

## KEY FACTS

### Investment Objective

The Strategy's objective is to generate investment returns by investing in companies that are focused on the growth in consumption and services in emerging markets. The portfolio provides exposure to this philosophy through active stock picking based on a fundamental bottom-up approach with disciplined analytics and an awareness of macro factors. The focus is on growth companies, which are domiciled, or carrying out the main part of their economic activity, in an emerging market country. The Strategy is suitable for investors seeking long term capital appreciation.

### Strategy Information

STRATEGY INCEPTION	14th March 2012
STRATEGY CURRENCY	USD
STRATEGY SIZE	\$572.0 m
INDEX	MSCI TR Net Emerging Markets USD
MANAGERS	Andrew Dalrymple, John Ewart, Rob Brewis

## MANAGER COMMENTARY

May was another strong month for the Strategy, rising 10.3%, ahead of the MSCI Emerging Markets Index, which rose 9.7%. Gains for both the Strategy and the market remained focussed on the technology sector and AI data centres. The unresolved Middle East conflict faded further from investors' minds, at least for the time being.

The Korean semiconductor giants continued to lead the charge, with **SK Hynix** gaining 81.4% and, for the moment, joining **Samsung Electronics** (up 43.8%) and **TSMC** as \$1tn market cap companies. In Taiwan, **MediaTek** continued to play catch-up, gaining 65.1%, while **TSMC** advanced by a relatively sedate 10%. The Fund's relatively new position in China, **Zhongji Innolight**, rose 34.0%.

There were many earnings releases during the quarter and for the most part they continued to far exceed expectations, especially in the technology sector. **SK Hynix**, for example, reported Q1 revenue growth of 198% and record margins, while **Samsung Electronics** revenue increased by a more modest 50%, reflecting its more diversified business mix. Forecasts for both companies continue to rise, although upgrades are now more pronounced in 2027 estimates as confidence grows in the longevity of tight chip supply.

**MediaTek** results were mixed, reflecting the declining mobile phone chip business, but the company significantly raised its Q4 2026 AI ASIC revenue guidance to \$2bn from the prior full-year target of \$1bn, with expectations now exceeding \$10bn in 2027.

Outside Korea and Taiwan, the other major markets remained subdued. In China, market heavyweights such as **Alibaba** and **Tencent** produced mixed results and continued to decline, falling 5.8% and 8.7%, respectively. Likewise, India was largely flat, although we are encouraged that fears of gas shortages appear to have eased and the economy is proving relatively resilient. It remains a clear beneficiary of any resolution in the Gulf.

In Brazil, politics is beginning to feature ahead of the October elections, and the conservative candidate, Flavio Bolsonaro, suffered a setback in the polls after becoming embroiled in a banking scandal from a few years ago. Another term for Lula is not what the markets hope for. We have reduced exposure over the past few months from over 10% to 4% today.

Despite the strong gains of recent months, earnings forecasts have continued to be upgraded meaningfully, and the portfolio still appears attractively valued overall.

## NET PERFORMANCE

CUMULATIVE %	1M	3M	6M	1Y	3Y	5Y	10Y	INCEPTION
Strategy Return	10.3	11.4	24.8	33.1	73.7	18.3	191.9	298.3
Index Return	9.7	9.4	29.4	54.3	96.0	43.8	175.4	136.8

CALENDAR YEAR %	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Strategy Return	11.5	11.6	9.6	-25.8	-4.3	52.0	28.0	-17.4	56.0	-4.9	-9.0
Index Return	33.6	7.5	9.8	-20.1	-2.5	18.3	18.4	-14.6	37.3	11.2	-14.9

Source: Aubrey Capital Management & MSCI

All figures are presented net of fees in USD. MSCI Emerging Markets Index is used for comparative purposes only. Investment returns may increase or decrease as a result of currency fluctuations. Past performance is no guarantee of future results.

Aubrey Institutional claims compliance with GIPS. The performance record disclosed above is that of the firm's composite for the Aubrey Global Emerging Markets Strategy (see page 3 for further details).





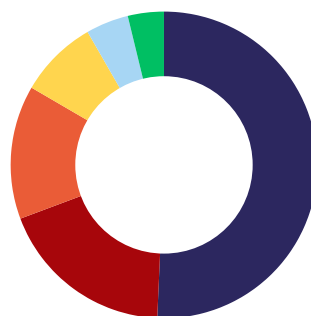
## PORTFOLIO BREAKDOWN

### Top 10 Positions

Company	% of Holding
TSMC	9.8
SK Hynix	9.5
Samsung	8.8
MediaTek	5.5
Delta Electronics	4.4
Contemporary Amperex	4.1
DBS Group	3.1
Asia Vital Components	2.6
Capitec Bank	2.6
Zhongji Innolight	2.6
<b>Number of Holdings</b>	<b>34</b>

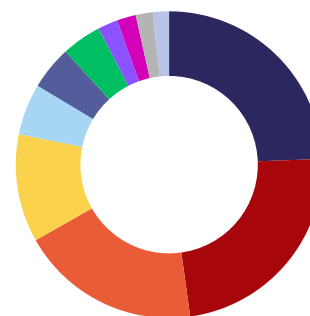
The securities identified and described do not represent all of the securities purchased, sold or recommended for client accounts. The reader should not assume that an investment in the securities identified was or will be profitable.

### Sector Allocation



Information Technology	50.7
Financials	18.6
Consumer Discretionary	14.1
Industrials	8.3
Consumer Staples	4.5
Communication Services	3.8

### Geographic Allocation



Taiwan	24.4
South Korea	23.4
China	19.0
India	11.4
Singapore	5.4
South Africa	4.6
Brazil	4.2
Hong Kong	2.1
Mexico	2.0
Philippines	1.8
Columbia	1.7

## CONTACTS

### Investment Enquiries

**EMAIL** clientservices@aubreycm.co.uk

**TELEPHONE** +44 (0) 131 226 2083

### Head Office

Aubrey Capital Management Limited  
10 Coates Crescent  
Edinburgh  
EH3 7AL

## IMPORTANT INFORMATION

This is a marketing communication issued by Aubrey Capital Management Limited, authorised and regulated by the Financial Conduct Authority and registered as an Investment Adviser with the US Securities & Exchange Commission. Investors in the strategy are exposed to fluctuations in the value of investments, which can go down as well as up, may be subject to significant volatility due to market conditions and changes in foreign exchange rates. The benchmark is an index, the performance of which is not affected by fees and expenses like the Strategy. Past investment performance is not an indication of future performance. The strategy aims to invest all its assets in emerging market equities which have a higher than average risk when compared to investing in more established markets as investments may be affected by local market conditions. As a result of these risks, you should ensure investment in the strategy is suitable for you. If you are still unsure, seek independent professional advice.

Aubrey Capital Management has taken reasonable care to ensure the accuracy of this information at the time of publication but it is subject to change without notice and it does not in any way constitute investment advice or an offer or invitation to deal in securities.

GIPS: The Aubrey Global Emerging Markets Institutional Strategy is composed of a number of publicly available funds committed to the strategy (a Luxembourg SICAV, a UK OEIC and a US Commingled fund) together with a number of separate accounts managed likewise ("the EM Accounts"). All the EM accounts included have been taken into account in the calculation of the composite numbers on which the EM GIPS Reports is based ("the Composite"). All performance is reported in US Dollar (\$).

Aubrey Institutional claims compliance with the Global Investment Performance Standards ("GIPS®") and has prepared and presented this report in compliance with the GIPS standards. GIPS is a registered trademark of CFA Institute. CFA Institute does not endorse or promote this organization, nor does it warrant the accuracy or quality of the content contained herein. To obtain a GIPS Composite Report, please call +44(0)131 226 2083 or email us at [clientservices@aubreycm.co.uk](mailto:clientservices@aubreycm.co.uk).

Aubrey Institutional Fund Division ("Aubrey Institutional") is a division of Aubrey Capital Management Limited, which is an investment manager authorised and regulated by the Financial Conduct Authority (Reg. No. 455895) and is registered as an investment adviser with the U.S. Securities and Exchange Commission. The Aubrey Institutional Fund Division Investment Strategies are managed by the institutional investment team within Aubrey Capital Management Limited. Excluded from this definition of Aubrey is Aubrey's Wealth Management division which provides bespoke managed account portfolio services for individual private clients.

MSCI: The MSCI information may only be used for your internal use, may not be reproduced or disseminated in any form and may not be used as a basis for or a component of any financial instruments or products or indices. None of the MSCI information is intended to constitute investment advice or a recommendation to make (or refrain from making) any kind of investment decision and may not be relied on as such. Historical data and analysis should not be taken as an indication or guarantee of any future performance analysis, forecast or prediction. The MSCI information is provided on an "as is" basis and the user of this information assumes the entire risk of any use made of this information. MSCI, each of its affiliates and each other person involved in or related to compiling, computing or creating any MSCI information (collectively, the "MSCI Parties") expressly disclaims all warranties (including, without limitation, any warranties of originality, accuracy, completeness, timeliness, non-infringement, merchantability and fitness for a particular purpose) with respect to this information. Without limiting any of the foregoing, in no event shall any MSCI Party have any liability for any direct, indirect, special, incidental, punitive, consequential (including, without limitation, lost profits) or any other damages. ([www.msci.com](http://www.msci.com)).