

Monthly Fact Sheet

31 December 2020

About the Fund

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.

Using cashflow analysis, the strong valuation discipline will always deliver a material premium to the market in terms of free cashflow yield, and will always have a risk constraint of having lower net debt to EBITDA than the market at the portfolio level. These two commitments will be delivered whilst being invested in companies which have good long-term growth prospects.

Launch Date	6 March 2018
IA Sector	IA Europe ex UK

Share Price (as at 31.12.20)	<i>Income</i>	<i>Accumulation</i>
	B Shares	115.15p

Codes (B Shares)		
	<i>Income</i>	<i>Accumulation</i>
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 equity markets continued to rise in December. Positive news regarding further vaccines against covid was, to a degree offset by the emergence of a new variant of the virus, and stricter lockdown measures being implemented across the region. The value rally, a strong feature of last month's market performance reversed to some extent, with growth outperforming value over the month.

The fund performed strongly in December. Performance over the month was driven substantially by stock-picks in our smaller companies. Good performances from Rejlers (Scandinavian technical consultants), D'teterin (windshield repair business) and Recticel (Belgian insulation company) highlight the diverse nature of the businesses which contributed to performance. Elsewhere, technology names within the portfolio continued to perform well, including our Semiconductor holdings – ASM International and BE Semiconductor. Detractors from performance came generally from holdings which had enjoyed a strong performance in November, most notably our financial holdings.

Acomo and UCB were new holdings initiated over the month. Acomo is an integrated soft commodities processing and trading business. It has recently acquired a leading global organic commodity business. It is attractively valued at a free cashflow yield of over 7%. UCB is a Belgian-based pharmaceutical company on a 6% free cashflow yield with a good pipeline of potential products. We view UCB as being a more focussed business with better prospects than Sanofi, which we sold in order to initiate a holding.

Cumulative Performance

	1 m	3 m	6 m	1 yr	3 yrs	Since Launch
Fund (%)	3.83	15.37	20.11	11.54	-	22.56
Rank in sector	22/114	10/112	11/112	35/111	-/-	42/106
Quartile	1st	1st	1st	2nd	-	2nd
IA Europe Ex UK (%)	2.72	9.82	12.83	10.53	-	19.02

Source: Morningstar, NAV to NAV, B Shares Acc, Total Return to 31.12.2020

Calendar Year Performance (%)

	2020	2019	2018	2017	2016	2015
Fund	11.54	30.14	-	-	-	-
IA Sector (%)	10.53	20.38	-	-	-	-

Source: Morningstar, NAV to NAV, B Shares Acc, Total Return to 31.12.2020

Sector Breakdown

	% of Portfolio
Technology	25.2
Industrials	19.8
Health Care	14.4
Consumer Goods	14.4
Financials	8.9
Consumer Services	7.0
Oil & Gas	3.1
Basic Materials	2.7
Cash	4.5

Geographic Breakdown

	% of Portfolio
Netherlands	21.9
France	13.1
Switzerland	11.1
Belgium	11.0
Sweden	9.6
Finland	9.4
Germany	7.3
Norway	3.6
Denmark	3.0
Spain	2.0
Portugal	1.8
Malta	1.7
Cash	4.5

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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

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FURTHER INFORMATION

Please contact Spring Capital Partners, in the first instance.

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Visit springcapitalpartners.com



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Top 20 Holdings

Holding	Sector	% of Portfolio
1. Novartis	Healthcare	3.6
2. Roche	Healthcare	3.4
3. Siili	Technology	3.4
4. Sword	Technology	3.3
5. Novo Nordisk	Healthcare	3.0
6. Ordina	Technology	3.0
7. Arcadis	Industrials	2.8
8. Recticel Common	Basic Materials	2.7
9. Intofel	Technology	2.7
10. D'Ieteren	Consumer Services	2.7
11. Handelsbanken	Financials	2.6
12. Proact	Technology	2.5
13. Kaufman & Broad	Consumer Goods	2.5
14. ASM International	Technology	2.4
15. Caverion	Industrials	2.4
16. Signify	Industrials	2.4
17. BE Semiconductor Industries	Technology	2.4
18. Knowit	Technology	2.3
19. Valmet	Industrials	2.3
20. Acomo	Consumer Goods	2.3

Source: Chelverton Asset Management Limited

Market Cap Breakdown

	% of Portfolio	No. of Stocks
Above €5bn	36.2	16
€2bn - €5bn	15.9	7
Below €2bn	43.4	19
Cash and Income	4.5	N/A
Total	100.0	42

Source: Chelverton Asset Management Limited

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. The contents of this document are intended for Professional Investors and Eligible Counterparties only. 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.