

Strategy One Fund

Privium Fund Management BV
Symphony Towers, 26th floor, Financial Offices
Gustav Mahler Square 3, 1082MS Amsterdam
info@priviumfund.com / www.priviumfund.com
+31 (0)20 46 26 644



31 May 2019



Net asset value	NAV/ share Series A (Initial)	NAV/ share Series B (Initial)	NAV/ share Series A May '15
€ 11.730.024	€ 1.340,80	€ 1.267,07	€ 1.008,36

Investment Objective Strategy One Fund

Strategy One Fund has a three to five year investment horizon. The Fund invests in a mixture of stocks, bonds and funds that are diversified amongst themselves. The investment allocation has two main characteristics: firstly, allocation is fairly dynamic among asset classes in an attempt to capture opportunities that emerge periodically. The second feature is a clear preference to fund managers that have been known to the team for many years. Due to the longstanding relationship with some of these managers and the economies of scale, Strategy One Fund has an opportunity to invest in funds and shareclasses that are not open to most private investors, saving the unit holder considerable costs.

Track Record*

%	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YEAR
2006								0,4%			19,5%		20,0%
2007		3,0%			0,7%			3,4%			3,3%		10,8%
2008		3,4%			0,7%			-0,9%			-14,9%		-12,2%
2009		4,9%			3,2%			1,5%			30,7%		43,6%
2010	2,4%	-0,6%	3,4%	0,9%	1,3%	2,2%	-1,9%	-0,1%	-1,2%	1,3%	3,0%	2,5%	14,0%
2011	-0,5%	0,5%	-1,4%	-0,3%	1,6%	-3,2%	3,3%	1,9%	1,1%	0,2%	0,6%	1,9%	5,5%
2012	1,4%	0,8%	2,1%	1,0%	-0,3%	0,4%	1,8%	-0,3%	0,6%	-0,8%	0,6%	0,5%	8,1%
2013	0,2%	2,2%	1,7%	0,7%	0,8%	-3,3%	1,7%	-1,4%	2,7%	1,9%	1,4%	1,3%	10,2%
2014	-0,5%	2,1%	-1,4%	-1,5%	2,1%	0,3%	-0,7%	1,0%	1,4%	-0,6%	2,9%	1,5%	6,8%
2015	4,4%	2,9%	2,6%	-2,9%	3,0%	-2,5%	2,4%	-4,3%	-1,8%	2,7%	1,6%	-1,9%	6,0%
2016	-4,7%	-3,2%	-0,7%	-0,8%	2,5%	-4,6%	2,3%	-0,1%	-0,4%	-1,0%	0,4%	2,5%	-7,8%
2017	0,5%	2,5%	1,9%	1,9%	1,1%	-1,2%	1,1%	-0,4%	2,1%	2,0%	0,1%	0,4%	12,7%
2018	1,5%	-2,4%	-1,4%	2,8%	2,0%	-0,6%	1,2%	0,3%	-0,3%	-4,2%	-0,9%	-3,8%	-5,9%
2019	4,9%	2,6%	0,7%	1,4%	-2,5%								7,2%

* The track record prior to the launch of the fund (May 1, 2012) relates to the unaudited performance of the total personal portfolio of Hein Jurgens, drawn from historical records. The performance is net of brokerage and custody fees as they were charged. The performance does not take Investment Fund costs into account. This historical track record is for illustration purposes only. The fund performance is based on the returns of the initial series A.

Monthly comment

Sell in May and go away would in hindsight have been the best advise over the past month. Corporate bonds, equities and Sterling had a torrid month. Most equity markets ended down over 6%, many of our corporate bond holdings were down over 3% and Sterling ended the month on a similar note. Mr Trumps decision to blacklist Huaawai for spying was the final nail in the coffin. Investors realised a trade war had started in earnest. Furthermore, it became clear that Italy was never going to achieve its growth target this year and the not surprising resignation by Mrs May, meant that there was no support for most asset classes. Investors however remain hopeful for a potential resolution, but investment decisions might be delayed until there is more clarity. Economic growth in Europe improved during the first quarter though external demand remains highly exposed to the trade war developments.

The fund performed well except for a few short-term issues. We have nearly fully hedged our Sterling positions in the fund as the next Prime minister of the UK is most likely going to be more Brexit friendly, this has served us well this month. One clear distraction, which is not a fundamental one is the winding up of Mr Woodford's Equity Income Fund. Mr Woodford was the UK's star fund manager, who after quitting Invesco, started his own 10Bn Sterling fund. The funds' performance lagged markets dramatically and redemptions have reduced the fund to 4bn. Within the fund one of the top 10 holdings is a position in Autolus, spun out of Syncona. As the "market" knows of the forced selling of Autolus, the share price has halved even though all milestones have been made. The effect on Syncona is significant as it is the biggest holder of Autolus and as such has seen its value halve. Mr Woodford has now halted redemptions for his fund and the position is most likely going to be placed at a discount with investors. This should see the price of Autolus rising significantly once the "overhang is gone" helping in turn to see Syncona's share price recover. Additionally, Syncona announced another significant financing for a cell therapy company, but it meant the position was down by a hefty 7%. Another temporary issue is that we have seen a general widening of the discounts in our listed funds, for instance Boussard (-9%, nav unchanged YTD), Third point (-7.5%, Nav +10.5% YTD) and Pershing (-30%, nav +34.5% YTD). This tends to happen when there is stress in the market or when a fund is not "performing" for a while. Generally, these discounts will reduce or when not, corporate action will be taken through renewed buy backs or simply the fund being taken over. The best performance came from our defensive positions Novartis, Nomad and Nestle that all produced positive news flow and small gains. The best performance came from Chaarat Gold which announced that its production budget is fully financed. We sold out of our position in Odey even though he recovered most of his losses this year, but unfortunately mr Odey has become too erratic to invest in.

In all we are seeing that expectations of rate rises are diminishing globally and that Central Banks are willing to stimulate the global economy which is a clear positive for equity markets if they are made pre-emptive. We are still expecting a solution to most of the global issues. As the fund demonstrated this month it is cushioned against sudden pullbacks and our managers are flexible enough to work around global issues.

Top 5 positions		Asset Allocation	
Name		<p>Legend:</p> <ul style="list-style-type: none"> Hedge funds Balanced funds Equities (incl. funds) Cash Bonds (corp. & gov., incl funds) Listed Real Estate Commodities 	
Egerton			
Phaidros Balanced Fund			
Adelphi Europe Fund			
Pictet Water			
Syncona			
Fund overview			
Management fee:	1,0%	Subscription & redemption:	Monthly
Performance fee:	5,0%	Redemption notice period:	30 days
High Water Mark	Yes	Base currency	EURO
Hurdle rate	0,0%	Minimum Investment	EUR 100.000,-
Redemption fee	0,5% (credited to the fund)	ISIN code (A class & B class)	NL0010187993 & NL0010556536
Start date fund	May 1, 2012	Administrator:	APEX Fund Services (Netherlands) B.V.
Investment Manager:	Privium Fund Management BV	Depositary:	Darwin Depositary Services
Investment Team:	Hein Jurgens Mark Baak	Custodian	ABN AMRO
		Accountant:	EY
<p>Privium Fund Management B.V. (Privium) is authorised and regulated by the Dutch Authority for the Financial Markets (www.afm.nl) as an Alternative Investment Fund Manager (AIFM). Both Privium as well as the Fund are included in the register of the AFM. This communication is neither an offer to sell nor a solicitation to invest. Past performance is not indicative of future results. The value of investments and any income generated may go down as well as up and is not guaranteed. For more information, please refer to the Key Investor Information Document or 'KIID' and the Prospectus on the website of Privium (www.priviumfund.com/funds).</p>			