STILL EQUITY FUND

Marketing communication

Data as of July 31, 2023

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	89,68
B-Class	104,03

Top 5 Holdings	*% of NAV*
Subsea 7 SA	10,1%
Dalata Hotel Group PLC	9,2%
Cairn Homes PLC	8,9%
Breedon Group PLC	8,5%
TKH Group NV	7,7%

Market Capitalization (EUR)	*% of NAV*
> 10bn	6%
1 < 10bn	42%
< 1 bn	46%

Regional exposure	% of NAV
Euro area	53%
Norway	13%
United Kingdom	23%
USA	5%
Market Index hedges	0%
Cash	6%

Sector Exposure	*% of NAV*
Industrials	26%
Consumer Disc	29%
Consumer Staples	29%
Materials	0%
Real Estate	0%
Financials	4%
Technology	4%
Energy	3%
Healthcare	0%
Cash	6%

Concentration	*% of NAV*
Top 5	44%
Top 10	75%

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

	Month	Ytd	2022	2021	2020	2019	2018	2017	2016
Shareclass A*	0,16%	12,80%	-20,63%	21,84%	-7,58%	14,07%	-20,61%	2,42%	4,00%
Shareclass B***	0,26%	13,53%	-19,73%	23,08%	-6,65%				
Benchmark Index****	2,09%	13,43%	-11,54%	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	2,01%	0,90%
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	Apex Depositary Services B.V.
Custodian	ABN AMRO Clearing Bank
Administrator	Apex Fund Services
Auditor	Ernst & Young Accountants
Legal Advisor	Van Campen Liem
Fiscal Advisor	STPtaxlawyers

July Review

The Fund posted a positive return of +0.2% (Class A shares) for the month, bringing year-to-date gains to +12.8%. The three main positive contributors to overall fund performance were Breedon (+11.7%), Sligro (+11.4%) and C&C (+10%). The main detractors from performance were OSB (-23.5%), Dalata (-8.2%), and Cairn (-5.9%).

July was an extremely busy month for corporate updates with nine of our holdings providing trading updates. In short, company updates were solid with almost all companies either reiterating or increasing 2023 guidance. The one major exception was **OSB Group**, the UK specialist mortgage lender. OSB issued an unscheduled trading update detailing the need to significantly revise down its 2023 Net Interest Income guidance due to a change in modelling the expected income earned on a segment of its mortgage products. While the details are rather technical, the essential summary is that NII for 2023 would take a circa 20% hit, while subsequent years would be impacted on a much smaller scale in the mid-single digit range. All other key performance metrics – loan growth, cost management, and credit quality - remained in-line or better than expectations. The substantial stock decline is not commensurate with the actual fundamental revision in outlook but can be explained by the sizeable hit to management credibility which is always important but especially so in the smaller company financial space. From a pure valuation perspective, the stock is selling at extreme depressed levels even after assuming significant downgrades to earnings. The stock sells for 4x earnings, a -40% discount to book value while still generating high double digit returns and remains overcapitalized. Some patience will be required until management credibility is restored, and the position has been resized to ensure that any future downside impact of the holding will be limited.

The remainder of the company updates were very encouraging. The Defence and Energy Services segments of the portfolio (**Hensoldt** and **Subsea7** respectively) continue to exhibit strongly improving operational momentum in terms of sales, margin expansion and new orders. Similar positive momentum can also be seen in the reports of our construction related holdings which are benefiting from the specific strong demand in UK infrastructure spend (**Breedon**) and Irish residential construction (**Cairn Homes**). In addition, our patience with our consumer facing stocks is starting to be rewarded with the early signs of strongly improving profitability at **Sligro** (Dutch food service) and building sales momentum at **C&C** (UK/Irish beer and cider manufacturer).

There was one new addition to the portfolio in July with the establishment of a position in the Norwegian Offshore Energy Services company, Aker Solutions. The attractive valuation is the foundation for the investment case. Net cash reported at the end of June stands at circa 30% of the current market cap of the company. The company is also in the midst of a merger and partial sale of its traditional energy subsea activities with those of Schlumberger (SLB) and Subsea 7 (SUBC). It is expected that the Subsea Integration Alliance (SIA) merger will be completed before year end. The structure of this agreement is that AKSO will sell half of its 40% stake to SLB and SUBC for $700 million and will be left with a 20% stake in the entity. Assuming an accurate valuation of JV, then AKSO's current 40% stake combined with the current net cash position explains the current market capitalization of the entire company, with investors getting the remaining two business units for free (Renewables and Lifecycle).

There are two obvious catalysts to draw investor attention to this undervaluation – 1) the two remaining business segments generated over NOK 1.1 billion of EBITDA in 2022 on what should be close to trough margins – the remnants of lowly priced contracts agreed during difficult market conditions two years ago, and the bulk of current executed work being early stage where recognized margins are lowest. The order backlog is at historic high levels and should drive revenue growth and visibility as well. It should not be overlooked that AKSO retains a 20% stake in SIA where operating conditions are also experiencing a major multi-year rebound; and 2) The company remains highly cash generative so net cash should continue to build. Once the SIA deal is complete, net cash at the company is estimated to grow to > 50% of the current market capitalization, allowing for significant returns to shareholders.

In addition to the new position in Aker Solutions, we continue to take advantage of significant stock and sector specific price moves to slightly reallocate capital to those areas of the portfolio where we judge the most attractive risk/reward opportunities to reside. While we remain cautious about the outlook for H2, we remain confident in the catch up potential of the attractively valued securities currently in the portfolio.