

**SHINING A LIGHT ON THE.....  
Templeton Emerging Markets Investment Trust**

**AT A GLANCE**

<b>Investment Objective</b>	
To provide long-term capital appreciation for its investors through investment in companies operating in emerging markets or whose shares are listed on the stock markets of such countries. Investment will generally be made directly in the stock markets of emerging countries and the funds of Company will normally be invested in equity investments.	

<b>Inception Date</b>	12 June 1989
<b>Fund Factsheet Link</b>	<a href="http://tools.morningstar.co.uk/uk/cefreport/default.aspx?SecurityToken=FOGBR05WML%5D2%5D0%5DFCGBR%24%24ALL">http://tools.morningstar.co.uk/uk/cefreport/default.aspx?SecurityToken=FOGBR05WML%5D2%5D0%5DFCGBR%24%24ALL</a>

<b>Management</b>	
<b>Manager Name</b>	<b>Start Date</b>
Chetan Sehgal	1 February 2018
Andrew Ness	17 September 2018

<b>Investment Style Details</b>	
<b>Equity Style</b>	
<b>Market Capitalisation</b>	<b>% of Equity</b>
Giant	72.94%
Large	17.01%
Medium	8.62%
Small	1.44%
Micro	0.00%

<b>Top 10 Holdings</b>		
<b>Total number of holdings</b>	75	
<b>Assets in Top 10 Holdings</b>	57.61%	
<b>Name</b>	<b>Sector</b>	<b>% of Assets</b>
Taiwan Semiconductor Manufacturing Co Ltd	Technology	11.75%
Samsung Electronics Co Ltd	Technology	10.70%
Tencent Holdings Ltd	Communication Services	8.33%
Alibaba Group Holding Ltd ADR	Consumer Cyclical	8.13%
NAVER Corp	Communication Services	4.28%
ICICI Bank Ltd	Financial Services	3.84%
Naspers Ltd Class N	Communication Services	3.25%
Media Tek Inc	Technology	3.05%
LG Corp	Technology	2.32%
Sberbank of Russia PJSC ADR	Financial Services	1.97%

# LWM Consultants Ltd

Volatility Measurements	
3-Yr Std Dev (volatility)	17.13%
3-Yr Mean Return (average)	15.69%

## FUND PERFORMANCE

Performance from 1 January 2016 to 30 June 2021:

	2016	2017	2018	2019	2020	2021
Templeton Emerging Markets Investment Trust	47.85%	32.49%	-10.70%	27.12%	17.09%	6.94%
iShares MSCI EM ETF	33.56%	24.43%	-9.25%	12.62%	14.69%	5.44%

Performance over 12 months, 3 years, 5 years and since fund manager inception.

	1 year	3 years	5 years	Since fund manager inception
Templeton Emerging Markets Investment Trust	33.04%	54.85%	121.63%	35.95%
iShares MSCI EM ETF	26.42%	30.36%	72.56%	20.23%

*You should note that past performance is not a reliable indicator of future returns and the value of your investments can fall as well as rise. The total return reflects performance without sales charges or the effects of taxation, but is adjusted to reflect all on-going fund expenses and assumes reinvestment of dividends and capital gains. If adjusted for sales charges and the effects of taxation, the performance quoted would be reduced.*

## UPDATE....

This was a brief update with the team. As a background, this trust goes back to 1989 and Templeton are seen as the pioneers of emerging market investing. They helped establish the asset class and employ 80 plus investment professionals across 14 countries.

Fundamentally they are looking for sound business models, sustainable earnings power, and a discount to intrinsic value. They see this as a high conviction strategy with between 60 to 80 stocks in the portfolio. Performance is driven by stock selection and the sector and country overweights tend to be driven by their stock selection.

They have no bias to growth or value which means this tends to perform across most market cycles. Example holdings include Naver which is a messenger app in Japan, and the business is involved with e-commerce and financial services. Yandex are the leading search engine. Samsung electronics benefit from the memory chip market and TSMC are benefiting from cloud applications and online education.

## LWM Consultants Ltd

---

One stock Brilliance has seen stock suspended due to rising competition and debt concerns. Alibaba has had some negative sentiment due to regulator news, but they see this as a distinctive business with strong competitive advantages and a diversified business source.

They have also had weakness in some Brazilian names like Itaú, but they still believe the long term outlook is positive for these names.

The main potential change is that they are considering adding unlisted names to the portfolios. This is being put forward for a shareholder vote.

In summary, the message remains consistent, and performance remains strong. This therefore remains as one of the emerging market trusts that we have on our watch list.

*The source of information in this note has been provided by Templeton and is correct as at July 2021. These are notes from meeting the fund manager or representative and should not be seen as a recommendation to purchase any fund mentioned. Any reference to shares is not a recommendation to buy or sell. Should you wish to make a decision based on these notes we cannot take responsibility for this and you should carry out your own research before making a decision. We would also recommend that you receive advice before following up on any decision.*