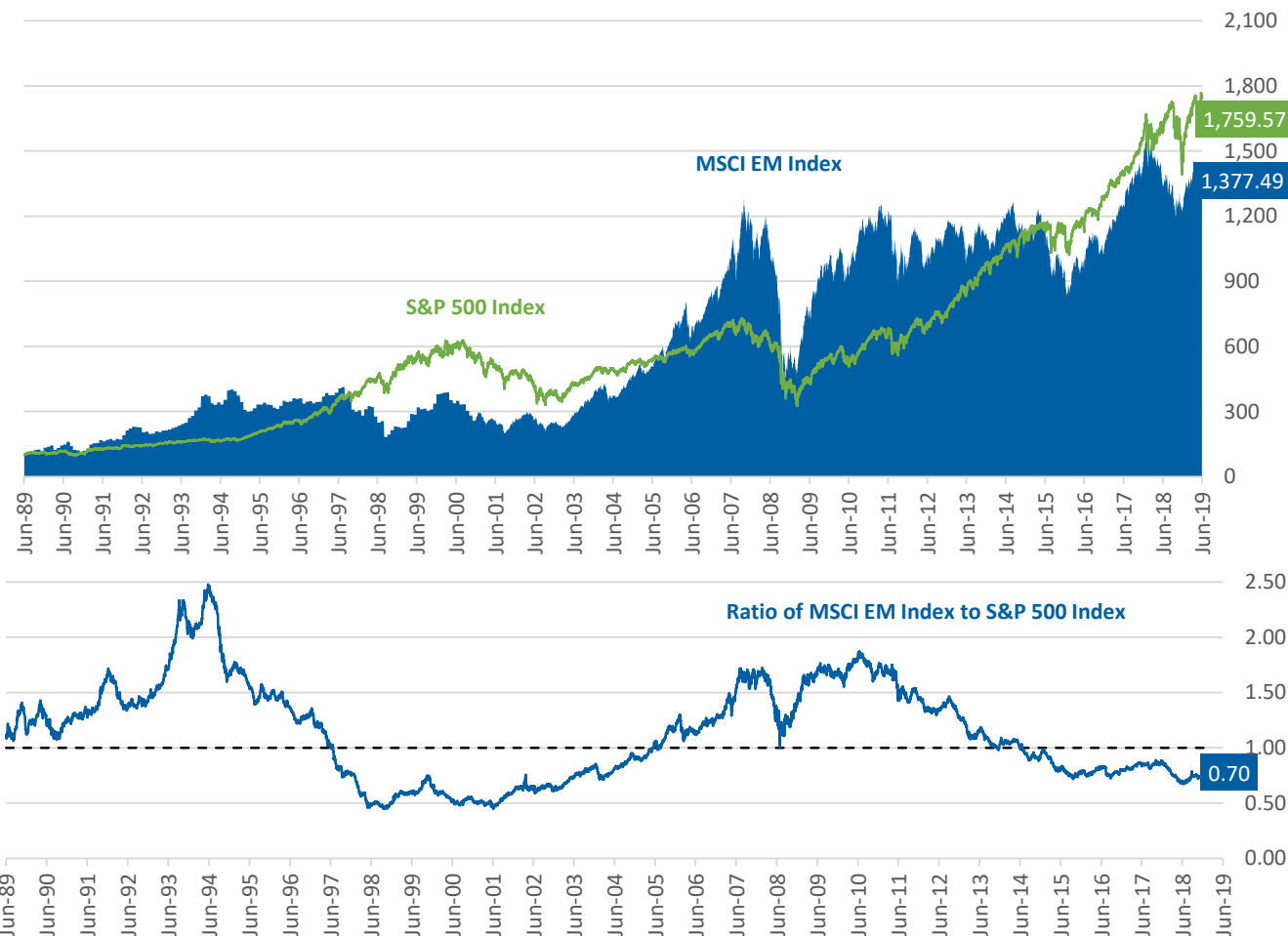


Are EM Equities Poised to Outperform?

June 30, 2019

EM Equities Have Lagged U.S. Equities in Recent Years



Source: FactSet, Baron Capital

Note: Index performance includes dividends. The performance of the MSCI EM Index is gross, in USD

We believe now may be an ideal time to invest in emerging markets equities

- Relative performance of EM equities vs. U.S. equities has historically been cyclical
- EM equities have lagged U.S. equities over the last 4 years
- The performance cycle may be due for a reversal in favor of EM equities



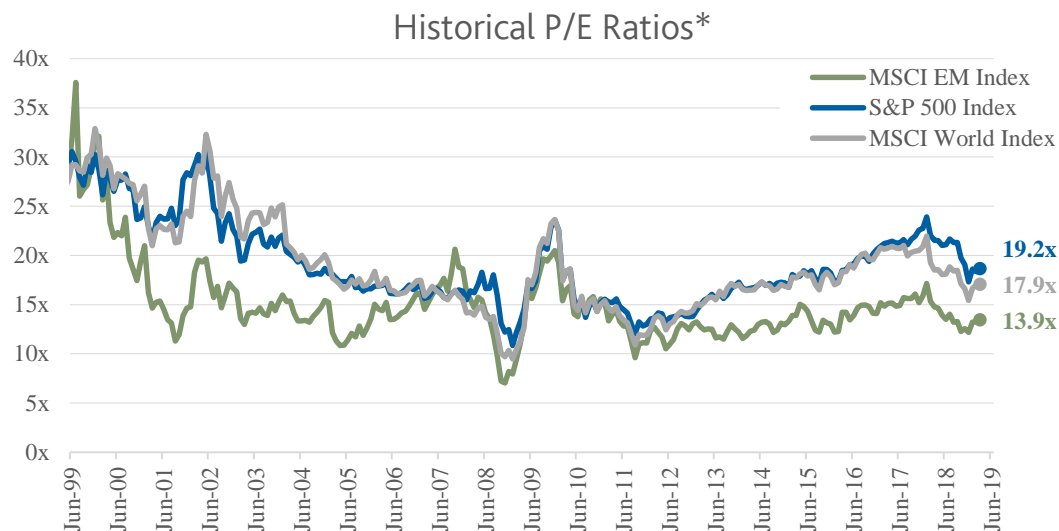
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The performance data quoted represents past performance. Past performance is no guarantee of future results. Current performance may be lower or higher than the performance data quoted. **Price/Earnings Ratio (trailing 12-months):** is a valuation ratio of a company's current share price compared to its actual earnings per share over the last twelve months. If a company's actual EPS is negative, it is excluded from the portfolio-level calculation.

BAMCO, Inc. is an investment adviser registered with the U.S. Securities and Exchange Commission (SEC). Baron Capital, Inc. is a broker-dealer registered with the SEC and member of the Financial Industry Regulatory Authority, Inc. (FINRA).

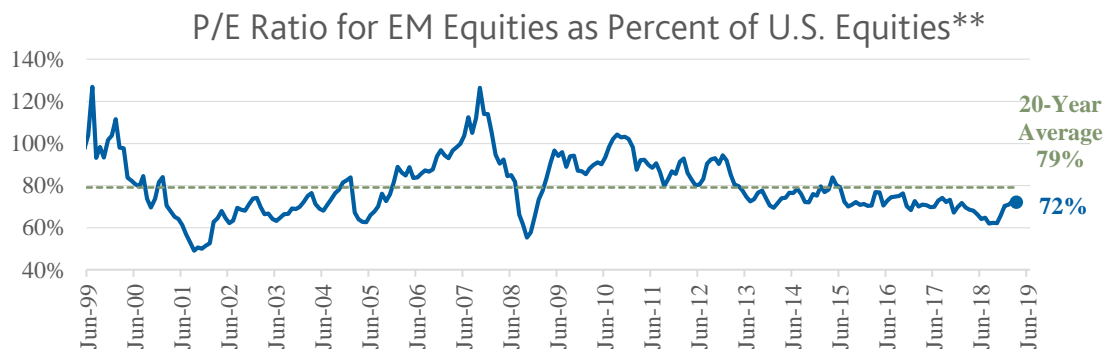
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Sources: FactSet Market Aggregates, Baron Capital

*Last 12 months



Source: FactSet, Baron Capital

** Last 12 months P/E of MSCI EM Index as % of last 12 months P/E of S&P 500 Index

We believe now may be an ideal time to invest in emerging markets equities

- Current P/E ratio for EM equities is 13.9x vs. 17.9x for developed markets equities and 19.2x for U.S. equities
- Current P/E ratio for EM equities is 72% of U.S. equities vs. historical average of 79%

RISKS: In addition to the general stock market risk that securities may fluctuate in value, investments in developing countries may have increased risks due to a greater possibility of: settlement delays; currency and capital controls; interest rate sensitivity; corruption and crime; exchange rate volatility; and inflation or deflation.

MSCI Emerging Markets Index is an unmanaged float-adjusted market capitalization index designed to measure equity market performance of large and mid cap securities in the emerging markets. The MSCI World Index is a broad global equity index that represents large and mid-cap equity performance across 23 developed markets countries. It covers approximately 85% of the free float-adjusted market capitalization in each country and MSCI World Index does not offer exposure to emerging markets. S&P 500 Index measures the performance of 500 widely held large-cap U.S. companies. The index performance is not fund performance; one cannot invest directly into an index.



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