Harris Associates Global Equity Fund Review

London Borough of Camden Pension Fund

July 2025

isio.

Introduction and background

Addressee

- This report is addressed to the London Borough of Camden Council ("the Council") as the Administering Authority of the London Borough of Camden Pension Fund ("the Camden Fund").
- This paper sets out an overview of the key characteristics of value-style equity investing and reviews the Harris Associates Global Equity Fund ("the Harris Fund"), within which the Camden Fund is invested, along with the new value equity proposition available within the London Common Investment Vehicle ("LCIV") – the LCIV Value Equity Fund ("LCIV Value Fund").

Background

- The Council is concerned with ongoing poor performance within the Harris Fund, and the manager's lack of ESG engagement, and as such has asked Isio to undertake a review of the Fund within the context of the wider equity value universe,
- Additionally, as part of the upcoming strategy review, the Council is looking to review the wider structure of the equity portfolio and determine whether value remains an appropriate equity-style for investment as part of the wider equity exposure.
- We note, in the circumstance that this review leads to a decision by the Committee to disinvest from the Harris Fund, the Council should be aware that the Fund could:
  - have a period of no exposure to the value style;
  - incur "double" transaction fees through disinvesting from Harris to cash, then reinvesting into value (rather than a possible direct transfer from Harris to another value manager).

Scope of report

- This paper sets out a:
  - High level overview of the value style of investing – What defines it? When is it expected to perform well?
  - Overview of both the Harris Value Fund and the LCIV Value Fund – e.g. investment thesis, composition, expected performance.
  - Overview of the performance of the wider equity value universe & commentary on driving factors behind this performance.
  - Analysis of performance of both the Harris & LCIV funds versus the wider equity value universe / any other suitable benchmarks. Commentary on this performance including factors that may have driven any out/ underperformance.
  - Our recommendation regarding whether to remain invested in the Harris Value Fund, or whether to disinvest & temporarily hold the funds elsewhere pending the full review of the Fund's strategy and equity portfolio.

Appendix A

Value style investing

Value style investing – an overview

Appendix A

What defines the value style?

- Value investing is a traditional equity investment style that centers around buying a company at a price below its intrinsic value and holding it until the share price reflects its true worth.

- Value companies generally have low price-to-book ratios, high dividend yields, and low price-to-earnings ratios. Value stocks are mainly found in the financial, healthcare, industrial and energy sectors. Alternatively, growth stocks typically grow significantly faster than their value counterparts in terms of sales, and profits, and are mainly found in the technology, consumer discretionary and communication services sectors.

- Contrary to popular belief, value stocks are not always more reliable than growth stocks in down-markets. Many value stocks are cyclical and sensitive to economic cycles, struggling in recessions, whilst some growth stocks thrive during recessions, especially stable companies in the food, beverage and pharmaceutical industries.

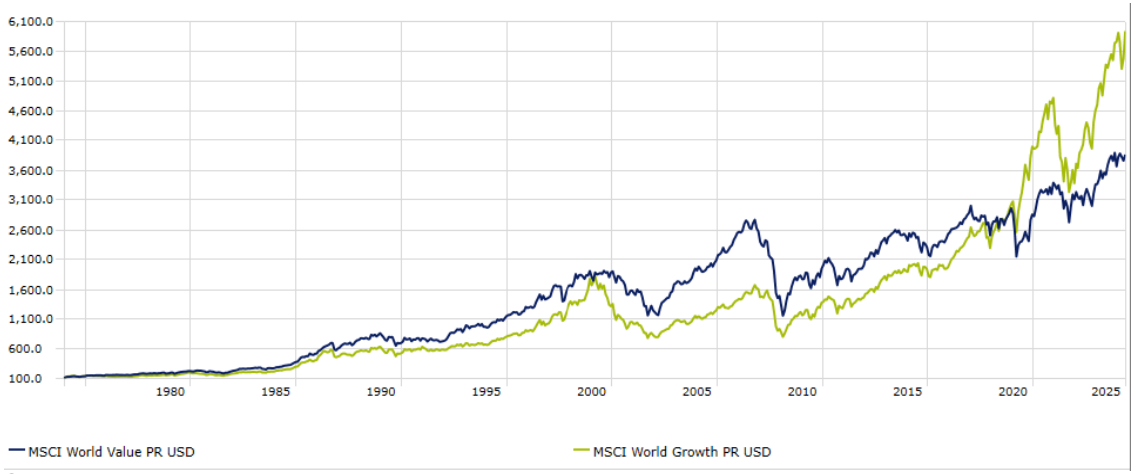
When is the value style expected to perform well?

- Academic studies have consistently shown that three factors have tended to drive value outperformance: higher inflation, higher real interest rates and higher economic growth. It is expected that structurally higher inflation and real rates (aspects of the current macro economic conditions) will be supportive for value.

- As highlighted in the charts to the right, up until 2020 the value index outperformed the growth index. As highlighted in the bottom chart, the divergence in returns since 2020 has been extreme, with growth outperforming value, driven by the growth of mega-cap stocks in the IT, communications, and consumer discretionary sectors.

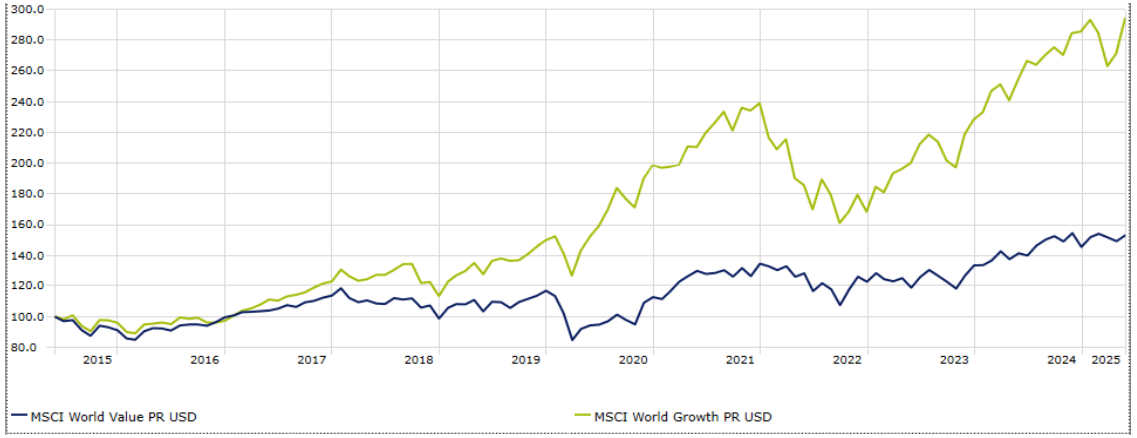
- Over time, value has become less concentrated and diversified than the growth index (as highlighted in Appendix 2). The largest weights in the Russell 1000 value index include financials (20%), healthcare (16%) and industrials (15%), whilst the Russell 1000 growth index is highly concentrated in information technology (40%) – up from 25% only 10 years ago.

Value v Growth Investment Growth 1975 to 2025



Source: Morningstar

Value v Growth Investment Growth 2015 to 2025



Source: Morningstar

Appendix A

Value style investing – benchmark performance

Performance as at 31/5/25 – Performance in USD as value/growth indices only available USD

Calendar Year	MSCI World Value	MSCI World Growth	MSCI World
2025 YTD	6.9%	3.6%	5.2%
2024	12.3%	26.2%	19.2%
2023	12.4%	37.3%	24.4%
2022	-5.8%	-29.1%	-17.7%
2021	22.8%	21.4%	22.4%
2020	-0.4%	34.2%	16.5%
2019	22.7%	34.1%	28.4%
2018	-10.1%	-6.4%	-8.2%

Time Period	MSCI World Value	MSCI World Growth	MSCI World
1 Year	11.6%	16.7%	14.2%
3 Years	9.5%	17.8%	13.7%
5 Years	13.7%	15.2%	14.7%
10 Years	7.8%	12.8%	10.5%

Source: Morningstar

Notes: Green figures represent periods where value outperformed both growth and the MSCI World. Red figures reflect periods where value underperformed both growth and the MSCI World.

Comments

- For much of the stock market's history, 'value' companies have outperformed their growth counterparts. However this has changed over the past decade with the exponential growth in technology fuelling demand for, and performance of, growth companies.
- Over the past 10 years, the MSCI World Growth index has returned 11.4% per annum, while the MSCI World Value Index has returned only 4.4% per annum.
- Since April 2018, growth stocks have outperformed value stocks considerably, however, there have been periods where value stocks have performed better since then. This was especially the case in 2022, where growth stocks suffered sizeable drawdowns due to rising sharply rising interest rates and inflation.
- Whilst recent growth index performance has been driven by mega-cap growth stocks, these strong fundamentals may now be largely 'priced in', leaving value stocks appearing potentially undervalued compared to their long-term intrinsic value.
- The analysis depicts that there will be market cycles where growth is in favour, whilst value is out of favour and vice versa. We typically recommend an allocation to both a value and growth manager to diversify across investment styles and avoid periods of underperformance across an entire market cycle.
- Another approach which can be considered is the use of managers who can "flex" styles based on market conditions, however these turning points are notoriously difficult to time well and the number of managers who successfully employ this style is much lower. We are not aware LCIV are planning to offer a product of this type.

Value style investing – peer group performance

Performance as at 31/5/25 – Performance in GBP

Calendar Year	Global Large-Cap Value	Global Large-Cap Growth	Global Large-Cap Blend
2025 YTD	2.4%	-2.9%	-1.4%
2024	9.4%	15.2%	14.3%
2023	9.3%	16.0%	12.8%
2022	0.5%	-18.1%	9.3%
2021	18.2%	14.6%	18.1%
2020	1.7%	23.7%	10.6%
2019	14.6%	24.2%	19.0%
2018	-8.3%	-4.7%	-6.7%

Time Period	Global Large-Cap Value	Global Large-Cap Growth	Global Large-Cap Blend
1 Year	4.9%	3.8%	4.8%
3 Years	6.7%	8.1%	7.8%
5 Years	10.5%	7.5%	9.2%
10 Years	7.8%	9.5%	8.6%

Source: Morningstar

Notes: Green figures represent periods where value outperformed both growth and the MSCI World. Red figures reflect periods where value underperformed both growth and the MSCI World.

Commentary

- The Global Large-Cap Growth peer group has outperformed the Global Large-Cap Value peer group over 1, 3 and 10 years, but underperformed over 5 years. The Large-Cap Blend peer group consists of those managers who do not have an overwhelming style bias to either growth or value.
- The value peer group's outperformance in 2021 and 2022 was led by strong returns from the value-heavy energy sector, following the outbreak of the Ukraine and Russia war. This was the major contributing factor to value's outperformance over the last five years.
- The growth peer group significantly outperformed the value peer group across 2023 and 2024, as a group of AI-exposed growth stocks (dubbed the magnificent seven) dominated market returns.
- Interestingly, in terms of assets under management (AUM) at the end of 2024, the global large-cap blend and growth peer groups were ten times and six times the size of the value peer group respectively. Furthermore, the proportion of equity assets invested with value managers has fallen to c.5%, down from c. 30% in 2006 (prior to the global financial crisis).
- There has also been a significant style drift towards growth from funds within the blend category over the last decade, reflecting the momentum and outperformance achieved within the growth space.
- Historically, style leadership has moved in cycles, and value and growth have experienced distinct periods where one has outperformed the other.

Overview of funds

Appendix A

Harris Associates Global Equity Fund

Overview

- Harris Associates are a well-known value manager, and widely invested by the LGPS, with an investment philosophy centred around targeting cheap stocks.
- The Harris Associates investment process subscribes to three key tenets:
    - Harris target cheap stocks – more specifically, those trading at least 30% below the team's estimate of intrinsic value.
    - Harris target companies that can durably grow their per-share value.
    - Harris prefer management teams that think and act like owners.
- Among many tools, the Harris team use sum-of-the-parts analysis, comparisons with private market deals and discounted cash flow modelling.
- The Harris portfolio is value-oriented and price multiples (like P/E), and quality measures (like returns on invested capital) have trended lower than the MSCI World benchmark.
- There have been several investment team changes in recent years, which we view negatively, however, this is not unexpected across an investment team of more than 20. Importantly, a lot of emphasis is placed on the firm's stock-selection committees – made up of US and non-US leaders – who build a list of approved companies which the strategy must choose from.
- The end portfolio is concentrated, comprising of 30 – 60 stocks. Stock-picking drives country and sector weightings, though management limits individual positions to 7%, industry weightings to 25% and country stakes to 30%. Active share (which measures the proportion by which a fund's holdings deviate from those of the index) has hovered around 90%.
- The fund's contrarian instincts can take time to pay off and the last few years has seen underperformance versus the benchmark and peers, during which time the volatility of the strategy has also been higher than usual.
- Execution has been an issue; the strategy struggled in 2022, negatively affected by the downfall of longtime holding Credit Suisse, and little exposure to energy amidst Russia's invasion of Ukraine, among other issues. The strategy bounced back in 2023 but then had a poor 2024, impacted by sharp declines in key holdings Bayer, Kering and Prudential.

Harris Associates Global Equity Fund (cont.)

Isio comments

- The strategy has had higher volatility than the peer group and MSCI world benchmark since inception, so it requires patience and risk tolerance. For instance, the fund has been one of the most volatile strategies within the global value peer group and its alpha (a measure of excess returns adjusted for risk) ranks near the bottom of the peer group over the last seven years.
- The strategy has lost two portfolio managers over the last 18 months. Firstly, Clyde McGregor, who had a key role on the US portfolio of the global mandate, retired at the end of 2023. Colin Hudson and John Sitarz were added as co-managers at the time. Non US-manager Jason Long also departed the firm in September 2024, with Eric Liu replacing him.
- David Herro, a current non-US portfolio manager on the strategy, is in the advanced stages of his career and is gradually ceding responsibilities to other teammates. As a result, Tony Coniaris was just appointed Co-Chief Investment Officer of International Equities alongside Herro.
- Whilst succession plans have been well communicated and executed, there has been a significant loss of expertise and experience in recent years, although this is to be expected across an investment team of more than 20. In saying that, the strategy is still managed by five Harris Associates veterans.
- Interestingly, Timur Sahin was hired in October 2024 as the Head of Quantitative Research and is working to improve risk awareness with various quantitative tools. This hire is intriguing given the strategy has been more volatile (higher standard deviation of returns) than usual in recent years. Some of the added volatility stems from difficult market environments that have affected other value managers, but individual stock execution has also been an issue.
- In January 2025, Natixis, (who own Harris Associates), and Generali announced their intention to establish a joint venture between their respective asset management operations. Generali and Natixis will each own 50% of the combined business and have equal voting rights. A merger of this size and complexity presents challenges, and we note that historically Natixis has afforded its subsidiaries complete autonomy in terms of their investment processes, hiring decisions and operations. The rationale behind the merger was described as an effort to build critical scale, but other peers have pursued that objective by fully integrating their investment teams and rationalising product suites to avoid duplication.
- The team remain committed to their contrarian value approach, this has not changed over the years, but performance has continued to lag peers in 2025. A review of the attribution analysis indicates poor stock selection across Information technology, Healthcare and Consumer discretionary, with key detractors being holdings in IQVIA Holdings, Vail Resorts and Kering.

LCIV Value Equity Fund

Overview

- The LCIV Value Fund, launched in October 2024, is managed by Wellington and integrates ESG considerations into the strategy.
- The fund seeks to outperform the MSCI All Country World Index by 1.5% per annum (net of fees) over rolling five-year periods. It integrates ESG principles to reduce the carbon footprint progressively, aiming for a Net-Zero greenhouse gas emission target by 2050.
- The fund employs a contrarian, value-focused approach, targeting undervalued companies globally. It aims to capture upside potential by investing in sectors or stocks that are often underappreciated or mispriced due to market sentiment. As such, the fund looks for companies that exhibit lower valuation characteristics, such as lower earning multipliers and lower revenue multipliers than that of the MSCI ACWI Index.
- The fund is committed to a decarbonization pathway, with an initial Weighted Average Carbon Intensity (WACI) 30% below that of the MSCI ACWI benchmark and ambitions for a 60% reduction by 2030. The fund excludes high-carbon industries including coal, oil sands, and other sectors misaligned with Net-Zero goals.
- The LCIV Value Fund was only launched in October 2024, so it is too early to comment on the this specific fund's performance track record, however performance across Q1 2025 lagged the global value peer group by c.3.7%, but outperformed the MSCI ACWI benchmark by 2.2%. However, the representative Wellington Global Opportunistic Fund, which has a three-year track record, has performed strongly so far (Outlined on Slide 12).
- There is the potential for the fund structure to evolve into a two-manager model as it grows, and LCIV have indicated this change of approach is something they wish to pursue in order to ensure a diversified investment approach.

Isio comments

- Wellington was established in 1928 and has since grown to be one of the largest asset managers in the world. Wellington employ over 1100 investment professionals and service over 2,400 institutional clients, including pension schemes, family offices, endowments, and sovereign institutions in over 60 countries.
- Wellington's core business is equity (largest asset class by AUM, at c.$600 billion), with a range of fundamental and quantitative strategies available to investors. Whilst the firm's Wellington-branded vehicles outside the United States have grown quickly, these still represent less than 5% of total assets under management.
- Wellington is unique for its exclusive focus on active management without use of a Chief Investment Officer. Instead, more than 50 investment teams with access to a centralized bench of credit, equity and ESG analysts blend investment boutique autonomy with the resources of large asset managers.
- There is less collaboration across teams at Wellington than other asset management firms, but Wellington has fostered thoughtful investment talent management and succession planning.
- Wellington have built a standout sustainable investing platform, which is important given the sizable ESG considerations that have been built into the LCIV Value Fund.

Isio views

- Isio have a positive view on Wellington as an equity investment manager, however we note the limited track record of the LCIV Global Value strategy. We acknowledge however that the Wellington team responsible for implementing the LCIV value strategy has a three year track record managing a similar value strategy for other clients. Whilst performance across this time period has been strong, we note that we would ideally like to see a longer track record and do more extensive due diligence on their performance and track record before formally recommending the fund.

Fund comparison

Appendix A

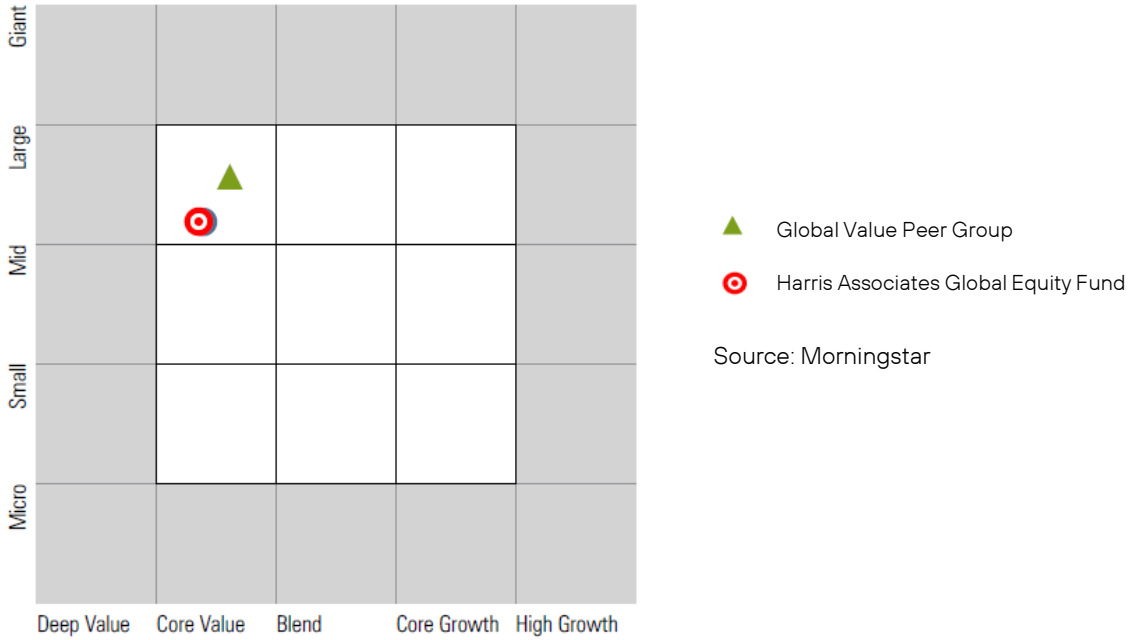
Regional breakdown – as at 31/3/25

Region	Harris	LCIV Value	Global Value Peers	MSCI World
North America	52%	57%	50%	74%
Europe	41%	23%	34%	17%
Developed Asia	0%	17%	11%	8%
Emerging Markets	4%	1%	2%	1%
Cash	3%	2%	3%	-
Total	**100%**	**100%**	**100%**	**100%**

Sector breakdown – as at 31/3/25

Sector	Harris	LCIV Value	Global Value Peers	MSCI World
Financial Services	24%	21%	20%	17%
Healthcare	16%	12%	14%	11%
Consumer Cyclical	15%	9%	9%	10%
Industrials	14%	13%	12%	11%
Consumer Defensive	9%	7%	8%	7%
Information Technology	7%	12%	14%	24%
Communication Services	6%	6%	8%	8%
Materials	4%	5%	5%	3%
Energy	2%	4%	4%	4%
Utilities	-	5%	3%	3%
Real Estate	-	4%	1%	2%
Cash	3%	2%	2%	-
Total	**100%**	**100%**	**100%**	**100%**

Fund investment style



Source: Morningstar

Commentary

- As highlighted in the diagram above, the Harris Value Fund has a deeper value bias than the typical large cap value peer, and also goes further down the market-cap spectrum.
- Interestingly, as highlighted to the left, the Harris Value Fund has a much greater allocation to Europe than the global value peer group and LCIV Value Fund. Alternatively, the LCIV Value Fund has a sizable allocation to Developed Asia, which is an area Harris does not allocate to.
- From a sector perspective, both Harris and the LCIV Value Fund have prominent allocations to traditional value sectors, such as financial services, healthcare, industrials and consumer defensive. However, the Harris Value Fund is sizeably underweight information technology, compared to not the only the MSCI World benchmark (7% vs 24%), but also the LCIV Value Fund and the value peer group. This has been a significant detractor for Harris from a performance perspective over the last two years.

Performance comparison

Performance – as at 31/5/25

Calendar Year	Harris Global	Wellington Global Opportunistic Value	MSCI World Index	Large Cap Value Equity Peers
2025 YTD	0.3%	0.7%	-2.3%	2.4%
2024	4.6%	14.1%	21.3%	9.4%
2023	11.2%	9.9%	17.4%	9.3%
2022	-7.2%	5.6%	-7.4%	0.5%
2021	19.5%	-	23.5%	18.2%
2020	5.6%	-	12.9%	1.7%
2019	24.3%	-	23.4%	14.6%
2018	-14.8%	-	-2.5%	-8.3%

	Harris Global	Wellington Global Opportunistic Value	MSCI World Index	Large Cap Value Equity Peers
1 Year	2.3%	6.9%	7.8%	4.9%
3 Years p.a.	4.4%	10%	11.2%	6.7%
5 Years p.a.	10.8%	n/a	12.7%	10.5%

Source: Morningstar

Notes: LCIV Global Value Fund incepted in October 2024, so performance data not available. We have used the representative Wellington Global Opportunistic Value Fund, which has been operating with a longer track record. Red figures represent periods where the Harris or Wellington Fund underperformed the Large Cap Value Equity peer group..

Commentary

- Harris's recent underperformance stems from a very difficult 2024 (Appendix 3), where they underperformed the MSCI World benchmark by c. 17% and underperformed the value peer group by c. 5%. A review of the attribution analysis indicates that several key holdings including Bayer, Kering, Samsung and Prudential all fell sharply, with stock selection being the major detractor.
- As outlined in Appendix 4, 2022 was also a very poor year for Harris, largely impacted by the downfall of long-time holding Credit Suisse, and little energy exposure amidst Russia's invasion of Ukraine, among other issues. As such, sector and stock selection were both significant detractors.
- Slight underperformance across 2025 YTD (Appendix 5) versus the value peer group, has been driven by poor stock selection across healthcare and consumer discretionary, with holdings in IQVIA and Becton Dickinson being the biggest detractors.
- Whilst it is true that the value investment style has underperformed the broader world benchmark over 1, 3 and 5 years, the Harris Value Fund has also underperformed the broader large-cap value peer group, over the last 1 and 3 years. Underperformance has been driven by poor stock selection, especially within consumer discretionary, healthcare and financial services (Appendix 6). Pleasingly, five year returns from Harris Associates are ahead of the value peer group, driven by strong returns in 2020 and 2021.
- The LCIV Global Value fund was only launched in October 2024, so no meaningful conclusions can be drawn regarding the fund's performance. However we have shown the representative Wellington Global Opportunistic Fund, which has been operating with a longer track record. This fund outperformed the large-cap value peer group over 2022, 2023 and 2024.

Summary and next steps

Appendix A

Summary and recommendation

Isio views

- Value as an investment style has gone through a sustained period of underperformance versus growth, with large divergence in performance since 2020 driven by the growth of mega-cap stocks in the IT, communications, and consumer discretionary sectors.
- Academic studies have consistently shown that three factors have tended to drive value outperformance: higher inflation, higher real interest rates and higher economic growth. It is expected that structurally higher inflation and real rates will be supportive for value going forward, but lower economic growth could be a headwind.
- Harris have had a number of portfolio management team changes in the last 18 months and whilst the succession plans have been well communicated and executed, there has been a significant loss of expertise and experience which is concerning.
- Additionally, we are concerned with Harris's recent performance versus the broader large-cap value peer group, with underperformance over the last 1 and 3 years driven by poor stock selection. Harris has also delivered materially higher volatility than peers.
- The Harris Value Fund has been one of the most volatile strategies within the global value peer group (since inception) and its alpha (a measure of excess returns adjusted for risk) ranks near the bottom of the peer group over the last 3 years. There have been execution issues, and we suggest that the overall composition of the equity allocation and Harris's role in that is considered during the wider equity review.
- We do not expect an immediate reversal in the underperformance of value vs growth in the period between now and the upcoming Camden Fund investment strategy review (due to the current interest rate and inflation environment), however this does not constitute a reason to remove style diversification from the Camden Fund's equity portfolio, which we believe is beneficial. This will be explored in further detail as part of the upcoming strategy review.

Isio view (cont.)

- Given the LCIV Value Fund was only recently launched, there is not meaningful performance data on which to judge the LCIV proposition's track record. However, as a proxy, a representative Wellington fund (run by the same portfolio manager) has delivered strong performance over the three-year period since inception. We do note that the track record of this fund is also relatively short, adding uncertainty to future performance, and therefore recommend that further due diligence is undertaken.

Recommendation

- Due to the concerns we have regarding the Harris Fund's recent performance versus the value peer group, in addition to our concerns regarding the wider team changes, we do not recommend that the Camden Fund remains invested in the Harris Value Fund over the long term and takes the decision to disinvest from the mandate.
- We acknowledge that the LCIV Value Fund is more closely aligned to the Camden Fund's ESG objectives. Our recommendation would be to consider investment into the LCIV Value Fund, following further due diligence, after completion of the upcoming strategy review, which will advise on whether to retain an allocation to value style equities as part of the Camden Fund's equity portfolio.
- This will also allow the LCIV Value Fund some time to build up a live track record and potentially raise further assets. We see no need to disinvest from Harris immediately in this respect given the timings involved.
- The overall context for this is the UK government's requirement for the Camden Fund to pool all asset by March 2026. This limits considering "off-pool " options as a replacement for the Harris mandate.
- We also note LCIV have indicated they are considering multi-manager, multi-style equity funds at some point in the future which the Camden Fund could consider, however the timings around these is currently unclear.

Next steps

Appendix A

- The Committee should consider its views on:
  - The merits of value as an investment style and the appropriateness of the allocation within the context of the broader equity allocation. This will also be considered further at the time of the broader asset allocation review.
  - Whether the Camden Fund has the risk tolerance for a contrarian value style that is deeper value and has higher volatility than the value peer group.
  - The proposal to remain invested with Harris in the short term, and monitor them closely, ahead of the wider equity strategy review, and look to disinvest from the mandate following that.
  - The potential to transition the Harris mandate to the LCIV Value Equity Fund, following the wider investment strategy review (if an allocation to the value style remains) and the recommendation to conduct further due diligence on the LCIV Value Equity Fund ahead of investing.
  - Engaging LCIV to gain further clarity on any multi-manager, multi-style equity funds they may offer in the future.

We look forward to discussing this report further with the Committee.

Appendices

Appendix A

A1: Disclaimers
A2: Value vs Growth Sector Composition
A3: 2024 Attribution Analysis
A4: 2022 Attribution Analysis
A5: 2025 Attribution Analysis
A6: 3 Year Attribution Analysis
A7: Harris 3 -year peer group analysis
A8: Harris Associates Global Equity factsheet
A9: LCIV Value Fund factsheet
A10: David W. Palmer track record (PM for LCIV Value)

A1: Disclaimers

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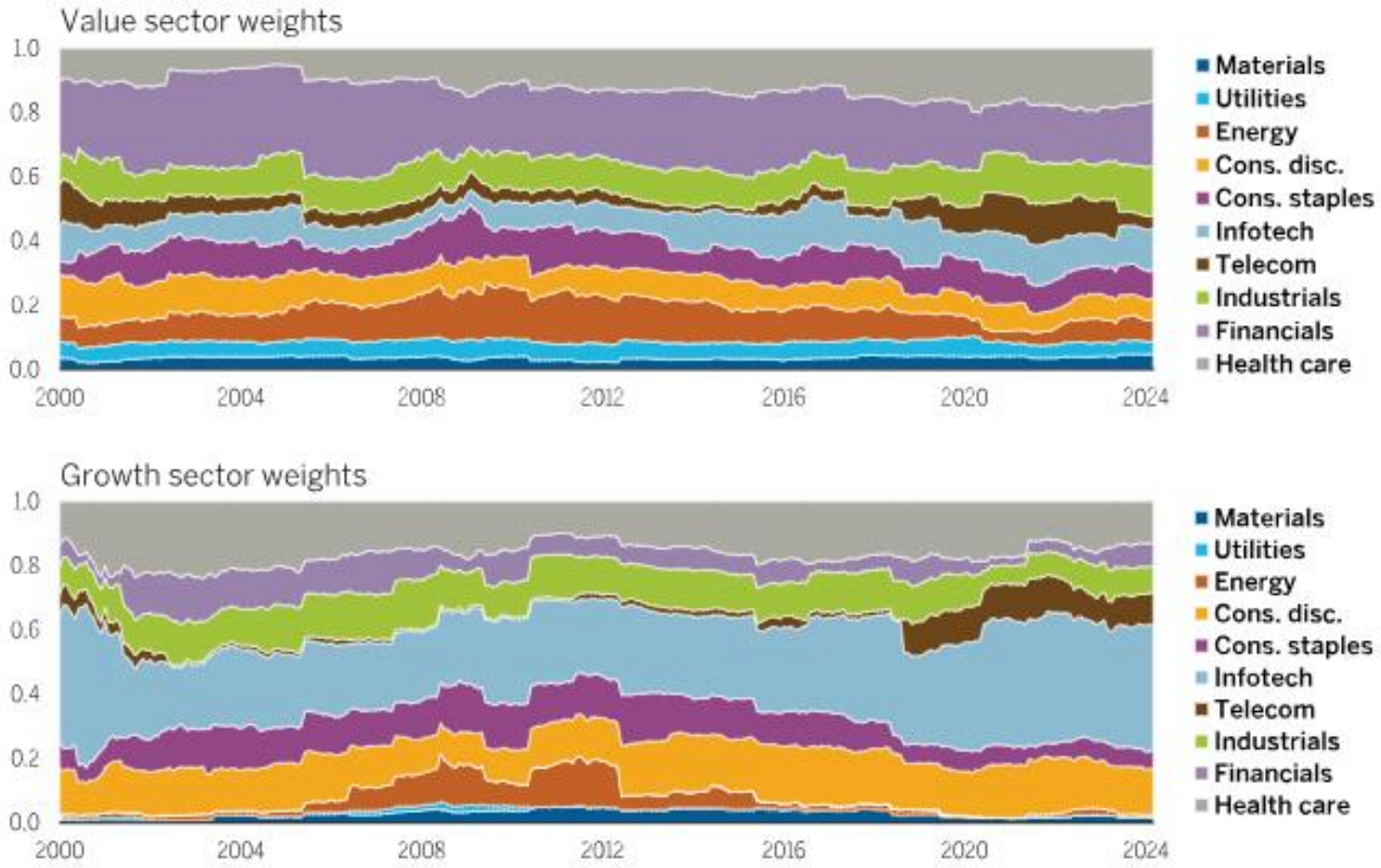
A2: Value vs growth sector composition



Source: Wellington Management | Sector weights of the Russell 1000 Value and Russell 1000 Growth indices |
Chart data: 31 January 2000 – 31 March 2024.

A3: 2024 attribution analysis

Appendix A

Below is the performance attribution analysis versus the global large-cap value equity peer group for 2024.

Portfolio : Harris Associates Global Eq I/A GBP | Benchmark : EAA Fund Global Large-Cap Value Equity | Currency : Pound Sterling

Attribution 01/01/2024 - 31/12/2024

	Weights %		Rescaled Weights %		Return %		Contribution %		Attribution Effect		
	Portfolio	Benchmark	Portfolio	Benchmark	Portfolio	Benchmark	Portfolio	Benchmark	Morningstar Sector Allocation %	Selection %	Active Return %
Basic Materials	2.60	4.64	2.58	4.57	(17.29)	1.06	(0.56)	0.03	0.11	(0.48)	(0.37)
Communication Services	12.02	7.44	11.90	7.33	14.33	24.57	1.73	1.71	0.60	(1.06)	(0.46)
Consumer Cyclical	15.50	8.93	15.36	8.80	(1.64)	5.13	(0.40)	0.45	(0.27)	(1.23)	(1.50)
Consumer Defensive	4.10	8.27	4.07	8.16	8.37	8.07	0.34	0.69	0.13	0.03	0.16
Energy	1.85	4.57	1.83	4.50	(10.62)	(2.94)	(0.22)	(0.13)	0.36	(0.18)	0.18
Financial Services	29.07	17.37	28.77	17.11	26.23	30.87	6.98	4.84	2.20	(1.22)	0.98
Healthcare	14.53	13.19	14.40	13.01	(17.83)	(11.35)	(2.87)	(1.60)	(0.66)	(0.82)	(1.48)
Industrials	8.48	9.85	8.39	9.69	5.22	14.96	0.49	1.27	0.02	(0.78)	(0.76)
Real Estate	0.00	0.83	0.00	0.82		(1.65)	0.00	(0.01)	0.09	0.00	0.09
Technology	9.55	12.62	9.45	12.44	7.42	9.34	0.78	1.16	(0.02)	(0.07)	(0.09)
Utilities	0.00	2.09	0.00	2.06		4.13	0.00	0.13	0.06	0.00	0.06
Unclassified	0.00	4.32	0.00	4.25		17.32	0.00	0.73	(0.30)	0.00	(0.30)
Cash	3.30	7.36	3.24	7.26	7.16	7.16	0.36	0.55	0.33	0.00	0.33
Attribution Total	**101.01**	**101.47**	**100.00**	**100.00**	**6.65**	**9.82**	**6.65**	**9.82**	**2.65**	**(5.81)**	**(3.16)**
Bond	0.00	2.01									
Missing Performance	0.00	0.38									
Other	0.00	1.06									
Total	**101.01**	**104.93**					**6.65**	**9.82**			
Reported Total					**4.63**	**8.90**					
Residual (Reported - Attribution Total)					**(2.03)**	**(0.91)**					

Leading Detractors	Weight	Return	Contribution
Healthcare	14.40	(17.83)	(2.87)
Basic Materials	2.58	(17.29)	(0.56)
Consumer Cyclical	15.36	(1.64)	(0.40)
Energy	1.83	(10.62)	(0.22)
Consumer Defensive	4.07	8.37	0.34
Holdings			
Bayer AG	3.21	(44.98)	(1.81)
Kering SA	3.01	(40.62)	(1.61)
Prudential PLC	2.70	(26.50)	(0.82)
Samsung Electronics Co Ltd Participating Preferred	1.81	(35.17)	(0.79)
Centene Corp	2.14	(16.91)	(0.51)
Glencore PLC	1.94	(23.36)	(0.49)
Mercedes-Benz Group AG	3.71	(11.57)	(0.44)
IQVIA Holdings Inc	2.96	(13.55)	(0.42)
Anheuser-Busch InBev SA/NV	1.65	(20.03)	(0.34)
The Interpublic Group of Companies Inc	2.73	(8.85)	(0.28)
Brunswick Corp	0.23	(16.29)	(0.27)
Capgemini SE	1.52	(18.72)	(0.26)
Etsy Inc	0.58	(22.99)	(0.25)
Envista Holdings Corp Ordinary Shares	2.04	(18.39)	(0.24)
ConocoPhillips	1.83	(10.62)	(0.22)

Source: Morningstar

A4: 2022 attribution analysis

Appendix A

Below is the performance attribution analysis versus the global large-cap value equity peer group for 2022.

Settings | Calculate | Save | Export | Summary PDF

Portfolio : Harris Associates Global Eq I/A GBP | Benchmark : EAA Fund Global Large-Cap Value Equity | Currency : Pound Sterling

Attribution 01/01/2022 - 31/12/2022

	Weights %		Rescaled Weights %		Return %		Contribution %		Attribution Effect		
	Portfolio	Benchmark	Portfolio	Benchmark	Portfolio	Benchmark	Portfolio	Benchmark	Morningstar Sector Allocation %	Selection %	Active Return %
Basic Materials	2.45	4.71	2.45	4.86	52.52	6.37	1.23	0.28	0.05	1.00	1.05
Communication Services	18.13	7.72	18.13	7.97	(20.38)	(12.56)	(3.91)	(1.04)	(1.74)	(1.55)	(3.29)
Consumer Cyclical	15.02	9.66	15.02	9.97	(23.30)	(16.31)	(3.83)	(1.71)	(0.97)	(1.31)	(2.28)
Consumer Defensive	3.41	7.22	3.41	7.45	14.49	11.80	0.46	0.86	(0.29)	0.09	(0.20)
Energy	1.91	5.40	1.91	5.57	75.34	70.19	0.95	2.86	(1.78)	0.07	(1.71)
Financial Services	22.37	13.09	22.37	13.50	(7.64)	6.80	(1.63)	0.87	0.32	(3.19)	(2.87)
Healthcare	9.53	14.82	9.53	15.30	(1.23)	10.64	0.67	1.58	0.01	(0.70)	(0.69)
Industrials	11.73	9.27	11.73	9.56	4.45	3.78	0.64	0.43	0.08	0.17	0.26
Real Estate	0.60	0.87	0.60	0.90	(36.92)	(4.51)	(0.26)	(0.04)	0.02	(0.25)	(0.23)
Technology	12.49	12.26	12.49	12.65	(8.36)	(9.94)	(0.82)	(1.33)	0.22	0.32	0.54
Utilities	0.00	1.75	0.00	1.80		3.41	0.00	0.06	0.00	0.00	0.00
Unclassified	0.00	3.73	0.00	3.83		(6.70)	0.00	(0.31)	0.40	0.00	0.40
Cash	2.37	6.43	2.37	6.64	15.01	15.01	0.30	0.91	(0.58)	0.00	(0.58)
Attribution Total	**100.00**	**96.92**	**100.00**	**100.00**	**(6.19)**	**3.42**	**(6.19)**	**3.42**	**(4.27)**	**(5.34)**	**(9.61)**
Bond	0.00	4.30									
Missing Performance	0.00	0.78									
Other	0.00	1.88									
Total	**100.00**	**103.88**					**(6.19)**	**3.42**			
Reported Total					**(7.20)**	**(0.18)**					
Residual (Reported - Attribution Total)					**(1.01)**	**(3.61)**					

Leading Detractors	Weight	Return	Contribution
Communication Services	18.13	(20.38)	(3.91)
Consumer Cyclical	15.02	(23.30)	(3.83)
Financial Services	22.37	(7.64)	(1.63)
Technology	12.49	(8.36)	(0.82)
Real Estate	0.60	(36.92)	(0.26)
Holdings			
Credit Suisse Group AG	3.01	(63.01)	(2.56)
Alphabet Inc Class A	6.26	(31.42)	(2.14)
General Motors Co	3.84	(35.10)	(1.61)
Continental AG	1.91	(40.34)	(1.21)
Charter Communications Inc Class A	2.41	(41.44)	(1.21)
Tenet Healthcare Corp	2.83	(32.75)	(1.02)
TE Connectivity Ltd	4.67	(18.54)	(0.91)
Alibaba Group Holding Ltd Ordinary Shares	3.03	(18.41)	(0.56)
Travis Perkins PLC	1.09	(40.68)	(0.52)
Amazon.com Inc	0.91	(37.36)	(0.51)
Bank of America Corp	3.20	(14.21)	(0.47)
Liberty Global PLC Class A	1.48	(23.16)	(0.36)
Warner Bros.Discovery Inc Ordinary Shares - Class A	0.39	(36.06)	(0.35)
Grupo Televisa SAB ADR	0.82	(44.70)	(0.32)
Cushman & Wakefield PLC	0.60	(36.92)	(0.26)

Source: Morningstar

A5: 2025 attribution analysis

Appendix A

Below is the performance attribution analysis versus the global large-cap value equity peer group for 2025 YTD.

Portfolio : Harris Associates Global Eq I/A GBP | Benchmark : EAA Fund Global Large-Cap Value Equity | Currency : Pound Sterling

Attribution 01/01/2025 - 31/05/2025

	Weights %		Rescaled Weights %		Return %		Contribution %		Attribution Effect		
	Portfolio	Benchmark	Portfolio	Benchmark	Portfolio	Benchmark	Portfolio	Benchmark	Morningstar Sector Allocation %	Selection %	Active Return %
Basic Materials	5.16	4.55	5.16	4.46	(2.75)	5.06	(0.01)	0.22	0.01	(0.21)	(0.20)
Communication Services	7.51	7.76	7.51	7.60	(0.25)	(1.10)	0.02	(0.10)	0.01	0.07	0.08
Consumer Cyclical	14.23	8.88	14.23	8.70	(7.47)	0.32	(0.82)	0.05	(0.16)	(1.01)	(1.17)
Consumer Defensive	8.29	7.75	8.29	7.59	(5.03)	4.54	(0.47)	0.34	0.11	(0.78)	(0.68)
Energy	2.30	3.92	2.30	3.84	(18.73)	(6.21)	(0.48)	(0.23)	0.13	(0.31)	(0.18)
Financial Services	24.59	19.02	24.59	18.63	11.84	10.66	2.89	1.93	0.39	0.33	0.72
Healthcare	16.69	13.08	16.69	12.82	(8.23)	2.83	(1.33)	0.34	0.11	(1.97)	(1.86)
Industrials	9.73	10.64	9.73	10.42	10.07	12.44	1.17	1.27	(0.01)	(0.12)	(0.12)
Real Estate	0.00	1.17	0.00	1.15		3.48	0.00	0.04	(0.01)	0.00	(0.01)
Technology	7.96	12.70	7.96	12.44	(0.81)	(3.76)	(0.08)	(0.46)	0.31	0.26	0.57
Utilities	0.00	2.24	0.00	2.20		11.69	0.00	0.25	(0.18)	0.00	(0.18)
Unclassified	0.00	4.32	0.00	4.21		3.53	0.00	0.15	(0.00)	0.00	(0.00)
Cash	3.54	6.07	3.54	5.94	(5.43)	(5.43)	(0.21)	(0.35)	0.23	0.00	0.23
Attribution Total	**100.00**	**102.11**	**100.00**	**100.00**	**0.66**	**3.47**	**0.66**	**3.47**	**0.94**	**(3.75)**	**(2.81)**
Bond	0.00	0.88									
Missing Performance	0.00	0.24									
Other	0.00	0.97									
Total	**100.00**	**104.19**					**0.66**	**3.47**			
Reported Total					**0.34**	**2.11**					
Residual (Reported - Attribution Total)					**(0.32)**	**(1.36)**					

Source: Morningstar

Contribution 1-1-2025 - 5-31-2025

Portfolio

Leading Contributors	Weight	Return	Contribution
Financial Services	24.59	11.84	2.89
Industrials	9.73	10.07	1.17
Communication Services	7.51	(0.25)	0.02
Basic Materials	5.16	(2.75)	(0.01)
Technology	7.96	(0.81)	(0.08)
Holdings			
Lloyds Banking Group PLC	1.74	38.03	0.76
Allianz SE	2.09	25.08	0.49

Leading Detractors	Weight	Return	Contribution
Healthcare	16.69	(8.23)	(1.33)
Consumer Cyclical	14.23	(7.47)	(0.82)
Energy	2.30	(18.73)	(0.48)
Consumer Defensive	8.29	(5.03)	(0.47)
Cash	3.54	(5.43)	(0.21)
Holdings			
IQVIA Holdings Inc	2.77	(33.68)	(1.05)
Becton Dickinson & Co	2.18	(29.03)	(0.74)

A6: 3 Year attribution analysis

Below is the performance attribution analysis versus the global large-cap value equity peer group across the last 3 years as of 31/5/25 .

Portfolio : Harris Associates Global Eq I/A GBP | Benchmark : EAA Fund Global Large-Cap Value Equity | Currency : Pound Sterling

Attribution 01/06/2022 - 31/05/2025

	Weights %		Rescaled Weights %		Return %		Contribution %		Attribution Effect		
	Portfolio	Benchmark	Portfolio	Benchmark	Portfolio	Benchmark	Portfolio	Benchmark	Morningstar Sector Allocation %	Selection %	Active Return %
Basic Materials	2.62	4.72	2.61	4.72	(16.21)	10.19	(0.48)	0.46	0.48	(0.69)	(0.21)
Communication Services	13.48	7.47	13.43	7.48	24.34	33.26	3.25	2.42	0.02	(0.54)	(0.52)
Consumer Cyclical	14.95	8.84	14.89	8.85	(11.59)	25.02	(1.68)	2.21	0.01	(6.06)	(6.05)
Consumer Defensive	3.97	7.61	3.96	7.60	19.74	19.08	0.31	1.67	0.75	(0.56)	0.20
Energy	2.11	4.98	2.10	4.99	(24.29)	4.45	(0.59)	0.40	0.38	(0.74)	(0.36)
Financial Services	26.42	16.13	26.28	16.10	54.62	72.59	14.22	10.50	4.47	(3.81)	0.66
Healthcare	11.63	13.25	11.58	13.27	(30.85)	(13.73)	(5.63)	(2.02)	0.72	(4.32)	(3.60)
Industrials	10.58	9.54	10.54	9.53	41.15	68.04	4.43	5.49	0.66	(1.91)	(1.25)
Real Estate	0.19	0.84	0.19	0.84	(48.43)	2.04	(0.39)	0.02	0.11	(0.42)	(0.31)
Technology	11.47	12.37	11.42	12.36	39.06	28.86	4.54	3.48	0.58	1.23	1.82
Utilities	0.00	1.80	0.00	1.80		21.73	0.00	0.53	(0.05)	0.00	(0.05)
Unclassified	0.00	4.08	0.00	4.06		30.51	0.00	1.28	(0.14)	0.00	(0.14)
Cash	3.02	8.43	3.00	8.41	7.61	7.61	0.26	0.89	0.74	0.00	0.74
Attribution Total	**100.45**	**100.06**	**100.00**	**100.00**	**18.26**	**27.34**	**18.26**	**27.34**	**8.73**	**(17.82)**	**(9.09)**
Bond	0.00	3.62									
Missing Performance	0.00	0.58									
Other	0.00	1.59									
Total	**100.45**	**105.85**					**18.26**	**27.34**			

Source: Morningstar

Contribution 6-1-2022 - 5-31-2025

Portfolio

Leading Contributors	Weight	Return	Contribution
Financial Services	26.28	54.62	14.22
Technology	11.42	39.06	4.54
Industrials	10.54	41.15	4.43
Communication Services	13.43	24.34	3.25
Consumer Defensive	3.96	19.74	0.31
Holdings			
Lloyds Banking Group PLC	3.55	90.98	2.64
Alphabet Inc Class A	4.23	41.77	2.19
Allianz SE	2.61	104.54	2.03

Leading Detractors	Weight	Return	Contribution
Healthcare	11.58	(30.85)	(5.63)
Consumer Cyclical	14.89	(11.59)	(1.68)
Energy	2.10	(24.29)	(0.59)
Basic Materials	2.61	(16.21)	(0.48)
Real Estate	0.19	(48.43)	(0.39)
Holdings			
Credit Suisse Group AG	0.56	(86.09)	(1.72)
IQVIA Holdings Inc	1.68	(41.14)	(1.51)

A7: Harris peer group analysis

The Quartile Rank & Percentile rank refer to the Harris's fund's performance versus the EAA Fund Global Large-Cap Value Equity peer group. The fund has been fourth quartile versus peers over the last 1 and 3 years.

Returns Trailing

Month End as of 05/31/2025

	1-Month	3-Month	YTD	1-Year	3-Year	5-Year	10-Year	15-Year	Earliest Available
Investment	3.40	-6.00	0.34	2.25	4.37	10.79	*N/A*	*N/A*	5.48
Category	3.48	-2.50	2.41	4.89	6.72	10.54	7.80	8.23	–
Index	2.27	-6.17	-1.92	4.45	7.12	11.71	9.03	9.26	–
Quartile Rank	4	4	4	4	4	4	–	–	–
Percentile Rank	51	88	64	78	86	47	–	–	–
# of Invest. in Cat.	814	801	776	726	554	434	*308*	*180*	–

Appendix A

A8: Harris Associates Global Equity Fund factsheet

Harris Associates Global Equity Fund

FUND FACTSHEET

MARKETING COMMUNICATION - EXCLUSIVELY FOR PROFESSIONAL INVESTORS OR NON-PROFESSIONALS INVESTED IN THE FUND (1)

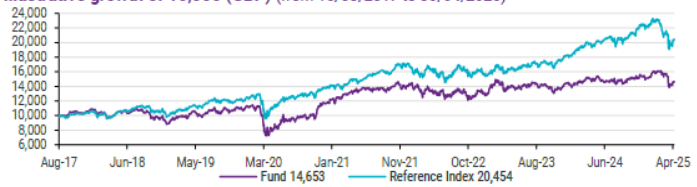
SHARE CLASS: I/A (GBP) - LU0389355263 — **April 2025**

Fund highlights

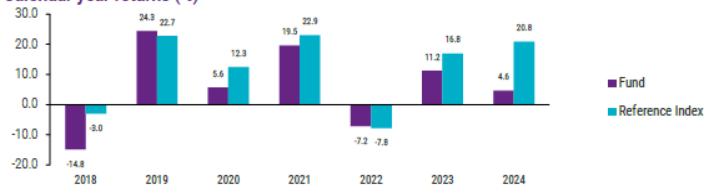
- Employs a disciplined value approach and long-term absolute return orientation.
- Follows a rigorous, independent, fundamental research process that seeks to identify businesses with growing value.
- Derives estimation of intrinsic value by adopting a private equity approach to public equity markets using cash flow analysis as the main metric.
- Diversifies portfolio across countries and industries as a risk management tool without sacrificing stock selection.
- Seeks to invest in companies whose stocks are trading at a substantial discount to intrinsic value and have owner-oriented management teams.
- This product promotes environmental, social and governance characteristics but does not have as its objective a sustainable investment. It might invest partially in assets that have a sustainable objective, for instance qualified as sustainable according to the EU classification.
- Minimum proportion of taxonomy alignment: 0%
- Minimum proportion of sustainable investments: 0%
- SFDR Classification : Art. 8

PERFORMANCE DATA SHOWN REPRESENTS PAST PERFORMANCE AND IS NOT A GUARANTEE OF FUTURE RESULTS.

Illustrative growth of 10,000 (GBP) (from 16/08/2017 to 30/04/2025)



Calendar year returns (%)



TOTAL RETURNS (%)	Fund	Reference Index
1 month	-4.38	-2.51
3 months	-8.29	-10.97
Year to date	-2.95	-7.10
1 year	-0.37	5.14
3 years	11.73	28.77
5 years	71.98	81.40
Since inception	46.53	104.54

RISK MEASURES	1 year	3 years	5 years	Since inception
Fund Standard Deviation (%)	14.45	15.18	16.46	19.71
Reference Index Standard Deviation (%)	13.85	13.40	13.30	14.67
Tracking Error (%)	10.49	8.92	9.87	10.42
Fund Sharpe Ratio*	-0.37	-0.03	0.59	0.19
Reference Index Sharpe Ratio*	0.01	0.34	0.82	0.57
Information Ratio	-0.53	-0.56	-0.12	-0.45
Alpha (%)	-4.17	-3.71	-1.26	-5.71
Beta	0.76	0.92	0.99	1.15
R-Squared	0.53	0.66	0.64	0.73

** Risk free rate: performance over the period of capitalised Libor 1M GBP chained with capitalised SONIA since 31/12/2021.Data calculated on a weekly basis.*

ANNUALISED PERFORMANCE (%) (Month end)	Fund	Reference Index
3 years	3.77	8.79
5 years	11.45	12.65
Since inception	5.08	9.73

ANNUALISED PERFORMANCE (%) (Quarter end)	Fund	Reference Index
3 years	3.99	8.30
5 years	14.62	15.20
Since inception	5.76	10.20

ABOUT THE FUND

Investment objective
Achieve long-term capital growth.

Overall Morningstar rating ™
★★ 31/03/2025

Morningstar category ™
Global Large-Cap Value Equity

Reference Index
MSCI WORLD NET TR USD INDEX
The reference index does not intend to be consistent with the environmental or social characteristics promoted by the fund.
For non-hedged share classes in foreign currencies, the index is converted into the share class currency.

FUND CHARACTERISTICS

Legal structure	Sub-fund of a SICAV
Share class inception	16/08/2017
Valuation frequency	Daily
Custodian	BROWN BROTHERS HARRIMAN LUX
Currency	USD
Cut off time	13:30 CET D
AuM	USDm 804.1
Recommended investment period	> 3 years
Investor type	Institutional

AVAILABLE SHARE CLASSES

Share class	ISIN	Bloomberg
I/A (EUR)	LU0147943954	CDCOFVE LX
I/A (GBP)	LU0389355263	HAGIGBP LX
I/A (USD)	LU0130103749	CDCOGVI LX
I/D (USD)	LU0130518011	NAHAIDU LX
H-I/A (EUR)	LU0258444248	NAHAHIE LX

RISK PROFILE

Lower risk — Higher risk

1 2 3 4 **5** 6 7

The category of the summary risk indicator is based on historical data.

Due to its exposure to equity markets, the Fund may experience significant volatility, as expressed by its rank on the above scale.
The Fund investment policy exposes it primarily to the following risks:
- Changes in Laws and/or Tax Regimes
- Equity securities
- Exchange Rates
- Growth/Value Equities risk
- Risks related to global investing
- Portfolio Concentration risk
- Sustainability risk

The Fund is subject to sustainability risks.

For more information, please refer to the section detailing specific risks at the end of this document.

Harris Associates Global Equity Fund

Harris | Oakmark

Portfolio analysis as of 30/04/2025

ASSET ALLOCATION (%)	Fund
Equities	96.6
Cash	3.4
Total	**100.0**

in % of AuM

MAIN ISSUERS (%)	Fund
DSV A/S	3.4
CNH INDUSTRIAL NV	3.3
SYSCO CORP	3.0
MERCEDES-BENZ GROUP AG	2.9
BAYER AG	2.9
CHARTER COMMUNICATIONS INC	2.8
AKZO NOBEL NV	2.8
ALPHABET INC	2.8
COREBRIDGE FINANCIAL INC	2.7
JULIUS BAER GROUP LTD	2.7
Total	**29.2**
Number of issuers per portfolio	**49**

Funds excluded

SECTOR BREAKDOWN (%)	Fund	Reference Index
Financials	23.7	17.3
Health Care	16.2	10.8
Consumer Discretionary	14.8	10.2
Industrials	13.7	11.2
Consumer Staples	8.7	6.6
Information Technology	6.8	23.9
Communication Services	6.2	8.0
Materials	4.3	3.4
Energy	2.3	3.6
Utilities	-	2.8
Real Estate	-	2.2
Cash & cash equivalent	3.4	-

MSCI Breakdown

CAPITALIZATION BREAKDOWN (%)	Fund	Reference Index
USD 2 to 5 Bln	3.0	0.1
USD 5 to 10 Bln	5.4	2.1
USD 10 to 25 Bln	17.5	9.8
USD 25 to 50 Bln	31.9	13.4
> USD 50 Bln	38.7	74.7
Cash & cash equivalent	3.4	-

VALUE MEASURES	Fund	Reference Index
Dividend Yield	2.1	1.8
Price/Book	1.8	3.2
Price/Sales	0.9	2.2
Price/Earnings	12.2	19.8

BREAKDOWN BY GEOGRAPHICAL ZONE (%)	Fund	Reference Index
Developed - Americas	52.1	74.2
United States	52.1	71.0
Other countries	-	3.2
Developed - Europe	40.9	17.2
Germany	10.3	2.7
United Kingdom	8.6	3.8
France	8.2	2.9
Switzerland	4.8	2.6
Netherlands	4.1	1.1
Denmark	3.4	0.6
Italy	1.6	0.8
Other countries	-	2.5
Emerging - Asia	3.4	0.5
South Korea	1.8	-
China	1.6	-
Other countries	-	0.5
Developed - Pacific	0.2	7.9
Japan	0.2	5.7
Other countries	-	2.2
Developed - Middle East	-	0.2
Other countries	-	0.2
Cash & cash equivalent	3.4	-

The country displayed is the MSCI Country, which can differ from the country of domicile, for some issuers

FEES

All-in-Fee	1.10%
Max. sales charge	0.00%
Max. redemption charge	0.00%
Performance fees	-
Minimum investment	100,000 USD or equivalent
NAV (30/04/2025)	146.53 GBP

The All-in fee represents the sum of Management fees and Administration fees. For further details, please refer to the definition at the end of the document.

MANAGEMENT

Management company
NATIXIS INVESTMENT MANAGERS INTERNATIONAL

Investment manager
HARRIS ASSOCIATES LP

Harris Associates manages domestic equity, international equity, and balanced portfolios. The firm employs an intensive, fundamental in-house research process to identify companies trading at a significant discount to managers' estimates of intrinsic business value. Managers construct portfolios on a stock-by stock basis and follow a strict buy/sell discipline.

Headquarters	Chicago
Founded	1976
Assets Under Management (Billion)	USD 98.5 / EUR 95.2 (31/12/2024)

Portfolio managers

Anthony P. Coniaris, CFA: began investment career in 1999; joined Harris Associates in 1999; MBA, Northwestern University, U.S.

David G. Herro, CFA: began investment career in 1985; joined Harris Associates in 1992; MA, University of Wisconsin-Milwaukee, U.S.

Eric Liu, CFA: began investment carreer in 2002; joined Harris Associates in 2009 ; MBA, University of Chicago, U.S.

M.Colin Hudson, CFA: began investment career in 1998; joined Harris Associates in 2005; MBA, Indiana University.

John Sitarz, CFA: has been a partner of the firm since January 2022. Mr. Sitarz joined Harris Associates in 2013 and has served as a U.S. investment analyst. Prior to that, he was an audit senior assistant at Deloitte & Touche. Mr. Sitarz received a B.S. from the University of Denver.

A9: LCIV Value Fund factsheet

Fund Information Sheet

LCIV Global Equity Value Fund

London CIV

Fund Overview March 2025

The LCIV Global Equity Value Fund offers a value-focused approach to equity investing and a progressively reduced carbon footprint over time with the aim to achieve Net-Zero greenhouse gas emissions by 2050. The Sub-fund applies a fundamental, bottom-up stock selection process to invest in equity shares that exhibit lower valuation characteristics, such as earning multipliers and revenue multipliers, than those of the constituents of the Benchmark Index. Environmental, social and governance ("ESG") factors are applied to the management of the Sub-fund, as well as a tailored engagement agenda with a focus on decarbonisation and alignment to net-zero. Subject to minimum revenue thresholds the fund will not invest in thermal coal mining, coal power generation, tar sands, adult entertainment, civilian and controversial weapons and tobacco production

Investment Objective

The objective of the Sub-fund is to exceed the rate of return of the MSCI All Country World Index (the "Index") by 1.5% per annum on a net of fee basis over rolling five-year periods. The Sub-fund also aims to have a weighted average greenhouse gas intensity ("WACI") that is at least 30% lower than that of the Index as of 31 December 2023 (the baseline). The Sub-fund aims to progressively reduce its carbon footprint over time and achieve net zero greenhouse gas emissions by 2050.

Fund Summary

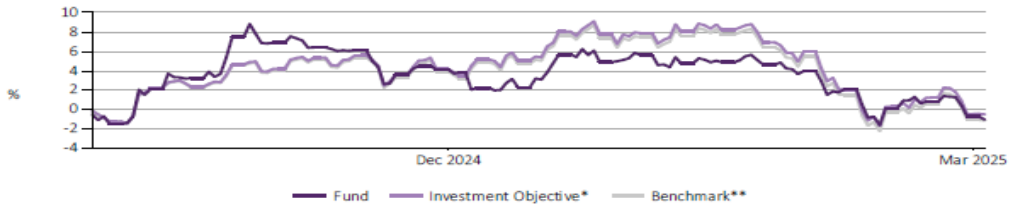
Asset Class:	Global Equities
Portfolio Manager:	Wellington Management International Limited
Launch Date:	28/10/2024
* Investment Objective:	MSCI All Country World Index + 1.5%
** Benchmark:	MSCI All Country World Index
Fund Currency:	GBP
Fund Size:	£329.1m
Price: (Acc)	99.01p (GB00BQXP5P33)

Source: London CIV data as at 31 March 2025

Net Performance	Current Quarter %	1 Year %	3 Years p.a. %	5 Years p.a. %	Since Inception p.a.
Fund	(2.06)	n/a	n/a	n/a	(1.09)
Investment Objective*	(3.89)	n/a	n/a	n/a	(0.70)
Relative to Investment Objective	1.83	n/a	n/a	n/a	(0.39)
Benchmark	(4.26)	n/a	n/a	n/a	(1.33)
Relative to Benchmark	2.20	n/a	n/a	n/a	0.24

Performance figures since inception have been annualised for any Sub-funds that have been live for longer than 12 months.

Performance Since LCIV Sub-fund Inception



Source: Fund prices calculated based on published prices. Benchmarks obtained from Bloomberg. All performance reported net of fees and charges with distributions reinvested.

** Investment Objective: MSCI All Country World Index + 1.5%*

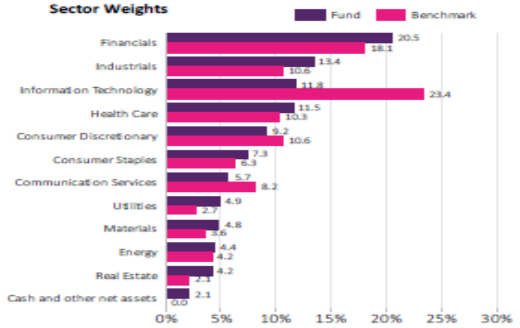
*** Benchmark: MSCI All Country World Index*

LCIV Global Equity Value Fund

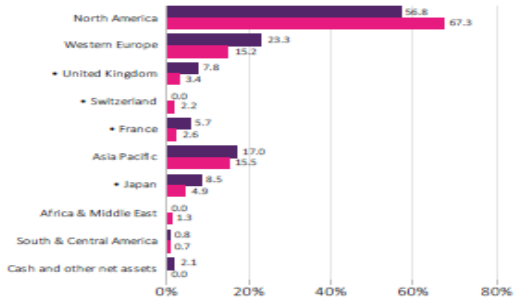
Key Statistics	
Number of Holdings	111
Number of Countries	17
Number of Sectors	11
Number of Industries	43

Source: London CIV data as at 31 March 2025

Sector Weights



Region/Country Weights



Source: London CIV data as at 31 March 2025

Top Ten Equity Holdings	
Security Name	**% of NAV**
Iberdrola SA	2.08
American Tower.	1.84
Sony Group	1.72
Unilever Plc	1.68
Sanofi	1.59
Finecobank Spa	1.51
Freeport-McMoran Inc	1.49
Tencent Hldgs	1.49
Raymond James Financial Inc	1.47
Schlumberger Nv	1.45

Top Five Contributors	
Security Name	**% Contribution**
Societe Generale	+0.60
Lloyds Banking Group	+0.32
Tencent Hldgs	+0.29
Iberdrola SA	+0.29
Sony Group	+0.21

Top Five Detractors	
Security Name	**% Detraction**
Equinix Inc	(0.25)
Skyworks Solutions Inc	(0.24)
First Solar Inc	(0.23)
Alphabet Inc Class A	(0.22)
Broadcom Inc	(0.22)

Source: London CIV data as at 31 March 2025

Important Information

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Past performance is not a guide to future performance. The value of investments and the income from them may go down as well as up and you may not get back the amount you invest.

The above stated investment policy is a summary. For the full investment policy please see the Prospectus.

This document is provided for information purposes only, please ensure that you review the latest Prospectus prior to making any investment decision. For further information including details on fees and expenses or to enquire about subscribing for units, please contact: clientservice@londonciv.org.uk

A10: David W. Palmer track record (PM for LCIV Value Fund)

Below is the track record for the portfolio manager of the LCIV Global Value Fund across all retail pooled vehicles. We would look to further understand the drivers behind performance, however, note that his track record is strong.

Overview

Return | Risk-Adjusted Ratios | Alpha | Beta

	Tenure-Weighted Avg Value	Tenure-Weighted Avg Percentile
Return	7.01	39.7%
Excess Ret (Bench)	0.00	31.9%
Excess Ret (Avg)	0.87	31.6%
Excess Ret (Median)	0.66	31.9%

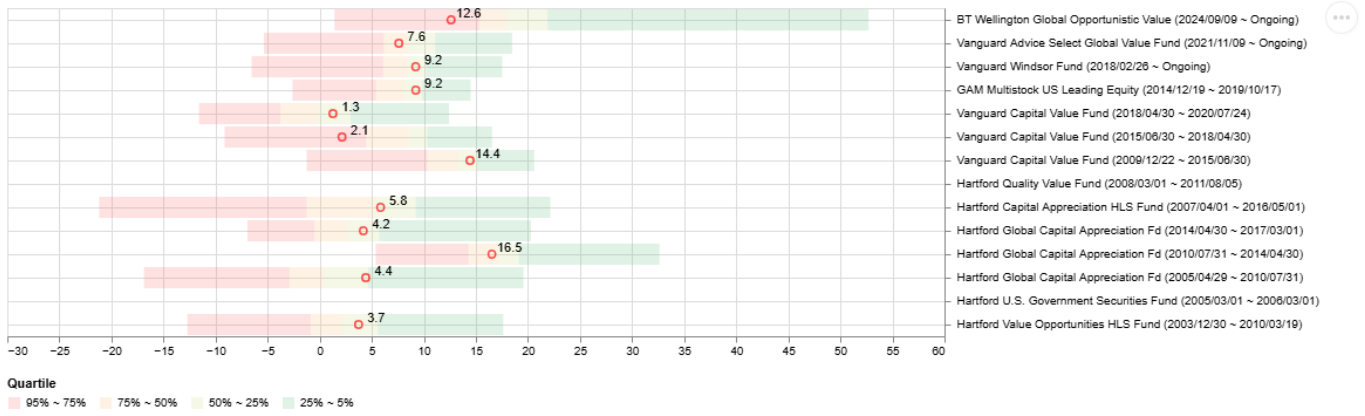
Overview by Tenure

Select Strategy Display Order ⓘ

By Tenure Start Date (Group Fund) ∨

Return | Risk-Adjusted Ratios | Alpha | Beta

Return | Excess Ret (Bench) | Excess Ret (Avg) | Excess Ret (Median)



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