

# NORTHERN TRUST ASSET MANAGEMENT

## THE NT EM LOCAL CURRENCY GOVERNMENT ESG BOND INDEX FUND

Marketing Communication  
**PASSIVE FIXED INCOME**

SHARE CLASS D EUR AS OF SEPTEMBER 2024



### Investment Objective

The investment objective of the Fund is to closely match the risk and return characteristics of the Bloomberg Emerging Market Debt Local Currency Sustainable Low Carbon Index (the "Index").

The Fund invests in local currency bonds issued by the governments of emerging market countries that are constituents of or are eligible as constituents of the index. Please see the investment policy section of the supplement for further details.

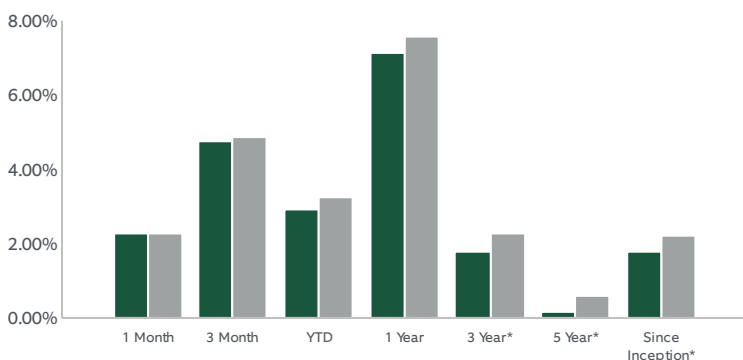
Further details of the Index constituents, weightings and methodology can be found at:

[www.bloomberg.com/markets/rates-bonds/bloomberg-barclays-indices](http://www.bloomberg.com/markets/rates-bonds/bloomberg-barclays-indices).

Target Market: This Fund is appropriate for investors who plan to invest over the medium to long term; and are looking for a passively managed investment with exposure to the performance of local currency emerging markets debt markets.

### SHARE CLASS PERFORMANCE % — IN EUR AS OF 30/09/24

- The NT Em Local Currency Government ESG Bond Index Fund
- Bloomberg Emerging Market Debt Local Currency Sustainable Low Carbon Index



### Past performance does not predict future returns

	1 Month	3 Month	YTD	1 Year	3 Year*	5 Year*	Since Inception*
Share Class	2.27	4.78	2.93	7.12	1.79	0.20	1.82
Index	2.31	4.87	3.24	7.57	2.28	0.62	2.23

Performance is calculated from the inception of the share class. All data shown is net of fees. Please refer to the Fund prospectus for pricing information.

\* Performance shown annualized for periods greater than 1 year.

### All performance in EUR as of 30/09/24

#### 12 MONTH PERFORMANCE PERIODS — TO LAST MONTH END

	30/09/23-30/09/24	30/09/22-30/09/23	30/09/21-30/09/22	30/09/20-30/09/21	30/09/19-30/09/20	30/09/18-30/09/19	30/09/17-30/09/18	30/09/16-30/09/17	30/09/15-30/09/16	30/09/14-30/09/15	Calendar Year 2023
Share Class	7.12	2.80	-4.22	2.67	-6.71	16.29	—	—	—	—	7.18
Index	7.57	3.56	-3.97	2.91	-6.30	16.88	—	—	—	—	7.72

Index performance returns do not reflect any advisory fees, transaction costs or expenses. It is not possible to invest directly in any index.

### RISK WARNINGS

**Credit Risk** – A borrower or a counterparty may fail to repay or otherwise fail to meet contractual obligations to the Fund.

**Liquidity Risk** – Some recognised exchanges are less liquid or more volatile which may affect the price received and time taken when selling investments. Small capitalisation companies are also less liquid and this may result in fluctuations in the price of shares.

**Investment Risk** - The Fund may not achieve its investment objective. An investment in the Fund involves investment risks including possible loss of the amount invested.

**Issuer Risk** – The issuer of a bond held within the Fund may not be able to meet its obligations to the Fund.

**Derivative Risk** - Derivatives may result in gains or losses that are greater than the original amount invested.

**Valuation Risk** - A position in the Fund may be valued incorrectly, as some prices may be uncertain at a point in time.

**Currency Risk** - Where a class of shares are in a currency other than the base currency of the Fund, the non-base share classes of the Fund may be affected unfavourably by fluctuations in currency rates.

**Emerging Markets Risk** - Emerging markets are generally more sensitive to economic and political conditions than developed markets and so may be more volatile. Disclosure and regulatory standards may be less stringent, the legal infrastructure may not provide the same degree of shareholder protection and the Fund may encounter restrictions on investment or transfer of assets and failed/delayed delivery of securities or payments.

The Fund may invest in sub-investment grade debt securities which carry a greater possibility that the issuer may be unable or unwilling to make timely payments of interest and principal and thus default. If this happens, or is perceived as likely to happen, the values of those debt securities will usually be more volatile. A default or expected default could also make it difficult for the Fund to sell the sub-investment grade securities at prices approximating the values that the Fund had previously placed on them.

## THE NT EM LOCAL CURRENCY GOVERNMENT ESG BOND INDEX FUND

CREDIT RATING ALLOCATION %		
	Fund	Benchmark
AA	17.3	17.2
A	25.6	25.7
BBB	43.1	40.8
BB	11.5	11.6
B	1.9	1.9
Committed Cash	0.0	0.3
Unrated	0.1	2.4
Cash Equivalents	0.5	0.0

TOP REGIONS/ COUNTRIES %		
	Fund	Benchmark
Korea, South	12.6	12.5
Indonesia	12.5	12.5
Thailand	7.8	7.7
Malaysia	7.5	7.5
China, People's Republic of	7.4	7.5
Others	52.2	52.3

MATURITY ALLOCATION %		
	Fund	Benchmark
0-1yr	1.1	0.0
1yr-2yrs	26.5	27.4
2yrs-3yrs	21.2	21.7
3yrs-5yrs	34.9	34.4
5yrs-7yrs	24.4	25.3
7yrs-10yrs	34.1	31.5
10yrs-15yrs	21.0	22.3
15yrs-20yrs	13.8	13.9
20yrs-25yrs	7.7	8.5
25yrs-30yrs	13.6	11.3

SECTOR ALLOCATION %		
	Fund	Benchmark
Foreign Government	99.3	99.3
Committed Cash	0.5	0.0
Government Guaranteed	0.2	0.2
Sovereign	0.0	0.0
Financial	0.0	0.0
Other	0.0	0.0
Other	0.0	0.0

## FUND OVERVIEW

Domicile	Ireland
Legal Structure	ICVC
Regulatory Structure	UCITS
Currencies Offered	USD/EUR/GBP
Total Fund Assets	\$752.3 Million
Benchmark	Bloomberg Emerging Market Debt Local Currency Sustainable Low Carbon Index
Fund Launch Date	29/11/17
Share Class Launch Date	29/11/17
Fund Base Currency	USD
Share Class Currency	EUR
Bloomberg Ticker	NELCDEA
ISIN	IE00BZ0XHC46
Minimum Initial Investment	\$100,000
Minimum Subsequent Investment	No Minimum
Dealing Frequency	Daily

Dealing Deadline	12:00pm Irish Time on the business day prior to the Dealing Day
Settlement	T+2
Portfolio Manager	Team Managed
OCF SHARE CLASS D EUR**	0.10%
Use of Income	Accumulating
UK Distributor/Reporting Status	Yes

## FUND

CHARACTERISTICS	Fund	Benchmark
Average Maturity	9.0	9.1
Duration	6.4	6.4
Yield to Maturity	6.1	6.1
Convexity	0.8	0.8
Current Yield	5.2	5.2
Total Number of Issues	571.0	652.0

# THE NT EM LOCAL CURRENCY GOVERNMENT ESG BOND INDEX FUND

## Glossary

**Business Related Exclusions:** Business related exclusions cover tobacco manufacturing, retail and trade and for-profit prisons.

**Duration:** is a measure of the sensitivity of the price of a bond or other debt instrument to a change in interest rates.

**Forward EPS Growth:** is an estimated growth of the next period's earnings of a company, usually till the completion of the current fiscal year and sometimes to the following fiscal year.

**ISIN:** International Securities Identification Number. It is a 12-digit alphanumeric code that uniquely identifies a specific security.

**LT / ST:** Long Term / Short Term.

**Modified Duration:** measures the change in the value of the a bond in response to a change in 100-basis-point (1%) change in interest rates.

**Ongoing Charge:** is a figure representing all annual charges and other payments taken from the fund.

**Price-to-Book Ratio:** is used to compare a firm's market capitalization to its book value. It's calculated by dividing the company's stock price per share by its book value per share. Book value is calculated as follows: (total asset - total liabilities) / number of shares outstanding.

**Quant Active:** securities are chosen based on numerical data compiled through quantitative analysis. It is aiming for high alpha from exposure to multiple factors: proven stock ranking model focused on selecting stocks that exhibit good value, quality, momentum and analyst revisions characteristics etc.

**Spread Duration:** is an estimate of how much the price of a specific bond will move when the spread of that specific bond changes.

**SRRI:** is a value based on the volatility of the fund, which gives an indication of the overall risk and reward profile of the fund.

**Swing Pricing:** protects existing shareholders against fund dilution by passing transaction costs to purchasing or redeeming shareholders. It allows funds to adjust the net asset value up or down once purchase or redemption limits are exceeded.

**Trailing 12-month price-to-earnings ratio:** is a relative valuation multiple based on the last 12 months of actual earnings, calculated by dividing the current stock price by the trailing EPS for the previous year.

**WAL (Nominal Weighted Average Life):** A bond's maturity is the length of time until the principal amount of the bond is to be repaid. WAL of the fund is calculated as the average of the underlying bonds' maturities, adjusted to take account of their relative weight (size) within the fund.

**WAM (Weighted Average Maturity):** A bond's maturity is the length of time until the principal amount of the bond is to be repaid. WAM of the ETF is calculated as the average of the underlying bonds' maturities, adjusted to take account of their relative weight (size) within the fund.

**Weighted Average Market Cap:** refers to a type of stock market index construction that is based on the market capitalization of the index's constituent stocks.

**Yield to Maturity (%):** is the total return anticipated on a bond if the bond is held until it matures.

## For More Information

Please visit [www.northerntrust.com/pooledfunds](http://www.northerntrust.com/pooledfunds) OR please contact your local Northern Trust representative using the information below.

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DACH	NTAM_DACH_Sales@ntrs.com		

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This is a marketing communication. Please refer to the prospectus and to the KIID before making any final investment decisions. The prospectus is available in English and the key investor information document is available in [English, Danish, Dutch, Italian, German, Spanish and Swedish] at [www.northerntrust.com/pooledfunds](http://www.northerntrust.com/pooledfunds).

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[northerntrust.com/europe/what-we-do/investment-management/sustainable-finance-regulation](http://northerntrust.com/europe/what-we-do/investment-management/sustainable-finance-regulation).

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