

# MetWest Total Return Bond Fund

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

TCW

SEPTEMBER 30, 2019 | SHARE CLASS: IU | ISIN: LU0905645874 | BLOOMBERG: TCWMWIU LX

## Sub-Fund Size

US\$ 186.80 Million

## Net Asset Value

US\$ 1,195.59

## Risk Level



Lower Risk Higher Risk

Typically Lower Rewards

Typically Higher Rewards

## Investment Objective & Philosophy

The Sub-Fund seeks to maximize long-term total return by investing mainly in investment grade fixed income securities. It invests in various types of bonds and other securities, typically corporate bonds, notes, collateralized bond obligations, collateralized debt obligations, mortgage-related and asset-backed securities, bank loans, money market securities, swaps, futures, municipal securities, options, credit default swaps, private placements and restricted securities. These investments may have interest rates that are fixed, variable or floating. The Sub-Fund invests in the U.S. and abroad, including emerging market countries, and may purchase securities of varying maturities issued by domestic and foreign corporations and governments.

## Share Class (IU)

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

## Characteristics

	Sub-Fund	Index
Number of Positions	421	10,904
Average Rating	AA	AA+
Average Maturity	7.47 Yrs	7.85 Yrs
Spread Duration	3.88 Yrs	3.46 Yrs
Effective Duration	5.73 Yrs	5.78 Yrs
Average Coupon	3.02%	3.21%
Average Price	\$102.68	\$106.24
Current Yield	3.83%	3.01%
Yield to Maturity	2.52%	2.27%
Tracking Error (5 Years)	0.43%	-
Standard Deviation (5 Years)	2.84%	3.08%

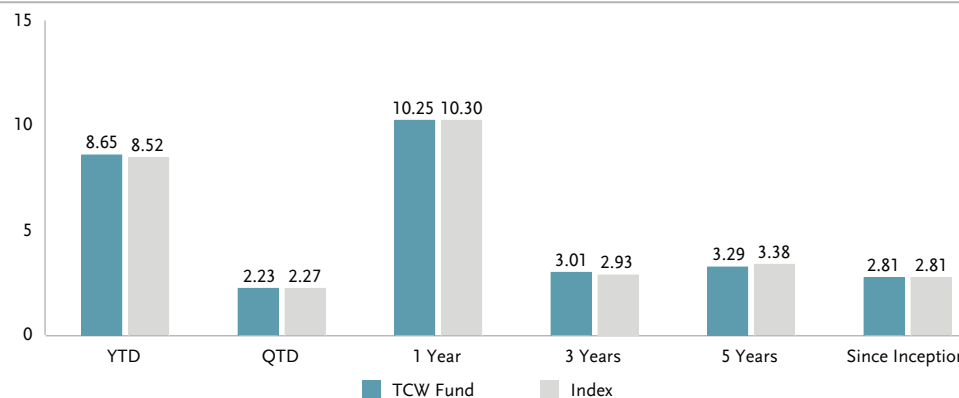
## Codes

ISIN	LU0905645874
Bloomberg	TCWMWIU LX
WKN	A1T63A
SEDOL	B94YZC7
Telekurs	20969656
CUSIP	L9018W156

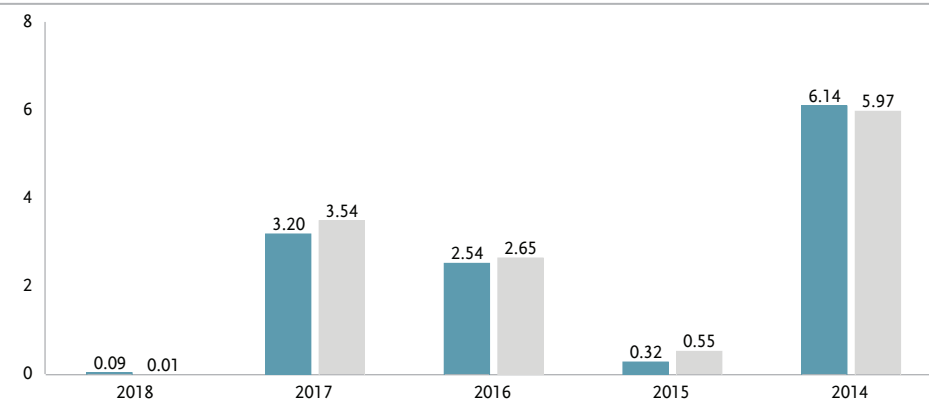
## Monthly Returns (%)

													Year	
	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Sub-Fund	Index
2019	1.11	0.03	1.92	0.01	1.92	1.15	0.27	2.53	-0.56				8.65	8.52
2018	-0.98	-0.91	0.65	-0.68	0.75	-0.08	-0.05	0.66	-0.70	-0.72	0.52	1.68	0.09	0.01
2017	0.30	0.56	-0.01	0.69	0.74	-0.10	0.34	0.86	-0.47	-0.01	0.06	0.19	3.20	3.54
2016	1.21	0.48	0.68	0.35	0.09	1.53	0.70	0.02	0.10	-0.65	-2.03	0.08	2.54	2.65
2015	1.88	-0.85	0.39	-0.25	-0.27	-0.88	0.61	-0.23	0.39	0.07	-0.19	-0.33	0.32	0.55

## 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	Tad Rivelle; Laird Landmann; Stephen M. Kane, CFA; Bryan Whalen, CFA
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	19 April 2013
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	0.40%
Total Expense Ratio	0.51%
Performance Fees	None
Maximum Subscription Fee	Up to 2.5% to the benefit of the distributor
Redemption Fee	None

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## Top Ten Securities (%)<sup>1</sup>

Issue (Coupon, Maturity)	Weight
US TREASURY N/B 1.500% 9/30/2024	5.60
US TREASURY N/B 2.250% 8/15/2049	4.84
US TREASURY N/B 1.250% 8/31/2024	3.65
US TREASURY N/B 1.500% 8/31/2021	2.74
US TREASURY N/B 1.500% 9/30/2021	2.04
US TREASURY N/B 1.625% 8/15/2029	1.97
UMBS 30 YR 3.0 TBA NOV 19 3.000% 4/25/2049	1.93
US TREASURY N/B 1.750% 7/31/2024	1.83
G2SF 30 YR 3.0 TBA NOV 19 3.000% 2/20/2049	1.80
US TREASURY BILL 10/1/2019 0%	1.74

## Sector Distribution (%)

Agency RMBS	31.63
Government	27.80
Investment Grade	24.56
Non-Agency RMBS	6.61
ABS	5.78
CMBS	4.70
High Yield	2.57
Emerging Markets	0.75
Other	0.00
Cash and Equivalents	-4.40

## Country Breakdown (%)

United States	95.34	Belgium	0.27
Great Britain	1.93	Canada	0.21
Germany	0.91	Luxembourg	0.13
Mexico	0.64	Bermuda	0.10
Ireland	0.47		

## Credit Quality (%)<sup>2</sup>

U.S. Treasuries	36.25	B	0.62
U.S. Agencies	26.65	CCC	0.31
AAA	6.05	CC	0.74
AA	3.48	D	0.64
A	9.13	Not Rated	0.00
BBB	17.93	Cash and Equivalents	-4.40
BB	2.59		

## Currency Distribution (%)

U.S. dollar	100.00
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## Duration (%)

0-1 Year	13.23	7-10 Years	6.20
1-3 Years	28.12	10-20 Years	8.12
3-5 Years	32.07	Over 20 Years	6.51
5-7 Years	5.74		

<sup>1</sup> It should not be assumed that an investment in the securities listed was or will be profitable. Security percentages are calculated on the total net asset value, including cash and cash equivalents.

<sup>2</sup> Includes all securities backed by the full faith and credit of the U.S. Government.

Portfolio characteristics and holdings are subject to change at any time.

## Index

**Bloomberg Barclays U.S. Aggregate Bond** – A market capitalisation-weighted index of investment-grade, fixed-rate debt issues, including government, corporate, asset-backed and mortgage-backed securities, with maturities of at least one year. The Index is not available for direct investment; therefore its performance does not reflect the impact of fees or expenses incurred in managing a portfolio. The securities in the index may be substantially different from those in the Fund.

## 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 3, which indicates that there is typically a higher 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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