

Basic information

Fund category
Long-term fixed income funds

Morningstar category **★★★**
Global Emerging Markets Bond - Local
Currency

Share class
OP-EMD Local Currency A (Acc.)

ISIN
FI4000008313

Benchmark index
JP Morgan GBI-EM Global Div.
Unhedged EUR

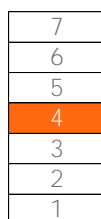
Start date 7.1.2010
Fund type AIFM
Share value 131.95 EUR
Fund size 39.6 MEUR
Ongoing costs 1.25 %

Fees

Subscription fee 0.50 %
Redemption fee 0.50 %
Management fee 0.65 %
Performance fee no
Owner-customer benefits for a private
customer:
- accumulates OP bonus
- subscriptions and redemptions
without fees

Risk measures, 3y	Fund	Index
Alfa	0.8	
Beta	1.0	
Information ratio	0.2	
Sharpe ratio	-0.4	0.1
Active risk	3.8	
Volatility	9.8	8.7
Effective duration	0.0	0.0

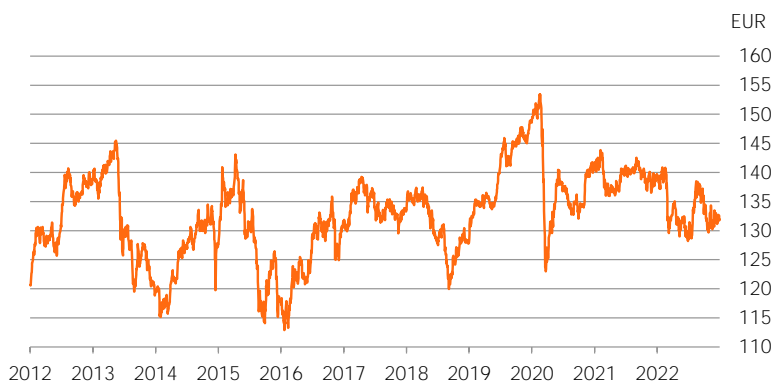
Risk level
Higher risk



Lower risk

Portfolio

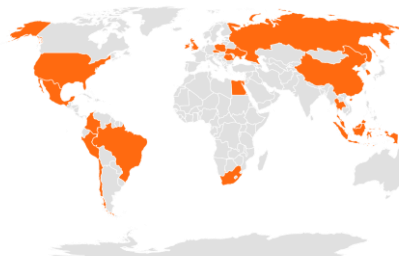
Share value



Historical returns after fees

	Fund	Index
1 month	-1.1 %	-1.4 %
3 months	-1.3 %	-0.4 %
6 months	1.5 %	1.2 %
Year-to-date	-5.5 %	-5.9 %
1 year	-5.5 %	-5.9 %
3 years p.a.	-3.9 %	-4.5 %
5 years p.a.	-0.2 %	-0.2 %
10 years p.a.	-0.5 %	0.1 %

Registered domiciles



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Fixed income investments

Government bonds	10.7 %
Corporate bonds	
Investment grade	
High yield	
Emerging market debt	77.3 %
Inflation linked bonds	
Convertible bonds	0.3 %
Fixed income derivatives	
Money market	4.7 %
Cash and others	7.3 %

Largest regions

Mexico	13.5 %
Brazil	11.9 %
Malaysia	8.3 %
Thailand	5.9 %
Luxembourg	4.9 %
Ireland	4.7 %
Romania	4.7 %
South Africa	4.4 %
Czech Republic	4.3 %
Poland	3.8 %

Largest holdings

Government of Mexico	15.8 %
Republica Federativa do Brasil	11.9 %
Government of Malaysia	8.3 %
Government of Thailand	5.9 %
Ninety One GSF All China Bd S...	4.9 %
Stt Strt USD Lqudty LVNAV...	4.7 %
Government of Romania	4.7 %
Ceska republika	4.3 %
Poland, Government of	3.8 %
Government of South Africa	3.7 %



Investment policy

OP-EMD Local Currency (Fund) is a bond fund that invests all of its assets, with the exception of cash assets, in the mutual fund Ninety One Emerging Markets Local Currency Dynamic Debt Fund. This underlying investee fund is registered in Luxembourg. The Fund is a non-UCITS fund, since its rules allow it to invest all of its assets in a single mutual fund or undertaking for collective investment (CIU) that fulfils the EC Directive on Undertakings for Collective Investment in Transferable Securities (UCITS Directive). The Fund mainly invests its assets through the Underlying Investee Fund in fixed-income instruments issued or guaranteed by governments, other public-sector entities, supranational organisations and corporations in emerging markets. In its investment operations, the Fund may use derivative instruments in its cash management and investments in other funds. The underlying asset of such derivative contracts may be a currency or a foreign exchange rate. The fund's modified duration, a measure of the price sensitivity of a bond to interest rate movements, typically ranges between 4 and 6. The Underlying Investee Fund may make extensive use of various asset classes in emerging bond markets. The main target markets are Latin America, Asia, Eastern Europe, Africa and the Middle East. The emphasis of the Underlying Investee Fund's investments is typically on long-term fixed-income products, so in terms of interest rate risk the Fund is on a par with long-term bond funds. The Underlying Investee Fund aims to focus its investments on fixed-income instruments issued and denominated in the local currency of emerging economies (so called local currency). It may also utilise fixed-income instruments issued and denominated in the currency of developed economies (so called hard currency).

The investments underlying this fund do not take into account the EU criteria for environmentally sustainable economic activities. However, this fund integrates sustainability risks using the methods specified in the fund prospectus.



Portfolio manager

Investec Asset Management



Responsibility

Responsible investing

The fund follows [OP Asset Management's principles for responsible investment](#). The consideration of responsibility in the investment analysis and decision making provides additional information in addition to the traditional financial and market information. The significant aspects of responsibility can in the long run affect the financial success of the investment objects and thus the return.

Exclusion

The fund excludes from its active, direct investments manufacturers of controversial weapons, mining companies that produce coal, electricity companies that use charcoal and companies that have violated international standards, and which have not been susceptible to impact. [The list of excluded investment items](#) is public.

Active ownership

OP's funds participate in domestic and foreign general meetings in accordance with [OP Fund Management Co's Ownership Policy](#), which takes responsibility into account. All in all, OP's funds participate annually in more than one thousand general meetings. OP Funds utilize the Annual General Meetings Institutional Shareholder Services Annual General Meeting analysis.

Violation of international standards

International standards, such as the UN Global Compact, set the minimum level of responsible business operations. OP Asset Management affects through OP funds that make active, direct investments such companies that are considered to have violated international standards. The goal is to get companies that have violated the standards to change their business and start to comply with the international standards in their business. We use external service provider to identify violations of international standards.

Thematic impact

OP Asset Management also affects companies through various themes of responsibility, such as issues related to climate change.

Read more about the OP Funds' practical ownership influence in [the overview of responsible investment](#) that is published twice a year.



ESG analysis

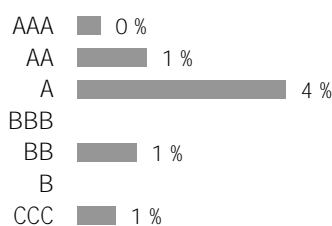
ESG-rating

BBB

Total ESG score	5.6
Environment (E)	7.9
Social (S)	4.9
Governance (G)	4.5

The ESG score indicates how well the portfolio's target companies take into account risks and opportunities related to the environment, social aspects and good governance in relation to their industry. The score scale is 0-10. After that, the score is divided into 7 classes. The higher the score, the better the portfolio companies have prepared for the risks and opportunities associated with ESG.

Companies' ESG classification



Carbon intensity 1 716.9
greenhouse gas emissions in
tonnes / turnover (\$M)

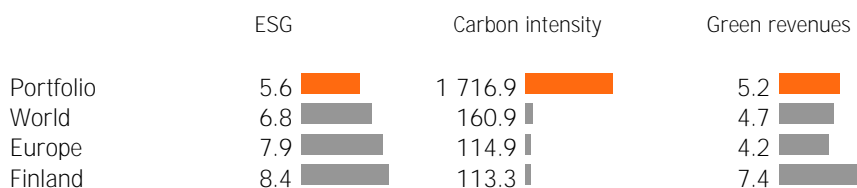
Coverage 7.7 %

The portfolio's carbon intensity is the weighted average of the portfolio companies' carbon dioxide intensity. The carbon footprint takes into account companies' greenhouse gas emissions in tonnes at level 1 and level 2 in relation to the company's turnover (million dollars).

Green revenues	5.2 %
Renewable energy	0.9 %
Energy efficiency	-
Environmentally friendly construction	4.2 %
Sustainable use of water resources	-
Prevention of pollution	-

The portfolio's green revenues examines how the portfolio companies' products and services have an impact on the environment. The number describes the proportion of products and services with a positive environmental impact on portfolio companies' turnover.

The portfolio's ESG analysis in relation to reference portfolios



AAA = excellent, AA = very good, A = good, BBB = average, BB = satisfied, B = weak, CCC = very weak

The purpose of the monthly report is to provide its readers with information on the funds and their performance. Information provided in the report is no investment advice and no investment decisions should be made based on such information. The Key Investor Information Document for investors and the fund prospectus as well as the fund's annual report and half-yearly report are the documents that investors should read before making any subscription for fund units. Information in this document is not complete and it is updated on a monthly basis. The information in the report is the latest information on the funds at the time of preparing the report. Copying and distributing the information in the report is prohibited. Changes in the report will not be informed separately. OP Fund Management Company Ltd has compiled and provided the information presented in the report. OP Fund Management Company Ltd does not guarantee that the information presented in the report is correct, perfect or up to date or is not liable for any direct or indirect costs, damage or losses that use of the information presented in this material may cause. The star rating in this report is produced by Morningstar and it is updated every month. The historical performance of the funds is no guarantee of future performance. The values of fund units may vary considerably due to the composition of their investments and the methods used in their management. The fund prospectus describes in greater detail the risks associated with the fund. Fund publications regarding the funds are available at op.fi and OP's branches.