

The Fund aims to earn a higher long-term return than the average of the world's developed equity markets, as represented by the iShares MSCI World UCITS ETF. The investment philosophy is value oriented. Investments are selected after implementing detailed fundamental research, with the objective of finding opportunities where there is a large discrepancy between price and intrinsic value. The Fund will likely differ materially from the performance benchmark in order to achieve its objective.

Price €163.94 (A class)
Size €20,222,068 (strategy)
Minimum €20,000
Dilution Levy Max, 15bp
Dealing Monthly
Management Fee 1.5% +/- 0.5%
 Based on 3 year rolling outperformance/ (underperformance) vs. the iShares Core MSCI World UCITS ETF

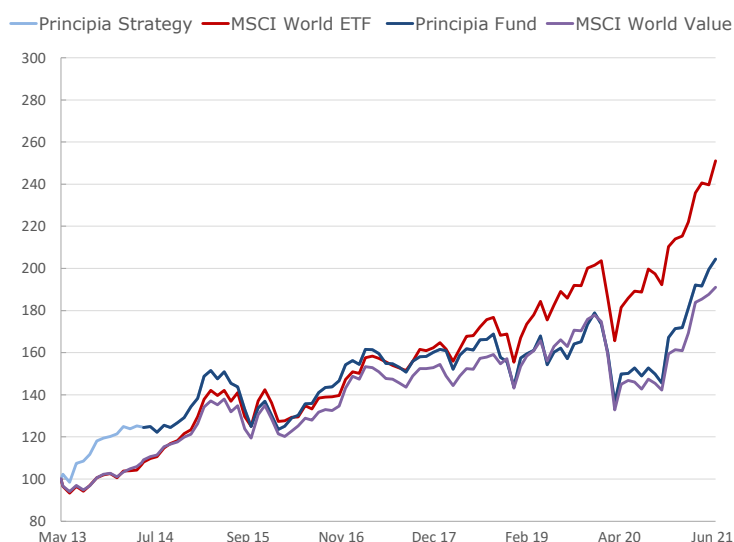


Commentary

The largest contributor to performance was WM Morrison (Morrison). Morrison is the UK's fourth largest grocery chain, with a market share of approximately 10%. The company operates about 500 stores and is solely focussed on the UK. The share price has risen considerably over the last few weeks as two rival private equity groups put in bids to buy the company at substantial premiums. On the 3rd of July, Morrison accepted the second and higher offer from a consortium led by Fortress. Although Morrison has accepted the bid, this does not preclude other parties from making better offers. At the current price, Morrison is trading on a consensus dividend yield of 3.4%, a consensus price to earnings of 18.6x and a price to estimated normalised earnings of 14.6x.

The largest detractor from performance was AIG. AIG is one of the world's largest insurers. It provides property and casualty (P&C) and life and retirement insurance through a wide range of subsidiaries across the globe. The share price was relatively weak in June, mainly due to sector related sentiment and not due to anything specific to the company. The stock has been relatively strong over the last several months. The company announced its intention to separate its P&C business from its life and retirement business. The announcement sends a strong signal about management's expectations for continuing improvement of profitability at the P&C business. The separation will also allow each division to be run more efficiently over time. Finally, we believe it could also enable better price discovery as AIG continues to trade at what appears to be an anomalous discount to more focussed peers. At the current price, AIG is trading on a consensus price to book of 0.6x, a consensus price to earnings of 10.6x and a price to estimated normalised earnings of 8.8x

Performance Chart (A class)¹



Geographic Exposure

	% of NAV
United States	19.1
Canada	3.4
North America	22.5
Korea	5.6
Greater China	9.6
Other	0.0
Asia ex-Japan	15.1
United Kingdom	21.7
Europe ex-UK	26.3
Europe	47.9
Japan	8.8
Other	2.8
Cash	0.0

Sector Exposure

	% of NAV
Consumer Discretionary	11.0
Consumer Staples	14.3
Energy	9.9
Financials	14.0
Health Care	18.1
Industrials	6.2
Technology	6.4
Materials	7.9
Real Estate	0.0
Communication Services	10.2
Utilities	1.6
Cash	0.0

Top 10 Holdings

	% of NAV		
Sanofi	5.2	WM Morrison	4.0
China Mobile	5.1	GlaxoSmithKline	3.8
BAT	4.7	Société BIC	3.3
Honda Motor	4.3	Tesco	3.0
AIG	4.0	Samsung	3.0

Returns (% net)

	Fund	MSCI World (V) ²	MSCI World
1 month	2.45	1.77	4.74
YTD	19.23	18.36	17.32
1 year	33.83	30.85	32.66
3 years	26.79	25.63	49.36

Portfolio Statistics³

	Fund	MSCI World
Median Market Cap (\$bn)	32.3	102.7
Weighted Avg. Market Cap (\$bn)	74.3	395.3
Median P/E (FY1)	11.9	20.0
Median P/B (FY1)	1.3	2.7
Median D/Y (FY1)	3.1	2.0
Number of securities	53	1591
Active Share	95.2%	-

Top 5 Contributors (MTD)

	%
WM Morrison	1.37
Luk Fook	0.47
Honda Motor	0.31
Roche	0.28
Astellas Pharma	0.20

Bottom 5 Contributors (MTD)

	%
AIG	-0.28
Newcrest Mining	-0.23
Citigroup	-0.19
SPDR Gold Shares	-0.11
TGS Nopec	-0.11

Liquidity Analysis

	% of NAV
1 Day	100
5 Days	100
10 Days	100
1 Month	100
3 Months	100

NOTICES

Do not run any unnecessary risk. Read the Key Investor Information Document. 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. Privium Fund Management B.V. is authorized and regulated by the Dutch Authority for the Financial Markets (www.afm.nl) as an Alternative Investment Fund Manager. The 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 Fund and the Key Investor 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.

Performance Chart¹

Principia Strategy refers to the same strategy run in a trading account, measured one year prior to launch. The performance of the account has been calculated by Custom House and accounts for all costs and fees.

MSCI World (V)²

Refers to the MSCI World Value Index

Portfolio Statistics³

Source: Principia Fund/Bloomberg. Portfolio statistic data is calculated intra-month at the time of publishing this report. Median P/E and P/B metrics are based on consensus data. Active share data is calculated once per quarter.