

## Monthly Fact Sheet

### 31 August 2023

#### 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>	£178m
<b>Historic Yield*</b>	1.71%

<b>Share Price</b> (as at 31.08.23)		
	<i>Income</i>	<i>Accumulation</i>
B Shares	126.95p	142.50p

#### 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 Andersen, 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

Broader European indices were lower over the month of August. Results season continues to be mixed in terms of company updates for the market generally. Smaller companies continued to lag larger companies over the month.

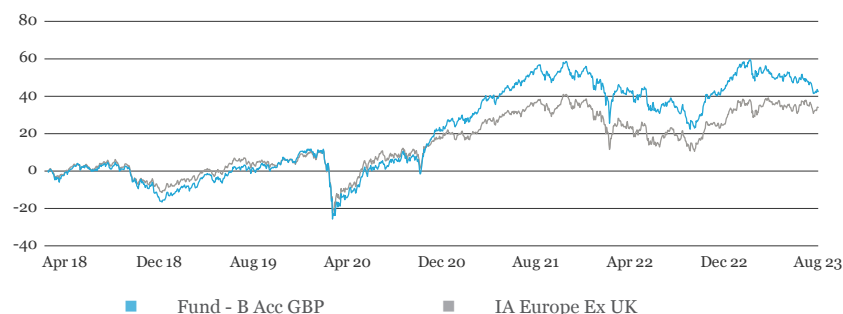
The fund was also lower over the month, underperforming the broader indices as a result of our bias towards smaller companies.

Positive contributions to performance came from Arcadis (environmental consultant/engineering), after posting positive results at the end of July. Amadeus Fire (recruitment and training) and Kaufman and Broad (housebuilding) advanced, as did two of our software holdings, Pagero (business to business communication software) and EQS (compliance software).

In terms of detractors, Ox2 (wind and solar developer) performed poorly despite positive results as the market continues to be concerned that higher interest rates may deter buyers of renewable assets. Enad Global (games developer) was a negative contributor, as a governance issue overshadowed otherwise strong results. AMG Critical Materials (lithium production and processing) continued to be weak for a second month, following last month's news of short-term technical issues at one of its recycling plants. Huddly (meeting room cameras) was also down over the month, following results which gave little update on new product penetration. We continue to back all these companies on a long-term basis and have topped up three of these four detractors.

We continue to see significant valuation support in the portfolio and are using short term share price weakness to add to a number of our positions. There were no new additions over the month. We exited our holdings in Ordina and Digital 360, following takeover approaches for both, feeling that the cash could better be recycled into existing holdings, a number of which have been underperforming.

#### Performance Since Launch (%)



Source: Morningstar, NAV to NAV, B Shares Acc, Total Return to 31.08.2023

#### Cumulative Performance

	1 m	3 m	1 yr	3 yrs	5 yrs	Since Launch
Fund (%)	-4.54	-3.91	7.41	34.94	38.74	42.50
Rank in sector	99/109	104/109	89/108	17/98	20/92	29/92
Quartile	4th	4th	4th	1st	1st	2nd
IA Europe Ex UK (%)	-2.48	1.04	14.37	24.83	29.41	34.84

Source: Morningstar, NAV to NAV, B Shares Acc, Total Return to 31.08.2023

#### Calendar Year Performance (%)

	YTD	2022	2021	2020	2019	2018
Fund	-1.14	-7.07	26.56	11.54	30.14	-
IA Sector (%)	7.58	-8.90	15.63	10.53	20.38	-

Source: Morningstar, NAV to NAV, B Shares Acc, Total Return to 31.08.2023

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**31 August 2023**

### ACD

Apex Fundrock Ltd

### Investment Advisor

Chelverton Asset Management Limited

### Administrator

Apex Fundrock 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 0.96

*\*or any such lower amount agreed with the ACD*

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### FURTHER INFORMATION

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# MI Chelverton *European Select Fund*

## Top 20 Holdings

Holding	Sector	% of Portfolio
1. OX2	Energy	2.8
2. Brunel	Industrials	2.7
3. Amadeus FiRe	Industrials	2.6
4. TGS-NOPEC	Energy	2.4
5. Cyberoo	Technology	2.3
6. D'Ieteren	Consumer Discretionary	2.3
7. EuroGroup Laminations	Industrials	2.1
8. AMG	Industrials	2.1
9. Pagero Group	Technology	2.1
10. Rheinmetall	Industrials	2.0
11. Vallourec	Basic Materials	2.0
12. Valmet	Industrials	2.0
13. ASM International	Technology	1.9
14. Enad Global 7	Consumer Discretionary	1.9
15. BE Semiconductor Industries	Technology	1.8
16. DEME	Industrials	1.8
17. Var Energi	Energy	1.8
18. Assytem	Industrials	1.8
19. Limes Schlosskliniken	Healthcare	1.8
20. Kaufman & Broad	Consumer Discretionary	1.8

## Sector Breakdown

	% of Portfolio
Industrials	29.5
Technology	27.9
Consumer Discretionary	11.0
Energy	10.7
Basic Materials	5.2
Health Care	4.9
Utilities	1.6
Telecommunications	1.4
Consumer Staples	1.2
Financials	1.1
Cash	5.5

## Geographic Breakdown

	% of Portfolio
France	16.5
Netherlands	14.3
Germany	13.8
Sweden	13.4
Italy	9.4
Norway	8.8
Belgium	5.4
Finland	4.1
Austria	4.0
Switzerland	3.1
Spain	1.7
Cash	5.5

## Market Cap Breakdown

	% of Portfolio	No. of Stocks
Above €10bn	12.8	8
€2bn - €10bn	19.3	11
Below €2bn	62.4	43
Cash and Income	5.5	N/A
<b>Total</b>	<b>100.0</b>	<b>62</b>

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. Apex Fundrock Ltd are the Authorised Corporate Director of this fund and prospectuses for the fund are obtainable directly from them. Please email [Chelverton@maidlandgroup.co.uk](mailto:Chelverton@maidlandgroup.co.uk) or call +44 (0) 1245 459 962. The investments underlying this financial product do not take into account the EU criteria for environmentally sustainable economic activities.