

September 30, 2022

# Hartford International Opportunities Fund

**Fund Symbols:** A: IHOAX C: HIOCX F: IHOFX I: IHOIX **R3:** IHORX **R4:** IHOSX **R5:** IHOTX **R6:** IHOVX Y: HAOYX

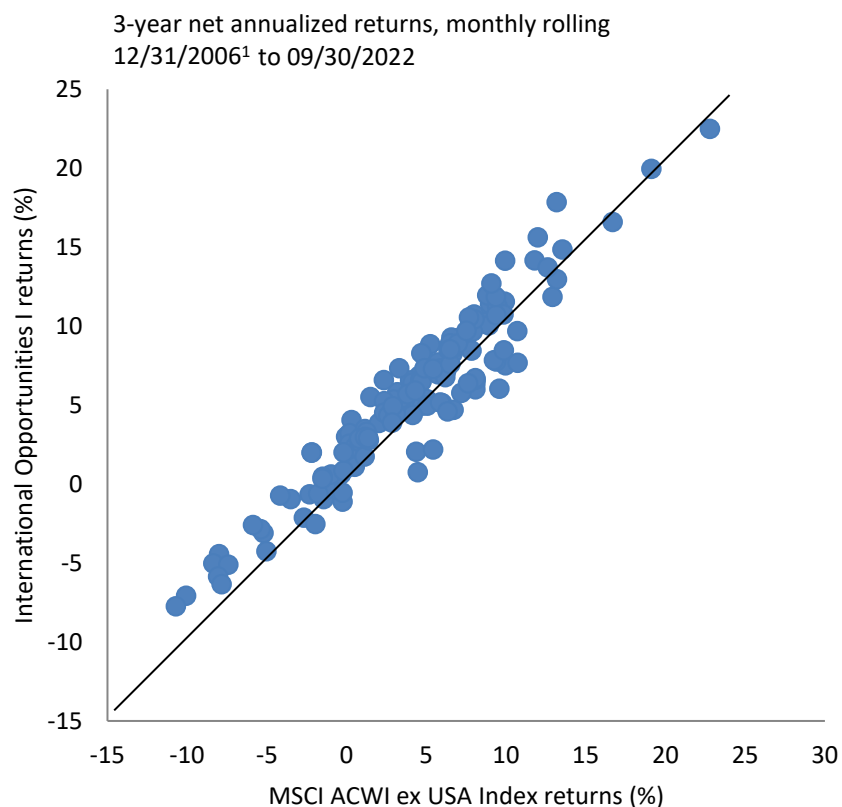
## Investment Objective

The Fund seeks long-term growth of capital.

## Investment Approach

- Return on capital discipline
  - Seek companies with improving returns, sustainable returns
  - Focus on assets and management (capital allocation)
  - Incorporates company, industry, and macro insights
- Large diverse opportunity set
  - Integrated approach to developed and emerging markets
  - Focus on economic drivers of a business (company and industry dynamics)
  - Global “value chain” analysis
- Balanced exposures
  - Diversified across drivers of future returns on capital

## Historical Performance



### Resources

Experience across developed and emerging markets  
Extensive industry, macro, fixed income resources

### Philosophy

Short run: markets focus excessively on growth  
Long run: markets reward improving/sustainable return on capital  
Returns can be mispriced at stock, industry, macro levels

### Process

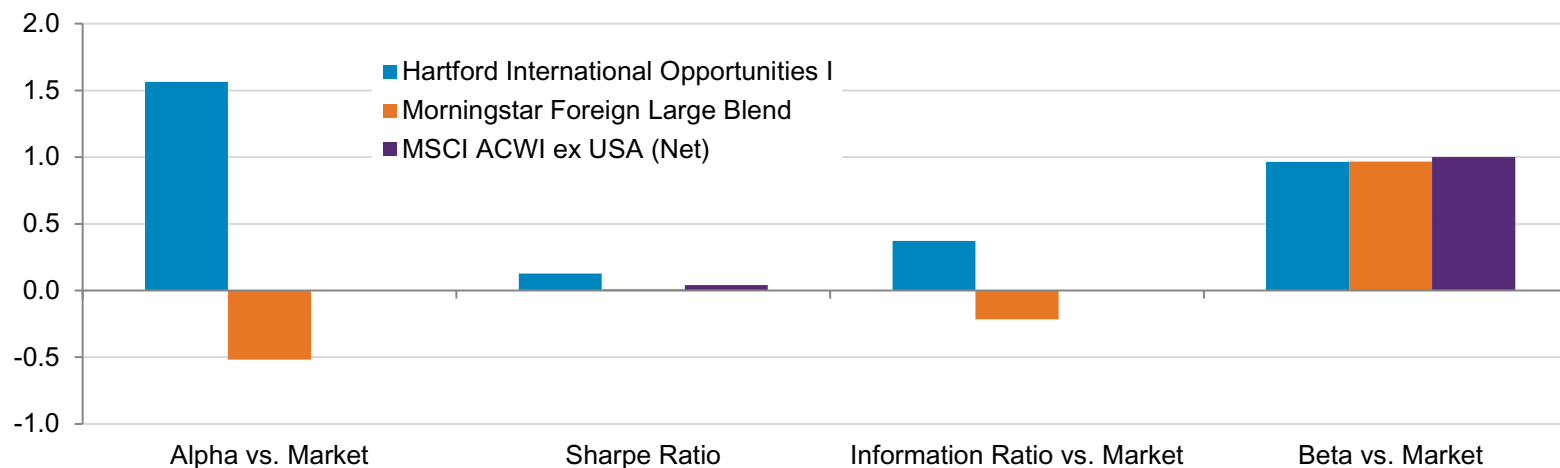
Look for change, competitive advantage  
Opportunistic stock selection – “Global Value Chain”  
Balanced portfolio construction

<sup>1</sup>Nicolas M. Choumenkovitch – lead PM since 12/31/2006

**Performance data quoted represents past performance and does not guarantee future results. The investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. Current performance may be lower or higher than the performance data quoted. For more current performance information to the most recent month ended, please visit [hartfordfunds.com](http://hartfordfunds.com). Please see page 20 for standardized performance.**

Source: Morningstar, 10/22

## Performance and Risk-adjusted Returns January 2007<sup>1</sup> – September 2022



### Hartford International Opportunities Fund I share vs. Morningstar Foreign Large Blend Category (09/30/2022)

	% in Top Quartile	% in 2 <sup>nd</sup> Quartile	% in 3 <sup>rd</sup> Quartile	% in Bottom Quartile	% Above MSCI ACWI ex USA
3-Year monthly rolling	45%	36%	18%	2%	82%
5-Year monthly rolling	40%	58%	2%	0%	95%

<sup>1</sup>Nicolas M. Choumenkovitch – lead PM since 12/31/2006

Percentages may be rounded.

Sources: Morningstar, Zephyr StyleAdvisor

**PAST PERFORMANCE DOES NOT GUARANTEE FUTURE RESULTS.** Indices are unmanaged and are not available for direct investment.

Annualized results (including expenses) from 01/01/2007 through 09/30/2022.

## Investment Team

**Nicolas M. Choumenkovitch**

Senior Managing Director  
Wellington Management

Equity Portfolio Manager

MBA, Darden Graduate School of Business at the University of Virginia

Professional experience since 1987

With Wellington Management since 1995

**Tara Connolly Stilwell, CFA**

Senior Managing Director  
Wellington Management

Equity Portfolio Manager

BS, The Wharton School at the University of Pennsylvania

Professional experience since 1994

With Wellington Management since 2008

## Additional Investment Resources

**Yaroslav A. Pan**

Managing Director  
Equity Research Analyst  
Wellington Management  
Professional Experience Since 2004  
BA, Bowdoin College

**Erin C. Harrington, CFA**

Managing Director  
Equity Research Analyst  
Wellington Management  
Professional Experience Since 2005  
BS, Boston College

**Dan Thompson, CFA**

Vice President  
Equity Research Analyst  
Wellington Management  
Professional Experience Since 2013  
BA, College of the Holy Cross

**Liz Polich, CFA**

Assistant Vice President  
Equity Research Analyst  
Wellington Management  
Professional Experience Since 2010  
BA, American University

**Matthew C. McKenna, CAIA**

Managing Director  
Investment Director  
Wellington Management  
Professional Experience Since 2003  
MBA, Bentley University

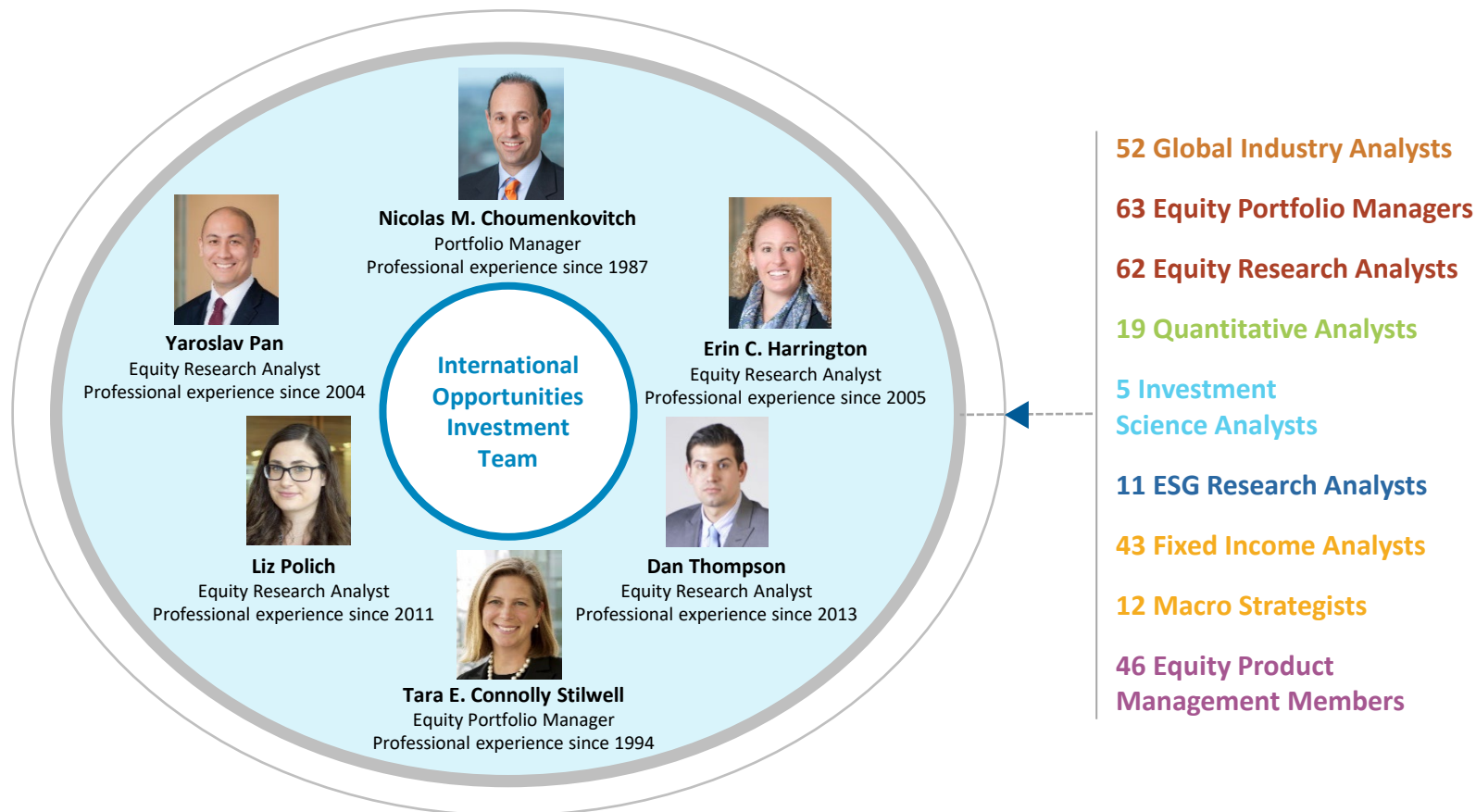
**Emily Moran, CFA**

Vice President  
Investment Specialist  
Wellington Management  
Professional experience since 2011  
BA, Boston University

The portfolio managers are supported by the full resources of Wellington.

Wellington Management Company LLP is a SEC-registered investment adviser and an independent and unaffiliated sub-adviser to certain Hartford Funds.

## Wellington Management's Investment Resources



As of 09/30/2022.

Wellington Management Company LLP is a SEC-registered investment adviser and an independent and unaffiliated sub-adviser to certain Hartford Funds.

## Investment Philosophy

### **Wellington believes**

- The market focuses excessively on short-term earnings and growth (the income statement)
- Market inefficiencies exist because investors narrowly focus on companies within a specific region or industry
- Return on capital drives stock prices over time
- Assets and capital allocation (the balance sheet) provide early insights into future returns
- Return on capital can be mispriced at the company, industry, and macro levels

## Why Return on Capital?

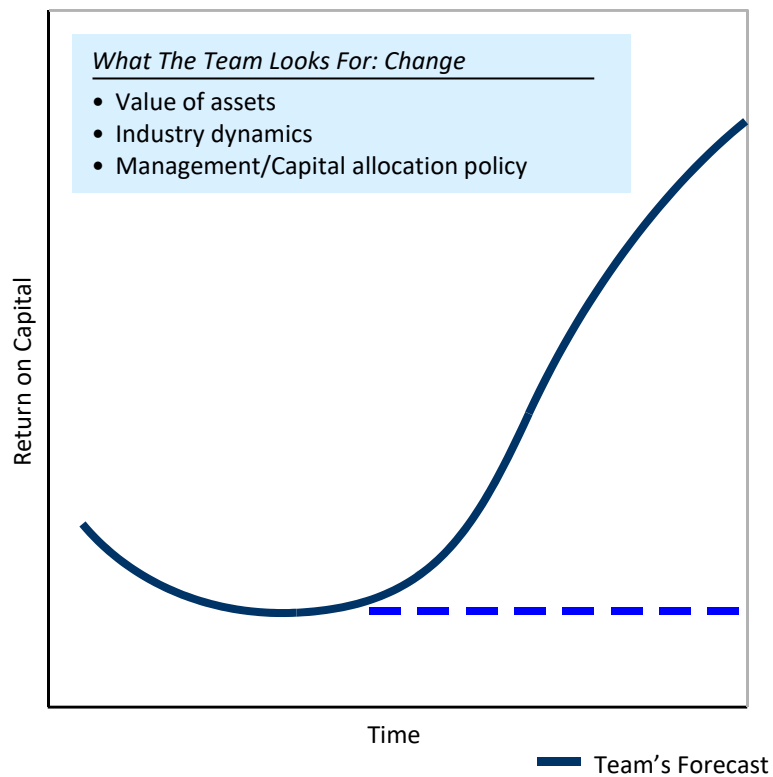
- Comprehensive measure of shareholder value creation
  - Free cash flow/capital invested
  - Incorporates profitability and capital invested (income statement, balance sheet)
  - Leverages insights on company, industry, and macro environment
- Flexible and consistent measure of value creation
  - Allows comparability across countries, sectors, and business models
- Mispriced returns on capital drive stock prices
  - Underestimated improvement in returns
  - Underestimated sustainability of returns



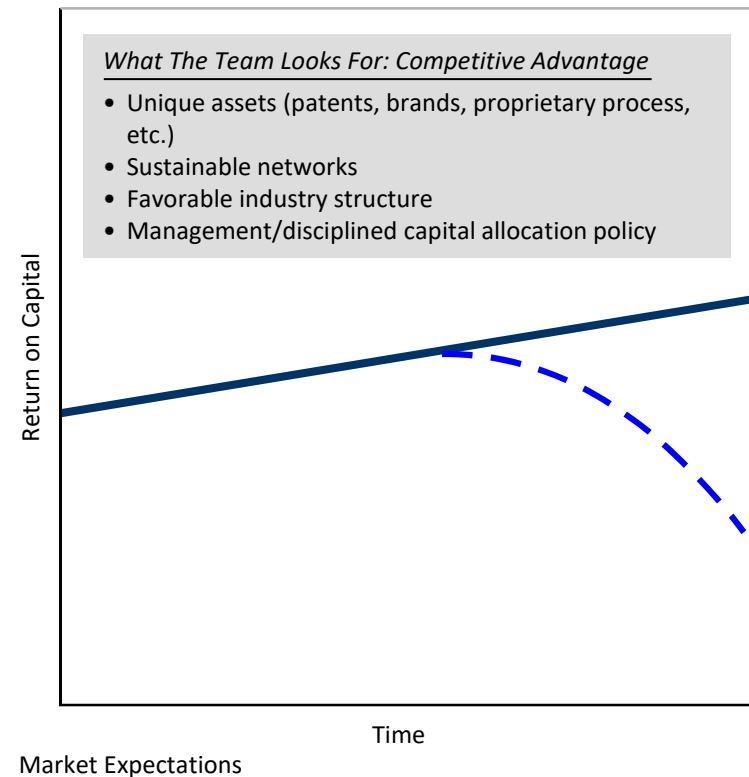
## Idea Generation

- Identify companies for which the investment team believes future returns on capital are underestimated

### Improving Returns



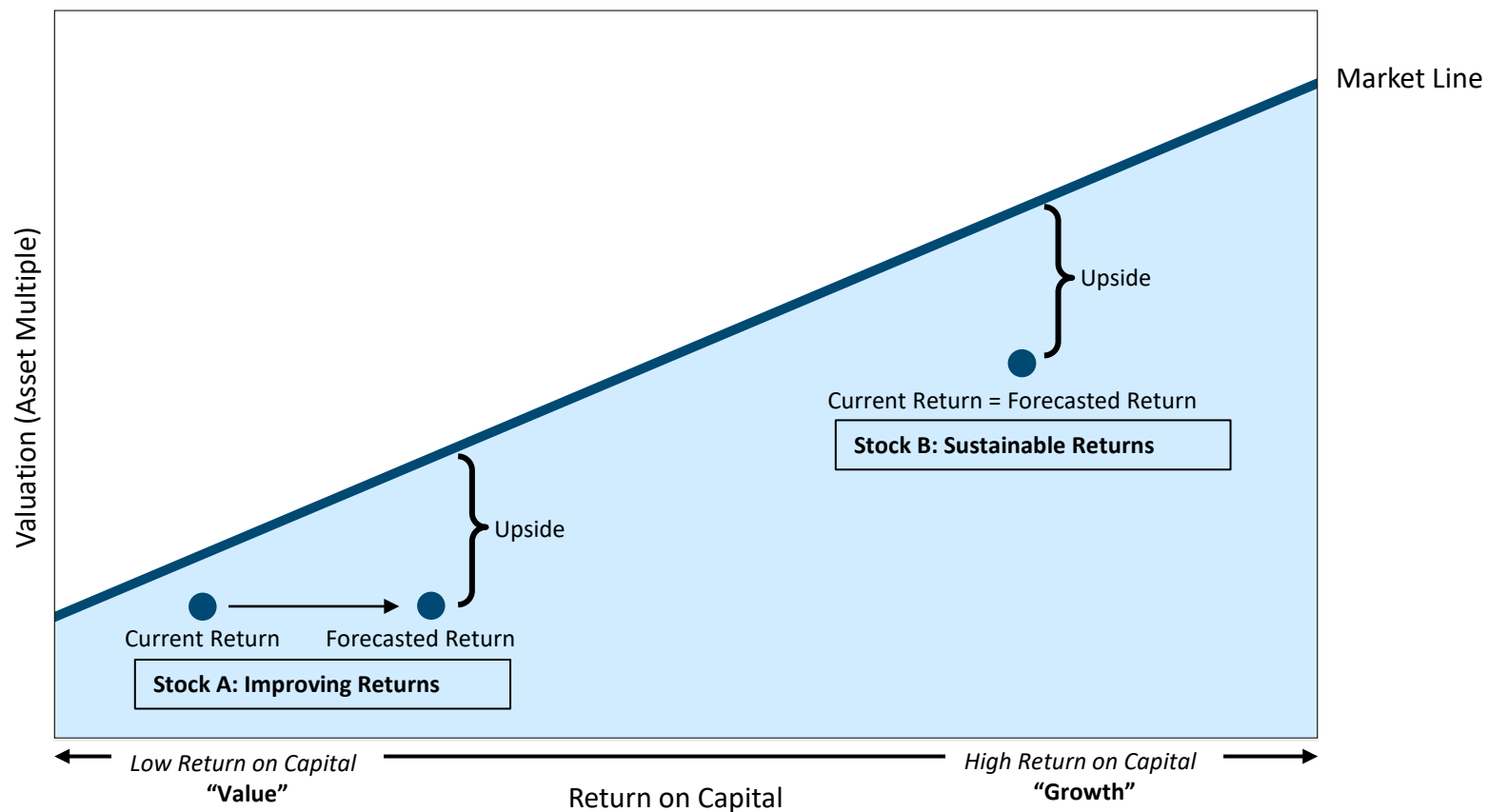
### Sustainable Returns



For illustrative purposes only.

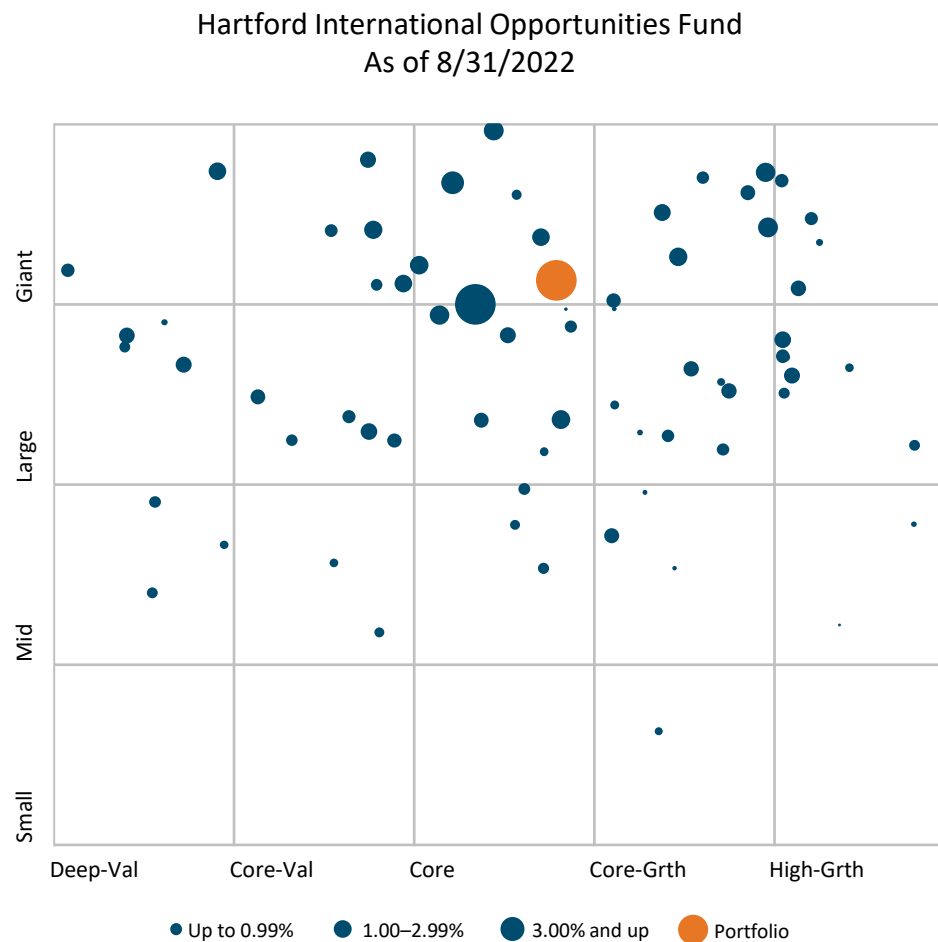
## Analytical Framework

- The investment team looks for stocks for which they believe future returns on capital are undervalued (shaded area)
- Cash flow-based valuation metrics measure upside



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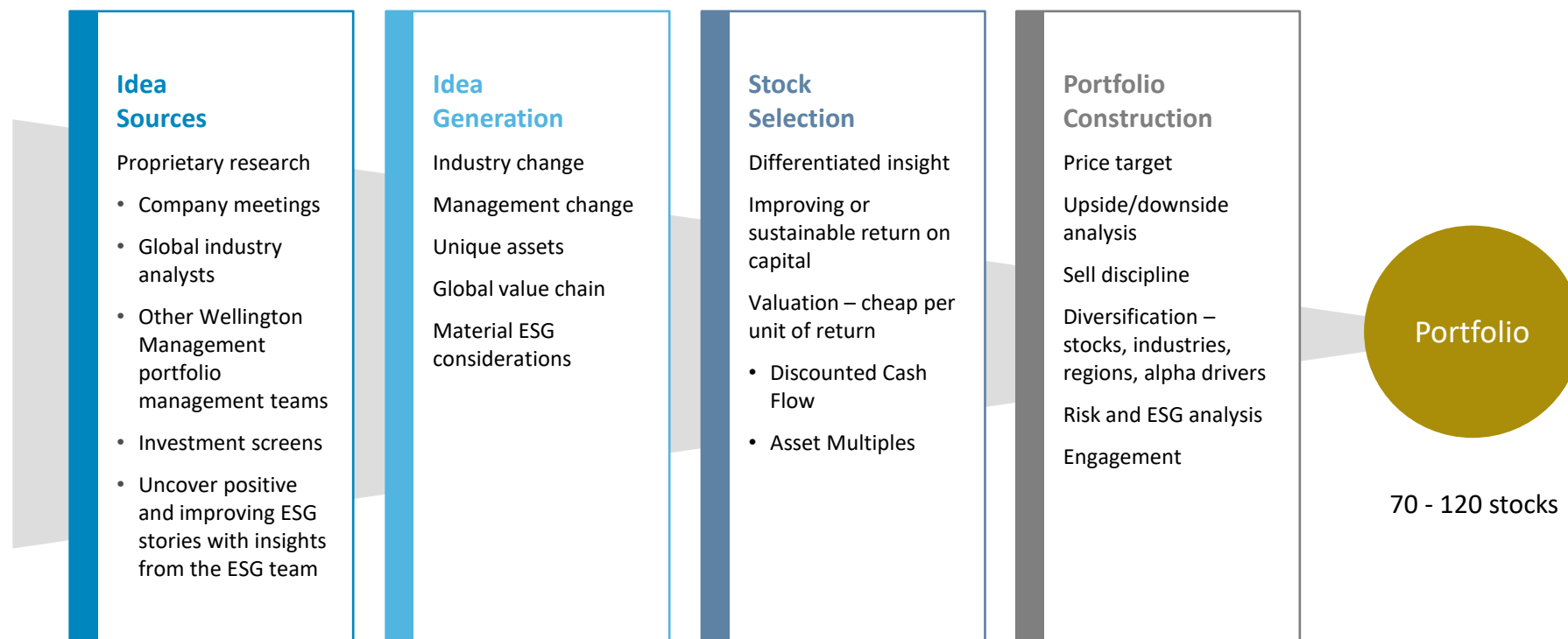
## Opportunistic Approach Across Style Spectrum



Source: Morningstar and Hartford Funds, 10/22

The blue dots represent the style and size of individual positions, while the orange dot reflects the aggregate style and size profile of the Portfolio.

## Investment Process



## How Wellington believes ESG factors drive Return on Invested Capital (ROIC)

### Assets

Wellington believes ESG factors have a direct impact on the “uniqueness” of assets and how a company’s management thinks about optimizing long-term value.

For example

- What are the beneficiaries of big trend\* in the push towards alternative energy sources?
- Is a company able to discuss the long-term impact of climate change on their business?

### Industry

Wellington believes that ESG factors meaningfully influence industry structures. As a result, they often generate ideas by thinking about industries through an ESG lens.

For example

- What are the opportunities coming out of the growing need for energy efficiency, climate change and electric vehicle growth?

### Capital allocation

Wellington believes ESG factors are a rich source of information about a given management team’s long-term perspective on capital allocation policy.

For example

- Does the company have a healthy culture? What is their corporate mission, employee turnover, talent development processes, and employee diversity?
- What does the management’s relationships with their board and what does the depth of board talent tell?

### Improving or sustainable ROIC



\* “Big trend” refers to changes that Wellington expects to fuel substantial returns through a cycle.

## ESG Example: France-based energy management and industrial automation company

### Sustainable ROIC Idea



#### What does the investment team like about the company?

The team believes the company's strength in developing technological solutions supporting the transition to a more electric, digital, decarbonized and decentralized energy may lead to better-than-peer growth rates. Having gone through years of portfolio management, the company is now well-positioned to generate consistent revenue growth and incremental free cash flow as the businesses continue to scale. From an ESG perspective, the company is well placed to take advantage of structural climate and energy transition opportunities and offers a clearly articulated commitment to ESG goals and reasonable disclosure. The team's conviction in the increasing value of the company's offering is a key differentiator in the team's analysis of the company.

#### How did the assessment of the company's ESG performance drive the team's conviction that returns are sustainable?

##### Environment

Beneficiary of powerful secular trends to improve energy efficiency and one of the only players with ability to combine technology and make an impact on the market.

##### Social

Management with a high awareness of the important of "S" that could have a direct impact on their assets.

##### Governance

Good capital allocator. Sustainability is key to management's strategic thinking.

#### The team likes that the company...

- Has the leading franchise on energy efficiency carbon footprint across regions
- Has 100% of its revenues from business lines with relatively low toxic emissions and waste intensities
- Made a vocal commitment to carbon neutrality and net-zero operational emissions by 2030

#### The team likes that the company...

- Set up effective human capital management, innovation and diversity policies to attract and retain talent (in accordance with the United Nations Guiding Principles on Business and Human Rights)
- Signed the Cybersecurity Coalition promoting a vibrant and robust cybersecurity system in the industry

#### The team likes that the company...

- Has a best-in-class board composition with independent majority, gender diversity, absence of controlling shareholder, and fully independent nomination, risk, and pay committees
- Has a highly interactive and engaged board that is eager to perform better from an already high standard
- Strongly commits to the incentive alignment



For illustrative purposes only. Not representative of an actual investment.

## General Portfolio Parameters

<b>Market Cap</b>	Generally focused on securities over \$1 billion, primarily mid-large cap	
<b>Benchmark</b>	MSCI ACWI ex USA Index	
<b>Active Weights</b>	Country	+/- 10%
	Sector	+/- 10%
	Stock	+/- 3%
<b>Emerging Markets Exposure</b>	The Fund may invest the greater of 25% or the weight of emerging markets in the MSCI ACWI ex USA Index plus 10% of its assets in companies domiciled in emerging markets.	
<b>Position Size</b>	Size at initial exposure	Generally 0.5 – 3.0%
	Maximum exposure	5.0%
	Number of Holdings	Generally 70 – 120
<b>Other</b>	Cash	Typically less than 5%
	Derivatives	To equitize cash

Information presented reflects general portfolio parameters which are subject to change. Please see the Fund's prospectus for more detailed information.

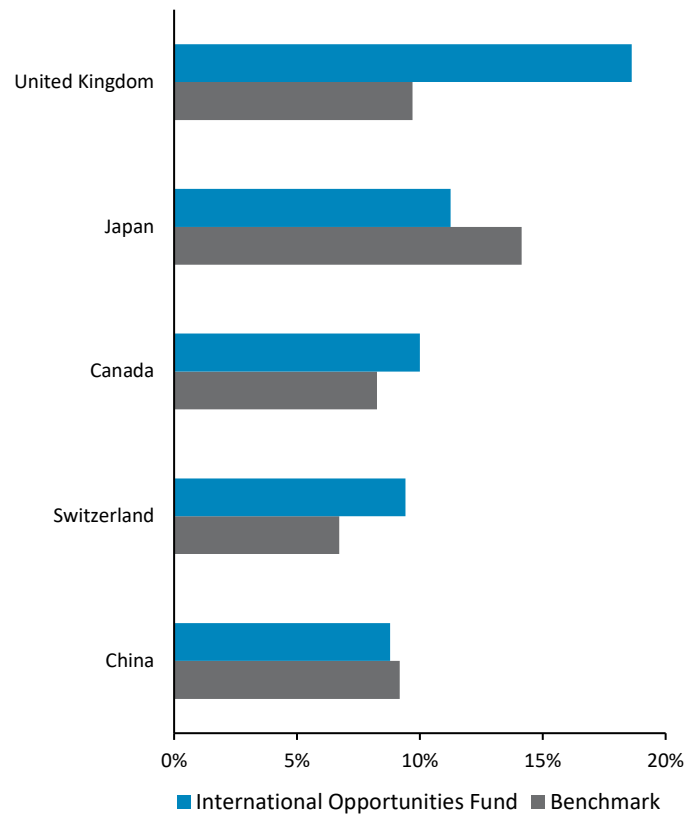
## Characteristics as of 09/30/2022

	International Opportunities Fund	MSCI ACWI ex USA Index
Net Assets	\$3.4 billion	
# of Holdings	93	
% in Equities	97%	
% in Foreign Equities	94%	
Beta (3 yrs)	1.00	1.00
R Squared (3 yrs)	0.96	1.00
Standard Deviation (3 yrs)	18.98%	
Turnover	95%	
Active Share	78%	
<b>Holdings Statistics</b>		
Price/Earnings	11.4x	10.7x
Price/Book	1.8x	1.5x
EPS Growth Rate	13.5%	11.4%
Return on Equity	16.9%	16.2%
Asset Weighted Market Cap (billions)	\$85.9	\$74.0
Median Market Cap (billions)	\$29.1	\$7.9

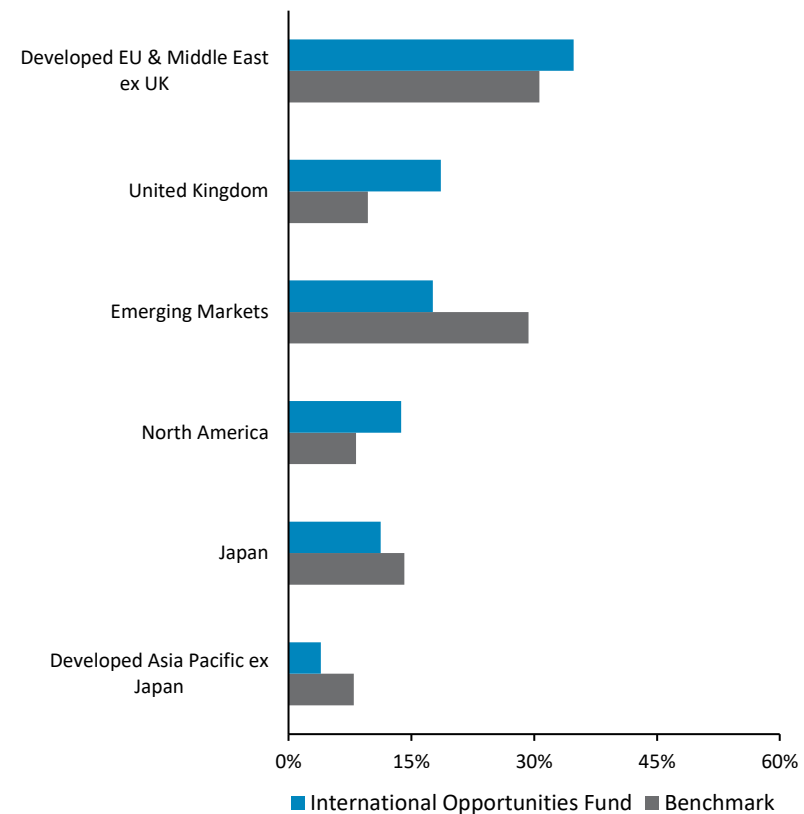
Holdings and characteristics are subject to change. Percentages may be rounded.



Top 5 Countries (%) as of 09/30/2022



Regional Exposure (%) as of 09/30/2022



Holdings and characteristics are subject to change. Percentages may be rounded.

## Sector Weights (%) as of 09/30/2022

	International Opportunities Fund	MSCI ACWI ex USA Index	Underweight/Overweight
Consumer Discretionary	13	11	2
Health Care	12	10	2
Industrials	14	12	2
Energy	7	6	1
Materials	9	8	1
Real Estate	3	2	1
Utilities	4	3	1
Consumer Staples	9	9	0
Communication Services	3	6	-3
Information Technology	8	11	-3
Financials	16	21	-5

Based on Global Industry Classification Standard (GICS), which was developed by and is the exclusive property and a service mark of MSCI Inc. (MSCI) and Standard & Poor's, a division of The McGraw-Hill Companies, Inc. (S&P). Excludes cash. May not total to 100% due to rounding and/or pooled vehicle allocations.

## Top Ten Holdings as of 09/30/2022

Company Name	Sector	Industry	%
Novartis AG	Health Care	Pharmaceuticals, Biotechnology & Life Sciences	3.05
Roche Holding AG	Health Care	Pharmaceuticals, Biotechnology & Life Sciences	2.57
BAE Systems plc	Industrials	Capital Goods	2.38
Canadian Pacific Railway Ltd.	Industrials	Transportation	2.34
Unilever plc	Consumer Staples	Household & Personal Products	2.31
AstraZeneca plc	Health Care	Pharmaceuticals, Biotechnology & Life Sciences	2.23
Iberdrola S.A.	Utilities	Utilities	2.23
Diageo plc	Consumer Staples	Food, Beverage & Tobacco	2.16
Deutsche Telekom AG	Communication Services	Telecommunication Services	2.09
Siemens AG	Industrials	Capital Goods	1.98
<b>Total Top Ten</b>			<b>23.34</b>

Holdings and characteristics are subject to change. Percentages may be rounded.

## Performance (%) as of 09/30/2022

	Average Annual Total Returns						
	3 Month	YTD	1 Year	3 Year	5 Year	10 Year	Since Inception
F	-9.63	-28.56	-26.37	0.42	-0.24	4.13	4.63
I	-9.64	-28.61	-26.44	0.35	-0.33	4.07	4.61
R6	-9.67	-28.59	-26.36	0.42	-0.24	4.18	4.89
Y	-9.61	-28.59	-26.41	0.36	-0.29	4.15	4.89
MSCI ACWI ex USA Index	-9.91	-26.50	-25.17	-1.52	-0.81	3.01	—
Morningstar Foreign Large Blend	-10.10	-27.41	-25.51	-1.79	-1.12	3.31	—

Fund Inception: 7/22/96. Share Class Inception: Y - 7/22/96; F - 2/28/17; I - 5/30/08; R6 - 11/7/14. Performance shown prior to the inception of a class reflects performance and operating expenses of another class(es) (excluding sales charges, if applicable). Had fees and expenses of a class been reflected for the periods prior to the inception of that class, performance would be different. Since inception (SI) performance is from 7/22/96. Performance and expenses for other share classes will vary. Additional information is in the prospectus.

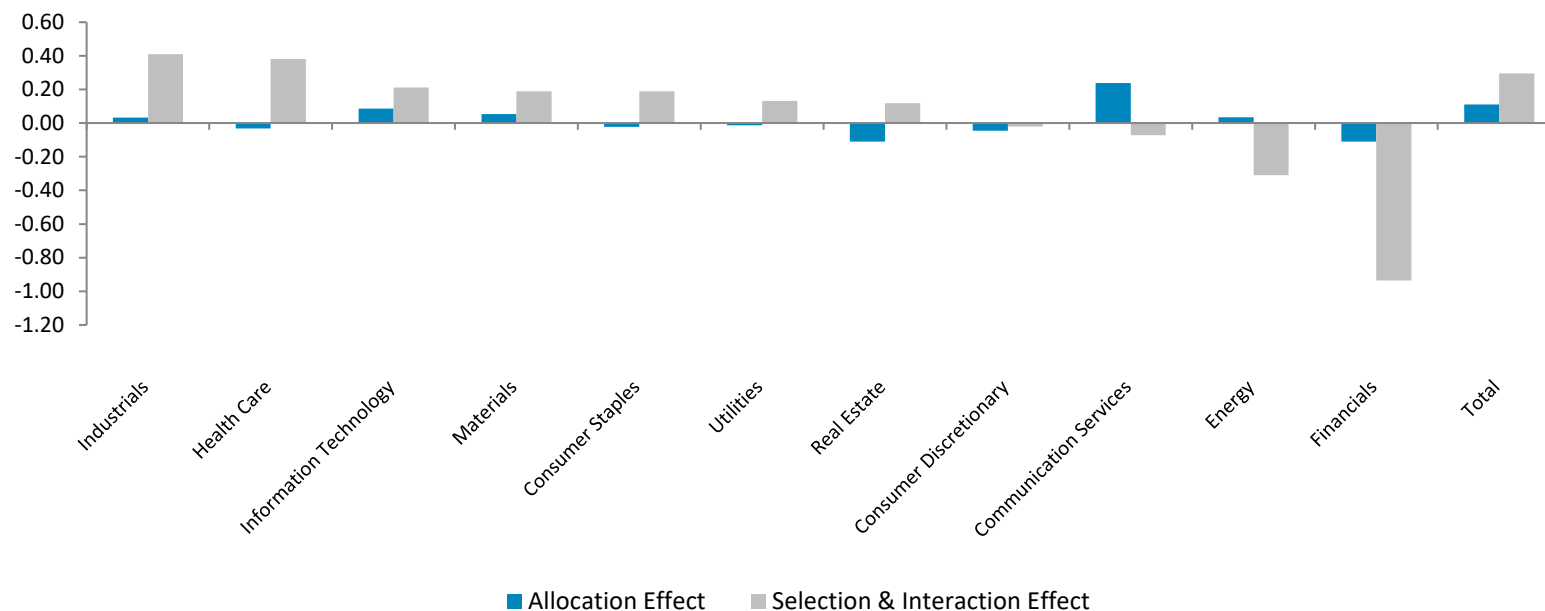
Expenses: <sup>1</sup> (%)	F	I	R6	Y
Gross	0.68	0.77	0.69	0.79
Net	0.68	0.77	0.69	0.77

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<sup>1</sup> Expenses as shown in the Fund's most recent prospectus. Gross expenses do not reflect contractual fee waivers or expense reimbursement arrangements, if any. Net expenses reflect such arrangements only with respect to Class Y. These arrangements remain in effect until 2/28/23 unless the Fund's Board of Directors approves an earlier termination.

## Performance Attribution 06/30/2022-09/30/2022

vs. MSCI ACWI ex USA Index (%)

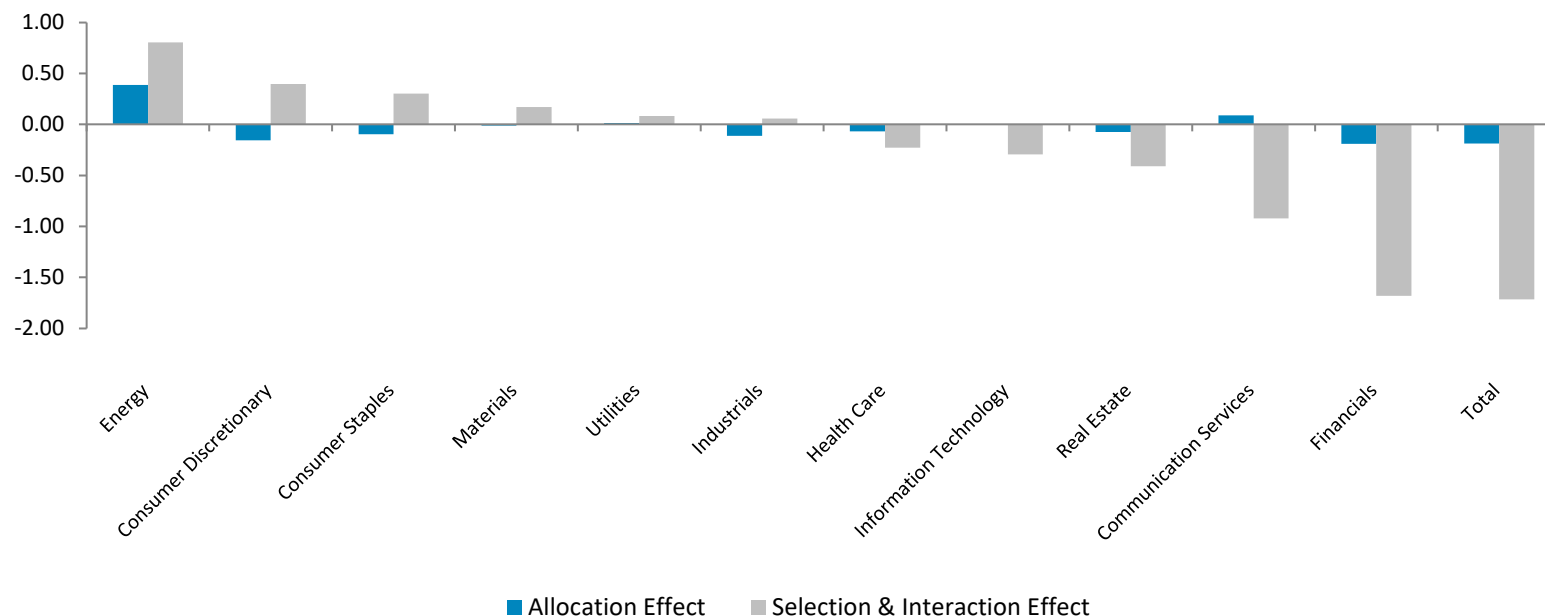


### PAST PERFORMANCE DOES NOT GUARANTEE FUTURE RESULTS.

Performance Attribution Analysis was produced using FactSet Research Systems Portfolio Analysis Application, based upon Fund and benchmark holdings, on an ex cash-basis, as of the end of each trading day, generally using Global Industry Classification Standards ("GICS"). Attribution analysis is not precise and should be considered to be an approximation of the relative contribution of returns, but may be helpful to understand contributors and detractors relative to the Fund's benchmark. Attribution Total Return is calculated based on daily holding periods and excludes all fund expenses and trading costs and will differ from the actual returns of the Fund.

## Performance Attribution 09/30/2021-09/30/2022

vs. MSCI ACWI ex USA Index (%)



### PAST PERFORMANCE DOES NOT GUARANTEE FUTURE RESULTS.

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## Calendar Year Returns (%)

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
F	19.42	20.76	-4.12	1.43	0.97	24.72	-18.63	26.22	20.74	7.70
I	19.42	20.76	-4.12	1.43	0.97	24.53	-18.68	26.02	20.66	7.63
R6	19.58	20.96	-4.10	1.49	1.15	24.77	-18.61	26.15	20.75	7.71
Y	19.58	20.96	-4.10	1.56	1.15	24.71	-18.69	26.17	20.62	7.64
MSCI ACWI ex USA Index	16.83	15.29	-3.87	-5.66	4.50	27.19	-14.20	21.51	10.65	7.82

Fund Inception: 7/22/96. Share Class Inception: Y - 7/22/96; F - 2/28/17; I - 5/30/08; R6 - 11/7/14. Performance shown prior to the inception of a class reflects performance and operating expenses of another class(es) (excluding sales charges, if applicable). Had fees and expenses of a class been reflected for the periods prior to the inception of that class, performance would be different. Performance and expenses for other share classes will vary. Additional information is in the prospectus.

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## Morningstar Rating™ and Percentile Rankings

Based on Risk-Adjusted Returns as of 09/30/2022 | Morningstar Category: Foreign Large Blend

Class	Morningstar Ratings								Morningstar Rankings							
	Overall		3 Year		5 Year		10 Year		1 Year		3 Year		5 Year		10 Year	
	Star Rating	Rating Group	Star Rating	Rating Group	Star Rating	Rating Group	Star Rating	Rating Group	% Rank	Funds in Category	% Rank	Funds in Category	% Rank	Rank in Category	% Rank	Funds in Category
F	★★★★★	701	4	701	4	610	4	419	61	750	13	701	23	610	15	419
I	★★★★★	701	4	701	4	610	4	419	62	750	13	701	26	610	17	419
R6	★★★★★	701	4	701	4	610	4	419	60	750	13	701	23	610	15	419
Y	★★★★★	701	4	701	4	610	4	419	61	750	13	701	24	610	15	419

### Past performance does not guarantee future results.

Other share classes may have different ratings. The Morningstar Rating™ for funds, or "star rating", is calculated for funds and separate accounts with at least a three-year history. Exchange-traded funds and open-ended mutual funds are considered a single population for comparative purposes. It is calculated based on a Morningstar Risk-Adjusted Return measure that accounts for variation in a managed product's monthly excess performance (without adjusting for any sales load, if applicable), placing more emphasis on downward variations and rewarding consistent performance. The top 10% of products in each product category receive 5 stars, the next 22.5% receive 4 stars, the next 35% receive 3 stars, the next 22.5% receive 2 stars, and the bottom 10% receive 1 star. Overall Morningstar Rating for a managed product is derived from a weighted average of the performance figures associated with its 3-, 5-, and 10-year (if applicable) Morningstar Rating metrics. For more information about the Morningstar Rating for funds, including its methodology, please go to [global.morningstar.com/managerdisclosures](http://global.morningstar.com/managerdisclosures).

Data Source: Morningstar, 10/22. Morningstar rankings are based on average total returns of all mutual funds in their peer group and do not take into account sales charges. ©2022 Morningstar, Inc. All rights reserved. The information contained herein: (1) is proprietary to Morningstar and/ or its content providers; (2) may not be copied or distributed; and (3) is not warranted to be accurate, complete or timely. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this information.



**Important Risks:** Investing involves risk, including the possible loss of principal. Security prices fluctuate in value depending on general market and economic conditions and the prospects of individual companies. • Foreign investments may be more volatile and less liquid than U.S. investments and are subject to the risk of currency fluctuations and adverse political, economic and regulatory developments. These risks may be greater, and include additional risks, for investments in emerging markets. • Mid-cap securities can have greater risks and volatility than large-cap securities. • Integration of environmental, social, and/or governance (ESG) characteristics into the investment process may not work as intended. • The Fund may have high portfolio turnover, which could increase its transaction costs and an investor's tax liability. • To the extent the Fund focuses on one or more sectors, geographic regions or countries, the Fund may be subject to increased volatility and risk of loss if adverse developments occur.

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