

# International Micro Cap Composite

AS OF SEPTEMBER 30, 2023



## Highlights

- Seeks undiscovered micro-cap growth companies at attractive valuations
- Truly active, collaborative, bottom-up, fundamental process
- Systematic coverage of the developed and emerging markets micro-cap universe
- Broad sector and country approach

## Portfolio Facts

**\$404M**  
Total Strategy Assets<sup>^</sup>

**\$2B**  
Average Market Cap  
(weighted)

**79**  
Number of  
Holdings

## INVESTMENT APPROACH

We use a bottom-up approach that seeks to identify companies with outstanding long-term growth potential. We look for companies with:

- Strong financials
- A sustainable competitive advantage
- Industry-best management teams
- Price-to-earnings ratios around our expected 5-year earnings growth rate

Primarily invests in companies outside the U.S. with market caps of less than \$1.5 billion at the time of purchase

Approximately 80-120 positions

## ABOUT THE PORTFOLIO

Strategy Inception	1/27/2005
Minimum Initial Investment	\$10 million

## FUND MANAGERS



Linda Lasater, CFA  
Lead Portfolio Manager  
Years of Experience: 23



Dan Chace, CFA  
Portfolio Manager  
Years of Experience: 25



Allison He, CFA  
Associate Portfolio Manager  
Years of Experience: 18

## INVESTMENT RESULTS AS OF 9/30/2023

	QTD	YTD	1 Year	3 Years	5 Years	10 Years	Inception
Composite - Gross of Fees	-3.96	-2.51	9.83	-10.50	0.26	6.15	9.10
Composite - Net of Fees	-4.32	-3.63	8.19	-11.83	-1.18	4.46	7.14
MSCI AC World Ex-U.S.A. Small Cap Index	-1.70	5.03	19.01	4.02	2.58	4.35	5.91
MSCI World Ex-U.S.A. Small Cap Index	-3.48	1.83	17.32	1.85	1.28	4.13	5.29

Returns for periods greater than one year are annualized.

## CALENDAR YEAR RETURNS

	2016	2017	2018	2019	2020	2021	2022
Composite - Gross of Fees	6.70	30.04	-12.94	34.79	43.92	0.31	-35.97
Composite - Net of Fees	4.82	28.01	-14.23	32.97	41.97	-1.13	-36.95
MSCI AC World Ex-U.S.A. Small Cap Index	3.91	31.65	-18.20	22.42	14.24	12.92	-19.97
MSCI World Ex-U.S.A. Small Cap Index	4.32	31.04	-18.07	25.41	12.78	11.14	-20.58

<sup>^</sup>Total Strategy Assets across all vehicles and composites. Since inception performance calculated from 1/31/2005.

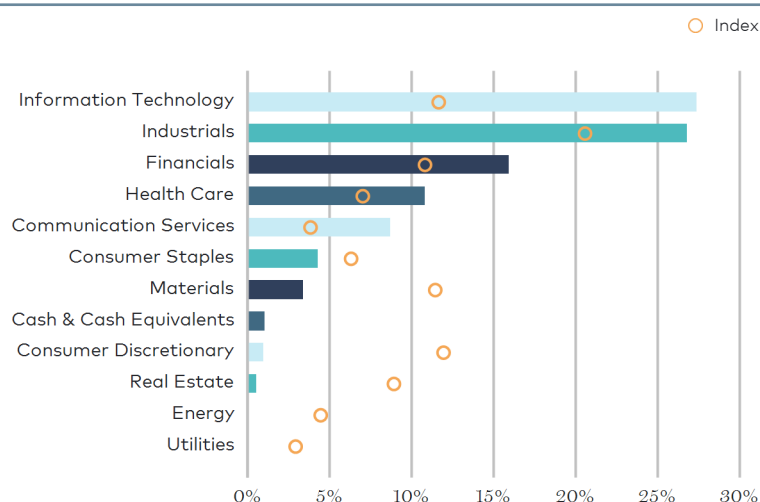
Composite returns for the International Micro Cap Composite have been provided. The Wasatch International Micro Cap Composite contains fully discretionary equity accounts following the Wasatch International Micro Cap style. The composite primarily invests in foreign micro cap companies with the goal of long-term growth of capital. For comparison purposes the composite is measured against the MSCI AC World Ex-U.S.A. Small Cap and MSCI World Ex-U.S.A. Small Cap indices. Wasatch Global Investors is an independent registered investment advisor. Registration does not imply a certain level of skill or training. Wasatch Global Investors claims compliance with Global Investment Performance Standards (GIPS®). To receive a complete list and description of composites and pooled funds and/or a GIPS Composite Report, e-mail [inforequest@wasatchglobal.com](mailto:inforequest@wasatchglobal.com). Past performance is not indicative of future results. The U.S. Dollar is the currency used to express performance. Returns are presented both gross and net of investment management fees. Returns are preliminary. GIPS® is a registered trademark of CFA Institute.

MSCI makes no express or implied warranties or representations and shall have no liability whatsoever with respect to any MSCI data contained herein. The MSCI data may not be further redistributed or used to create indices or financial products. This report is not approved or produced by MSCI. The MSCI AC World Ex-U.S.A. Small Cap TR Net Index is an unmanaged index representing developed and emerging markets, excluding securities of U.S. issuers. The MSCI World Ex-U.S.A. Small Cap TR Net Index is an unmanaged index representing 22 developed markets, excluding the United States. You cannot invest directly in any index.

# Wasatch International Micro Cap Composite

AS OF SEPTEMBER 30, 2023

## SECTOR ALLOCATION



Weights are calculated as a percentage of total net assets including cash & cash equivalents.

## COUNTRY ALLOCATION

	Portfolio	Index		Portfolio	Index
<b>Developed</b>	<b>72.1%</b>	<b>70.8%</b>	<b>Emerging and Frontier</b>	<b>26.9%</b>	<b>29.2%</b>
Japan	20.2	21.7	India	12.4	7.6
United Kingdom	19.6	9.5	Taiwan	4.5	6.3
Germany	7.5	3.0	South Korea	3.2	4.1
Sweden	6.4	3.3	Poland	2.5	0.3
Australia	6.1	6.2	Mexico	2.3	0.7
Italy	2.7	2.3	Greece	1.2	0.1
Canada	2.5	7.0	Malaysia	0.8	0.7
Other	7.0	17.9	Other		9.4

Weights are calculated as a percentage of total portfolio including cash & cash equivalents.

## PORTFOLIO CHARACTERISTICS

	Portfolio	Index
Average Market Cap (\$ weighted)	\$1.5B	\$2.3B
Median Market Cap	\$834M	\$1.0B
Number of Holdings	79	4,419
Est. 5-year EPS Growth (%)	19.4	14.7
P/E (forward)	20.2	11.7
Portfolio Turnover (%)	20	n/a
Active Share (%)	99	n/a

## PERFORMANCE STATISTICS

Alpha	-1.79
Beta	0.97
R-Squared	0.78
Standard Deviation	21.89
Upside Capture	88.84
Downside Capture	101.07

Performance period: 5 year

## TOP TEN HOLDINGS AS OF 6/30/2023

DiscoverIE Group PLC	3.4
JTC PLC	3.0
Bytes Technology Group PLC	2.8
Nexus AG	2.7
Pro Medicus Ltd.	2.6
Japan Elevator Service Holdings Co Ltd.	2.5
SIGMAXYZ Holdings Inc.	2.4
Johns Lyng Group Ltd.	2.4
YouGov PLC	2.4
LEENO Industrial Inc.	2.4
<b>Total</b>	<b>27%</b>

Portfolio Characteristics, Allocations, and Top Ten Holdings are derived from representative accounts following the Wasatch International Micro Cap style. Individual client accounts may differ from the representative accounts. Portfolio holdings are subject to risks and may change at any time. References to specific securities should not be construed as recommendations by the Advisor.

**Est. 5-year EPS Growth %:** Estimated percentage increase in earnings per share (EPS) per year of the fund's holdings over the next 5 years. Returns are not guaranteed and may be higher or lower. Source: Wasatch and FactSet. **P/E (Forward):** Sum of stock prices of the fund's holdings divided by the aggregate earnings per share of those holdings for the next 12 months calculated as a weighted harmonic average. **Weighted Average Market Cap:** Average market capitalization of companies held by the fund, weighted by their percentage of fund net assets. **Portfolio Turnover:** A measure of trading activity in a fund's portfolio over the past 12 months expressed as a percentage of the fund's average total assets. **Alpha:** measures a fund's risk/reward potential. A positive alpha means the fund outperformed the index. A negative alpha means the fund underperformed the index. **Beta:** measures a fund's risk in relation to the market. A beta of 0.8 means the fund's total return is likely to move up or down 80% of the market change; 1.25 means total return is likely to move up or down 25% more than the market. **R-Squared:** measures (from 0 to 1.0) how closely a fund's movements are correlated with movements of its benchmark. An R-squared of 1.0 would mean that the fund's movements are completely correlated with the movements of its benchmark. **Active Share:** measures the difference between portfolio holdings and the benchmark. It is the sum of the absolute values of the different weightings of each holding in the fund versus each holding in the benchmark, divided by 2. **Standard Deviation:** measures the degree to which a fund's performance has varied from its average performance over a particular time period. The greater the standard deviation, the greater a fund's volatility (risk). **Upside Capture:** explains how well a fund performs in time periods where the benchmark's returns are greater than zero. **Downside Capture:** explains how well a fund performs in time periods where the benchmark's returns are less than zero.

CFA® is a trademark owned by CFA Institute. CFA Institute does not endorse or promote this organization, nor does it warrant the accuracy or quality of the content contained herein.