



**A Class Price** €183.99  
**B Class Price** €200.59  
**Fund Size** €22,115,614  
**Dealing** Monthly  
**ISIN Code A** NL0010759700  
**ISIN Code B** NL0010759718

The Fund is actively managed. 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.

**Commentary**

The risk that an investment in a specific country becomes impaired or underperforms due to geopolitical change is currently at the forefront of many investors' concerns. How does Principia incorporate geopolitical risk into its investment process?

Investors utilize two broad approaches in dealing with geopolitical risk. One is to exclude countries in which this risk appears elevated, regardless of valuation. The second approach is to see changing political relations within and between countries as just one of many inputs in terms of forming a view as to the valuation of a company and then comparing that to what is being priced by the market.

We favour the latter, the value-oriented approach. In this dimension, political risk, just like the many other risks confronted by a company can just as easily be seen as an investment opportunity, as a threat. It all depends on what is being factored into the price by the market. Sometimes country-level risks are ignored, without justification, while at other times, these risks become over-discounted, which creates an opportunity for valuation-driven investors.

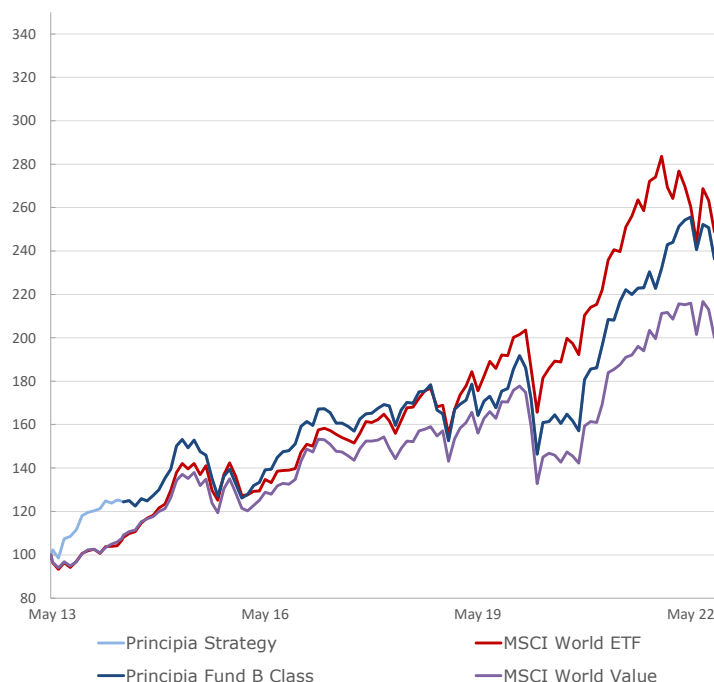
The future is inherently uncertain, and worst-case scenarios can end up being valid, as has recently been the case with Russia. As investors, this uncertainty cannot be eliminated but we believe that it can be managed.

We manage country risk through our portfolio construction process, which focuses on wide diversification and the avoidance of excessive concentration. One of the key advantages of having an unconcentrated portfolio is the ability to accommodate stock or country-specific risk while taking advantage of related mispricing. Through thoughtful diversification and position sizing, we can participate in instances of identified undervaluation where country risks are prevalent, while at the same time having a portfolio that is robust under a wide range of eventualities.

We believe that when it comes to geopolitical risk or any other risk, price juxtaposed against value is the key factor in assessing investment opportunities. We manage uncertainty in the portfolio, not through exclusion, but through diversification and position sizing. With our broadly unconstrained and price-sensitive approach, we believe we increase our odds of finding mispriced opportunities and thereby achieving superior long-term returns for our investors.

**Performance Chart<sup>1</sup>**

Past performance does not predict future results



Geographic Exposure	% of NAV
United States	14.8
Canada	9.5
North America	24.3
Korea	4.3
Greater China	8.1
Other	4.0
Asia ex-Japan	16.3
United Kingdom	16.4
Europe ex-UK	18.4
Europe	34.8
Japan	17.6
Other	4.2

Sector Exposure	% of NAV
Consumer Discretionary	10.7
Consumer Staples	13.5
Energy	16.5
Financials	13.8
Health Care	11.8
Industrials	6.5
Technology	3.5
Materials	13.4
Real Estate	1.5
Communication Services	6.8
Utilities	0.0
Cash	0.7

Top 10 Holdings	% of NAV
Honda	4.5
BAT	4.3
Samsung Electronics	3.4
Tesco	3.3
Sanofi	3.3
AIG	2.8
Citigroup	2.7
Wheaton	2.6
UBS	2.6
GSK	2.5

Performance %	B Class	A Class	MSCI World
<b>Not annualised</b>			
Year to Date	7.8	7.7	-8.4
1 month	5.8	5.8	4.4
3 months	-0.8	-0.9	-3.3
6 months	-1.6	-1.7	-3.6
<b>Annualised</b>			
1 year	8.5	8.3	-4.5
3 years	12.3	11.6	10.7
5 years	8.7	7.7	10.0
Fund Inception	8.7	7.6	11.1
<b>Annual</b>			
2014	8.5	7.7	15.6
2015	-1.9	-3.1	10.3
2016	21.6	20.1	10.9
2017	3.7	2.4	7.5
2018	-8.9	-10.1	-4.2
2019	25.6	24.3	29.6
2020	-3.2	-4.2	6.2
2021	25.0	24.3	32.5

Top 5 Contributors (MTD)	% of NAV
NOV	0.82
AIG	0.49
Brighthouse Financial	0.42
Valaris	0.41
Sanofi	0.39

Bottom 5 Contributors (MTD)	% of NAV
Alibaba	-0.40
Naspers	-0.26
Luk Fook	-0.19
Jardine Matheson	-0.14
Camco	-0.13

<b>Historic Geographical Exposure</b>		<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>	<b>2021</b>
United States		54.0	47.0	35.0	31.9	28.6	15.8
Canada		0.0	0.0	0.0	2.2	2.7	6.6
North America		54.0	47.0	35.0	34.1	31.3	23.6
Korea		3.0	0.0	4.8	5.1	5.1	4.1
Greater China		5.0	8.0	9.5	9.6	7.8	10.3
Other		2.0	2.0	1.3	0.0	1.1	1.9
Asia ex-Japan		11.0	11.0	15.7	14.7	13.9	16.2
United Kingdom		10.0	15.0	17.1	18.2	19.9	18.8
Europe ex-UK		13.0	17.0	19.9	20.6	26.5	26.8
Europe		23.0	32.0	37.0	38.8	46.4	45.6
Japan		12.0	11.0	10.4	10.9	5.8	10.9
Other		3.0	0.0	1.9	1.0	2.6	4.1
<b>Historic Sector Exposure</b>		<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>	<b>2021</b>
Communication Services		NA	NA	17.7	16.9	8.8	10.0
Consumer Discretionary		20.9	18.4	7.7	9.3	10.4	9.9
Consumer Staples		3.1	4.8	8.5	8.7	11.2	11.0
Energy		3.0	2.3	5.1	7.4	8.3	12.0
Financials		17.7	18.5	18.7	21.0	22.8	16.0
Health Care		11.9	17.9	17.6	15.3	15.4	16.4
Industrials		10.6	11.6	6.3	7.8	6.0	7.7
Technology		25.7	19.4	12.1	5.6	6.7	4.5
Materials		0.0	0.0	0.0	1.7	7.2	11.9
Telecom Services		4.6	3.1	NA	NA	NA	NA
Utilities		0.0	0.0	2.8	2.3	1.9	0
Real Estate		2.3	3.9	3.5	2.2	1.4	0
<b>Portfolio Statistics<sup>3</sup></b>		<b>Fund</b>	<b>MSCI World</b>	<b>Fees and Expenses %<sup>2</sup></b>			
Median Market Cap (\$bn)		10.7	94.3	<b>A Shares</b>			
Weighted Avg. Market Cap (\$bn)		51.5	335.5	Management Fee			
Median ROA (FY1)		4.8	5.1	For 5 year performance inline with Benchmark			
Median P/E (FY1)		11.5	17.8	For 5 year outperformance/(underperformance) vs Benchmark			
Median P/B (FY1)		1.3	2.4	Fund expenses			
Median D/Y (FY1)		3.3	2.2	<b>Total Expense Ratio</b>			
Number of securities		71	1542	<b>B Shares</b>			
Active Share		0.97		Management Fee			
% of NAV in top 10 holdings		32.0		For 5 year performance inline with Benchmark			
% of NAV in top 20 holdings		54.2		For 5 year outperformance/(underperformance) vs Benchmark			
Annualised Turnover %		56.0		Fund expenses			
<b>Liquidity Analysis</b>			<b>% of NAV</b>	<b>Total Expense Ratio</b>			
1 Day			96	<b>Service Providers</b>			
5 Days			100	Fund Administrator			
10 Days			100	Custodian			
1 Month			100	Depository			
3 Months			100	Auditor			

Do not run any unnecessary risk. Read the Key Investor Information Document and the Prospectus. 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.

## NOTES

### 1. Performance

**Data:** All performance data is retrieved from the Administrator and/or Bloomberg

**Chart:** Principia Strategy refers to the same value oriented approach run in a trading account, measured one year prior to launch. The performance of the account has been calculated by Apex and accounts for all costs and fees.  
The B Class did not incur a management fee from the Fund launch until June 2021, all other costs and fees are accounted for.

**MSCI World:** Is the reference benchmark index which is represented by the iShares Core MSCI UCITS ETF in EUR

**Annual Return Table:** 2014 data is from 22 May 2014 until 31 Dec 2014

### 2. Management Fee

**A Class:** The Management Fee is 1.25% per annum when the performance of the Fund is equal to the return of the benchmark over the five years ending on the date of the calculation. A maximum Management Fee of 1.5% is payable if the return of Shareclass A is superior to that of the benchmark by 20% over the five years ending on the date of the calculation. A minimum Management Fee of 1% is payable if the return of Shareclass A is below that of the benchmark by 20% over the five years ending on the date of the calculation.

**B Class:** The Management Fee is 1% per annum when the performance of the Fund is equal to the return of the benchmark over the five years ending on the date of the calculation. A maximum Management Fee of 1.25% is payable if the return of Shareclass B is superior to that of the benchmark by 20% over the five years ending on the date of the calculation. A minimum Management Fee of 0.75% is payable if the return of Shareclass B is below that of the benchmark by 20% over the five years ending on the date of the calculation.

### 3. Portfolio Statistics

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.