

For Professional Investors only

Monthly Fact Sheet 31 January 2019

Investment Objective and Policy

The objective of the fund is to deliver long term capital growth to investors by investing in a diversified portfolio of European (ex-UK) companies. The fund has an unconstrained approach investing across the size spectrum down to a minimum market capitalisation of c.€50m.

Investment Approach

The managers believe there are both structural and cyclical inefficiencies in the way equity markets function and seek to apply a 'Modern Value Investing' approach to exploit these inefficiencies. The managers are looking for companies with undervalued cash flows delivered by healthy but overlooked companies.

Launch Date	6th March 2018
IA Sector	IA Europe ex UK

Share Price (as at 31.01.19)

	Income	Accumulation
B Shares	86.34p	88.87p

Codes (B Shares)

	Income	Accumulation
Sedol	BFNL2N1	BFNL2P3
ISIN	GB00BFNL2N15	GB00BFNL2P39

Fund Managers



Dale Robertson joined Chelverton in 2017. He began his career as a chartered accountant at Arthur Anderson, moving to Edinburgh Fund Managers in 1995. He then managed European funds at SWIP before moving to Edinburgh

Partners where he managed the EP European Opportunities Fund from 2003 – 2016.



Gareth Rudd joined Chelverton in 2017. He began his career in financial services in 1996 at Edinburgh Fund Managers. He then moved to ABN Amro where he was a long/short investor within Principal

Strategies until 2009. Before joining Chelverton, Gareth was a partner at Willis Welby, a boutique research house.

MI Chelverton *European Select Fund*

Monthly Manager Commentary

European markets had a strong start to the year. Many stocks/areas of the market which were indiscriminately sold during the final quarter recovered, at least to some extent. There was also less in the way of poor macro-economic newsflow for markets to contend with – for example US/China trade talks are ongoing and the rhetoric is, so far, mildly positive. Although the recovery in European indices feels somewhat fragile, markets do appear to have found support levels.

The fund had a positive start to the new year. Our oil service companies staged a decent recovery, as the oil price recouped some of its heavy losses sustained in the fourth quarter of 2018. Fugro and Subsea 7 were notably strong over the month. BE Semiconductor Industries also performed strongly over the month, and we continue to see good value in this area of the market. Akka Technologies, Post NL and Dometic also enjoyed good share price performances over the month. Laggards, in performance terms, tended to be the less cyclical companies which we hold, including pharma stocks such as Sanofi and Novartis, and defensive names such as Unilever.

We made one new investment over the month, purchasing ASM International, a leading semiconductor equipment manufacturer, where the valuation is depressed, despite the positive long-term prospects for the business.

Cumulative Performance

	YTD	1 m	3 m	6 m	1 yr	3 yrs	Since Launch
Fund (%)	5.26	5.26	-5.92	-14.47	-	-	-11.13
Sector Rank	12/106	12/106	104/106	95/106	-	-	89/105
Quartile Ranking	1st	1st	4th	4th	-	-	4th
IA Europe ex UK (%)	3.70	3.70	-2.93	-11.70	-	-	-7.56

Source: Lipper, NAV to NAV, B Shares Acc, Total Return to 31.01.2019

Sector Breakdown

	% of Portfolio
Industrials	29.1
Financials	20.3
Health Care	13.0
Consumer Goods	10.0
Technology	9.0
Oil & Gas	6.6
Basic Materials	3.4
Consumer Services	2.0
Cash	6.6

Geographic Breakdown

	% of Portfolio
Netherlands	20.4
France	13.6
Switzerland	12.2
Germany	10.3
Sweden	9.0
Italy	5.3
Norway	4.5
Belgium	4.4
Spain	4.1
Ireland	3.5
Finland	3.3
Denmark	2.8
Cash	6.6

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31 January 2019

ACD
Maitland Institutional Services Limited

Investment Advisor
Chelverton Asset Management Limited

Administrator
Maitland Institutional Services Limited

Income Paid Biannually

XD Dates 30 June, 31 December

Valuation 12 Noon

Annual Management Fee (%)

B Shares 0.75

Minimum Investment

B Shares £1,000

Ongoing Charge (%)

B Shares 1.00

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FURTHER INFORMATION

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Top 20 Holdings

Holding	Sector	% of Portfolio
1. PostNL	Industrials	3.8
2. Bayer	Health Care	3.3
3. BE Semiconductor	Technology	3.1
4. ISS	Industrials	2.8
5. ING Groep	Financials	2.8
6. Dometic	Consumer Goods	2.7
7. Santander	Financials	2.6
8. Roche	Health Care	2.6
9. Novartis	Health Care	2.6
10. UBS	Financials	2.5
11. Inwido	Industrials	2.5
12. Ageas	Financials	2.4
13. Sanofi	Health Care	2.4
14. Total	Oil & Gas	2.3
15. Zurich Insurance	Financials	2.3
16. Nordea	Financials	2.3
17. Renault	Consumer Goods	2.2
18. Leonardo	Industrials	2.2
19. Bravida	Industrials	2.1
20. Fresenius	Health Care	2.1

Source: Chelverton Asset Management Limited

Market Cap Breakdown

	% of Portfolio	No. of Stocks
Above €5bn	47.8	22
€2bn - €5bn	11.3	6
Below €2bn	34.3	18
Cash and Income	6.6	N/A
Total	100.0	46

Disclaimer: The value of any investment, and any income from it, can rise and fall with movements in stockmarkets, currencies and interest rates. These can move irrationally and can be affected unpredictably by diverse factors, including political and economic events. This could mean that you won't get back the amount you originally invested. This fund can invest in smaller companies and carries a higher degree of risk than funds investing in larger companies. The shares of smaller companies may be less liquid and their performance more volatile over shorter time periods. This document is provided for information purposes only and should not be interpreted as investment advice. If you have any doubts as to the suitability of an investment, please consult your financial adviser. The information contained in this document has been obtained from sources that Chelverton Asset Management Limited ("CAM") considers to be reliable. However, CAM cannot guarantee the accuracy or completeness of the information provided, and therefore no investment decision should be based solely on this data. Past performance is not a guide to future performance. This document is issued by CAM, Authorised and regulated by the Financial Conduct Authority. This document does not represent a recommendation by CAM to purchase shares in this Fund. We recommend private investors seek the services of a Financial Adviser. Maitland Institutional Services Limited are the Authorised Corporate Director of this fund and prospectuses for the fund are obtainable directly from them. Please email chelverton@maitlandgroup.co.uk or call +44 (0) 1245 459 962.