STILL EQUITY FUND

Marketing communication

Data as of October 31, 2022

PRIVIUM FUND MANAGEMENT

SVMpartners SUSTAINABLE VALUE INVESTING

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	77.76
B-Class	89.47

Top 5 Holdings	*% of NAV*
Subsea 7 SA	9.6%
Dalata Hotel Group PLC	8.2%
Cairn Homes PLC	6.9%
Eurocell PLC	5.4%
Sligro Food Group NV	5.2%

Market Capitalization (EUR)	*% of NAV*
> 10bn	0%
1 < 10bn	22%
< 1 bn	41%

Exposure	% of NAV
Euro area	30%
Norway	10%
United Kingdom	23%
USA	0%
Market Index hedges	0%
Cash	37%

Sector Exposure	*% of NAV*
Industrials	5%
Consumer Disc	23%
Consumer Staples	13%
Materials	9%
Real Estate	0%
Financials	4%
Technology	0%
Energy	10%
Healthcare	0%
Cash	37%

Concentration	*% of NAV*
Top 5	35%
Top 10	56%

Performance (%) *Past performance does not predict future returns. Data is retrieved from the Administrator or Bloomberg.*

	Month	Ytd	2021	2020	2019	2018	2017	2016	2015
Shareclass A*	6.84%	-22.36%	21.84%	-7.58%	14.07%	-20.61%	2.42%	4.00%	-4.01%
Shareclass B***	6.94%	-21.63%	23.08%	-6.65%					
Benchmark Index****	6.31%	-14.34%	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
Managment fee	1.25%	0.25%
Mpartners	1.00%	0.00%
Privium	0.25%	0.25%
Ongoing Charges Figure	1.57%	0.57%
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
Depositary	Darwin Depositary Services
Custodian	ABN AMRO Clearing Bank
Administrator	Apex Fund Services
Auditor	Ernst & Young Accountants
Legal Advisor	Van Campen Liem
Fiscal Advisor	STPtaxlawyers

October Review

The Fund rebounded in October, posting an increase of +6.8% (Class A shares). October delivered a mirror image to the equity carnage of the previous month with all portfolio stocks contributing to a positive outturn. The strongest contributors to overall portfolio performance were Subsea 7 (+20.2%), Dalata (+15.1%), and Cairn Homes (+15.2%).

Two of our holdings reported results during the month. FNAC, the French consumer electronics and appliance retailer, posted a resilient Q3 performance, outperforming its peers, with only a small decline in sales while margins were kept stable. The group reiterated all its medium-term targets. Management remains focused on strong execution in Q4 (product availability and marketing campaigns) given its importance with key events – Black Friday, FIFA World Cup, and Christmas. Even though the company will continue to operate in a challenging and volatile environment with potentially tougher competition, we expect the group will be able to limit the impact of weakening consumer demand on its profitability. In addition, the recent derating of the stock already incorporates a substantial deterioration in the company's prospects that are so far inconsistent with its strong track record and management guidance. The stock sells at six times earnings, boasts a dividend approaching a 6% yield and management expects to generate strong free cash flow representing more than 50% of the current market cap over the next few years. We judge the share to be significantly undervalued.

Sligro, the Dutch Foodservice company, reported a strong sales increase in Q3 (+17%) as the company is only just beginning to recover from the Covid impact on its end markets. Q3 marked the second quarter in a row that reported sales were higher than pre-Covid levels in 2019. With sales and profitability on a strong recovery trajectory, investors are now nervous over declining consumer confidence and the growing likelihood of some degree of an economic slowdown in the company's main markets. While management acknowledged the growing macro uncertainty, they were still confident of the strength of their end markets in the upcoming important Q4.

Furthermore, recent share price weakness gives no credit for the substantial market opportunities opening on the back of the significant investment and efforts made at the company over the past few years. The integration of the Netherlands Heineken distribution system is complete, and management did mention for the first time the cross-selling benefits that were already being recorded. In addition, the company is one of the leading bidders for the distressed Metro assets in Belgium. If successful, this would solidify Belgium as a second home market and allow for a substantial boost to country sales and profitability.

Macro concerns have been the dominant factor in driving portfolio returns this year. Operating performance at our companies has been strong. Earnings estimates for our portfolio have increased over the last three months, which stands in stark contrast to the negative revisions at the index level. Given the early stage of recovery of most of our investments, we still expect to see earnings progression next year in the context of a weak economic backdrop. As valuations of many of our smaller company holdings have been heavily penalized during the market downdraft, the snap-back potential from here remains substantial, signaling a compelling entry point. As stated last month, the market sell-off is increasing the number of attractive investment opportunities on our radar. We expect that our existing high cash levels will fall before year end as we take advantage of depressed asset levels to bring new investments into the portfolio.