

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	89,74
B-Class	104,59

Top 5 Holdings

	% of NAV
Cairn Homes PLC	10,5%
Dalata Hotel Group PLC	9,6%
Subsea 7 SA	9,4%
Breedon Group PLC	8,0%
C&C Group PLC	6,9%

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*	5,60%	12,87%	-20,63%	21,84%	-7,58%	14,07%	-20,61%	2,42%	4,00%
Shareclass B***	5,70%	14,13%	-19,73%	23,08%	-6,65%				
Benchmark Index****	3,66%	15,97%	-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.

Market Capitalization (EUR)

	% of NAV
> 10bn	6%
1 < 10bn	47%
< 1 bn	32%

Regional exposure

	% of NAV
Euro area	46%
Norway	16%
United Kingdom	23%
USA	0%
Market Index hedges	0%
Cash	14%

Fund Terms

	Class A	Class B
ISIN	NL0011055249	NL0014130445
Inception	March 31, 2015	January 1, 2020
Management 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

Sector Exposure

	% of NAV
Industrials	25%
Consumer Disc	25%
Consumer Staples	13%
Materials	0%
Real Estate	0%
Financials	4%
Technology	3%
Energy	16%
Healthcare	0%
Cash	14%

Service providers

Investment Manager	Privium Fund Management
Investment Advisor	Mpartners
Depository	Apex Depository Services B.V.
Custodian	ABN AMRO Clearing Bank
Administrator	Apex Fund Services
Auditor	Ernst & Young Accountants
Legal Advisor	Van Campen Liem
Fiscal Advisor	STPtaxlawyers

Concentration

	% of NAV
Top 5	44%
Top 10	74%



December Review

The Fund posted a positive return of +5.6% (Class A shares) as global equity markets continued their recovery into December, finishing the year with a +12.9% gain. All holdings contributed positively to the portfolio return with the main positive contributors being Dalata (+12.1%), C&C (+13.9%), and OSB Bank (+23.9%). No holding had a negative impact on performance.

Newsflow for the month was limited to the trading update provided by Dalata. Management guided on a solid H2 performance which will lead to some small consensus upgrades for 2023 (>+20% EBITDA growth). More important was the optimistic outlook for 2024 based on strong lead indicators across the sector and the expected continued recovery in corporate travel. Based on Dalata Hotels Group's return profile, the experienced management team, the strength of the business in Ireland, the growth opportunity in the UK and Europe, the free cashflow generation and the conservative balance sheet position, we judge that the stock should at least trade at NAV which implies greater than +50% upside potential.

The market correction in Q3 combined with the general poor performance of the average stock in 2023 up until November, is presenting us with attractive investment opportunities. Our cash position has deliberately been allowed to grow but we would expect to be providing updates on new entries into the portfolio in the coming months. Valuation spreads between the most and least expensive market segments are wide by historical standards which should provide a rewarding backdrop for active, value-oriented stock selection. In our judgment there is an above-average downside risk embedded in owning an index with a concentrated weighting of market darlings with lofty expectations. The differences between the composition of our equity portfolio and any index are extreme. We have constructed a portfolio that looks vastly different compared to our peers and to an expensive index and remain confident in the positive return prospects for 2024.

DISCLAIMER:

Do not run any unnecessary risk. Read the Key Information Document and the Prospectus. This communication is neither an offer to sell nor a solicitation to invest. The value of investments and any income generated may go down as well as up and is not guaranteed.

The Fund and its manager, Privium Fund Management B.V., are held in the register of Dutch Authority for the Financial Markets (www.afm.nl). The prospectus of the Fund and the Key Information Document can be downloaded via the manager's website, 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.

