

Investment objective

The Fund employs a disciplined value approach to select stocks of companies that are poorly covered by the sell-side analyst community. This lack of coverage may result in poor investor understanding of the investment case and mispricing of the company stock. This approach is research intensive and Fund assets will be concentrated in 15 to 20 high conviction positions. Risk is identified not in terms of volatility or index deviation but is a function of overpaying or overestimating a company's prospects. The Fund employs a high degree of conservatism on both these fronts. The Fund will invest primarily but not exclusively in European listed securities and retains the flexibility to opportunistically hedge against general market declines. The fund may also hold cash as a natural market hedge. The Fund is actively managed.



NAV per share

A-Class	104,32
B-Class	122,67

Top 5 Holdings

	% of NAV
Hammerson PLC	9,1%
Cairn Homes PLC	8,7%
Breedon Group PLC	8,4%
Dalata Hotel Group PLC	8,4%
Subsea 7 SA	8,1%

Market Capitalization (EUR)

	% of NAV
> 10bn	8%
1 < 10bn	68%
< 1 bn	18%

Regional exposure

	% of NAV
Euro area	44%
Norway	15%
United Kingdom	35%
USA	0%
Market Index hedges	0%
Cash	6%

Sector Exposure

	% of NAV
Industrials	28%
Consumer Disc	22%
Consumer Staples	8%
Materials	8%
Real Estate	9%
Financials	4%
Technology	0%
Energy	15%
Healthcare	0%
Cash	6%

Concentration

	% of NAV
Top 5	43%
Top 10	80%

Performance (%)

Past performance does not predict future returns. Data is retrieved from the Administrator or Bloomberg.

	Month	Ytd	2023	2022	2021	2020	2019	2018	2017	2016
Shareclass A*	0,72%	17,26%	12,87%	-20,63%	21,84%	-7,58%	14,07%	-20,61%	2,42%	4,00%
Shareclass B***	0,82%	18,31%	14,13%	-19,73%	23,08%	-6,65%				
Benchmark Index****	-0,45%	11,61%	15,97%	-11,54%	25,04%	-3,95%	26,39%			

* Inception in March 2015 **data since January 1, 2019 significant market cap focus change *** Start on January 1, 2020. **** The benchmark index represents the MSCI Europe Total Return Index(NDEEE18 Index, EUR) from Bloomberg. The benchmark is used to evaluate the results of the Fund on a risk adjusted basis only. The Fund does not seek to mirror the positioning of the benchmark and exposures can therefore materially deviate from the benchmark.

Fund Terms

	Class A	Class B
ISIN	NL0011055249	NL0014130445
Inception	March 31, 2015	January 1, 2020
Management fee	1,25%	0,25%
Mpartners	1,00%	0,00%
Privium	0,25%	0,25%
Ongoing Charges Figure	1,89%	0,78%
Min. subscription	EUR 10,000	EUR 10,000
Dealing frequency	Monthly	Monthly
Redemption	10d notice	10d notice
Benchmark	NDEEE18 Index*	NDEEE18 Index*

* MSCI Europe total return Index

Service providers

Investment Manager	Privium Fund Management
Investment Advisor	M partners
Depository	Apex Depository Services B.V.
Custodian	ABN AMRO Clearing Bank
Administrator	Apex Fund Services
Auditor	Ernst & Young Accountants
Legal Advisor	Van Campen Liem
Fiscal Advisor	STPtaxlawyers



Disclaimer

Do not run any unnecessary risk. Read the Key Information Document and the Prospectus. This communication is neither an offer to sell nor a solicitation to invest. Past performance does not predict future results. The value of investments and any income generated may go down as well as up and is not guaranteed. Privium Fund Management B.V. (Privium) is authorized and regulated by the Dutch Authority for the Financial Markets (www.afm.nl) as an Alternative Investment Fund Manager (AIFM). The Still Equity Fund and its manager, Privium Fund Management B.V., are held in the register of Dutch Authority for the Financial Markets. The Prospectus of the Still Equity Fund and the Key Information Document can be downloaded via the website of the Fund Manager (www.priviumfund.com). The performance overviews shown in this communication have been carefully composed by Privium Fund Management B.V. No rights can be derived from this communication. The Still Equity Fund is actively managed.

Q3 Review

The Fund built on its strong H1 performance with a gain of +4.5% for the quarter, lifting year-to-date returns to +17.3% (Class A shares) versus +9.6% for the MSCI European Smaller Companies Index. The most notable strong performers during the quarter were Eurocell (+43.8%), Cairn Homes (+23.7%) and Hammerson (+17%). The main detractors from overall fund performance were Subsea 7 (-17.3%) and Aker Solutions (-10.6%).

There were three company standouts during the quarter in terms of major corporate developments. Eurocell, the UK building materials manufacturer and distributor, has recently come under the direction of a new CEO. Ambitious targets have been set with a new strategy which identified a pathway to building a £500 million revenue business, generating a 10% operating margin, over a five-year period. This implies revenue growth of +40% and operating income growth of +150% in the period. Strong progress was already made at the H1 trading update despite a challenging external environment with operating profit growing by +33% driven by proactive gross margin management and reduced input costs. In addition, strong cash flow has allowed for dividend growth and an announced share buyback representing almost 9% of the outstanding stock. Despite the strong rise in the share price during the quarter, we judge the remaining upside to be highly attractive and have maintained our full position.

A position in the UK REIT, Hammerson, was initiated relatively recently in the portfolio and during the quarter became one of the larger portfolio positions following strong performance and additional share purchases. Hammerson has undergone an incredible transformation over the last 2-3 years with management team, Rita-Rose Gagne and Himanshu Raja, bringing down the debt level by 70% since FY20. The recent sale of the stake in Value Retail was the last step in this process. It leaves the company under levered and in the enviable position to significantly step up both its shareholder capital return and its investment in attractively yielding UK assets. The stock already has a dividend yield of 5% and the company has just commenced a share buyback for up to 10% of the outstanding shares in the company. Despite the improving fundamentals of its now streamlined portfolio, Hammerson still sells at a substantial discount to its NAV. We would expect to benefit from both a narrowing of this discount and the gradual recovery in the NAV as the decline in UK retail real estate seems past its worst.

The portfolio also increased its position in Tate & Lyle following share price weakness after the announcement of its intention to take over CP Kelco. The market has been looking for Tate to do more meaningful M&A given its balance sheet capacity and this is certainly a transformational deal. The share price weakness appeared driven by concerns over the scale of the deal and the current subdued state of the food ingredients sector. We think it is a highly attractive deal for Tate as it provides scale as a leader in global Texturants and, in time, will help the combined group to deliver more consistent top-line and margin expansion, along with returns. The stock remains significantly undervalued at current levels and should experience a material rerating once investors become more comfortable with the integration process and general overall industry recovery.

A few words on the weakness in our Energy Services holdings of Subsea7 and Aker Solutions. This share weakness has been driven by a decline in the oil price on concerns over a supply/demand imbalance and completely ignores the specific strong demand backdrop in the deep-sea energy services market. Both companies delivered strong earnings beats and upgrades during the period and the outlook only seems to be strengthening. For example, Subsea 7's sales and profit should continue rising with upgraded guidance, surging orders, near-record backlog, and improved pricing power as the offshore energy service market strengthens. The renewables unit's consistent double-digit margins and service expansion is likely to accrue benefits as the offshore-wind-installation market tightens. Building operator confidence and spending reflects an encouraging offshore energy services backdrop and is supporting award visibility and pricing power. In brief, we remain committed to both holdings and expect solid share price performance to resume as investor angst is alleviated following the Q3 updates.

Despite solid year-to-date returns in the portfolio, we judge there to be significant upside to our holdings and expect the positive price momentum to be continued into 2025. We believe our universe of smaller-cap stocks, and in particular our portfolio, offer highly compelling upside given their low valuations and solid near-term operating profit growth prospects.

