

# Emerging Markets Small Cap Growth - SICAV

Class Z (USD)

*William Blair*

Portfolio Review

June 2018

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**Market Review**

Global equity markets posted mixed results for the first half of 2018, buffeted by escalating trade tensions, the U.S. Federal Reserve's continued tightening bias and dollar strength. In contrast to the global synchronised expansion environment of 2017, equity performance in the first six months of 2018 reflected a growing divergence, with the U.S. economy, earnings and share prices maintaining positive momentum while the rest of the world rolled over.

The benign 2017 environment of low volatility and uninterrupted monthly gains abruptly reversed course in late January 2018, as worries about the extended bull market and narrowing leadership culminated in heavy selling pressure following reports that a handful of niche equity volatility-linked ETF products had suffered significant losses, stoking fears of broader risk contagion.

As the first half progressed, investors became increasingly concerned that the Trump administration's pursuit of protectionist measures would ignite a trade war with China and potentially derail the U.S. expansion. The slowing pace of economic activity in Europe combined with increased turbulence in emerging markets also weighed on investor sentiment.

U.S. equities extended their gains during the first half of 2018 and significantly outpaced non-U.S. markets, bolstered by strong corporate earnings and tax reform. Non-U.S. developed market equity performance was hampered by negative returns in Europe amid softening economic data and renewed political turmoil in Italy. The euro depreciated approximately 3% versus the dollar in 1H18, reflecting these concerns in addition to expectations for prolonged monetary stimulus from the European Central Bank, which announced that interest rates would remain at record lows through the summer of 2019.

Harkening back to the 2013 taper tantrum episode, emerging markets equities and currencies were hit by a significant rise in investor outflows during the first half of the year. The stronger dollar and prospect of higher U.S. interest rates had a particularly detrimental effect on countries with larger current account deficits and dollar-denominated debt, including Argentina and Turkey.

Political uncertainty and a deteriorating economic growth outlook also weighed on emerging markets returns in the first half. Brazil's nationwide truckers' strike was projected to shave a full percentage point off 2018 GDP growth, threatening the country's nascent economic recovery and further clouding the reform outlook ahead of the presidential election this fall.

Although Chinese equities held up better than most emerging market countries for the six-month period, investors became increasingly wary of escalating trade tensions as the first wave of U.S. tariffs on \$34 billion of Chinese exports was scheduled to take effect on July 6.

Technology and energy were the top performing sectors on a global basis during 1H18, while telecom, financials and consumer staples underperformed. Within emerging markets, energy was the only sector in positive territory for the six-month period, benefiting from the rebound in oil prices.

**Performance**

Underperformance during the second quarter versus the MSCI Emerging Markets Small Cap (net) was primarily driven by negative stock selection across most sectors. Stock selection within the Consumer Discretionary was particularly detrimental, as travel related companies CVC Brasil Operadora e Agencia de Viagens of Brasil (CVC Brazil) and Modetour Network of Korea weighed on relative returns in the period. CVC Brazil is the leading Brazilian

travel company that markets its products through exclusive stores, independent agents and online. After a strong rally the prior year, CVC Brazil's share price weakened amid negative investor sentiment on a deteriorating macroeconomic backdrop and real currency depreciation, reflecting the negative impact on international travel packages. Modetour is a high quality travel agency exposed to structurally attractive outbound travel demand in Korea, which is being driven by a growing emphasis on leisure/travel activities among Koreans, capacity expansion at the Incheon International Airport, and increasing demand from retiring baby boomers. Modetour's share price declined due to concerns over decelerating outbound travel growth and disappointing first half 2018 earnings. Financials was also a key detractor, dragged down by Argentinean bank Grupo Supervielle amid broader risk aversion impacting Argentina. Headquartered in Buenos Aires, Supervielle offers retail and corporate banking, treasury, consumer finance, insurance, asset management and other products and services nationwide to a broad customer base.

Partially offsetting these effects was positive stock selection within the Information Technology and Health Care sectors. Within Information Technology, Yageo and HUYA bolstered relative performance. Yageo is the Taiwanese passive components manufacturer. It is an indirect beneficiary of rising demand for high-end passive components, which in turn is driven by increasing complexity in wireless communication and electronic content gains in automotive and industrial applications. The stock rallied on favorable industry dynamics (tight supply and strong demand in passive components) which allowed the company to raise prices, coupled with the positive effects of capacity expansion and recent acquisitions. HUYA is a new IPO of the leading online games streaming platform in China, with 93 million monthly active users. We believe the company is well positioned to benefit from secular growth in live streaming and e-sports. We expect the company to deliver strong revenue growth and improving profitability as it attracts new users and increases monetization. Within the Health

Care sector, Wuxi Biologics, a contract development and manufacturer of biological drugs in China, boosted returns. The share price accelerated amid Wuxi's strong operating performance and growth outlook supported by strong demand, market share gains, capacity expansion and strong pipeline of compounds likely to translate into significant manufacturing contracts in the future.

Underperformance year to date versus the MSCI Emerging Markets Small Cap (net) was primarily driven by negative stock selection across most sectors. Stock selection within the Consumer Discretionary sector was particularly detrimental, hindered by Minth Group and Via Varejo. Minth Group, the Chinese auto supplier, has diverse exposure to OEMs covering 80% of global auto production, including Nissan, Toyota, Honda, GM, Ford and Volkswagen. Investor sentiment deteriorated on the back of the company's disappointing FY17 results, broad automobile weakness and concerns over trade war rhetoric. We exited the position in favor of more compelling opportunities. Via Varejo is Brazil's largest electronics and home retailer. Despite the company's solid operating performance the stock weakened amid concerns about Brazil's economic and political outlook, truck strike disruption and currency weakness.

Partially offsetting these effects was positive stock selection within the Information Technology and Health Care sectors. Within Information Technology, Yageo, the Taiwanese passive components manufacturer, propelled relative results. Yageo's share price was boosted by favorable industry dynamics (tight supply and strong demand in passive components) which allowed the company to raise prices, coupled with the positive effects of capacity expansion and recent acquisitions. Wuxi Biologics, a contract development and manufacturing organization for biological drugs in China, boosted returns within the Health Care sector. The share price accelerated amid Wuxi's strong operating performance and growth outlook supported by strong demand, market share gains, capacity

expansion and a strong pipeline of compounds likely to translate into significant manufacturing contracts in the future.

From a positioning perspective during the second quarter, Health Care exposure was increased to an overweight position through additions to existing holdings and new purchases, including Hartalega Holdings — one of the leading Malaysian glove manufacturers and the world's largest producer of nitrile gloves. This was offset by a reduction in Financials and Industrials exposures. Within Financials, South African holdings Capitec Bank, PSG Group and Coronation Fund Managers were among the larger liquidations. From a geographic perspective, notable adjustment was increases to China, offset by decreases to South Africa and Brazil.

### **Outlook**

There is now a great deal of uncertainty about how the recently announced trade tariffs will impact intermediate term economic activity. Despite some market skepticism, global growth remains broad based and robust as we head into the second half of 2018. While global manufacturing PMIs declined from unsustainably elevated levels in February and March, the latest readings suggest that we are nearing the end of the in-cycle deceleration to levels in line with ongoing growth. Near-term economic fundamentals indicate that the current economic expansion has further to run. In times of economic expansion such as the current one, we expect companies to continue to post robust earnings growth. However, earnings growth cannot continue to accelerate at the same pace we experienced over the past several quarters, especially in the U.S., where acceleration has been pronounced. European corporates have also enjoyed relatively strong earnings growth, which is also likely to continue, but at moderately slower rates in the near term.

While the underlying economy remains robust and economic indicators continue to signal positive momentum, escalating trade war rhetoric will likely have substantial consequences on market volatility, inflation, and growth dynamics over the coming quarters. As examples, tariffs on Canadian lumber are adding to higher costs for wood, which are fueling price increases of up to \$9,000 for a new single-family home, according to the U.S. National Association of Homebuilders.

More broadly, some U.S. companies are reportedly using the threat of new tariffs as a reason to raise prices. In short, tariffs amount to either a tax on consumption or corporate margin deterioration if firms choose to absorb some portion of cost increases. In aggregate, it worsens the trade-off between growth and inflation, and will likely lead to tighter monetary policy. Much of this has not played out yet, because the U.S. administration has moved only recently. However, these effects will begin to manifest themselves over the coming quarters, and it is quite possible that this will bring us closer to the end of the current economic expansion cycle.

Longer term, we fear the U.S. administration's unilateral view of trade policy is suggesting an end to the decades-long building of integrated global markets and supply chains. If the U.S. chooses to limit or regulate trade however it sees fit, regardless of what agreements it may have signed in the past, trade and investment will become more volatile and more politicised. Multinationals from around the world will be more inclined to disentangle their operations from the U.S. The impact of this will only be revealed gradually over the coming years, but could imply meaningful changes to competition, quality, and innovation.

		QTD	YTD	2017	2016
Regions	<b>AC World (DM+EM)</b>	0.7	-0.2	23.9	8.4
	<b>Developed Markets (DM)</b>	1.9	0.7	22.4	8.2
	Japan	-2.9	-1.9	25.3	3.2
	Europe ex UK	-2.8	-3.8	28.0	-0.2
	UK	2.9	-0.7	23.7	-1.6
	USA	3.8	3.1	20.6	12.0
	<b>Emerging Markets (EM)</b>	-8.0	-6.9	36.8	9.9
	<b>Asia</b>	-5.9	-5.3	41.8	4.8
	China	-3.3	-1.4	50.7	0.0
	India	-2.2	-10.1	43.7	-1.1
	Korea	-9.2	-9.2	46.0	4.2
	Taiwan	-5.7	-1.0	30.2	16.4
	<b>EMEA</b>	-10.8	-11.4	24.1	20.7
	Russia	-6.3	2.3	5.1	57.0
	South Africa	-12.7	-15.8	34.0	20.6
	<b>Latin America</b>	-17.7	-11.5	24.8	30.3
Brazil	-26.2	-17.6	26.4	66.1	
Mexico	-3.9	-2.4	15.0	-9.3	
<b>Frontier Markets (FM)</b>	-13.8	-10.6	29.9	5.6	
Size	Large Cap	-8.0	-6.8	37.7	12.5
	Small Cap	-8.6	-8.5	33.8	2.3
Sectors	Discretionary	-7.0	-11.5	38.6	0.3
	Staples	-6.3	-6.8	25.0	0.2
	Energy	-4.8	2.0	21.0	35.4
	Financials	-12.5	-9.2	32.7	13.3
	Healthcare	-6.5	-0.3	35.4	-9.8
	Industrials	-11.6	-12.4	25.7	-2.1
	IT	-5.0	-3.2	59.9	15.1
	Materials	-6.5	-6.4	33.5	29.7
	Real Estate	-10.5	-10.3	42.2	-1.1
	Telecom Services	-9.9	-13.2	16.8	1.9
	Utilities	-8.6	-7.2	17.5	4.9
Style	Quality	4.9	9.8	2.4	7.4
	Valuation	1.8	9.6	0.1	24.2
	Etrend	5.4	11.2	14.4	6.7
	Momentum	4.4	5.4	18.3	-6.1
	Growth	-1.2	0.3	9.5	-8.5
	Composite	6.2	17.6	7.9	18.3

Source: FactSet

Past performance is not a reliable indicator of future results. Regional performance is based on IMI region/country indexes. Sector and style values are based on the MSCI EM IMI Index. Size values are based on the MSCI EM IMI Index. Style values reflect the Quintile 1 minus Quintile 5 spread of William Blair's proprietary quantitative models. Sectors are based on Global Industry Classification (GICS) sectors. Large Cap and Small Cap based on MSCI Global Investable Market Index Methodology. Data in blue reflects the top 20% (highest) values by region, country, sector, and style. Data in red reflects the bottom 20% (lowest) values by region, country, sector, and style. Real Estate was added as a GICS sector effective 9/1/16. Assignment to this sector has been applied retroactively to the index holdings. All index returns are net of dividends. A direct investment in an unmanaged index is not possible. Please refer to the 'Important Disclosures' section at the end of this document for further information on investment risks and returns.

<i>Periods ended 6/30/2018</i>	<b>Quarter</b>	<b>YTD</b>	<b>1 Year</b>	<b>Since Inception*</b>
William Blair SICAV - Emerging Markets Small Cap Growth (Class Z)	-9.50%	-9.77%	7.26%	8.82%
MSCI Emerging Markets Small Cap (net)	-8.60%	-8.45%	5.64%	3.70%

\*Inception 24/09/2013

*As of 10/1/2015, discretionary investment management of the portfolio is provided by William Blair Investment Management, LLC. Prior to such date, such discretionary investment management was provided by William Blair & Company, L.L.C., an affiliate of William Blair Investment Management, LLC.*

*The MSCI Emerging Markets Small Cap Index is a free float-adjusted market capitalization index that is designed to measure equity market performance of small cap companies in emerging markets.*

*Periods greater than one year are annualised. All charges and fees have been included within the performance figures. For the most current month-end performance information, please visit our Web site at [SICAV.williamblairfunds.com](http://SICAV.williamblairfunds.com).*

*Please refer to the 'Important Disclosures' section at the end of this document for further information on investment risks and returns.*

The table below shows the calculated sector attribution of the William Blair SICAV - Emerging Markets Small Cap Growth portfolio vs. its benchmark.

**William Blair SICAV - Emerging Markets Small Cap Growth vs. MSCI Emerging Markets Small Cap (net)**

04/01/2018 to 06/30/2018

GICS Sector	William Blair SICAV - Emerging Markets Small Cap Growth			MSCI Emerging Markets Small Cap (net)			Attribution Analysis			
	Average Weight	Total Return	Contrib to Return	Average Weight	Total Return	Contrib to Return	Allocation Effect	Issue Selection Effect	Invest Effect	Total Effect
Consumer Discretionary	18.3%	-16.0%	-3.1%	16.6%	-7.1%	-1.2%	-0.2%	-1.6%	0.0%	-1.8%
Consumer Staples	8.5%	-3.6%	-0.3%	7.0%	-7.3%	-0.5%	0.1%	0.3%	0.0%	0.3%
Energy	1.3%	-16.5%	-0.3%	2.3%	-7.0%	-0.2%	0.0%	-0.2%	0.0%	-0.2%
Financials	15.0%	-16.4%	-2.4%	9.0%	-8.3%	-0.8%	-0.5%	-0.8%	0.0%	-1.3%
Health Care	9.3%	0.7%	0.0%	9.2%	-10.3%	-0.9%	0.1%	1.0%	0.0%	1.1%
Industrials	12.9%	-20.9%	-2.8%	14.2%	-12.6%	-1.8%	0.2%	-1.4%	0.0%	-1.2%
Information Technology	18.9%	8.9%	1.6%	16.8%	-3.9%	-0.7%	0.4%	2.1%	0.0%	2.5%
Materials	8.7%	-13.1%	-1.2%	11.7%	-11.1%	-1.3%	0.1%	-0.2%	0.0%	-0.1%
Real Estate	3.8%	-13.0%	-0.5%	8.4%	-9.0%	-0.7%	0.1%	-0.3%	0.0%	-0.1%
Telecommunication Svcs	1.2%	-5.0%	-0.1%	1.0%	-14.0%	-0.1%	0.0%	0.1%	0.0%	0.1%
Utilities	0.5%	-31.1%	-0.2%	3.8%	-10.9%	-0.4%	0.7%	-0.7%	0.0%	0.0%
Cash	1.6%	-	-0.1%	0.0%	0.0%	0.0%	0.1%	-0.1%	0.0%	0.0%
<b>Total</b>	<b>100.0%</b>	<b>-9.3%</b>	<b>-9.3%</b>	<b>100.0%</b>	<b>-8.6%</b>	<b>-8.6%</b>	<b>1.1%</b>	<b>-1.8%</b>	<b>-0.1%</b>	<b>-0.7%</b>

**Past performance is not indicative of future returns.** Gross investment performance assumes reinvestment of dividends and capital gains, is gross of investment management fees and net of transaction costs. Attribution by segment is based on estimated returns of equities held within the segments listed. All stocks held during a measurement period, including purchases and sales, are included. Cash is not allocated among segments. Calculations are for attribution analysis only and are not intended to represent simulated performance history. The actual returns may be higher or lower. We calculate attribution using Opturo. Opturo runs transactions-based attribution, taking into account all trading activity. Interaction effect is reallocated into Allocation effect and Trade effect is reallocated into Issue Selection effect. Invest Effect is the decision to stay invested. It is meant to capture excess fund returns that are attributable to compounding effects rather than an active decision. Sectors are based on Global Industry Classification (GICS) Sectors. International investing involves special risk considerations, including currency fluctuations, lower liquidity, economic and political risk.

The table below shows the calculated regional attribution of the William Blair SICAV - Emerging Markets Small Cap Growth portfolio vs. its benchmark.

**William Blair SICAV - Emerging Markets Small Cap Growth vs. MSCI Emerging Markets Small Cap (net)**

04/01/2018 to 06/30/2018

Region	William Blair SICAV - Emerging Markets Small Cap Growth			MSCI Emerging Markets Small Cap (net)			Attribution Analysis			
	Average Weight	Total Return	Contrib to Return	Average Weight	Total Return	Contrib to Return	Allocation Effect	Issue Selection Effect	Invest Effect	Total Effect
EM Asia	76.8%	-4.1%	-3.4%	79.7%	-6.4%	-4.9%	-0.2%	1.9%	-0.1%	1.6%
EMEA	11.1%	-16.8%	-1.9%	10.7%	-16.6%	-1.9%	-0.2%	0.0%	0.0%	-0.2%
Latin America	10.5%	-32.1%	-3.9%	9.6%	-17.7%	-1.8%	-0.4%	-1.8%	0.0%	-2.2%
Cash	1.6%	-	-0.1%	0.0%	0.0%	0.0%	0.1%	-0.1%	0.0%	0.0%
<b>Total</b>	<b>100.0%</b>	<b>-9.3%</b>	<b>-9.3%</b>	<b>100.0%</b>	<b>-8.6%</b>	<b>-8.6%</b>	<b>-0.7%</b>	<b>0.1%</b>	<b>-0.1%</b>	<b>-0.7%</b>

**Past performance is not indicative of future returns.** Gross investment performance assumes reinvestment of dividends and capital gains, is gross of investment management fees and net of transaction costs. Attribution by segment is based on estimated returns of equities held within the segments listed. All stocks held during a measurement period, including purchases and sales, are included. Cash is not allocated among segments. Calculations are for attribution analysis only and are not intended to represent simulated performance history. The actual returns may be higher or lower. We calculate attribution using Opturo. Opturo runs transactions-based attribution, taking into account all trading activity. Interaction effect is reallocated into Allocation effect and Trade effect is reallocated into Issue Selection effect. Invest Effect is the decision to stay invested. It is meant to capture excess fund returns that are attributable to compounding effects rather than an active decision. International investing involves special risk considerations, including currency fluctuations, lower liquidity, economic and political risk.



The table below shows the William Blair SICAV - Emerging Markets Small Cap Growth portfolio's largest holdings as of 30/06/2018 by market cap. The stocks are listed by country and by the economic sector that defines each one's role in the portfolio.

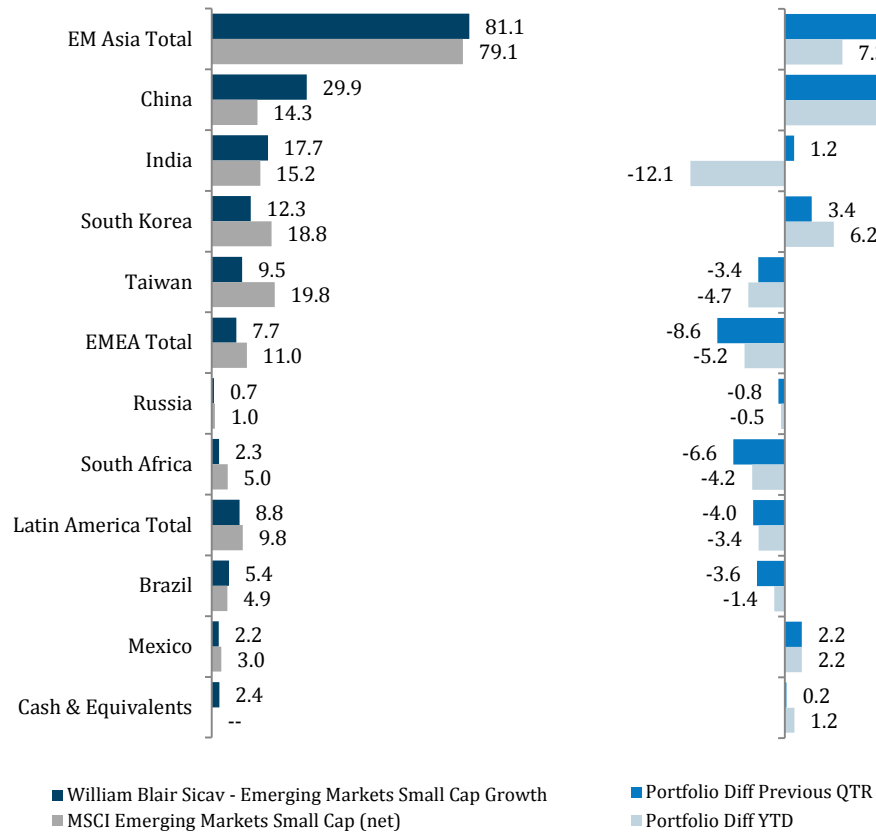
	Country	Economic Sector	% of Total Net Assets
<b>Large Cap</b>			
Banco Del Bajio Sa	Mexico	Financials	1.1%
<b>Mid Cap</b>			
Walsin Technology Corp	Taiwan	Information Technology	1.3%
Nmc Health Plc	United Arab Emirates	Health Care	1.1%
Chailease Holding Co Ltd	Taiwan	Financials	1.0%
Indorama Ventures-Foreign	Thailand	Materials	1.0%
Wuxi Biologics Cayman Inc	China	Health Care	1.0%
<b>Small Cap</b>			
Korea Investment Holdings Co	South Korea	Financials	1.6%
Globalwafers Co Ltd	Taiwan	Information Technology	1.5%
51Job Inc-Adr	China	Industrials	1.4%
3Sbio Inc	China	Health Care	1.4%
Orion Corp/Republic Of Korea	South Korea	Consumer Staples	1.4%

**Total: 14.0%**

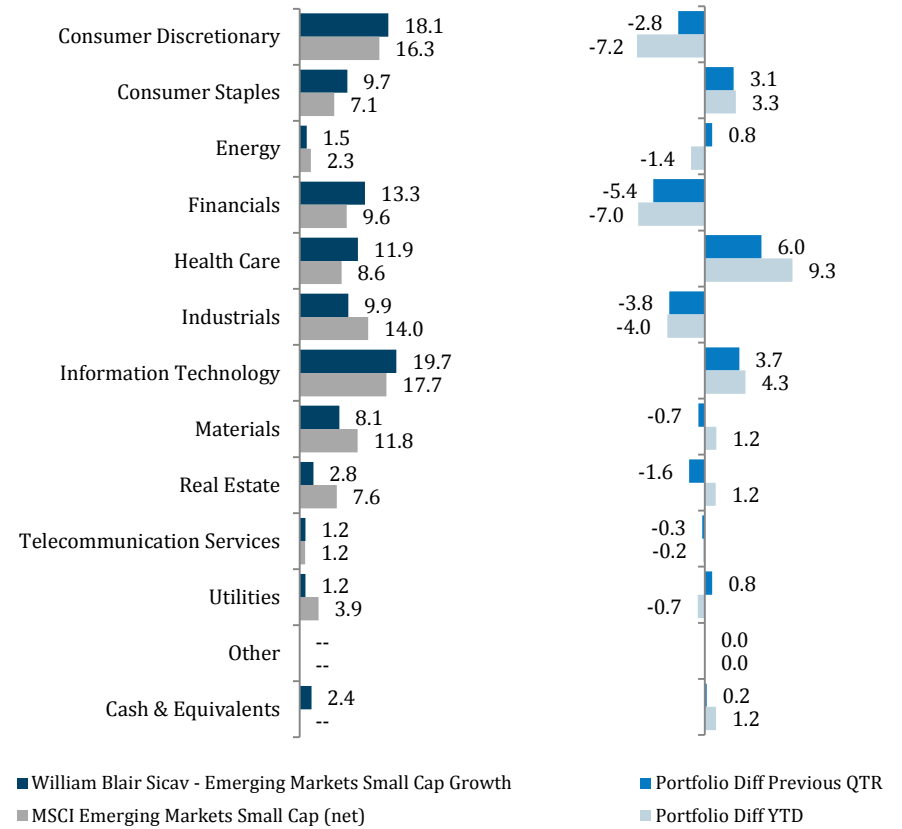
**Source: Eagle**

Individual securities listed in this report are for informational purposes only, and are not intended to be a recommendation or solicitation for the purchase or sale of securities. Market cap calculations are based on the free float adjusted market cap. This information does not constitute, and should not be construed as, investment advice or recommendations with respect to the securities listed. Specific securities identified and described to do not represent all of the securities purchased or sold and you should not assume that investments in the securities identified and discussed were or will be profitable. Holdings are subject to change at any time. Please refer to the 'Important Disclosures' section at the end of this document for further information on investment risks and returns.

**Regional Exposure**



**Sectoral Exposure**



Source: William Blair.

As of Date: 30/06/2018

Cash & Equivalents includes: cash and dividend accruals. Please refer to the 'Important Disclosures' section at the end of this document for further information on investment risks and returns.

Characteristics of market capitalization, growth, profitability and valuation are shown below in the table.

	William Blair SICAV - Emerging Markets Small Cap Growth	MSCI Emerging Markets Small Cap (net)
<b>Market Capitalization</b>		
Large [>\$15b]	1.1%	0.3%
Medium [\$4-15b]	9.1%	0.0%
Small [<\$4b]	87.4%	99.6%
<b>Fundamental Characteristics</b>		
<b>Growth</b>		
EPS, 3 year historic	24.3%	16.2%
DPS, 3 year historic	21.5%	11.7%
Reinvestment rate	14.2%	8.2%
<b>Profitability</b>		
ROE	20.1%	12.2%
Operating Margin	19.1%	13.7%
<b>Valuation</b>		
PE [Estimated EPS]	17.2 X	12.2 X
Price-to-Book Value	4.0 X	2.3 X
EV/EBITDA	14.3 X	10.3 X

Sources: Factset, Eagle.

As of Date: 30/06/2018

Market cap calculations are based on the free float adjusted market cap. Growth and profitability characteristics shown are weighted averages, and valuation characteristics shown are weighted harmonic averages. Please refer to the 'Important Disclosures' section at the end of this document for further information on investment risks and returns.

	Portfolio Weight		Portfolio Weight		Portfolio Weight
<b>EM Asia</b>	<b>81.09</b>	<b>EM Asia (continued)</b>		<b>EM Asia (continued)</b>	
<b>Cambodia</b>	<b>0.53</b>	<b>China (continued)</b>		<b>India (continued)</b>	
Nagacorp Ltd	0.53	China Resources Cement	0.52	Hexaware Technologies Ltd	0.68
<b>China</b>	<b>29.89</b>	Yihai International Holding	0.52	Cholamandalam Investment And	0.66
51job Inc-Adr	1.44	China Suntien Green Energy-H	0.46	Astral Poly Technik Ltd	0.66
3sbio Inc	1.42	China Everbright Greentech L	0.46	Phoenix Mills Ltd	0.65
Kingdee International Sftwr	1.25	Tianneng Power Intl Ltd	0.45	Aarti Industries Limited	0.52
Baozun Inc-Spn Adr	1.22	Jnby Design Ltd	0.44	Graphite India Ltd	0.51
Hua Hong Semiconductor Ltd	1.14	Yantai Jereh Oilfield-A	0.42	Mindtree Ltd	0.51
Wuxi Biologics Cayman Inc	0.99	Shanghai Jinjiang Internat-A	0.40	Iifl Holdings Ltd	0.48
Zhejiang Weixing New Build-A	0.99	Huifu Payment Ltd	0.39	Titan Co Ltd	0.46
China Maple Leaf Educational	0.95	A-Living Services Co Ltd-H	0.39	Oberoi Realty Ltd	0.44
Xiabuxiabu Catering Manageme	0.92	China Lilang Ltd	0.38	Sundram Fasteners Ltd	0.43
Health And Happiness H&H Int	0.87	Kwg Property Holding Ltd	0.37	Biocon Ltd	0.42
Ssy Group Ltd	0.80	Fuyao Glass Industry Group-H	0.35	Sterlite Technologies Ltd	0.41
Fu Shou Yuan International	0.80	Lonking Holdings Ltd	0.33	Endurance Technologies Ltd	0.40
Zhongsheng Group Holdings	0.78	Towngas China Co Ltd	0.30	Interglobe Aviation Ltd	0.39
Zhejiang Supor Cookware Co-A	0.72	Kingsoft Corp Ltd	0.26	Pidilite Industries Ltd	0.38
China Education Group Holdin	0.72	Huya Inc-Adr	0.22	Minda Industries Ltd	0.36
Cifi Holdings Group Co Ltd	0.70	Travelsky Technology Ltd-H	0.15	Dilip Buildcon Ltd	0.29
Dali Foods Group Co Ltd	0.69			Apl Apollo Tubes Ltd	0.15
Chinasoft International Ltd	0.67	<b>India</b>	<b>17.67</b>	<b>Indonesia</b>	<b>1.32</b>
Noah Holdings Ltd-Spon Ads	0.67	Radico Khaitan Ltd	0.97	Ace Hardware Indonesia	0.75
Yuzhou Properties Co	0.65	Gruh Finance Ltd	0.95	Bank Tabungan Negara Persero	0.57
Chongqing Zhifei Biologica-A	0.63	Kec International Ltd	0.86	<b>Malaysia</b>	<b>3.93</b>
Zhangzhou Pientzehuang Pha-A	0.63	Edelweiss Financial Services	0.85	Top Glove Corp Bhd	1.13
Greentown Service Group Co L	0.62	Niit Technologies Ltd	0.81	Hartalega Holdings Bhd	0.77
Silergy Corp	0.59	Cyient Ltd	0.80	Hong Leong Bank Berhad	0.70
Hangzhou Tigermed Consulti-A	0.58	Tata Elxsi Ltd	0.77	Dialog Group Bhd	0.58
Angel Yeast Co Ltd-A	0.57	Jubilant Foodworks Ltd	0.76	Inari Amertron Bhd	0.56
Ping An Healthcare And Techn	0.57	Kei Industries Ltd	0.71	My Eg Services Bhd	0.20
Jiangsu Yangnong Chemical -A	0.52	Page Industries Ltd	0.70		
		Escorts Ltd	0.69		

As of Date: 30/06/2018

Information about the Fund's holdings should not be considered investment advice. There is no guarantee that the Fund will continue to hold any one particular security or stay invested in any one particular sector. Holdings are subject to change at any time. Please refer to the 'Important Disclosures' section at the end of this document for further information on investment risks and returns.

	Portfolio Weight		Portfolio Weight		Portfolio Weight
<b>EM Asia (continued)</b>		<b>EM Asia (continued)</b>		<b>EMEA (continued)</b>	
<b>Philippines</b>	<b>0.75</b>	<b>Taiwan (continued)</b>		<b>United Arab Emirates</b>	<b>1.13</b>
Jollibee Foods Corp	0.46	Gourmet Master Co Ltd	0.26	Nmc Health PLC	1.13
Bloomberry Resorts Corp	0.29	Voltronic Power Technology	0.22	<b>Latin America</b>	<b>8.76</b>
<b>South Korea</b>	<b>12.29</b>	<b>Thailand</b>	<b>3.47</b>	<b>Argentina</b>	<b>0.56</b>
Korea Investment Holdings Co	1.61	Indorama Ventures-Foreign	1.02	Grupo Supervielle Sa-Sp Adr	0.56
Orion Corp/Republic Of Korea	1.38	Home Product Center Pcl-For	0.71	<b>Brazil</b>	<b>5.36</b>
Cosmax Inc	1.13	Bangkok Chain Hospital-Foreg	0.56	Localiza Rent A Car	0.76
Medy-Tox Inc	0.99	Tisco Financial-Foreign	0.44	Magazine Luiza SA	0.73
Fila Korea Ltd	0.86	Toa Paint Thailand Pcl-For	0.39	Cvc Brasil Operadora E Agenc	0.54
Koh Young Technology Inc	0.82	Beauty Community Pcl-Foreign	0.36	Metalurgica Gerdau Sa-Pref	0.53
Dentium Co Ltd	0.76	<b>Viet Nam</b>	<b>1.70</b>	Iochpe-Maxion S.A.	0.46
Cafe24 Corp	0.67	Hoa Phat Group Jsc	0.66	Linx SA	0.45
Skckolonpi Inc	0.66	Vietjet Aviation Jsc	0.58	Irb Brasil Resseguros SA	0.45
Wonik Ips Co Ltd	0.61	Petrovietnam Gas Joint Stock	0.46	Via Varejo SA	0.34
Douzone Bizon Co Ltd	0.58	<b>EMEA</b>	<b>7.75</b>	Randon Participacoes Sa-Pref	0.34
Modetour Network Inc	0.54	<b>Kenya</b>	<b>1.22</b>	Construtora Tenda SA	0.31
Hugel Inc	0.53	Safaricom PLC	1.22	Tegma Gestao Logistica	0.30
Lotte Fine Chemical Co Ltd	0.45	<b>Poland</b>	<b>1.69</b>	Banco Abc Brasil SA	0.15
Hana Tour Service Inc	0.30	Dino Polska SA	1.21	<b>Chile</b>	<b>0.25</b>
Posco Chemtech Co Ltd	0.28	Ing Bank Slaski SA	0.48	Sm-Chile Sa-B	0.25
Aekyung Industrial Co Ltd	0.11	<b>Romania</b>	<b>0.76</b>	<b>Mexico</b>	<b>2.17</b>
<b>Taiwan</b>	<b>9.55</b>	Banca Transilvania SA	0.76	Banco Del Bajio SA	1.12
Globalwafers Co Ltd	1.54	<b>Russia</b>	<b>0.65</b>	Grupo Cementos Chihuahua	0.67
Tci Co Ltd	1.36	Tcs Group Holding -Reg S	0.65	Grupo Aeroportuario Del Cent	0.38
Walsin Technology Corp	1.35	<b>South Africa</b>	<b>2.29</b>	<b>Peru</b>	<b>0.41</b>
Wafer Works Corp	1.06	Jse Ltd	0.67	Cia De Minas Buenaventur-Adr	0.41
Chailease Holding Co Ltd	1.04	Clicks Group Ltd	0.56	<b>Cash</b>	<b>2.41</b>
Chroma Ate Inc	0.92	Mr Price Group Ltd	0.46	<b>Total</b>	<b>100.00</b>
Aspeed Technology Inc	0.70	Avi Ltd	0.36		
Eclat Textile Company Ltd	0.67	Santam Ltd	0.25		
Macronix International	0.43				

As of Date: 30/06/2018

Information about the Fund's holdings should not be considered investment advice. There is no guarantee that the Fund will continue to hold any one particular security or stay invested in any one particular sector. Holdings are subject to change at any time. Please refer to the 'Important Disclosures' section at the end of this document for further information on investment risks and returns.

## *Important Disclosures*

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The Management Company has appointed WILLIAM BLAIR INVESTMENT MANAGEMENT, LLC, the asset management business of WILLIAM BLAIR & COMPANY, LLC., having its registered office at 222 West Adams Street Chicago, IL 60606, USA ("William Blair Group") as the investment manager for the Fund (the "Investment Manager").

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The Articles of Incorporation, the Prospectus, the Key Investor Information Documents (KIID), the Annual and Half-yearly Reports of the Fund and the Subscription Form are available free of charge in English and German from our website [sicav.williamblair.com](http://sicav.williamblair.com) or at the registered office of the Management Company (33, rue de Gasperich, L-5826 Hesperange, Grand Duchy of Luxembourg), at the registered office of the Fund (William Blair SICAV, 31, Z.A. Bourmicht, L-8070 Bertrange, Grand Duchy of Luxembourg) or from the Swiss representative, First Independent Fund Services Limited, Klausstrasse 33, CH-8008 Zurich, and in German language at Marcard, Stein & Co., Ballindamm 36, 20095 Hamburg, Germany, and at Bank of Austria Creditanstalt AG, Am Hof 2, 1010 Vienna, Austria.

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## *Important Disclosures*

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