



# Alma Hotchkis & Wiley Global Value Equity Fund

A sub-fund of Alma Capital Investment Funds SICAV



As of 30 April 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 \$24 billion

## Cumulative performance (%)

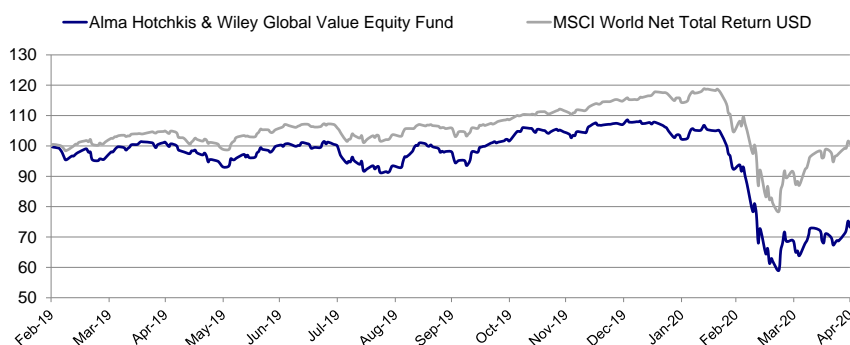
	1 M	3 M	6 M	YTD	1Y	3Y	ITD
I USD C shares	7.12	-28.34	-27.94	-31.72	-27.64		-26.76
MSCI World Net Total Return USD	10.92	-11.89	-7.29	-12.43	-4.00		0.71

Fund launched on 28 February 2019

## Portfolio characteristics

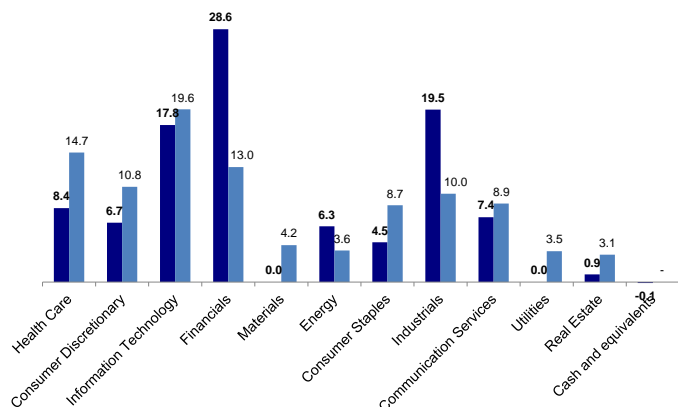
Main indicators	Fund	Index
No. of securities	57	1640
Weighted Average Market Cap (\$ bn)	124.1	228.9
Median Market Cap (\$ bn)	22.4	11.8
Projected P/E Ratio FY2 (x)	10.6	16.0
Price / Normal Earnings (x)	5.9	15.5
Price / Book (x)	0.9	2.1
Price / Sales (x)	0.7	1.6
Projected EPS Growth (%)	6.0	6.4
Active share (%)	91.3	-

## Performance (Indexed - Base 100)



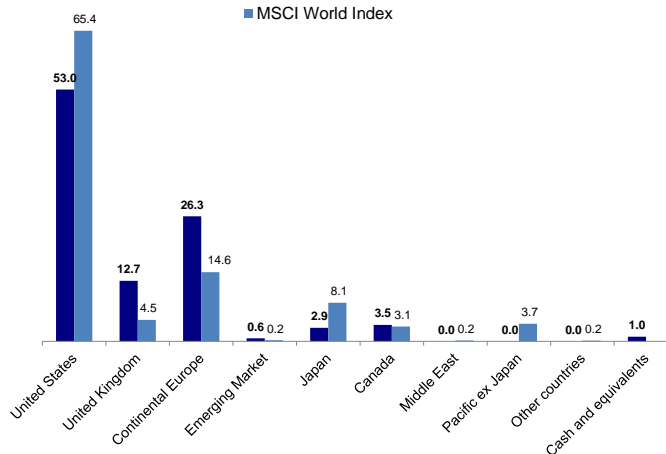
## Sector breakdown (% NAV)

■ Alma Hotchkis & Wiley Global Value Equity Fund  
■ MSCI World Index



## Regional breakdown (% NAV)

■ Alma Hotchkis & Wiley Global Value Equity Fund  
■ MSCI World Index



## Top 10 positions details

Security name	Sector	Country	% NAV
MICROSOFT CORP	Information Technology	United States	5.03
GENERAL ELECTRIC CO	Industrials	United States	4.51
AMERICAN INTERNATIONAL GROUP	Financials	United States	3.71
ORACLE CORP	Information Technology	United States	3.54
WELLS FARGO & CO	Financials	United States	3.07
MAGNA INTERNATIONAL INC	Consumer Discretionary	Canada	3.03
TOKIO MARINE HOLDINGS INC	Financials	Japan	2.86
SIEMENS AG-REG	Industrials	Germany	2.67
NEWS CORP/NEW-CL A-W/I	Communication Services	United States	2.62
BAE SYSTEMS PLC	Industrials	United Kingdom	2.49
<b>TOTAL:</b>			<b>33.53</b>

## Investment manager's commentary

### Market:

The MSCI World Index returned +10.9% in April amid early signs of slowing viral infection rates and preliminary plans to reopen select areas of the economy. This was its best monthly return since April 2009 (+11.2%), albeit on the heels of its worst quarter in more than a decade (-21.1%). Year-to-date, the index is down -12.4%. The MSCI World Growth Index outperformed the MSCI World Value Index in the month (+12.8% vs. +8.8%). The performance divergence between the indices year-to-date is stunning: the value index is down -20.6% while the growth index is down just -4.4%. This has been driven by the widening of valuation spreads as investors have shunned economically-sensitive stocks, seemingly without regard for their underlying ability to withstand a prolonged economic slowdown. These stocks are disproportionately represented in value indices and value portfolios. This year has not been a conducive environment for our approach which focuses on business fundamentals and valuation. Despite recent challenges, we are not just optimistic but excited about the portfolio's prospects going forward. The portfolio's composition consists of quality businesses, with good balance sheets (almost entirely investment grade rated), that employ prudent corporate governance, and of course, trade at attractive valuations relative to the risks at hand.

### Fund:

The portfolio underperformed the MSCI World Index in April. The portfolio's value bias was a major headwind compared to the core index as value stocks lagged growth stocks. The overweight and stock selection in industrials and financials hurt relative performance in the month, along with stock selection in technology. Positive stock selection in healthcare and the underweight exposure in utilities helped relative performance. The largest individual detractors in the month were General Electric, Wells Fargo, Total, BAE Systems, and Embraer; the largest positive contributors were Royal Mail, Magna International, National Oilwell Varco, Anthem, and Kosmos Energy.

## Fund facts

<b>Fund total net assets:</b>	\$7.48 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)		
<b>Depositary, Administrator, Transfer Agent:</b>	BNP Paribas Securities Services (LU)	Baptiste Fabre (FR / IR / UK)		
<b>Management company:</b>	Alma Capital Investment Management (LU)	Britt Lintner (UK / DE)		
<b>Investment manager:</b>	Hotchkis & Wiley Capital Management, LLC (US)	<a href="mailto:info.investors@almacapital.com">info.investors@almacapital.com</a>		
<b>Fund managers:</b>	Scott McBride, Judd Peters Scott Rosenthal, Patrick Meegan			

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