

Titan New World Fund

OPEN-ENDED FUND

NAV: I Class: \$141.05 M Class: \$105.39 A Class: \$88.35 March 2017

INVESTMENT OBJECTIVE

To provide investors with the opportunity to achieve long term capital appreciation by investing in the best emerging market funds.

FUND FACTS

Launched	September 30th, 2005	Minimums	Liquidity	AMC
Class and Code	I Class GB00B0HWND27, B0HNWD2	\$25,000, \$1,000	Weekly, 7 days notice	1.20%
ISIN, Sedol	A Class GB00B0HWNX23, B0HWNX2	\$10,000, \$1,000	Weekly	1.20%
	M Class IM00B4PTRL92, B4PTRL9	\$10,000, \$1,000	Weekly	1.70%

Manager's Comment

REVIEW

Emerging markets have started 2017 strongly, with the fund rising 4.6% in February, and 10.9% over the first two months of the year. Strongest amongst the BRIC countries February was India, up 4.2%, followed by China which rose 3.6%. Brazil rose 3.3%, whilst Russia was the weakest for the second month running, down 8.5%. Taiwan was the strongest of the second line markets, rising 2.6%, followed by Korea which rose 0.3%. Mexico and South Africa were both weaker, falling by 0.4%, and 1.2% respectively.

OUTLOOK

India's S&P BSE Sensex index has gained 12% in January and February from its December lows; however it is likely to remain range-bound until the results of the regional assembly elections are announced in mid March. The election in Uttar Pradesh, the most populist state in the country, is considered to be an indicator for the forthcoming general election in 2019, and at present, the outcome is considered to be too close to call. Observers are monitoring the assembly election outcomes closely, as they will inevitably become a referendum on the government's reform program and recent demonetisation efforts.

Chinese markets rose to year to date highs in early March, as investors shrugged off both the surprisingly weak trade figures for the month of February, which indicated an actual deficit over the month, the first such deficit since 2014, as exports softened and imports strengthened, and the multiple ballistic missile launch by North Korea reminding the world of the continuing efforts of China's rogue neighbour to de-stabilise the region.

The jury remains out as far as Brazilian investors are concerned. Brazilian markets enjoyed a strong year in 2016, driven by a combination of the recovery in commodity prices, and hopes of reform implementation following the mid-year replacing of Dilma Rousseff by acting President Temer. However, Brazilian equities have risen to expensive levels, reaching nearly 14 times earnings, and political scandals have continued to make headlines, despite President Temer's efforts. A strong US dollar post Trump's election victory and the US Federal Reserve interest rate rises result in more expensive debt servicing costs as much of Brazil's sovereign debt is denominated in US dollars.

After a strong rally towards the end of last year on the back of Trump's presidential win which took Russian stocks to record levels, investor optimism has quickly evaporated, resulting in February being the worst month for Russian equities since December 2014, as much of the gains in the last two months of 2016 were unwound in a single month. This evaporation of investor optimism has been driven by increase doubts that US / Russian tensions will noticeably thaw under a Trump administration, as the new president comes under increasing pressure from Republican senators to maintain sanctions, and the Kremlin has toned down fawning coverage of the new president by state news outlets. Adding to investor concerns is the recent slowdown in the pace of oil price gains evident in the latter half of 2016, leading to weakness in Russian energy stocks.

Holdings

Aberdeen Global Emerging Markets I2	20.5%
Qannas Investments	16.4%
JOHCM Emerging Markets Fund Inst	16.2%
Alquity Latin America A USD	9.4%
Ncondezi	9.1%
Alquity Africa Fund	7.5%
Templeton Asian Growth A Acc	6.6%
Schroder ISF Emerging Europe C Inc	6.6%
HSBC GIF Indian Equity A Inc	6.4%
Keras Resources	0.7%

Cash 0.6%

Top Sectors

Non-Index	20.02%
India	11.54%
Mozambique	9.07%
China and Hong Kong	8.75%
Brazil	7.48%

Top Overweight/Underweight

China and Hong Kong	-16.55%
South Korea	-10.30%
Taiwan	-9.30%
Mozambique	9.07%
UAE	6.27%

Standard Deviation

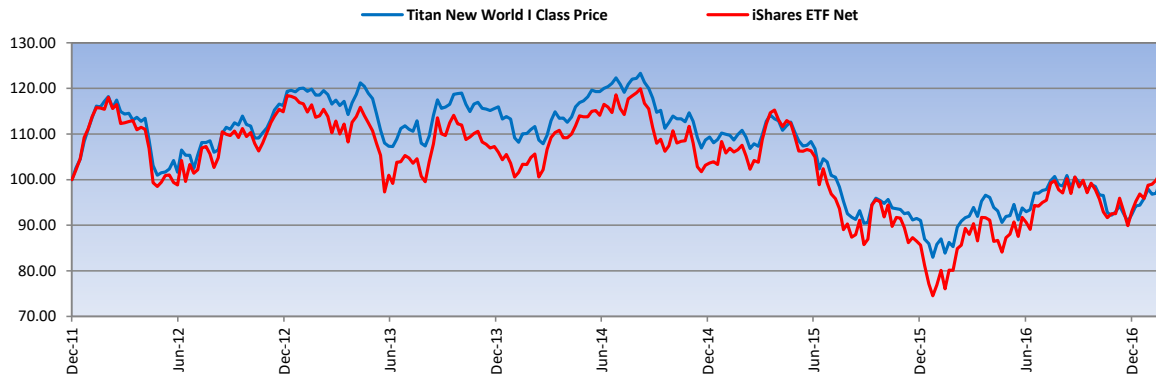
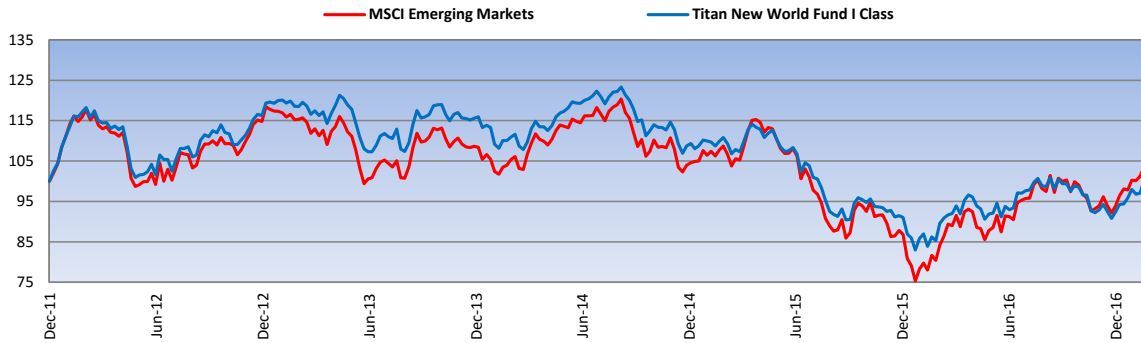
Titan New World	2.20%
MSCI Barra EM	2.59%

All factsheet data as at 23rd February 2017

I CLASS MONTHLY PERFORMANCE													
Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2010	-4.75%	-0.75%	9.00%	-0.57%	-8.28%	-0.14%	7.73%	1.62%	7.82%	3.89%	0.79%	1.52%	17.74%
2011	-1.25%	-1.61%	3.74%	2.86%	-2.62%	-1.22%	0.34%	-8.87%	-14.36%	10.55%	-4.18%	-5.28%	-21.63%
2012	11.05%	6.45%	-3.23%	-1.40%	-9.98%	0.09%	0.81%	3.44%	4.75%	0.96%	-0.62%	4.36%	16.23%
2013	3.32%	-1.31%	-0.91%	-0.51%	0.82%	-8.90%	4.18%	-3.98%	7.73%	2.91%	-1.70%	-1.19%	-0.56%
2014	-5.55%	1.64%	-1.12%	3.44%	3.34%	1.73%	1.33%	1.06%	-3.50%	-3.35%	0.59%	-5.16%	-5.95%
2015	1.14%	0.78%	-3.14%	5.18%	-2.16%	-1.88%	-6.86%	-8.32%	-2.29%	4.82%	-1.38%	-2.61%	-16.26%
2016	-5.72%	-0.63%	10.09%	2.37%	-4.38%	1.16%	5.02%	1.29%	0.48%	-0.88%	-6.39%	0.19%	1.48%
2017	6.02%	4.58%											10.87%

I CLASS - MONTHLY NAVS													
Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2010	142.14	141.07	153.76	152.89	140.23	140.04	150.87	153.31	165.30	171.73	173.08	175.71	17.74%
2011	173.52	170.72	177.10	182.17	177.40	175.24	175.84	160.25	137.24	151.72	145.38	137.71	-21.63%
2012	152.93	162.79	157.54	155.33	139.83	139.95	141.09	145.94	152.87	154.33	153.37	160.06	16.23%
2013	165.37	163.20	161.72	160.89	162.21	147.77	153.95	147.82	159.24	163.87	161.08	159.16	-0.56%
2014	150.33	152.80	151.09	156.29	161.50	164.29	166.48	168.25	162.37	156.93	157.85	149.70	-5.95%
2015	151.41	152.59	147.80	155.45	152.10	149.23	138.99	127.43	124.52	130.52	128.72	125.36	-16.26%
2016	118.18	117.44	129.29	132.36	126.56	128.03	134.46	136.19	136.85	135.64	126.98	127.22	1.48%
2017	134.87	141.05											10.87%

Titan New World Fund vs MSCI Barra Emerging Market Index. Actual Performance.



Important Legal Information

Registered office of the fund : 34 North Quay, Douglas, Isle of Man, IM1 4LB
 TEAM Asset Management is the Investment Manager to Titan New World Plc. TEAM Asset Management is a trading name of Theta Enhanced Asset Management Limited (TEAM). TEAM is incorporated under the laws of Jersey and its registered office is at Royal Court Chambers, 10 Hill Street, St Helier, Jersey, JE2 4UA. TEAM is regulated by the Jersey Financial Services Commission.

The Manager of the fund is Blue Sea International Limited (BSIL) which was incorporated in the Isle of Man No. 111375C, 31-37 North Quay, Douglas, Isle of Man, IM1 4LB. Blue Sea International Limited is licensed by the Isle of Man Financial Services Authority. Copies of the offering document and annual accounts can be obtained by contacting BSIL at the registered address or by teleph one: [+44 1624 627247](tel:+441624627247).

RISK DISCLOSURE:

This document has been prepared by Quadrant TEAM International Management, for information only and only for use in those jurisdictions in which the fund may be marketed. It is not a solicitation, or an offer, to buy or sell any security. The information on which parts of the document are based is deemed to be reliable but we have not independently verified such information and we do not guarantee its accuracy or completeness. It should be remembered that the value of shares in this fund and any income produced from them can go down as well as up. Investors may not get back the value of their original investment. Past performance cannot be relied on as a guide to the future as income from investments may fluctuate. Changes in exchange rates may have an adverse effect on the value.

RISK DISCLOSURE STATEMENT: The prices of securities units may fluctuate, and some securities may fluctuate widely in price according to market factors, the nature of the type of security concerned, and the term over which it is held. The price of any security may move up or down. If it moves down, losses can be incurred which in some circumstances may extend to the full amount of the investment. Past performance is not necessarily a guide to future performance.