Federated Hermes Limited

Active ESG

# Federated Hermes Global Emerging Markets Equity Fund

Factsheet 29 February 2024

**Objective:** The investment objective of the Fund is to achieve long-term capital appreciation by investing primarily in a diversified portfolio of equity securities and equity related securities with an emerging markets bias quoted or traded on Regulated Markets worldwide.

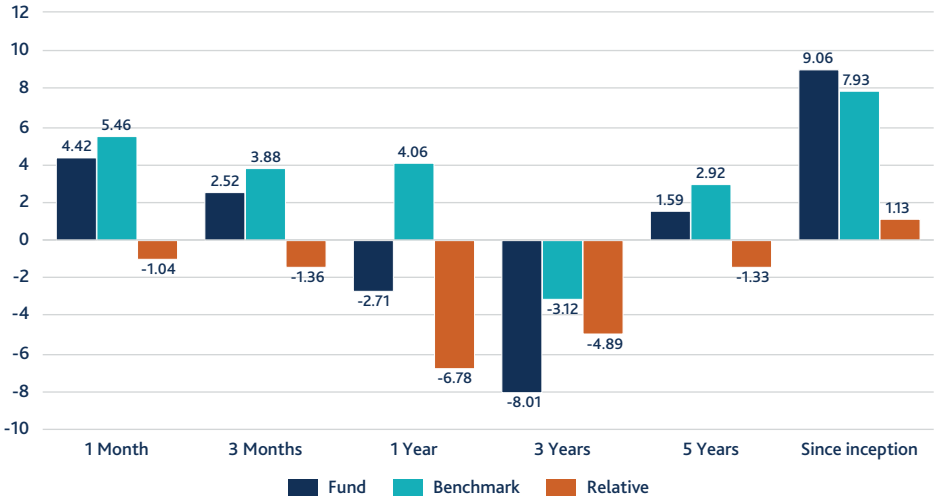
**Investment Approach:** The investment manager seeks to achieve its objective by investing in high-quality, efficient and sustainable companies benefiting from long-term trends. This search takes place in countries with conditions supportive of business growth and gathers evidence of firms' awareness, vision and strategic planning on environmental, social and governance (ESG) issues such as climate change and employee wellbeing. Through fundamental company analysis, the manager seeks to invest in companies meeting these criteria when they are trading at attractive valuations. The manager engages with investee companies as required on material ESG factors, integrating insights from our stewardship team, EOS at Federated Hermes.

## Fund information

| | |
|---|---|
| Fund type | UCITS |
| Inception date | 09 December 2008 |
| Fund size (m) | £2,811.9 / €3,283.3<br>A$5,473.9 / US$3,557.2<br>S$4,785.7 |
| Lead Portfolio Manager | Kunjal Gala |
| Co-Portfolio Manager | Vivek Bhutoria<br>Christopher Clube |
| Benchmark | MSCI Emerging Markets Net |
| IA sector | Global Emerging Markets |
| No. of holdings | 63 |
| Concentration of top 10 holdings (%) | 39.42 |
| Base currency | US Dollar |
| Pricing | Daily |
| Valuation point | Midday |
| Ongoing Charge (%) | 1.11 |
| Share class | F Sterling Accm |
| Min. investment | £100,000 or currency equivalent |
| ISIN | IE00B3DJ5K90 |
| Valoren | 12853419 |
| WKN | A1W7C8 |
| Bloomberg ticker | HMGEFGA |
| Morningstar Rating | ★★★★ |
| FundCalibre Rating | ELITE FUND rated by FundCalibre.com |
| FE Invest Approved | FE INVESTMENTS APPROVED |
| FE Crown Fund Rating | FE fundinfo Crown Fund Rating |

Share classes - whether Accm or Dist, hedged or unhedged - are available in other currencies. Ongoing Charge as at 31 December 2023 (estimated number). Morningstar as at 31 January 2024. FE Crown Fund Rating as at 31 January 2024. FundCalibre Rating as at 29 February 2024. FE Invest Approved Rating as at 29 February 2024.

## Fund performance as at 29 February 2024 (%)




Performance over one year is annualised with relative data calculated arithmetically

## Performance as at 29 February 2024 (%)

| | YTD | 2023 | 2022 | 2021 | 2020 | 2019 |
|---|---|---|---|---|---|---|
| Fund | -0.25 | -2.40 | -14.28 | -5.52 | 20.26 | 20.05 |
| Benchmark | 0.67 | 3.63 | -10.02 | -1.64 | 14.65 | 13.86 |

## Rolling year performance (%)

| | 28/02/23 to 29/02/24 | 28/02/22 to 28/02/23 | 28/02/21 to 28/02/22 | 29/02/20 to 28/02/21 | 28/02/19 to 29/02/20 |
|---|---|---|---|---|---|
| Fund | -2.71 | -7.80 | -13.22 | 32.04 | 5.28 |
| | **28/02/18 to 28/02/19** | **28/02/17 to 28/02/18** | **29/02/16 to 28/02/17** | **28/02/15 to 29/02/16** | **28/02/14 to 28/02/15** |
| Fund | -7.16 | 26.90 | 38.90 | -6.26 | 21.93 |

Prior to 26th June 2020, Federated Hermes Global Emerging Market Equity Fund was named Hermes Global Emerging Market Equity Fund. Performance not available for all of the above period. Fund performance shown is valued at midday, the benchmark is valued at close of business. Performance shown is the F share class Sterling Accumulating net of all costs and management fees since seeding on 8 November 2012. Subscription and redemption fees are not included in the performance figures.

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## Absolute portfolio exposures

### Top 10 holdings (%)

| | Fund | Benchmark |
|---|---|---|
| Taiwan Semiconductor Mftg | 9.75 | 7.63 |
| Samsung Electronics | 7.11 | 3.73 |
| Tencent Holdings | 5.91 | 3.35 |
| Infosys | 2.88 | 0.95 |
| AIA | 2.84 | 0.00 |
| ICICI Bank | 2.51 | 0.93 |
| Itausa | 2.23 | 0.16 |
| Micron Technology | 2.12 | 0.00 |
| Nari Technology | 2.06 | 0.02 |
| Gedeon Richter | 2.01 | 0.05 |

### Sector allocation (%)

| | Fund | Benchmark |
|---|---|---|
| Information Technology | 29.15 | 22.56 |
| Financials | 24.66 | 22.76 |
| Consumer Discretionary | 11.07 | 12.73 |
| Industrials | 10.22 | 6.96 |
| Communication Services | 7.38 | 8.56 |
| Materials | 6.07 | 7.10 |
| Health Care | 3.38 | 3.66 |
| Consumer Staples | 2.86 | 5.78 |
| Utilities | 1.73 | 2.81 |
| Energy | 1.52 | 5.49 |
| Real Estate | 1.12 | 1.58 |

### Top 10 country allocation (%)

| | Fund | Benchmark |
|---|---|---|
| China | 22.79 | 25.76 |
| Taiwan | 17.60 | 16.73 |
| India | 15.25 | 17.63 |
| Korea | 12.66 | 12.53 |
| Brazil | 4.97 | 5.46 |
| South Africa | 4.21 | 2.74 |
| United States | 3.60 | 0.00 |
| Mexico | 2.63 | 2.62 |
| Hong Kong | 2.63 | 0.00 |
| Hungary | 2.01 | 0.27 |

Cash has been omitted from the sector & country allocations

### Federated Hermes

Federated Hermes is a global asset manager guided by the conviction that responsible investing is the best way to create long-term wealth.

The group offers access to capabilities that span equity, fixed income, private markets, multi-asset and liquidity management strategies, in addition to experienced stewardship.

**Before making any investment (new or continuous) please consult a financial advisor as to its suitability.**

### Contact us:

If you have any questions, please let us know using the contact details below:


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SAI GLOBAL
ISO 14001
Environmental

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# Federated Hermes Global Emerging Markets Equity Fund

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## Environmental performance

(Base currency: US Dollar)

| | Fund | Benchmark |
|---|---|---|
| **Carbon Footprint** (Tonnes CO2 per million invested in base currency) | 72.12 | 255.60 |

To measure the Fund's environmental performance the key performance indicator used is carbon footprint. This measures carbon emissions generated by companies within the Fund for every million units of currency invested. The calculation accounts for both direct and indirect greenhouse gas emissions, which are covered in industry-standard definitions for Scope 1, 2 and 3 emissions[1]. Where a benchmark is referenced on Page 1, the Fund's environmental performance is also compared to that of the benchmark. Therefore, a smaller carbon footprint figure than the benchmark's is evidence that the Fund's emissions, adjusted for the market value held in the Fund, are lower than those of the benchmark. However, please note this fund does not have a specific environmental performance target unless stated in the Fund Objective. The carbon footprint figures shown in the table are accurate as of the end of the previous month.

Sources: Trucost. [1]Scope 1 relates to emissions from sources owned or controlled by the company. Scope 2 addresses indirect emissions associated with the generation of imported or purchased electricity, heat and/or steam. Scope 3 captures other indirect upstream emissions that are a consequence of the company's activities but are generated by sources owned or controlled by another entity, such as employee business travel.

Please note a change in methodology in how we calculate the footprint numbers for our equity funds. Going forward, we will be using Enterprise Value including cash (EVIC) instead of Market cap, in line with the TCFD recommendations and current methodology used for credit portfolios, to calculate carbon, water and/or waste footprint. We are now also rebalancing the portfolios excluding any names without carbon and/or financial data to conduct the calculations; this will now allow the portfolio metrics to be comparable to benchmark metrics, where benchmark metrics are required.

## Stewardship

### Engagement coverage and progress





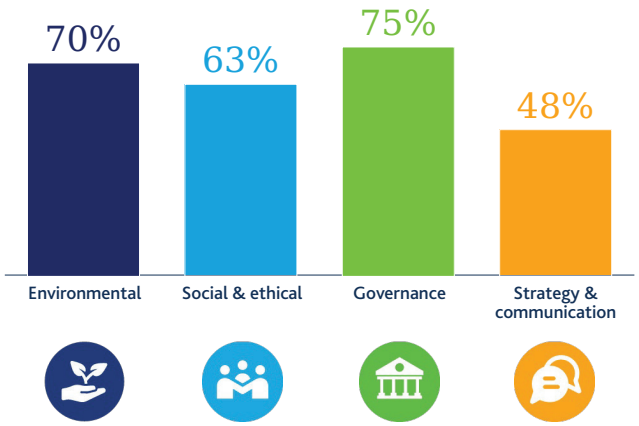


The stewardship data show engagement coverage, progress and voting activity for the past 12 months as at the end of the previous month.

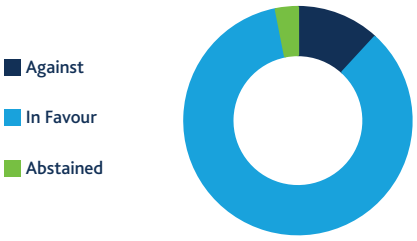
**Engagement coverage:** shows the proportion of Fund AUM engaged by our stewardship team, EOS at Federated Hermes (EOS). A higher value confirms that more assets are currently being engaged on material ESG and strategic considerations to develop more sustainable business practices and effect positive change.
**Engagement progress:** expresses the success of engagements with Fund assets. The percentage value confirms the proportion of engagements that have progressed one milestone under EOS's proprietary tracking system.
**AUM engaged by theme:** conveys the ESG and strategic topics that assets have been engaged on over the past 12 months.
**Voting activity:** estimates voting activity at shareholder meetings based on Fund holdings at the end of the period. Votes are categorised as where the Fund either voted against management's recommendations on at least one resolution, entirely in favour of management's proposals, or abstained. EOS provides recommendations to the Fund on voting.

Source: EOS at Federated Hermes. Data is averaged over a 12-month rolling period.

### Percentage of AUM engaged by theme




### Voting activity (%)



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## Risk profile

- Past performance is not a reliable guide to future performance.
- The value of investments and income from them may go down as well as up and you may not get back the original amount invested.
- Emerging Markets Risk: The Fund invests in Emerging Market countries, these markets are less established, and often subject to greater share price fluctuations and higher risks than more developed market countries.
- Currency Risk: Where the currency of the share class you have invested in is different to the base currency of the Fund, movements in the currencies may have a negative effect on the value of your investment.
- For more information on risks please refer to the Key Investor Information Document / Key Information Document and Prospectus.

## Glossary of terms

| | |
|---|---|
| Accm or Accumulating | Instead of income derived from the fund's shares being paid to investors as dividends, this income is re-invested within the fund to buy further shares. |
| Active ESG | Responsible, active investing for long-term performance. In seeking traditional financial objectives, these Funds employ responsible-investment approaches. |
| Benchmark | A standard against which the performance of a fund can be measured. Generally, broad market stock and bond indexes are used for this purpose. |
| Bloomberg Ticker | A string of characters or numbers to identify a listed company or entity on financial services news services. |
| Citywire Rating | Provides a rating of individual fund manager performance, rather than rating funds. Fewer than 25% of managers tracked qualify for a Citywire Fund Manager Rating. The ratings range downwards from AAA to AA, A and +. |
| COB | Close of business. |
| Dist or Distributing | Income derived from the funds shares being paid to investors as dividends. |
| Engagement | A purposeful, long-term and proactive dialogue between a company or asset and its investors, aiming to influence or change the way it is run in order to enhance its value and generate positive environmental and social outcomes. As a pioneer of effective stewardship, the international business of Federated Hermes believes that this practice lies at the heart of long-term investment. Our Responsibility Office oversees the integration of stewardship into all our investment activities. |
| EOS at Federated Hermes (EOS) | A pioneer of effective stewardship and provider. Founded in 2004 on a legacy dating back to 1983, EOS provides investors worldwide with the following services: engagement, voting, public policy advocacy, responsible-investment policy advice and portfolio screening. |
| FE Crown Fund Rating | Ratings are compiled using three key measurements of a fund's performance. A five FE Crown Fund Rating reflects the highest tier. |
| Future | A financial contract obligating the buyer to purchase an asset (or the seller to sell an asset) at a pre-determined future date & price. |
| IA Sector | The IA sectors divide funds available in the UK, including some offshore (EU) funds, into smaller groups, to allow you to make like-for-like comparisons between funds in a sector. |
| Impact | Mission-led investment strategies to deliver positive impact. Applying responsible-investment approaches, these Funds focus on companies generating positive impact or undergoing positive transformation benefiting people and the planet. |
| ISIN | International Securities Identification Numbers (ISIN) uniquely identify a financial security for trading and settlement purposes. |
| Morningstar Rating | A ranking ranging from one to five stars, with five being the best, given to publicly traded funds by the investment research firm Morningstar. |
| Ongoing Charge | Estimated charges taken from the Fund over one year. |
| Overweight / Underweight | A situation where a portfolio holds an excess or lesser amount of a particular security when compared to the security's weight in the underlying benchmark portfolio. |
| Portfolio Exposures | A measurement of how much a fund is invested in a particular financial security and/or market sector and/or industry. The measurement is usually represented as a percentage of the overall fund or a percentage relative to its benchmark. |
| Sustainable | Thematic and values-based approaches for sustainable outcomes. With financial and sustainability objectives, these Funds use responsible-investment approaches with greater exposure to ESG leaders and use of industry exclusions. |
| Valuation Point | The time at which the assets of a fund are priced. |

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