

# The Advisors' Inner Circle Fund III Rayliant Quantamental Emerging Market ex-China Equity ETF



Ticker: RAYE

Principal Listing Exchange: NYSE Arca

Annual Shareholder Report - September 30, 2024

This annual shareholder report contains important information about Rayliant Quantamental Emerging Market ex-China Equity ETF (the "Fund") for the period from October 1, 2023 to September 30, 2024. You can find additional information about the Fund at <https://funds.rayliant.com/raye>. You can also request this information by contacting us at 866-898-1688. **This annual shareholder report describes changes to the Fund that occurred during the reporting period.**

## What were the Fund costs for the last year?

(based on a hypothetical \$10,000 investment)

Fund Name	Costs of a \$10,000 investment	Costs paid as a percentage of a \$10,000 investment
Rayliant Quantamental Emerging Market ex-China Equity ETF	\$100	0.88%

## How did the Fund perform in the last year?

For the 12-month period from October 1, 2023 through September 30, 2024, the Fund modestly underperformed its benchmark, with its NAV increasing 26.44% versus a 27.40% gain for the MSCI Emerging Markets ex-China Index, a popular benchmark for global emerging markets equities excluding China. Below, we highlight specific factors accounting for the Fund's performance and describe the Fund's positioning at the end of the reporting period.

### Factors influencing the Fund's performance

Global risk assets rallied over the last year, reacting to the Fed's December 2023 announcement of a pivot in its previously restrictive monetary policy—commencing in September 2024, with an initial cut of 50 bps—along with continued excitement around AI and related technologies. Such "risk on" sentiment provided support to emerging markets equities, with expectations that Fed easing and a US soft landing would provide the tailwinds of robust export activity and a weakening dollar, accounting for the Fund's strong positive return over the last twelve months. From a factor perspective, value was the principal detractor, offset by exceptionally strong performance among signals tracking investor sentiment. Over the last twelve months, the Fund's timely underweight to Materials stocks and strong selection within the Financials and Energy sectors and among Indian and South Korean stocks were not enough to overcome underperformance of an overweight to South Korean shares and weak stock-picking within the Information Technology sector.

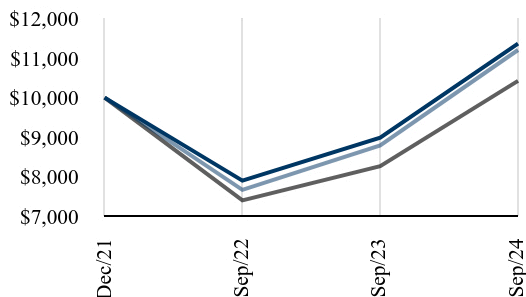
### Positioning of the Fund

As of September 30, 2024, the Fund invested in a diversified portfolio of emerging market stocks excluding China with broad sector exposure, selected with the objective of capturing mispricings through a focus on, among other things, companies with strong growth and quality fundamentals at a reasonable price, positive sentiment, and favorable risk characteristics. The Fund's largest overweights at the sector level were to Consumer Discretionary, Information Technology, and Industrials; the largest underweights were to Materials, Financials, and Utilities. The Fund's largest overweights at the region level were to South Korea, Taiwan, and Greece; the largest underweights were to India, Brazil, and Saudi Arabia.

## How did the Fund perform since inception?

### Total Return Based on \$10,000 Investment

- Rayliant Quantamental Emerging Market ex-China Equity ETF - \$11,363
- MSCI Emerging Markets ex-China Index\* - \$11,203
- MSCI Emerging Markets Index (Net) (USD) - \$10,422



### Average Annual Total Returns as of September 30, 2024

Fund/Index Name	Annualized Since	
	1 Year	Inception
Rayliant Quantamental Emerging Market ex-China Equity ETF	26.44%	4.68%
MSCI Emerging Markets ex-China Index*	27.40%	4.15%
MSCI Emerging Markets Index (Net) (USD)	26.05%	1.49%

Since its inception on December 15, 2021. The line graph represents historical performance of a hypothetical investment of \$10,000 in the Fund since inception. Returns shown are total returns, which assume the reinvestment of dividends and capital gains. The table and graph presented above do not reflect the deduction of taxes a shareholder would pay on Fund distributions or the redemption of Fund shares. **Past performance is not indicative of future performance.** Call 866-898-1688 or visit <https://funds.rayliant.com/raye> for current month-end performance.

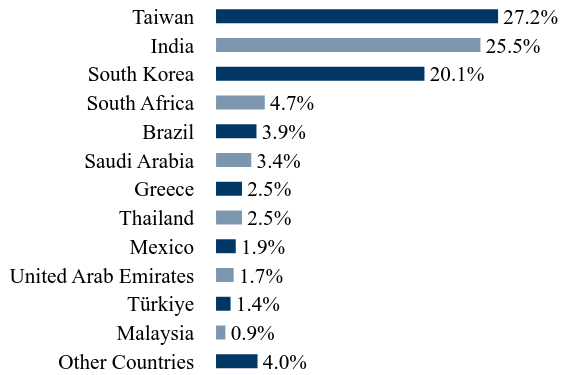
\*On October 24, 2023, the Fund's benchmark changed from the MSCI Emerging Marketing Index (Net)(USD) to the MSCI Emerging Markets ex-China Index (Net)(USD) because the Adviser believes that the MSCI Emerging Markets ex-China Index (Net)(USD) better reflects the Fund's investment universe.

## Key Fund Statistics as of September 30, 2024

<u>Total Net Assets</u>	<u>Number of Holdings</u>	<u>Total Advisory Fees Paid</u>	<u>Portfolio Turnover Rate</u>
\$56,690,387	169	\$33,348	205%

### What did the Fund invest in?

#### Country Weightings\*



\* Percentages are calculated based on total net assets.

#### Top Ten Holdings

<u>Holding Name</u>	<u>Percentage of Total Net Assets</u>
Taiwan Semiconductor Manufacturing	14.3%
Samsung Electronics	4.5%
Trent	2.1%
Hon Hai Precision Industry	1.7%
Itausa	1.6%
Bharti Airtel	1.4%
SK Hynix	1.4%
HDFC Asset Management	1.3%
Hindustan Aeronautics	1.3%
Krafton	1.2%

### Material Fund Changes

This is a summary of certain changes to the Fund since October 1, 2023. For more complete information, you may review the Fund's next prospectus, which we expect to be available by January 28, 2025, at <https://www.funds.rayliant.com/raye> or upon request at 866-898-1688.

- The Fund changed its name from Rayliant Quantamental Emerging Market Equity ETF to Rayliant Quantamental Emerging Market ex-China Equity ETF.
- The Fund's investment objective changed to investing at least 80% of the Fund's net assets plus any borrowings for investment purposes in equity securities of companies in emerging markets, excluding China.
- The Fund changed its benchmark from MSCI Emerging Markets Index to MSCI Emerging Markets ex-China Index.

### Changes in and Disagreements with Accountants

There were no changes in or disagreements with accountants during the reporting period.

### Additional Information

For additional information about the Fund, including its prospectus, financial information, holdings, and proxy voting information, call or visit:

- 866-898-1688
- <https://funds.rayliant.com/raye>

### Householding

Rule 30e-1 of the Investment Company Act of 1940 permits funds to transmit only one copy of a proxy statement, annual report or semi-annual report to shareholders (who need not be related) with the same residential, commercial or electronic address, provided that the shareholders have consented in writing and the reports are addressed either to each shareholder individually or to the shareholders as a group. This process is known as "householding" and is designed to reduce the duplicate copies of materials that shareholders receive and to lower printing and mailing costs for funds. Once implemented, if you would like to discontinue householding for your accounts, please call toll-free at 866-898-1688 to request individual copies of these documents. Once the Fund receives notice to stop householding, we will begin sending individual copies 30 days after receiving your request.

