



**CHELVERTON**  
ASSET MANAGEMENT

## Monthly Fact Sheet

**31 August 2021**

### 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.

<b>Launch Date</b>	6 March 2018
<b>Fund Size</b>	£148m
<b>Historic Yield*</b>	1.38%

### Share Price (as at 31.08.21)

	Income	Accumulation
B Shares	144.24p	156.09p

### 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.

\*The historic yield reflects distributions over the past 12 months as a percentage of the bid price of the B share class as at the date shown. It does not include any initial charge and investors may be subject to tax on their distributions.

# MI Chelverton *European Select Fund*

## Monthly Manager Commentary

European markets were stronger over the month of August. The second quarter/interim results season continued to provide supportive newsflow for companies generally. Of particular note, the IT sector enjoyed continued strong performance over the month.

The fund had a positive month in performance terms.

Positive contributions to performance came from a range of companies and sectors. Huddly (meeting room cameras) had positive results, as did Digital Value (value added IT reseller). Also of note were strong share price performances from Arcadis (environmental consultancy), Ahold (grocery retail), Recticel (speciality foams and insulation) and Novo Nordisk (pharma).

Notable poor performances came from three holdings. Bpost (Belgian Postal service) beat expectations but, following conservative guidance, sold off. Siili Solutions (IT services) announced results in line with expectations though also announced the departure of the CEO. Cliq Digital (content streaming provider) announced strong results, but the market was unimpressed by growth in the European market – despite it remaining at double digit. We took advantage of weakness in the share price of Bpost to top up our position. We are awaiting clarity of the succession plan at Siili, but remain comfortable that it represents good value at current levels. We also retain a modest position in Cliq Digital, commensurate with the risk-reward of the investment.

Activity over the month included the purchase of a German motor home manufacturer, a Belgian listed cinema operator and a Norwegian IT service business.

## Cumulative Performance

	1 m	3 m	6 m	1 yr	3 yrs	Since Launch
Fund (%)	4.62	10.54	23.53	47.81	51.98	56.09
Rank in sector	18/110	19/109	7/109	2/107	12/101	21/101
Quartile	1st	1st	1st	1st	1st	1st
IA Europe Ex UK (%)	3.48	6.38	17.20	27.05	31.72	37.28

Source: Morningstar, NAV to NAV, B Shares Acc, Total Return to 31.08.2021

## Calendar Year Performance (%)

	YTD	2020	2019	2018	2017	2016
Fund	27.36	11.54	30.14	-	-	-
IA Sector (%)	15.34	10.53	20.38	-	-	-

Source: Morningstar, NAV to NAV, B Shares Acc, Total Return to 31.08.2021

## Sector Breakdown

	% of Portfolio
Technology	33.5
Industrials	18.4
Consumer Staples	13.4
Consumer Discretionary	11.2
Health Care	10.0
Financials	6.1
Telecommunications	2.9
Cash	4.5

## Geographic Breakdown

	% of Portfolio
Netherlands	23.8
France	12.0
Sweden	11.3
Belgium	8.6
Germany	8.2
Finland	7.1
Switzerland	6.2
Italy	5.4
Norway	4.6
Spain	2.4
Austria	2.0
Malta	1.8
Denmark	1.3
Portugal	0.8
Cash	4.5

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**ACD**  
Maitland Institutional Services Limited

**Investment Advisor**  
Chelverton Asset Management Limited

**Administrator**  
Maitland Administration Services Ltd

**Income Paid** Biannually

**XD Dates** 30 June, 31 December

**Valuation** 12 Noon

**Initial Charge (%)**  
B Shares 5.0\*

**Annual Management Fee (%)**  
B Shares 0.75

**Minimum Investment**  
B Shares £1,000

**Ongoing Charge (%)**  
B Shares 1

\*or any such lower amount agreed with the ACD

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### FURTHER INFORMATION

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**Visit** springcapitalpartners.com

**springcapital**

## MI Chelverton *European Select Fund*

### Top 20 Holdings

Holding	Sector	% of Portfolio
1. Intofel	Technology	2.7
2. TietoEVERY	Technology	2.7
3. Unilever	Consumer Staples	2.6
4. Recticel Common	Industrials	2.6
5. Novartis	Healthcare	2.6
6. UCB	Healthcare	2.6
7. Kaufman & Broad	Consumer Discretionary	2.5
8. Acomo	Consumer Staples	2.5
9. Artefact	Technology	2.4
10. Zardoya Otis	Industrials	2.4
11. Ahold Delhaize	Consumer Staples	2.3
12. Roche	Healthcare	2.3
13. Essity	Consumer Staples	2.3
14. Handelsbanken	Financials	2.3
15. Caverion	Industrials	2.3
16. Signify	Industrials	2.2
17. Relx	Consumer Discretionary	2.2
18. Arcadis	Industrials	2.1
19. Sword	Technology	2.1
20. AMS	Technology	2.0

Source: Chelverton Asset Management Limited

### Market Cap Breakdown

	% of Portfolio	No. of Stocks
Above €5bn	32.6	17
€2bn - €5bn	11.3	5
Below €2bn	51.6	34
Cash and Income	4.5	N/A
Total	100.0	56

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. Fund performance figures are net of the ongoing charges and portfolio transaction costs unless otherwise stated. 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](mailto:Chelverton@maitlandgroup.co.uk) or call +44 (0) 1245 459 962.