



# MARLBOROUGH EMERGING MARKETS TRUST

## INTERIM REPORT AND UNAUDITED FINANCIAL STATEMENTS

for the six month period ended 10 September 2021

## **MARLBOROUGH EMERGING MARKETS TRUST**

### **CONTACT INFORMATION**

#### **Authorised Fund Manager and Registrar**

Marlborough Fund Managers Ltd  
Marlborough House  
59 Chorley New Road  
Bolton  
BL1 4QP

Investor Support: (0808) 145 2500 (FREEPHONE)

Authorised and regulated by the Financial Conduct Authority.

#### **Trustee**

HSBC Bank plc  
8 Canada Square  
London  
E14 5HQ

Authorised by the Prudential Regulation Authority and regulated by the Financial Conduct Authority and the Prudential Regulation Authority.

#### **Auditor**

Ernst & Young LLP  
Atria One  
144 Morrison Street  
Edinburgh  
EH3 8EX

#### **Directors of Marlborough Fund Managers Ltd**

Andrew Staley (Non-Executive)  
Nicholas F J Cooling  
Allan Hamer  
Wayne D Green  
Dom Clarke  
Helen Derbyshire  
Richard Goodall  
Geoffrey Hitchin (Non-Executive)  
Guy Sears (Independent Non-Executive)  
David Kiddie (Independent Non-Executive)  
Sarah Peaston (Independent Non-Executive)

## **MARLBOROUGH EMERGING MARKETS TRUST**

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## MARLBOROUGH EMERGING MARKETS TRUST

### AUTHORISED INVESTMENT ADVISER'S REPORT

for the six month period ended 10 September 2021

#### Percentage change and sector position to 10 September 2021

	<u>Six months</u>	<u>1 year</u>	<u>3 years</u>	<u>5 years</u>
Marlborough Emerging Markets Trust	6.98%	25.30%	28.27%	45.13%
IA Global Emerging Markets	1.62%	18.97%	32.13%	51.36%
Quartile Ranking*	1	1	3	4

\* Based on ranking within The Investment Association Global Emerging Markets sector.

External Source of Economic Data: Morningstar (P - quoted to quoted, net income reinvested).

Emerging Markets (EM) delivered a mixed performance in the half year ending 10th September. Stimulus packages, relatively resilient commodities prices and digitalisation trends continue to support certain parts of EM. However, the new wave of COVID and increased political and regulatory uncertainties have dampened investors' sentiment in some other parts. In addition, given a pickup in inflation, there is an increased expectation that the US Federal Reserve will normalise its monetary policy and this has put pressure on some EM currencies. Nonetheless, an increased ESG awareness and policy initiatives issued by various governments are creating new opportunities for EM.

Some EM economies reimposed lockdown due to a rise in COVID cases during the summer, such as Indonesia. The percentage of the total population that is fully vaccinated remains low for EM as an aggregate. Logistics bottle necks, shortage of supply and scepticism over the vaccines are major factors that impact the vaccination process. There are exceptions of course, Chile, for example, has over 70% of its population fully vaccinated. It is expected that the overall vaccination rate will pick up. At the time of writing, the number of COVID cases have come down from the summer peak in many EM countries.

Emerging Europe (17%) was the best performing market led by its Energy sector. The Brent oil price gained almost 9% during the reviewing period. OPEC Plus maintained its production limit at the beginning of this year and agreed to a gradual production increase from the summer. Its new agreement means it will not restore the oil production cut since 2020 until the end of 2022. In addition, economic normalisation has created increased demand. Both Europe and China are experiencing energy shortages. The supply demand dynamic is very favourable to energy producers. Russia, the biggest market in Emerging Europe, gained almost 20% given its energy exposure despite economic weakness domestically. Our holding in Sberbank and JPMorgan Russia gained 22% and 23% respectively.

The Middle East and Africa (12%) was the second-best performing market led by a strong performance from Saudi Arabia. The Tadawul All Share Index delivered a 23% return. As we discussed earlier, energy prices have been very resilient given favourable market conditions. This is very positive for the Kingdom. In addition to its traditional energy sector, Saudi Arabia continues its effort in diversifying its economy. On top of the planned government spending, the 25 biggest listed companies agreed to invest a total 1.3 trillion dollars in the next 10 years to support this effort. Our holdings in iShare MSCI Saudi Arabia and Gulf Investment Fund gained 24.3% and 22.3% respectively.

Latin America (LATAM, 11.9%) also delivered a good performance during this period led by Brazil (14%), especially in the first half of this calendar year. Despite challenges domestically, Brazil continues to benefit from a strong demand in commodities from the rest of the world, both for its agriculture products and industrial metals. A resilient export industry also boosted logistics demand. Our holding in JBS, one of the biggest beef producers in Brazil, and SIMPAR, a holding company that has exposure to transport and logistics, gained 38% and 90% respectively.

As we discussed in the past, EM is not just about commodities. Many EM economies have developed their home-grown technology companies given the digitalisation trend. Furthermore, the tech story is not exclusive to North Asia. Our holding in TOTVS, a Brazilian ERP software provider, gained almost 45% during September.

Asia (ex Japan), EM's biggest region, delivered 0.25%. The performance was mainly led by China, which delivered a negative 10.7% return. Increased regulatory scrutiny in its technology segment, such as eCommerce, online gaming, etc, has dampened investors' sentiment. Further reforms in other industries, such as its education sector, also caught investors by surprise. It is worth highlighting that some of these new regulations are in line with the global standard. For example, China's new Personal Information Protection Law is very similar to Europe's General Data Protection Regulation. Further to the tightened regulatory environment, China's debt issue is brought to attention when Evergrande, one of China's biggest property developers, delayed its crucial interest payments in September. The property developer has over £300bn liability on its balance sheet. The unfolding of the Evergrande crisis is causing further concerns over China's economic health. Questions on whether the government is able or willing to come to the rescue remain. At the time of writing, the government has confirmed that it will guarantee the delivery of 1.6million flats that were pre-sold by Evergrande. On a positive note, companies that benefit from China's commitment to reach its target of carbon neutral 2060 continues to benefit. Our holding in CIMC Enric, a gas equipment manufacturer and Contemporary Amperex, a battery manufacturer, gained 100% and 70% respectively during the reviewing period.

## MARLBOROUGH EMERGING MARKETS TRUST

### AUTHORISED INVESTMENT ADVISER'S REPORT

for the six month period ended 10 September 2021

The best performing market in Asia was India (19%) led by its information technology and consumer discretionary sector. India has emerged from one of the worst COVID situations in Asia. Its services PMI picked up strongly in August and was back in expansion. Our holding in Godrej Consumer Products gained almost 62% during this reviewing period.

Macro indicators are mixed. The second quarter GDP growth numbers, on a quarter-on-quarter comparison, do indicate a strong rebound in economic growth. It is expected, however, that third quarter numbers might be weaker. This is mainly due to lockdown measures that were imposed by many EM economies to tackle the Delta variant during the summer. Inflationary readings are picking up in many regions but started to weaken during the third quarter, again due to COVID related weak demand and various government interventions on prices, e.g. food and transport costs. Several central banks have already started raising their benchmark interest rates. For example, Brazil raised its benchmark interest rate 5 times in the year to date to 6.25% to tame the inflationary pressure. The labour market has been improving but remains elevated in some economies, especially during the summer.

On a positive note, budget balance has improved for many EM economies given resilient demand in commodities and other export goods and services. In the case of Indonesia, for example, demand for both its traditional and new energy commodities remain resilient. There has been a pickup in demand for its traditional energy commodities, such as coal and palm oil. In addition, demand for Indonesia's ESG related metals, such as nickel, also continue to pick up strongly and the country continues to attract foreign investments in developing its nickel production capacity. Furthermore, Indonesia also benefits from the US-China tension as the US continues to shift its import sources away from China, such as building materials. These are all positive contributors to Indonesia's budget balance and supports its currency.

The geopolitical environment remains complex and uncertain. However, one of the key focuses has remained the environment given various extreme weather conditions experienced in the year to date. The upcoming 2021 United Nations Climate Change Conference, known as COP26, will open a new chapter of global cooperation. Most of major economies have already announced their carbon neutral targets and related policies. These initiatives will create challenges but also enormous opportunities for EM. We have already seen an increased investment in ESG related metals as we discussed in the example of Indonesia. It is expected that Indonesia will contribute 60% of the global Nickel demand in the future from currently 28%.

In addition to an increased demand in ESG metals, demand for infrastructures that facilitate a greener world is increasing. Furthermore, an increased need to ensure compliance with ESG standards is also creating new opportunities. Many EM companies are uniquely positioned given that they are not hindered by outdated regulations and legacy infrastructure that is costly to replace. At the time of writing, EM is experiencing a challenging market condition. However, we believe this is a perfect buying opportunity, especially given EM's undemanding valuation and growth profile. We remain optimistic.

Marlborough Fund Managers Ltd  
14 October 2021

## MARLBOROUGH EMERGING MARKETS TRUST

### AUTHORISED INVESTMENT ADVISER'S REPORT

for the six month period ended 10 September 2021

#### Distributions (pence per unit)

	<u>Year 2021</u>	<u>Year 2020</u>	<u>Year 2019</u>	<u>Year 2018</u>
<u>A Income</u>				
Net income paid 10 May	1.4507	3.1161	3.3831	3.3399
<u>P Income</u>				
Net income paid 10 May	3.7618	5.4925	5.7517	5.8787

#### Portfolio changes

Largest purchases	Cost (£)
iShares MSCI Saudi Arabia ETF	73,698
Chailease Holding Co Ltd	72,324
Sterlite Technologies Ltd	56,694
A-Living Smart City Services Co Ltd	49,863
Sangfor Technologies Inc	37,342
Tupy SA	35,257
Bid Corporation Ltd	34,378
HIWIN Technologies Corp	30,937
ASM Pacific Technology Ltd	28,202
Midea Group Co Ltd 'A' - Northbound SZSE HK Connect	28,002
Other purchases	129,006
Total purchases for the period	575,703
Largest sales	Proceeds (£)
CIMC ENRIC Holdings Ltd	204,693
Xinyi Glass Holdings Ltd	187,929
HengAn International Group Co Ltd	134,931
Samsung Electronics Co Ltd - Pref	105,656
HKBN Ltd	96,671
Taiwan Semiconductor Manufacturing Co Ltd	90,841
Tencent Holdings Ltd	70,635
Alibaba Group Holding Ltd	66,621
360 DigiTech Inc - ADR	63,730
Aberdeen Latin American Income Fund	61,617
Other sales	1,192,383
Total sales for the period	2,275,707

## **MARLBOROUGH EMERGING MARKETS TRUST**

### **AUTHORISED STATUS AND GENERAL INFORMATION**

#### **Authorised status**

Marlborough Emerging Markets Trust (the Fund) is an authorised unit trust scheme within the meaning of the Financial Services and Markets Act 2000 and is a UCITS scheme operating under the Collective Investment Schemes Sourcebook (COLL) as issued by the Financial Conduct Authority.

#### **Investment objective and policy**

The investment objective of the Fund is to provide capital growth, that is, to increase the value of your investment over a minimum of 10 years. The Fund aims to outperform the average of the IA Global Emerging Markets sector over any 5 year period, however, there is no certainty this will be achieved.

At least 80% of the Fund will be invested in the shares of companies which are incorporated, headquartered, operating in or listed on stock markets in emerging market countries.

Emerging markets are countries progressing toward becoming advanced, usually shown by some development in financial markets, the existence of some form of stock exchange and a regulatory body.

This may include up to 10% through funds (including exchange traded funds which typically track an index) and investment trusts which themselves invest in these countries or which gain exposure through financial instruments whose returns are linked to these markets (also known as derivatives). The Fund may also invest in shares of investment trusts and other securities whose returns are linked to company performance, such as depositary receipts.

The Fund may also hold money market instruments, a type of short term loan, and money market funds, which themselves invest in these instruments.

The Fund is actively managed which means the Manager decides which investments to buy or sell and when, and will maintain a relatively concentrated portfolio, typically between 60 – 80 holdings in companies of a range of sizes.

The team approaches construction of the portfolio from three overlapping standpoints:

- economic and market conditions in each country and sector;
- a selection of companies which the team believes to be financially strong or whose valuations appear out of line with expectations; and
- companies which fit broader themes, such as, manufacturing automation, which the investment team believes are likely to drive share price returns over the medium term. Themes will change and this can often happen quickly.

The team use the Morningstar Emerging Markets Index as a reference point for portfolio construction and risk management purposes, however, the Fund will not be constrained by the Index.

The Fund may invest in derivatives and forward transactions, whose returns are linked to exchange rates, in order to reduce currency risk or to protect against market movements (also known as hedging) although this is anticipated to be infrequent.

The Fund may hold cash to enable ready settlement of liabilities, for the efficient management of the Fund and in order to meet its objective. This will typically be below 10% but may from time to time exceed this level.

The Fund aims to be in the top half of all funds included in the IA Global Emerging Markets sector.

#### **Rights and terms attaching to each unit class**

A unit of each class represents a proportional entitlement to the assets of the Fund. The allocation of income and taxation and the rights of each unit in the event the Fund is wound up are on the same proportional basis.

## MARLBOROUGH EMERGING MARKETS TRUST

### AUTHORISED STATUS AND GENERAL INFORMATION

#### Changes in prospectus

Effective from the 25 March 2021 the Authorised Fund Manager operated a 'swinging' single pricing mechanism for the Fund. This mechanism is intended to ensure the fair treatment of all the investors in a Fund by minimising the effects of 'dilution', as explained below.

The actual cost of purchasing or selling a fund's investments may be higher or lower than the mid-market value used in calculating the single unit price; for example, due to dealing charges, or through dealing at prices other than the mid-market price. Under certain circumstances (for example, large volumes of deals) this may have an adverse effect on unitholders' interest in the Fund. This is known as 'dilution'. Therefore, once the single price of a unit has been determined, a 'dilution adjustment' will be applied to the price in accordance with the policy outlined in the prospectus for the Fund. This is known as 'swinging' single pricing (i.e. the price swings in response to particular circumstances to mitigate the effects of dilution).

For example, when there are net inflows (where more money is coming in than is going out) to the Fund, a dilution adjustment increases the price (price swings up) and when there are net outflows (where more money is going out than is coming in) from the Fund, the dilution adjustment reduces the price (price swings down). However, regardless of whether the price is adjusted up or down, all investors buy and sell at the same price.

Up to date Key Investor Information Documents, Prospectus and Long Reports and Financial Statements for any fund within the AFM's range, can be requested by the investor at any time.

#### DIRECTORS' STATEMENT

This report has been prepared in accordance with the requirements of the Collective Investment Schemes Sourcebook as issued and amended by the Financial Conduct Authority.



**ALLAN HAMER**  
**DIRECTOR**



**WAYNE D GREEN**  
**DIRECTOR**

**MARLBOROUGH FUND MANAGERS LTD**  
10 November 2021



# MARLBOROUGH EMERGING MARKETS TRUST

## COMPARATIVE TABLE

### A Income units

#### Change in net assets per unit

	Period to 10.09.2021 pence	Year to 10.03.2021 pence	Year to 10.03.2020 pence	Year to 10.03.2019 pence
Opening net asset value per unit	345.60	274.22	300.64	343.75
Return before operating charges*	26.69	78.57	(17.31)	(33.81)
Operating charges	(3.82)	(5.74)	(5.99)	(5.92)
Return after operating charges*	22.87	72.83	(23.30)	(39.73)
Distributions on income units	-	(1.45)	(3.12)	(3.38)
Closing net asset value per unit	368.47	345.60	274.22	300.64

\* after direct transaction costs of:

0.28	0.40	0.44	0.32
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### Performance

Return after charges	6.62%	26.56%	-7.75%	-11.56%
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### Other information

Closing net asset value (£)	410,024	438,223	1,083,325	1,087,876
Closing number of units	111,277	126,800	395,060	361,848
Operating charges	2.11% <sup>A,B</sup>	1.93%	1.90%	1.89%
Direct transaction costs	0.16% <sup>A</sup>	0.14%	0.14%	0.10%

### Prices

Highest unit price	372.27p	366.84p	338.88p	349.10p
Lowest unit price	343.96p	242.35p	276.51p	277.86p

### P Income units

#### Change in net assets per unit

	Period to 10.09.2021 pence	Year to 10.03.2021 pence	Year to 10.03.2020 pence	Year to 10.03.2019 pence
Opening net asset value per unit	345.70	274.06	300.75	343.93
Return before operating charges*	26.87	79.03	(17.55)	(33.84)
Operating charges	(2.47)	(3.63)	(3.65)	(3.59)
Return after operating charges*	24.40	75.40	(21.20)	(37.43)
Distributions on income units	-	(3.76)	(5.49)	(5.75)
Closing net asset value per unit	370.10	345.70	274.06	300.75

\* after direct transaction costs of:

0.28	0.42	0.44	0.32
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### Performance

Return after charges	7.06%	27.51%	-7.05%	-10.88%
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### Other information

Closing net asset value (£)	5,420,580	6,440,045	5,088,951	6,028,446
Closing number of units	1,464,637	1,862,915	1,856,904	2,004,460
Operating charges	1.36% <sup>A,B</sup>	1.18%	1.15%	1.14%
Direct transaction costs	0.16% <sup>A</sup>	0.14%	0.14%	0.10%

### Prices

Highest unit price	373.54p	369.22p	341.23p	349.33p
Lowest unit price	344.21p	242.28p	278.71p	279.26p

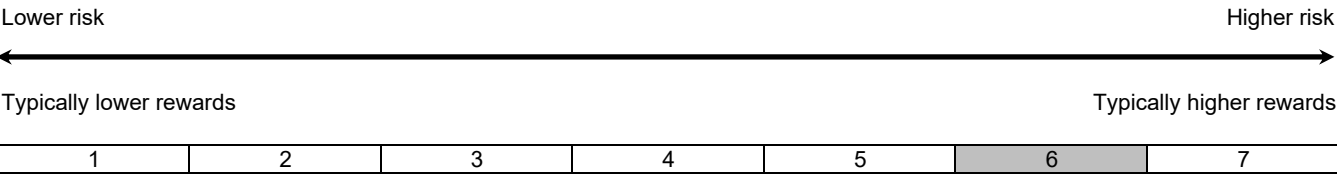
<sup>A</sup> These figures have been annualised.

<sup>B</sup> From 30 April 2021, the Operating Charges (or Ongoing Charges Figure) calculation has been extended to include, where relevant, charges incurred by closed-ended vehicles such as investment trusts.

Operating charges are the same as the ongoing charges and are the total expenses paid by each unit class in the period. Direct transaction costs are the total charges for the period, included in the purchase and sale of investments in the portfolio of the Fund. These amounts are expressed as a percentage of the average net asset value over the period and the average units in issue for the pence per unit figures.

MARLBOROUGH EMERGING MARKETS TRUST

SYNTHETIC RISK AND REWARD INDICATOR



The synthetic risk and reward indicator above aims to provide you with an indication of the overall risk and reward profile of the Fund. It is calculated based on the volatility of the Fund using weekly historic returns over the last five years. If five years data is not available, the returns of a representative portfolio are used.

The Fund has been measured as 6 because it has experienced high volatility historically. During the year the synthetic risk and reward indicator has remained unchanged.

# MARLBOROUGH EMERGING MARKETS TRUST

## PORTFOLIO STATEMENT

as at 10 September 2021

Holding or nominal value	Bid value £	Percentage of total net assets %
<b>CHINA/HONG KONG</b> (10 March 2021 - 38.69%)		
1,700 51job Inc - ADR	90,309	1.55
3,900 Alibaba Group Holding Ltd	60,655	1.04
12,370 A-Living Smart City Services Co Ltd	35,886	0.62
2,800 ANTA Sports Products Ltd	43,262	0.74
10,000 ASM Pacific Technology Ltd	86,660	1.49
72,980 China Construction Bank Corp 'H'	38,961	0.67
134,000 CIMC ENRIC Holdings Ltd	131,898	2.26
2,000 Contemporary Amperex Technology Co Ltd 'A'	112,413	1.93
2,300 Hong Kong Exchanges and Clearing Ltd	107,333	1.84
16,800 HSBC Holdings Plc	63,608	1.09
114,575 Industrial and Commercial Bank of China Ltd 'H'	47,362	0.81
10,500 Longfor Group Holdings Ltd	35,035	0.60
5,000 Midea Group Co Ltd 'A'	40,524	0.69
106,000 Nissin Foods Co Ltd	56,884	0.98
561,000 Pacific Basin Shipping Ltd	223,583	3.83
160,000 Postal Savings Bank of China Co Ltd 'H'	86,456	1.48
1,300 Sangfor Technologies Inc	35,653	0.61
2,600 Sunny Optical Technology (Group) Co Ltd	56,004	0.96
2,170 Tencent Holdings Ltd	98,552	1.69
52,000 Tingyi (Cayman Islands) Holding Corp	67,956	1.17
20,000 Tongcheng-Elong Holdings Ltd	35,035	0.60
105,000 Want Want China Holdings Ltd	52,358	0.90
73,000 Xinyi Glass Holdings Ltd	198,582	3.41
9,300 Xtrackers Harvest CSI300 UCITS ETF '1D' USD <sup>A</sup>	102,764	1.76
Total China/Hong Kong	1,907,733	32.72
<b>INDIA</b> (10 March 2021 - 9.12%)		
10,454 Escorts Ltd	141,643	2.43
3,680 Godrej Consumer Products Ltd	39,971	0.69
38,000 Gujarat State Petronet Ltd	130,387	2.24
10,860 ICICI Bank Ltd - SPON ADR	152,800	2.62
40,500 Manappuram Finance Ltd	65,537	1.12
20,000 Sterlite Technologies Ltd	54,087	0.93
Total India	584,425	10.03
<b>INDONESIA</b> (10 March 2021 - 1.92%)		
303,000 AKR Corporindo Tbk PT	57,359	0.98
166,500 Bank Mandiri (Persero) Tbk PT	52,391	0.90
Total Indonesia	109,750	1.88
<b>MALAYSIA</b> (10 March 2021 - 1.62%)		
162,000 Inari Amertron Bhd	97,955	1.68
Total Malaysia	97,955	1.68
<b>PHILIPPINES</b> (10 March 2021 - 0.43%)		
44,500 Ayala Land Inc	22,029	0.38
Total Philippines	22,029	0.38
<b>SOUTH KOREA</b> (10 March 2021 - 16.38%)		
730 COSMAX Inc	59,543	1.02
2,683 Eugene Technology Co Ltd	73,941	1.27
3,450 KB Financial Group Inc	109,789	1.88
820 Korea Shipbuilding & Offshore Engineering Co Ltd	57,763	0.99
1,267 MODETOUR Network Inc	20,121	0.35
935 POSCO	207,702	3.56
5,164 Samsung Electronics Co Ltd - Pref	225,599	3.87
1,813 SK Hynix Inc	117,630	2.02
Total South Korea	872,088	14.96

# MARLBOROUGH EMERGING MARKETS TRUST

## PORTFOLIO STATEMENT

as at 10 September 2021

Holding or nominal value	Bid value £	Percentage of total net assets %
<b>TAIWAN</b> (10 March 2021 - 10.10%)		
12,650 Chailease Holding Co Ltd	87,963	1.51
22,000 Elan Microelectronics Corp	88,688	1.52
12,610 HIWIN Technologies Corp	111,539	1.91
38,000 Sercomm Corp	66,629	1.14
47,000 Taiwan Hon Chuan Enterprise Co Ltd	88,296	1.51
11,871 Taiwan Semiconductor Manufacturing Co Ltd	192,349	3.30
Total Taiwan	635,464	10.89
<b>THAILAND</b> (10 March 2021 - 3.93%)		
9,400 Airports of Thailand PCL - NVDR	12,553	0.22
154,500 AMATA Corp Public Co Ltd - NVDR	61,385	1.05
710,000 Gunkul Engineering Public Co Ltd - NVDR	74,598	1.28
59,000 Hana Microelectronics Public Co Ltd - NVDR	98,650	1.69
108,300 Humanica Public Co Ltd - NVDR	27,730	0.48
Total Thailand	274,916	4.72
<b>EMERGING EUROPE</b> (10 March 2021 - 4.25%)		
6,825 JPMorgan Russian Securities Investment Trust <sup>B</sup>	54,191	0.93
11,100 Koç Holding AS	21,436	0.37
15,636 Logo Yazılım Sanayi ve Ticaret	55,654	0.95
2,770 Sberbank of Russia - ADR	35,689	0.61
48,000 Türkiye İş Bankası AS	22,599	0.39
49,400 Türkiye Şişe ve Cam Fabrikaları AS	36,367	0.62
Total Emerging Europe	225,936	3.87
<b>LATIN AMERICA</b> (10 March 2021 - 6.17%)		
6,000 Antofagasta PLC	87,000	1.49
10,100 Banco Bradesco SA - Pref	29,691	0.51
3,300 Gruma SAB De CV 'B'	27,377	0.47
6,300 JBS SA	28,243	0.48
15,000 PETROBRAS - PETROLEO BRAS-PR	53,039	0.91
19,200 SIMPAR SA	37,246	0.64
7,400 TOTVS SA	38,910	0.67
8,500 Tupy SA	23,809	0.41
3,200 Vale SA	42,017	0.72
Total Latin America	367,332	6.30
<b>MIDDLE EAST &amp; AFRICA</b> (10 March 2021 - 4.05%)		
1,820 Bid Corporation Ltd	28,462	0.49
85,557 Gulf Investment Fund Plc <sup>B</sup>	102,988	1.77
1,867 HSBC MSCI South Africa Capped UCITS ETF USD <sup>A</sup>	64,187	1.10
2,300 iShares MSCI Saudi Arabia ETF <sup>A</sup>	68,983	1.18
203 Naspers Ltd - 'N' Shares	25,233	0.43
Total Middle East & Africa	289,853	4.97
<b>INTERNATIONAL</b> (10 March 2021 - 2.40%)		
46,877 BlackRock Frontiers Investment Trust <sup>B</sup>	58,596	1.00
873 Prosus NV	55,362	0.95
Total International	113,958	1.95
<b>Portfolio of investments</b>	5,501,439	94.35
<b>Net other assets</b>	329,165	5.65
<b>Total net assets</b>	5,830,604	100.00

<sup>A</sup> Exchange Traded Fund.

<sup>B</sup> Closed-ended Investment Trust / Fund.

**MARLBOROUGH EMERGING MARKETS TRUST**

**PORTFOLIO TRANSACTIONS**

for the six month period ended 10 September 2021

**£**

Total purchases cost, including transaction charges	575,703
Total sales proceeds, net of transaction charges	2,275,707

## MARLBOROUGH EMERGING MARKETS TRUST

### STATEMENT OF TOTAL RETURN

for the six month period ended 10 September 2021

	10 September 2021		10 September 2020	
	£	£	£	£
Income:				
Net capital gains		379,793		458,076
Revenue	133,617		125,706	
Expenses	(41,049)		(39,001)	
Net revenue before taxation	<u>92,568</u>		<u>86,705</u>	
Taxation	<u>(23,962)</u>		<u>(10,067)</u>	
Net revenue after taxation		<u>68,606</u>		<u>76,638</u>
Total return before distributions		448,399		534,714
Distributions		(10,855)		(1,491)
Change in net assets attributable to unitholders from investment activities		<u>437,544</u>		<u>533,223</u>

### STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

for the six month period ended 10 September 2021

	10 September 2021		10 September 2020	
	£	£	£	£
Opening net assets attributable to unitholders		* 6,881,734		6,175,025
Amounts receivable on issue of units	52,025		200,452	
Amounts payable on cancellation of units	(1,545,018)		(347,037)	
Amounts payable on unit class conversions	<u>(6)</u>		<u>-</u>	
		(1,492,999)		(146,585)
Dilution Adjustment		4,325		-
Change in net assets attributable to unitholders from investment activities		437,544		533,223
Unclaimed distributions		-		3
Closing net assets attributable to unitholders		<u>5,830,604</u>		* <u>6,561,666</u>

\* These figures are not the same as the comparatives are taken from the preceding interim period and not the last final accounts.

## MARLBOROUGH EMERGING MARKETS TRUST

### BALANCE SHEET

as at 10 September 2021

	10 September 2021 £	10 March 2021 £
<b>Assets:</b>		
<b>Fixed Assets:</b>		
Investments	5,501,439	6,817,048
<b>Current Assets:</b>		
Debtors	12,887	90,499
Cash and bank balances	334,889	168,149
Total assets	<u>5,849,215</u>	<u>7,075,696</u>
<b>Liabilities:</b>		
<b>Creditors:</b>		
Distribution payable	-	71,951
Other creditors	18,611	122,011
Total liabilities	<u>18,611</u>	<u>193,962</u>
<b>Net assets attributable to unitholders</b>	<u><u>5,830,604</u></u>	<u><u>6,881,734</u></u>

### NOTES TO THE INTERIM FINANCIAL STATEMENTS

for the six month period ended 10 September 2021

#### Basis for preparation

The interim financial statements have been prepared in compliance with FRS102 and in accordance with the Statement of Recommended Practice for UK Authorised Funds issued by The Investment Association in May 2014 and amended in June 2017.

The interim financial statements are prepared in sterling, which is the functional currency of the Fund. Monetary amounts in these financial statements are rounded to the nearest pound.

The interim financial statements have been prepared on the historical cost convention, modified to include the revaluation of investments and certain financial instruments at fair value.

#### Accounting policies

The accounting policies applied are consistent with those of the annual financial statements for the year ended 10 March 2021 and are described in those annual financial statements.

The investments of the Fund have been valued at their fair value at 12 noon on 10 September 2021.

# Marlborough

— Fund Managers —

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