

PRIVIUM FUND MANAGEMENT (UK) LIMITED

UK Stewardship Code disclosure statement

Under COBS 2.2 of the FCA handbook, we are required to make a public disclosure in relation to the nature of the Firm's commitment to the above Code, which was published by the Financial Reporting Council ("FRC") in July 2010.

The Code aims to enhance the quality of engagement between institutional investors and companies to help improve long-term returns to shareholders and the efficient exercise of governance responsibilities.

It sets out good practice on engagement with investee companies and is to be applied by firms on a "comply or explain" basis. The FRC recognises that not all parts of the Code will be relevant to all institutional investors and that smaller institutions may judge some of the principles and guidance to be disproportionate. It is, of course, legitimate for some asset managers not to engage with companies, depending on their investment strategy and, in such cases, firms are required to explain why it is not appropriate to comply with a particular principle.

The seven principles of the Code are that institutional investors should:

- Publicly disclose their policy on how they will discharge their stewardship responsibilities;
- Have and publicly disclose a robust policy on managing conflicts of interest in relation to stewardship;
- Monitor their investee companies;
- Establish clear guidelines on when and how they will escalate their activities as a method of protecting and enhancing shareholder value;
- Be willing to act collectively with other investors where appropriate;
- Have a clear policy on voting and disclosure of voting activity; and
- Report periodically on their stewardship and voting activities.

Privium Fund Management (UK) Limited does not currently comply with the Code for the following reasons:

- The Firm's business model will include managing funds for temporary periods. It is often not practical to engage in meaningful engagement with investee companies during this period;
- The investment strategies we manage are diverse, meaning that it is not possible to have a single policy that covers all situations; and
- We determine our approach to stewardship on a case by case basis, taking into account the actions that will lead to the most favourable outcome for the value of our investments.

Should any of the above factors change, we will review their commitment to the Code at that time and make appropriate disclosure.