



# Alma Hotchkis & Wiley Global Value Equity Fund

A sub-fund of Alma Capital Investment Funds SICAV



As of 31 January 2020

## Fund description

- Investment objective: seek current income and long-term capital appreciation by investing in a portfolio of global companies
- Investment process: analyse long term company fundamentals through in-house bottom-up research aiming to identify undervalued stocks
- The fund typically holds 40 to 80 securities and generally invests in companies with a market capitalization above \$1 billion
- The fund invests primarily in companies located in developed countries, with at least 40% outside the U.S. Emerging markets: up to 20%

## Investment manager: Hotchkis & Wiley Capital Management, LLC

- Hotchkis & Wiley is a SEC-regulated, Los Angeles-based investment adviser founded in 1980, specialised in value equity and high yield bond strategies
- Employee owned firm: 90% of the investment team and 67% of all employees own equity
- Investment team has over 23 years average investment experience and 15 years average tenure at Hotchkis & Wiley
- Hotchkis & Wiley manages \$34 billion

## Cumulative performance (%)

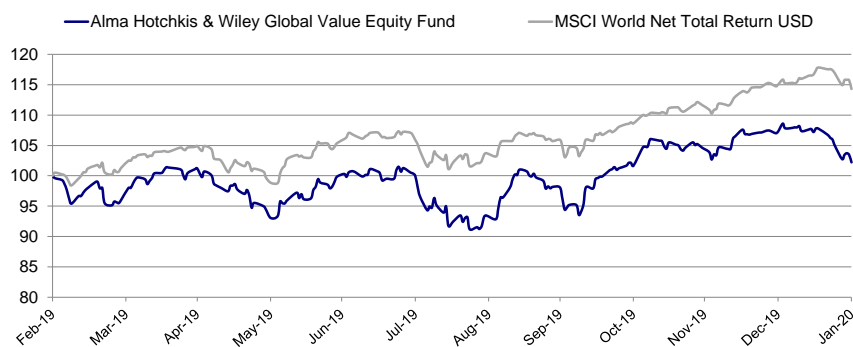
	1 M	3 M	6 M	YTD	1Y	3Y	ITD
I USD C shares	-4.71	0.56	2.22	-4.71			2.21
MSCI World Net Total Return USD	-0.61	5.22	7.94	-0.61			14.30

Fund launched on 28 February 1919

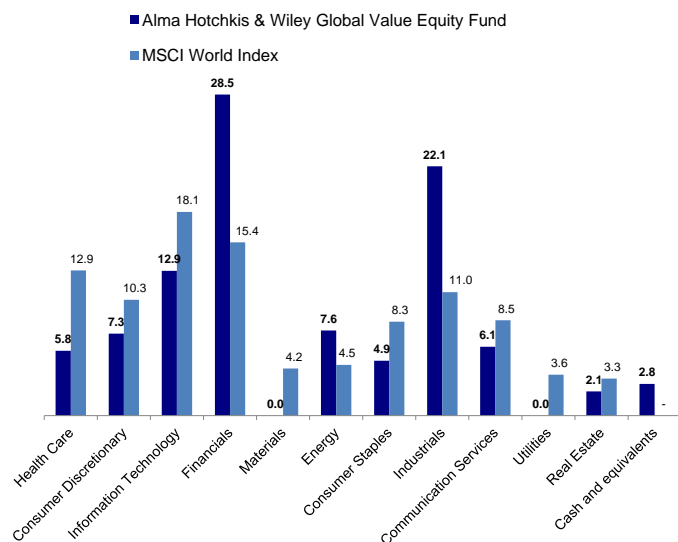
## Portfolio characteristics

Main indicators	Fund	Index
No. of securities	57	1644
Weighted Average Market Cap (\$ bn)	107.4	213.0
Median Market Cap (\$ bn)	28.4	14.2
Projected P/E Ratio FY2 (x)	10.9	15.9
Price / Normal Earnings (x)	7.5	17.1
Price / Book (x)	1.1	2.4
Price / Sales (x)	0.8	1.7
Projected EPS Growth (%)	6.0	6.2
Active share (%)	92.7	-

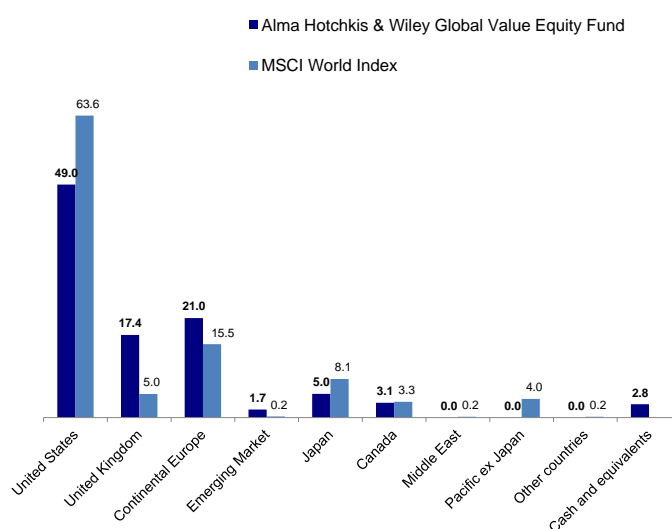
## Performance (Indexed - Base 100)



## Sector breakdown (% NAV)



## Regional breakdown (% NAV)



## Top 10 positions details

Security name	Sector	Country	% NAV
GENERAL ELECTRIC CO	Industrials	United States	5.92
WELLS FARGO & CO	Financials	United States	4.99
AMERICAN INTERNATIONAL GROUP	Financials	United States	4.53
MICROSOFT CORP	Information Technology	United States	3.91
BAE SYSTEMS PLC	Industrials	United Kingdom	3.49
ORACLE CORP	Information Technology	United States	2.81
CNH INDUSTRIAL NV	Industrials	United Kingdom	2.44
TOKIO MARINE HOLDINGS INC	Financials	Japan	2.38
MAGNA INTERNATIONAL INC	Consumer Discretionary	Canada	2.38
ROYAL MAIL PLC-W/I	Industrials	United Kingdom	2.23
<b>TOTAL:</b>			<b>35.08</b>

## Investment manager's commentary

**Market:**  
After rising more than +2% by mid-month, the MSCI World Index declined in the last couple weeks of January to finish the opening month of 2020 down -0.6%. Positive economic data and the signing of a phase one trade deal between the U.S. and China led to continued market momentum over the first half of the month. Weak manufacturing data and ongoing fears about the Coronavirus spreading weighed on equities late in the month. Utilities and technology performed best while energy and materials lagged as WTI crude oil fell more than -15% in the month to close at less than \$52/barrel (Brent fell -12% to close at \$58/barrel).

**Fund:**  
The portfolio underperformed the MSCI World Index in January. It lagged the core benchmark by about 4 percentage points but lagged the MSCI World Value Index by about 1 percentage point as growth outperformed value handily. About 60% of the portfolio is invested in stock trading at less than 2x book value, compared to about 29% for the index. The overweight to deeply discounted stocks hurt relative performance in the month as these stocks declined more than -4% compared to a positive return for stocks trading above 3x book value. Stock selection in technology, financials, and energy detracted from performance along with the overweight position in energy. The largest detractors to relative performance were Wells Fargo, National Oilwell Varco, Frank's International, CNH Industrial, and Royal Mail; the largest positive contributors were General Electric, BAE Systems, Navistar International, Microsoft, and Adient.

## Fund facts

<b>Fund total net assets:</b>	\$10.44 M	<b>Dealing:</b>	Each day with a 1-day notice	Cut-off time: 5 pm CET
<b>Fund domicile:</b>	Luxembourg	<b>Identifiers:</b>	Institutional USD Capitalisation share class	
<b>Fund type:</b>	UCITS SICAV	Isin:	LU1907586306	Ticker: ALHWGIU LX Launch: 28 February 2019
<b>Base currency:</b>	USD	<b>Contacts</b>		
<b>Management fee:</b>	0.85% p.a.	Hervé Rietzler (FR / CH / LU / IT)	+352 28 84 54 19	
<b>Depository, Administrator, Transfer Agent:</b>	BNP Paribas Securities Services (LU)	Baptiste Fabre (FR / IR / UK)	+33 1 56 88 36 55	
<b>Management company:</b>	Alma Capital Investment Management (LU)	<a href="mailto:info.investors@almacapital.com">info.investors@almacapital.com</a>		
<b>Investment manager:</b>	Hotchkis & Wiley Capital Management, LLC (US)			
<b>Fund managers:</b>	Scott McBride, Judd Peters Scott Rosenthal, Patrick Meegan			

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