

EM Opportunities 2025

Emerging markets have rallied 34.3% year-to-date, materially outpacing Developed Markets (21.6%) and the US (17.7%) as of 12/15/25. Despite this performance, EM remains priced at a historical discount to both Developed Markets and the US.

EM is currently trading just above its own historical valuations, but there is considerable dispersion across the opportunity set; as examples, India trades at 23x PE-forward, while South Korea trades (below its historical average) at 9.7x. This dispersion helps to make the case for active management, where managers can selectively overweight more attractive markets and securities.

P/E-forward trading multiples



Source: MSCI, FactSet, Global Delta Capital.