

# International Equity Fund



UCITS Fact Sheet | 30 June 2023

## Philosophy and Process

Harding Loevner believes a diversified portfolio of high-quality, durable-growth companies purchased at reasonable prices will provide superior investment returns with below-average risk over the long term. Our analysts conduct careful bottom-up research of individual companies and analyze the competitive dynamics of their industries to identify the best growth companies and to assess the value of their shares. To qualify for investment, companies must be well managed, financially strong, and possess clear competitive advantages relative to their peers.

## Investment Objective

The investment objective of the active Fund is to achieve long-term capital appreciation by investing primarily in equities of companies based in global markets other than the United States of America.

## Fund Facts

Domicile/Type	Ireland/UCITS
Base Currency	US Dollar
Benchmark	MSCI All Country World ex US Index
Fund Inception	3 April 2013
Total Fund Assets	US \$140.2M
Number of Holdings	63
Settlement Period	T+3
Dealing Deadline*	10AM Irish time
Investment Manager	Harding Loevner LP
Regulator	Central Bank of Ireland

## Portfolio Managers

**Ferrill Roll, CFA**  
Co-Lead Portfolio Manager  
Harding Loevner since 1996

**Andrew West, CFA**  
Co-Lead Portfolio Manager  
Harding Loevner since 2006

**Maria Lernerman, CFA**  
Portfolio Manager  
Harding Loevner since 2015

**Bryan Lloyd, CFA**  
Portfolio Manager  
Harding Loevner since 2011

**Babatunde Ojo, CFA**  
Portfolio Manager  
Harding Loevner since 2012

**Patrick Todd, CFA**  
Portfolio Manager  
Harding Loevner since 2012

## Class I – US Dollar Performance (% Total Return) as of 30 June 2023

Performance data quoted represents past performance; past performance does not guarantee future results.

	3 Months	1 Year	3 Years	5 Years	10 Years	Since Inception
International Equity Fund <sup>1</sup>	3.07	16.68	6.45	4.43	6.51	6.08
MSCI All Country World ex US Index <sup>2</sup>	2.44	12.72	7.22	3.52	4.75	4.41

Class I Inception date: 7 June 2013. Returns are annualized for periods greater than one year.

## Class I – US Dollar

Calendar Year Performance	2014	2015	2016	2017	2018	2019	2020	2021	2022
International Equity Fund <sup>1</sup>	-1.08	-1.19	4.91	29.89	-14.19	25.02	20.42	8.59	-20.55
MSCI All Country World ex US Index <sup>2</sup>	-3.87	-5.66	4.50	27.19	-14.20	21.51	10.65	7.82	-16.00

## Portfolio Positioning (% Weight)

Sector	Fund		Geography	Fund	
	Benchmark <sup>3</sup>			Benchmark <sup>3</sup>	
Comm Services	2.5	5.5	Canada	4.9	7.6
Cons Discretionary	4.1	12.1	Emerging Markets	23.8	27.8
Cons Staples	13.5	8.6	Europe EMU	21.7	21.8
Energy	2.0	5.4	Europe ex EMU	25.2	20.5
Financials	20.6	20.6	Frontier Markets <sup>4</sup>	0.0	–
Health Care	13.7	9.6	Japan	13.4	14.5
Industrials	16.2	13.2	Middle East	0.0	0.4
Info Technology	14.9	11.9	Pacific ex Japan	6.6	7.4
Materials	8.4	7.9	Other <sup>5</sup>	1.5	–
Real Estate	0.0	2.0	Cash	2.9	–
Utilities	1.2	3.2			
Cash	2.9	–			

## Portfolio Characteristics

Quality and Growth	Fund	Benchmark <sup>3</sup>	Risk and Valuation	Fund	Benchmark <sup>3</sup>
Profit Margin <sup>6</sup> (%)	15.4	11.4	Alpha <sup>7</sup>	0.98	–
Return on Assets <sup>6</sup> (%)	8.4	5.8	Beta <sup>7</sup>	1.00	–
Return on Equity <sup>6</sup> (%)	17.1	13.9	R-Squared <sup>7</sup>	0.93	–
Debt/Equity Ratio <sup>6</sup> (%)	44.0	60.8	Active Share <sup>8</sup>	84	–
Std. Dev. of 5 Year ROE <sup>6</sup> (%)	3.2	4.6	Standard Deviation <sup>7</sup>	17.90	17.34
Sales Growth <sup>6,7</sup> (%)	6.5	5.8	Sharpe Ratio <sup>7</sup>	0.16	0.11
Earnings Growth <sup>6,7</sup> (%)	10.6	8.6	Price/Earnings <sup>9</sup>	16.2	12.9
Cash Flow Growth <sup>6,7</sup> (%)	6.0	8.4	Price/Cash Flow <sup>9</sup>	12.9	8.9
Dividend Growth <sup>6,7</sup> (%)	6.2	5.8	Price/Book <sup>9</sup>	2.7	1.8
Size			Dividend Yield <sup>10</sup>	2.4	3.2
Wtd. Med. Mkt. Cap. (US\$B)	53.6	45.0			
Wtd. Avg. Mkt. Cap. (US\$B)	98.4	91.3			

## Share Class Offerings

Class A	Inception	Minimum Investment	SEDOL / CUSIP	ISIN	Distributing / Accumulating	Subscription Charge (Max)	Total Exp. Ratio <sup>11</sup>	Fee Cap <sup>12</sup>
US Dollar	26 May 2023	US\$100	BNNMK03	IE000BDOY029	Accumulating	5.00%	1.60%	1.60%
<b>Class N</b>								
US Dollar	–	US\$100	–	IE000TVI8GA1	Accumulating	N/A	1.60%	1.60%
<b>Class R</b>								
US Dollar	27 Sep 2013	US\$100	BCZTJ08/ G4R928156	IE00BCZTJ083	Accumulating	N/A	1.10%	1.10%
<b>Class I</b>								
US Dollar	02 Dec 2013	US\$1M	B1WL4Z0/ G4R928149	IE00B1WL4Z03	Accumulating	N/A	0.90%	0.90%
GBP Sterling	07 Jun 2013	US\$1M equivalent	B1WL4X8	IE00B1WL4X88	Distributing	N/A	0.90%	0.90%
Euro	–	US\$1M equivalent	–	IE00B1WL4Y95	Accumulating	N/A	0.90%	0.90%
<b>Class X</b>								
US Dollar	26 Oct 2018	US\$30M	BDQZCV4	IE00BDQZCV46	Accumulating	N/A	0.10%	0.10%
Euro	–	US\$30M equivalent	–	IE00B9CL6835	Accumulating	N/A	0.10%	0.10%
GBP Sterling	–	US\$30M equivalent	–	IE00B8J89Z87	Distributing	N/A	0.10%	0.10%

For performance information and current NAVs for all active share classes, please visit [www.hardingloevnerfundsplc.com](http://www.hardingloevnerfundsplc.com). No share classes engage in currency hedging; currency class designations do not represent disparate currency exposure. Investment in Class A and Class N shares is restricted to certain investors accessing the fund through intermediary platforms. The Fund changed the naming conventions of several of its share classes on December 30, 2022. Please review share class details carefully.

## Ten Largest Holdings

	Sector	Market	% Assets
Samsung Electronics	Info Technology	South Korea	3.7
Infineon Technologies	Info Technology	Germany	3.4
Schneider Electric	Industrials	France	3.1
Atlas Copco	Industrials	Sweden	3.0
DBS Group	Financials	Singapore	2.6
Chugai Pharmaceutical	Health Care	Japan	2.6
L'Oréal	Cons Staples	France	2.6
TSMC	Info Technology	Taiwan	2.5
Allianz	Financials	Germany	2.4
FEMSA	Cons Staples	Mexico	2.4
Ten Largest Holdings			28.3

## Contact

### Harding Loevner – Transfer Agency

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## Risk Factors

Securities in the Fund are subject to market fluctuations and other risks inherent in investing in securities. Fund shares are priced daily and will fluctuate. The value of your principal investment will fluctuate accordingly and may be worth more or less than your original investment. Changes in exchange rates between currencies or the conversion from one currency to another may also cause the value of the investments to diminish or increase. An investment in a Fund should not constitute a substantial proportion of an investment portfolio and may not be appropriate for all investors. For further discussion of risk factors, refer to the Risk Factors section of the Company's prospectus and the applicable Fund's Supplement to the prospectus.

## Endnotes

### Pages 1 and 2

(1) Net of fees (2) Net of withholding taxes (3) MSCI All Country World ex US Index (4) Includes countries with less-developed markets outside the index (5) Includes companies classified in countries outside the Index (6) Weighted median (7) Trailing five years, annualized (8) Five-year average based on the Harding Loevner International Equity model (9) Weighted harmonic mean (10) Weighted mean (11) Total expense ratio (TER) based on the investment management fees listed in the most recent prospectus supplement and the operating expenses incurred in the most recent month end (12) Harding Loevner has agreed to cap the TER as provided in the table on the previous page. \*Dealing cutoffs through intermediaries may vary; investors accessing the Fund through an intermediary should confirm the dealing deadline with their provider.

## Disclosures

Source (Alpha, Beta, R-Squared, Standard Deviation, Sharpe Ratio): Harding Loevner Funds plc International Equity Fund based on the Fund returns, eVestment Alliance LLC, MSCI Inc.

Source (Sector and Geographic Positioning, Largest Holdings and other Characteristics): Harding Loevner Funds plc International Equity Fund, FactSet, MSCI Inc. Characteristics run date: 05 July 2023, based on the latest available data in FactSet on this date.

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The information contained herein concerns a sub-fund (the "Fund") of Harding Loevner Funds plc (the "Company"), an umbrella-type open-ended investment company with segregated liability between sub-funds authorized in Ireland as an undertaking for collective investment in transferable securities (a "UCITS") pursuant to the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations 2011, as amended. Harding Loevner LP is the investment manager of the Company. The latest version of the prospectus and applicable KID or KIIDs, as well as a summary of investor rights, may be obtained at [hardingloevnerfundsplc.com](http://hardingloevnerfundsplc.com). Authorization of the Company by the Central Bank of Ireland is not an endorsement or guarantee nor is the Central Bank of Ireland responsible for the contents of any marketing material or the Company's prospectus. Authorization by the Central Bank of Ireland shall not constitute a warranty as to the performance of the Company and the Central Bank of Ireland shall not be liable for the performance of the Company.

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