
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

TCW Emerging Markets Income Fund

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

TCW

Sector Distribution (%)¹

Sovereigns	61.33
Corporates	25.09
Quasi-Sovereigns	11.24
Cash and Equivalents	2.34

Country Breakdown (%)²

Brazil	8.09	South Africa	3.70
Indonesia	6.32	Russia	3.33
Mexico	5.91	Sri Lanka	3.06
Turkey	5.18	Bahrain	3.05
		Dominican Republic	2.95
Ukraine	4.10	Ecuador	2.93
Saudi Arabia	4.10	Egypt	2.81
Qatar	3.86	Other	34.49
Colombia	3.78		

Credit Quality (%)¹

AA	3.85	CCC	3.73
A	4.10	CC	0.33
BBB	24.05	D	0.33
		Cash and Equivalents	2.34
BB	23.75		
B	37.52		

Regional Breakdown (%)²

Latin America	36.68
Middle East & Africa	30.53
Europe	15.93
Asia	14.52

Industry Distribution (%)²

Sovereigns	61.33
Oil & Gas	13.58
Metals & Mining	5.29
Financial	4.57
Utilities	4.49
Technology Media & Telecom	2.19
Real Estate	1.95
Infrastructure	1.86
Transportation	0.81
Industrial	0.78
Consumer Products	0.66
Pulp and Paper	0.15

Currency Distribution (%)¹

U.S. dollar	98.04	Brazilian real	0.96
Indonesian rupiah	1.00		

¹ Excluding passive currency hedges specific to certain share classes.

² 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.

GENERAL

This marketing document is issued by TCW Funds (the "Fund"). It is neither directed to, nor intended for distribution or use by, any person or entity who is a citizen or resident of or located in any locality, state, country or jurisdiction where such distribution, publication, availability or use would be contrary to law or regulation. Only the latest version of the Fund's prospectus, key investor information documents, articles of incorporation, annual and semi-annual reports (if any) may be relied upon as the basis for investment decisions. These documents and other information regarding the Fund are available at no cost on www.fundsquare.net, www.tcwfund.com, or at TCW Funds, 28-32, Place de la Gare, L-1616 Luxembourg.

The information and data presented in this document are not to be considered as an offer or solicitation to buy, sell or subscribe to any securities or financial instruments. Information, opinions and estimates contained in this document reflect a judgment at the original date of publication and are subject to change without notice. The Fund has not taken any steps to ensure that the securities referred to in this document are suitable for any particular investor and this document is not to be relied upon in substitution for the exercise of independent judgment. Tax treatment depends on the individual circumstances of each investor and may be subject to change in the future. Before making any investment decision, investors are recommended to ascertain if this investment is suitable for them in light of their financial knowledge and experience, investment goals and financial situation, or to obtain specific advice from an industry professional.

FOR RESIDENTS IN SINGAPORE ONLY

This document has not been registered as a prospectus with the Monetary Authority of Singapore. The offer which is the subject of this document is not allowed to be made to the retail public in Singapore. Accordingly, this document and any other document or material in connection with the offer or sale, or invitation for subscription or purchase, of Shares may not be circulated or distributed, nor may Shares be offered or sold, or be made the subject of an invitation for subscription or purchase, whether directly or indirectly, to persons in Singapore other than (i) to an institutional investor pursuant to Section 304 of the Securities and Futures Act, Chapter 289 of Singapore (the "SFA") in accordance with the conditions specified in that section, (ii) a relevant person pursuant to Section 305(1) of the SFA in accordance with the conditions specified in that section, (iii) any person pursuant to Section 305(2) of the SFA in accordance with the conditions specified in that section or (iv) otherwise pursuant to, and in accordance with the conditions of, any other applicable provision of the SFA.

FOR RESIDENTS IN SWITZERLAND ONLY

The state of the origin of the fund is Luxembourg. In Switzerland, the representative is ACOLIN Fund Services AG, Leutschenbachstrasse 50, CH-8050 Zurich, whilst the paying agent is Banque Cantonale de Genève, 17, quai de l'Île, CH-1204 Geneva. The prospectus, the Key Investor Information Documents, the articles of association as well as the annual and semi-annual reports may be obtained free of charge from the representative. In respect of the units distributed in or from Switzerland, the place of performance and jurisdiction is at the registered office of the representative. The current document is intended for information purposes only and shall not be used as an offer to buy and/or sell shares. Past performance is no indication of current or future performance. The performance data do not take account of the commissions and costs incurred on the issue and redemption of units.

FOR RESIDENTS IN HONG KONG ONLY

This document in respect of the funds described herein (each a "Fund" and collectively, the "Funds") is provided to potential investors in Hong Kong solely by TCW Asia Limited, a Hong Kong company that is licensed for Type 1 (Dealing in Securities) activities under the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong), and regulated by the Hong Kong Securities and Futures Commission. Only the latest version of a Fund's prospectus, key investor information documents, articles of incorporation, and annual and semi-annual reports (if any) may be relied upon as the basis for investment decisions. The material herein was prepared without any consideration of the investment objectives, financial situation or particular needs of anyone who may receive it. This document is not, and must not be treated as, investment advice, investment recommendations, investment research, legal advice, tax advice or other advice. Although every effort is taken to ensure that the information contained in this document is accurate, no representation or warranty, express or implied is made regarding the accuracy, completeness or adequacy of the information contained herein. Any prediction, projection or forecast is not necessarily indicative of the future or likely performance of the Funds. Shares or any interests in the Funds have not been recommended by the Hong Kong Securities and Futures Commission or any other securities commission or regulatory authority. Furthermore, the foregoing authorities have not confirmed the accuracy or determined the adequacy of this document. In making an investment decision, prospective investors must rely on their own examination of the merits and risks involved and before making any investment decision. It is recommended that prospective investors seek independent investment, legal, tax, accounting or other professional advice as appropriate. Prospective investors should also read the applicable offering document, including the risk factors contained in such document before making a decision to invest in the funds described herein. THERE ARE SIGNIFICANT RISKS ASSOCIATED WITH AN INVESTMENT IN THE FUNDS. AN INVESTMENT IN THE FUNDS MAY NOT BE SUITABLE FOR ALL INVESTORS. IT IS INTENDED ONLY FOR SOPHISTICATED INVESTORS WHO CAN ACCEPT THE RISKS ASSOCIATED WITH SUCH AN INVESTMENT, INCLUDING A SUBSTANTIAL OR COMPLETE LOSS OF THEIR INVESTMENT. THERE CAN BE NO ASSURANCE THAT ANY OF THE FUNDS WILL ACHIEVE ITS INVESTMENT OBJECTIVES OR THAT THE FUTURE PERFORMANCE OF ANY OF THE FUNDS DESCRIBED HEREIN AT ANY TIME WILL BE COMMENSURATE WITH ITS PERFORMANCE PRIOR TO SUCH TIME. EACH PROSPECTIVE INVESTOR SHOULD REVIEW THE OFFERING DOCUMENTS OF A FUND CAREFULLY IN ITS ENTIRETY AND CONSIDER THE RISKS BEFORE DECIDING TO INVEST. The Funds have not been authorized by the Hong Kong Securities and Futures Commission, nor has a copy of this document been registered with the Registrar of Companies in Hong Kong. Accordingly: (i) neither the shares nor any interest in the Funds may be offered or sold in Hong Kong by means of any document other than to persons that are considered "professional investors" within the meaning of the Securities and Futures Ordinance (Cap. 571 of the Laws of Hong Kong) and any rules made thereunder or in other circumstances which do not result in such document being a "prospectus" as defined in the Companies (Winding Up and Miscellaneous Provisions) Ordinance or which do not constitute an offer to the public within the meaning of the Companies (Winding Up and Miscellaneous Provisions) Ordinance; and (ii) no person may issue, or have in its possession for the purpose of issue, any invitation, advertisement or other document relating to the shares or any interest in the funds whether in Hong Kong or elsewhere, which is directed at, or the contents of which are likely to be accessed or read by, the public in Hong Kong (except if permitted to do so under the securities laws of Hong Kong) other than with respect to shares or any interest in the funds which are or are intended to be disposed of only to persons outside Hong Kong or only to "professional investors". WARNING: The content of this document has not been reviewed by any regulatory authority in Hong Kong. You are advised to exercise caution in relation to the offering. If you are in doubt about any content of this document, you should obtain independent professional advice.