



Monthly Risk Report

31 August 2020

imagine



NICHE AM

Pharus Electric Mobility Niches

ISIN Class A – LU1867072149
 Class B – LU1867072222
 Class Q (listed class) - LU1867072495

Summary

- Ex-ante analysis: VaR 1 month – 99%
- Portfolio: allocation & performance summary
- Ex-ante analysis : VaR by sector and country
- Ex-ante analysis : Top securities which are contributing the most to total active risk
- Ex-Ante analysis: size and style allocation
- Liquidation time horizon
- Portfolio: FX hedging

Ex-ante analysis: VaR 1 month 99% as of 31/08/2020

	Alert Level		VaR 99% 1M Fund	VaR 99% 1M Fund (prev, month)
	I°	II°		
<i>Pharus Electric Mobility</i>	-12,0%	-17,0%	-30,66%	-32,21%

- The alert levels are linked to the 99% VaR 1M
- As expected, the VaR continued to remain above the limits
- An extraordinary BoD had been called on 13 May to request an extension of the waiver to risk budget. The BoD has granted a waiver for further 6 months due to the exceptional situation. A similar rise of VaR may be found in most equity indexes and when the calculation of the VaR gives a meaningful and greater weight to the more recent events (decay factor).

VaR Sensitivity

	95% VaR	99% VaR
Historical 1D	2,63%	6,54%
Historical 1W	5,89%	14,62%
Historical 1M	12,35%	30,66%

Source: MSCI Risk Metrics, Niche AM

EQUITY PORTFOLIO: Indices % price changes

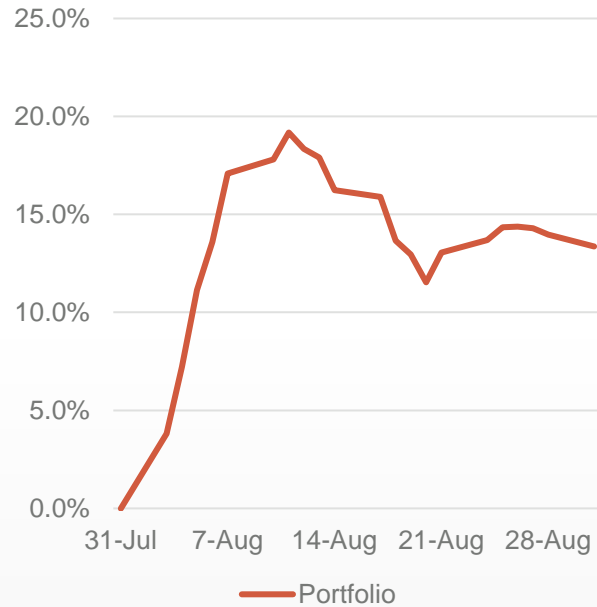
Index	Price as of 31/08/2020	% Price Change 1 month (local currency)	% Price Change 1 month (€)	% Price Change Year to date (local currency)	% Price Change Year to Date (€)	% Price Change Since inception (local currency)	% Price Change Since inception (€)
Pharus Electric Mobility	109,50	-	13,37%	-	3,02%	-	9,50%
Lithium Cells	-	-	23,67%	-	62,48%	-	73,23%
Commodities	-	-	7,01%	-	-10,90%	-	-12,22%
Cathodes	-	-	19,27%	-	19,16%	-	35,72%
Anodes	-	-	4,49%	-	-22,48%	-	-22,95%
Separators	-	-	12,85%	-	-25,88%	-	-15,82%
Powertrains & Ultracapacitors	-	-	12,96%	-	-14,88%	-	1,32%
EV Makers	-	-	7,38%	-	-22,08%	-	-25,01%
Electrolytes & Elecfoils	-	-	12,93%	-	-38,36%	-	-12,74%
Satellite Areas	-	-	6,72%	-	-31,25%	-	-30,56%
Global X Lithium & Battery Tech ETF (LIT)	39,32	9,50%	8,01%	43,82%	35,07%	51,41%	43,49%
Amplify Advanced Battery Metals and Materials ETF (BATT.K)	10,63	6,19%	4,75%	-3,10%	-8,99%	-3,50%	-8,54%
Tokyo Stock Exchange (.TOPX)	1618,18	8,16%	6,69%	-5,99%	-9,34%	4,20%	1,12%
Korea (.KS200)	307,14	2,61%	1,70%	4,55%	-4,48%	12,88%	6,53%
Europe (.STOXX)	366,51	-	2,86%	-	-11,86%	-	-3,11%

* 10/06/2019 – Inception date

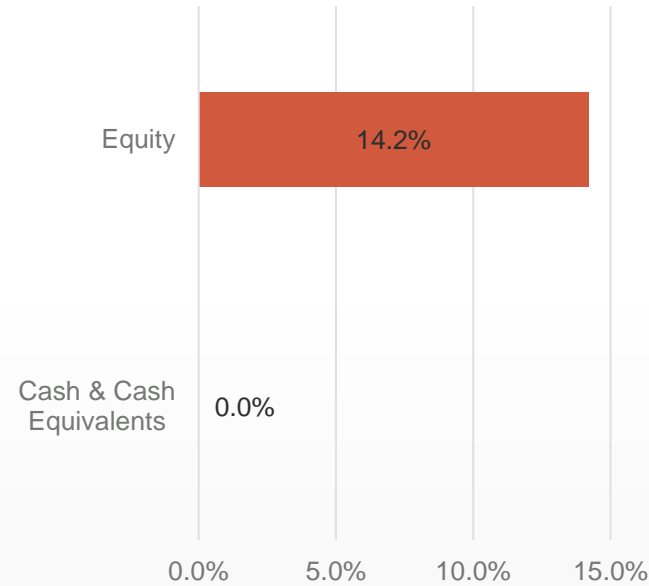
Source: Niche AM, Thomson Reuters

PORTFOLIO: Allocation & Performance summary

NAVps: +13,37% (31 July – 31 Aug '20)



Performance Breakdown by Asset Class (Pure) (31 July – 31 Aug '20)



Equity Portfolio: Monthly performance by Sector (31 July – 31 Aug '20)

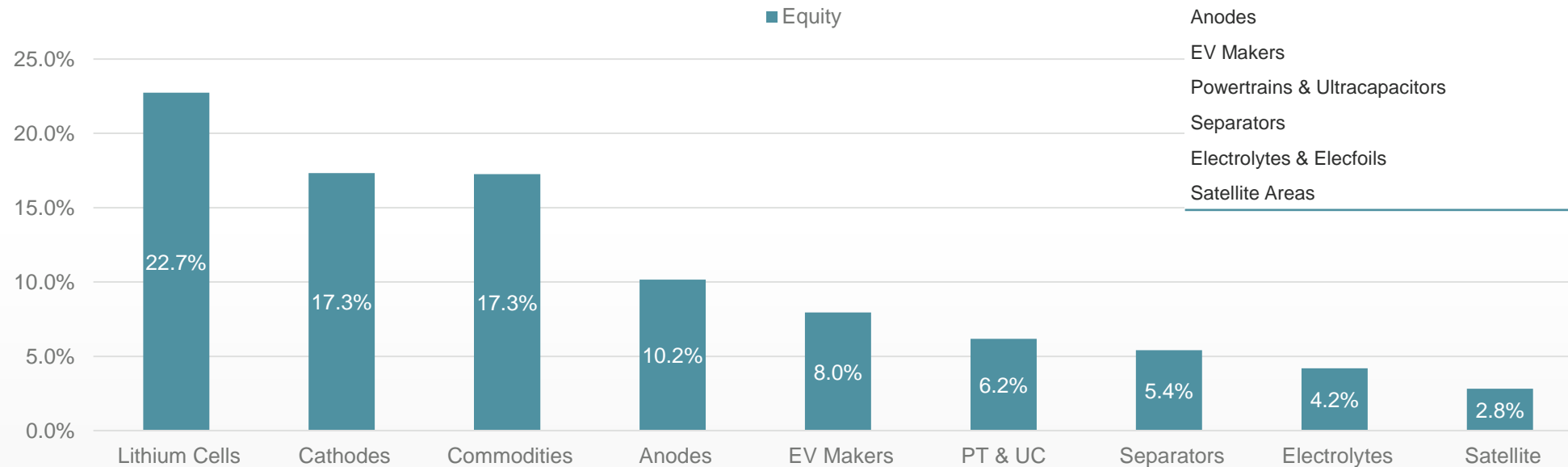
	Avg Weight	1 Month Return	Contribution
Equity	94,1%	14,2%	13,37%
Materials	51,6%	14,8%	7,65%
Consumer Discretionary	19,9%	11,8%	2,34%
Information Technology	10,1%	18,4%	1,86%
Energy	5,1%	30,9%	1,58%
Industrials	7,4%	-0,9%	-0,07%

Source: Niche AM, Thomson Reuters

As of 31 Aug '20	
AUM (€ mln)	9,442 mln

EQUITY PORTFOLIO: Breakdown by Niches

Weight by Niche as of 31 Aug 2020

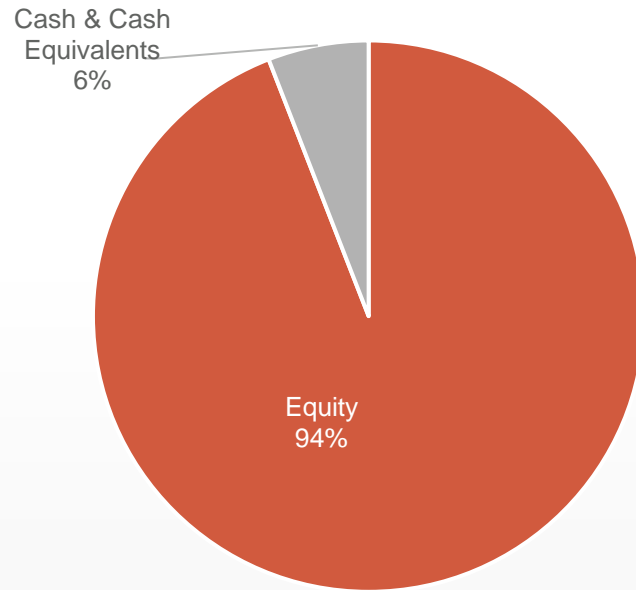


Niches	1 Month Performance
Lithium Cells	23,7%
Cathodes	19,3%
Commodities	7,0%
Anodes	4,5%
EV Makers	7,4%
Powertrains & Ultracapacitors	13,0%
Separators	12,9%
Electrolytes & Elecfoids	12,9%
Satellite Areas	6,7%

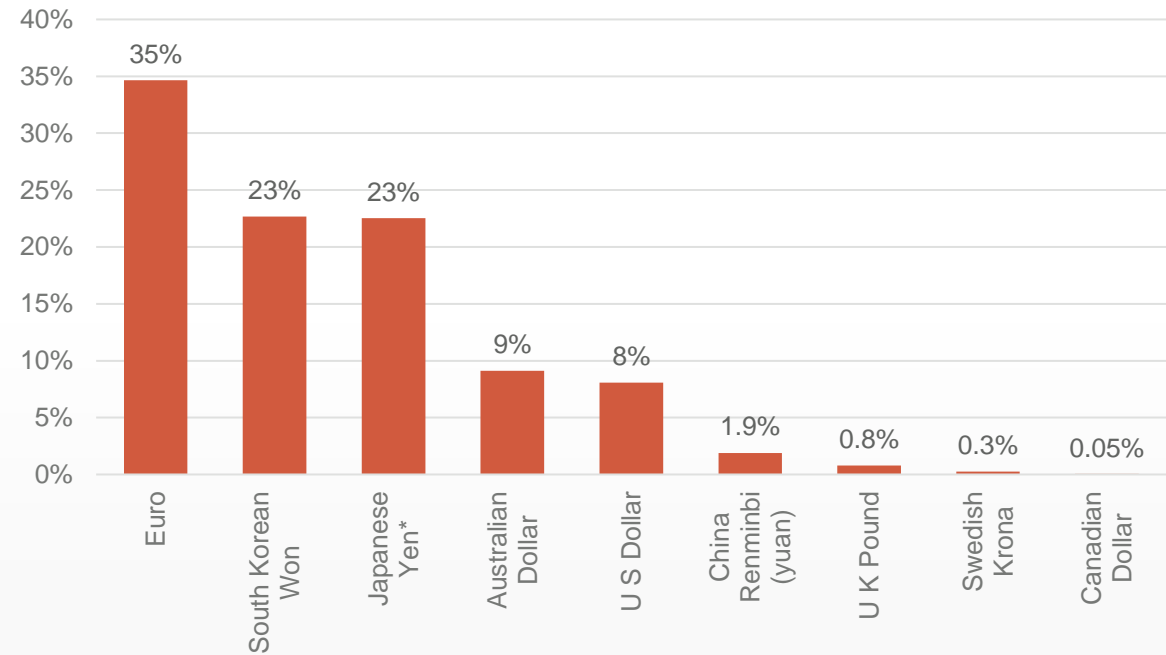
Current Equity Exposure: 94%

PORTFOLIO: Allocation summary

**Breakdown by Asset Class
as of 31 Aug '20**



**Breakdown by Currency
as of 31 Aug '20**



*Net of hedging

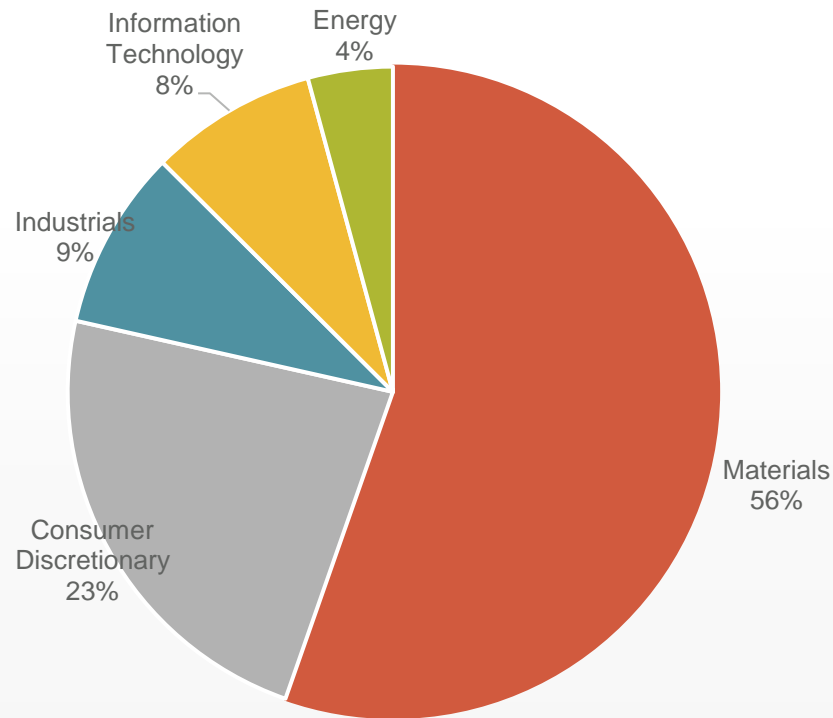
Source: Niche AM, Thomson Reuters

EQUITY PORTFOLIO: Allocation summary

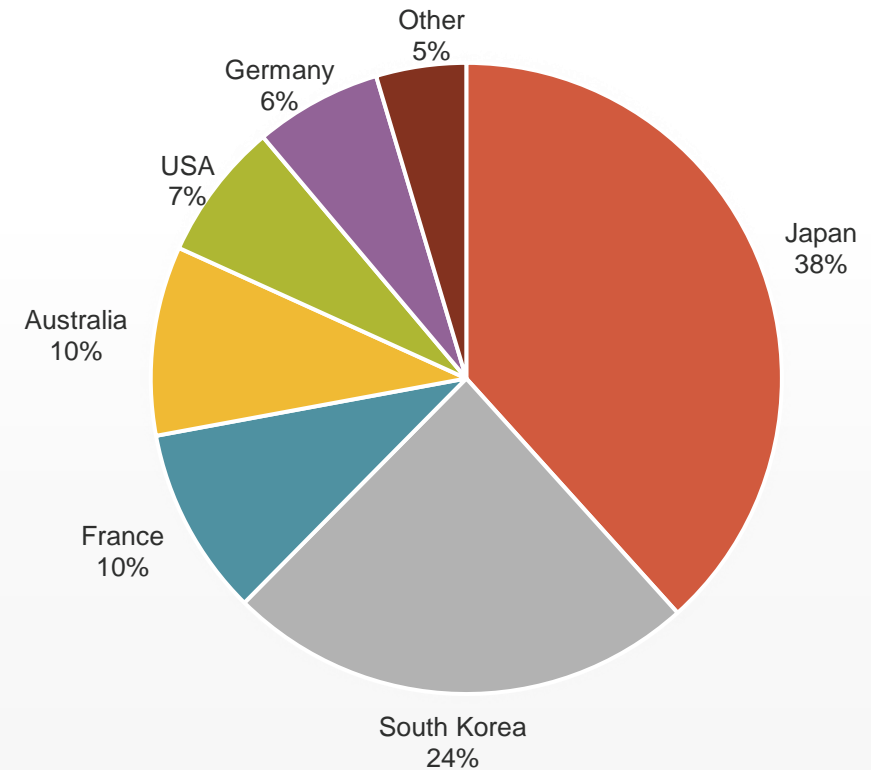
Equity Exposure: 94%

Equity Exposure previous month: 96%

Equity Breakdown by Sector
as of 31 Aug 2020 (rebased)



Equity Breakdown by Country
as of 31 Aug 2020 (rebased)



EQUITY PORTFOLIO: Change in holdings (31 July – 31 Aug '20)

	Trade	End Portfolio Weight
GS Yuasa Ord Shs	BUY	2,49%
POSCO Ord Shs	BUY	1,50%
Western Areas Ord Shs	ADD	4,90%
Glencore Ord Shs	ADD	0,78%
Voltabox Ord Shs	ADD	0,54%
Showa Denko Ord Shs	ADD	2,71%
Sumitomo Metal Mining Ord Shs	ADD	4,84%
Stella Chemifa Ord Shs	ADD	1,16%
Renault Ord Shs	ADD	2,40%
Volkswagen Ord Shs	ADD	1,26%
SK Innovation Pref Shs	REDUCE	3,97%
Ecopro Ord Shs	REDUCE	2,11%
Samsung SDI Pref Shs	REDUCE	3,88%
LG Chem Preferred Stock	REDUCE	4,75%
Cosmo Chemical Ord Shs	REDUCE	1,39%
Antofagasta Ord Shs	SELL	0,00%
Freeport McMoRan Ord Shs	SELL	0,00%

EQUITY PORTFOLIO: Monthly performance (31 July – 31 Aug '20)

Top performers*

	1 Month (Portfolio)		
	Avg Weight	Return	Contribution
LG Chem Preferred Stock	7,4%	39,8%	3,62%
SK Innovation Pref Shs	5,2%	33,6%	1,48%
Samsung SDI Pref Shs	6,4%	10,9%	1,15%
Toda Kogyo Ord Shs	2,3%	48,4%	0,93%
Ecopro Ord Shs	2,2%	28,7%	0,55%
Cosmo Chemical Ord Shs	1,7%	28,0%	0,54%
Panasonic Ord Shs	7,4%	7,1%	0,53%
Syrah Resources Ord Shs	3,2%	15,9%	0,48%
Livent Ord Shs	1,5%	33,7%	0,45%
Eramet Ord Shs	1,9%	23,4%	0,41%
Tanaka Chemical Ord Shs	1,2%	41,2%	0,38%
Seronics Ord Shs	2,0%	17,0%	0,34%
Valeo Ord Shs	2,1%	17,8%	0,34%
Soulbrain Co Ord Shs	1,2%	27,8%	0,33%
Renault Ord Shs	2,0%	18,9%	0,32%

Bottom performers

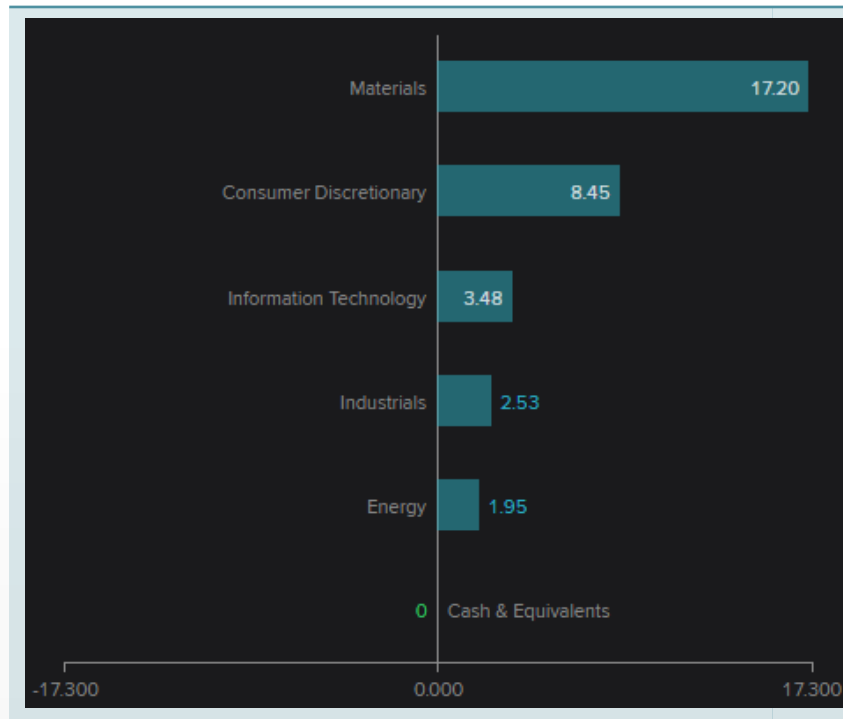
	1 Month (Portfolio)		
	Avg Weight	Return	Contribution
Western Areas Ord Shs	5,0%	-6,5%	-0,34%
Showa Denko Ord Shs	2,4%	-6,4%	-0,26%
Alelion Energy Systems Ord Shs	0,3%	-35,7%	-0,15%
POSCO Ord Shs	0,5%	-6,4%	-0,12%
GS Yuasa Ord Shs	1,4%	-3,8%	-0,10%
Fluor Ord Shs	1,3%	-7,6%	-0,09%
Voltabox Ord Shs	0,5%	-19,1%	-0,07%
BAIC Motor Ord Shs H	0,9%	-3,0%	-0,03%
Stella Chemifa Ord Shs	0,6%	-4,0%	-0,03%
MMC Norilsk Nickel PJSC Ord Shs	0,9%	-2,2%	-0,01%
Glencore Ord Shs	0,5%	-2,3%	-0,01%
SQM de Chile ADR Rep 1 Series B	0,6%	1,5%	0,01%
Conic Metals Ord Shs	0,0%	21,1%	0,01%
Pilbara Minerals Ord Shs	1,1%	0,5%	0,02%
Honda Tsushin Kogyo Ord Shs	0,4%	8,9%	0,03%

*Sorted from highest to lowest by Contribution

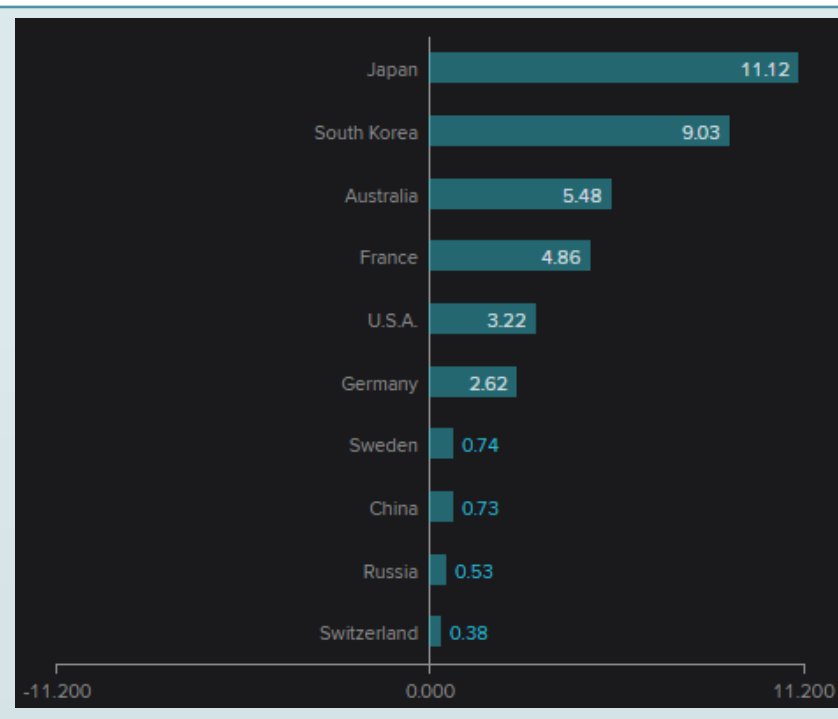
Ex-ante analysis: VaR 1 month 99%

as of 31/08/2020

**VAR 1M – 99% BY GICS SECTOR
AS OF 31/08/2020**



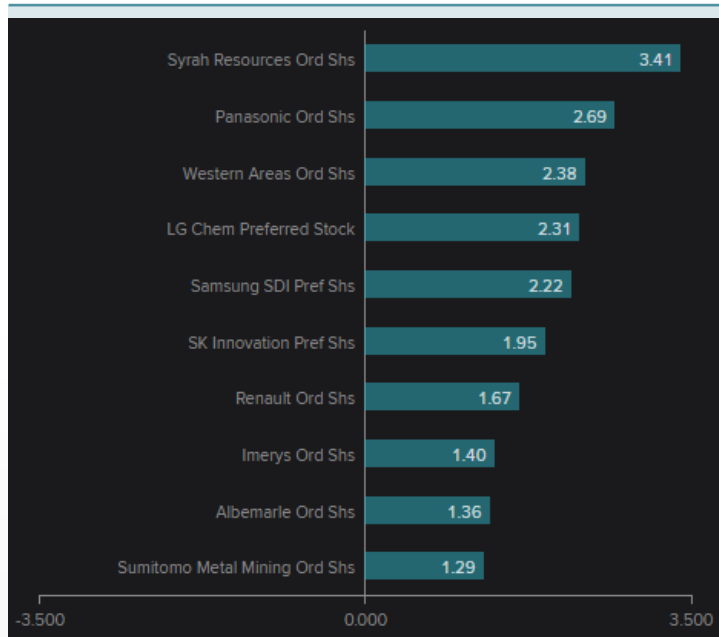
**VAR 1M – 99% BY COUNTRY
AS OF 31/08/2020**



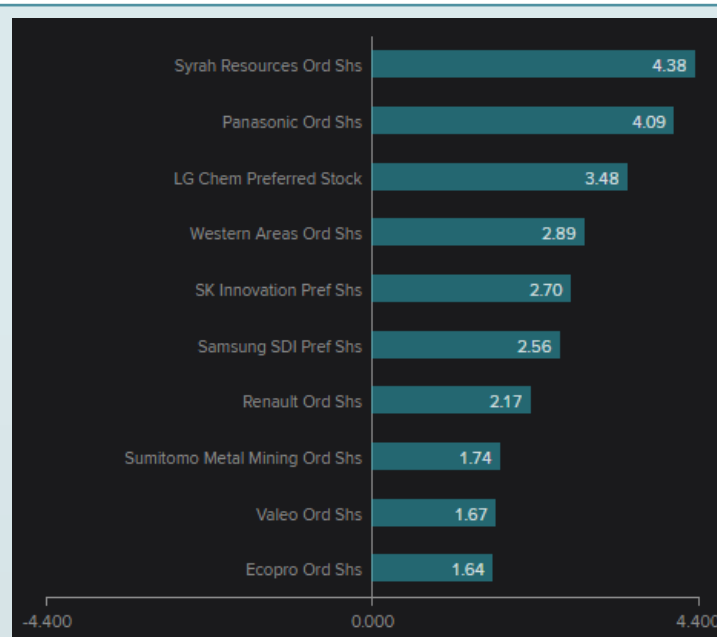
Source: MSCI RiskMetrics, Niche

Ex-ante analysis: Top securities which are contributing the most to total active risk

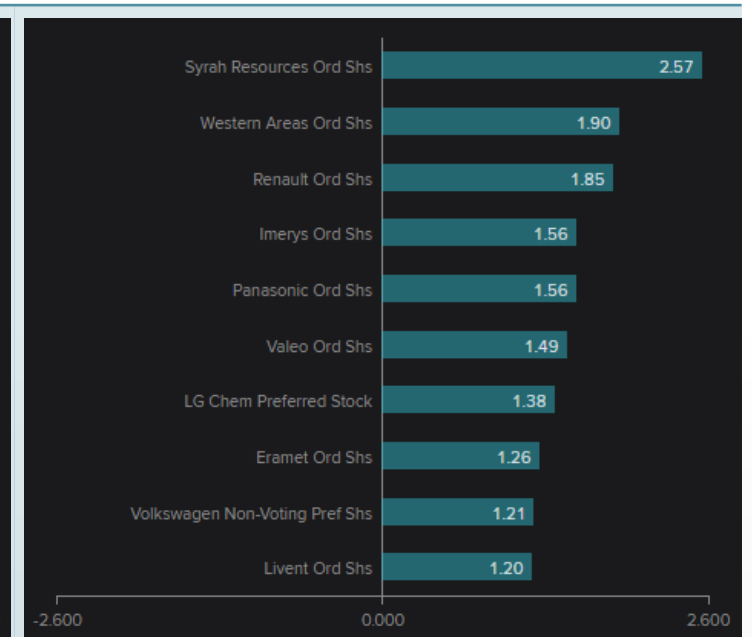
**VAR TOP 10 SECURITIES
AS OF 31/08/2020**



**CVAR TOP 10 SECURITIES
AS OF 31/08/2020**



**MVAR TOP 10 SECURITIES
AS OF 31/08/2020**



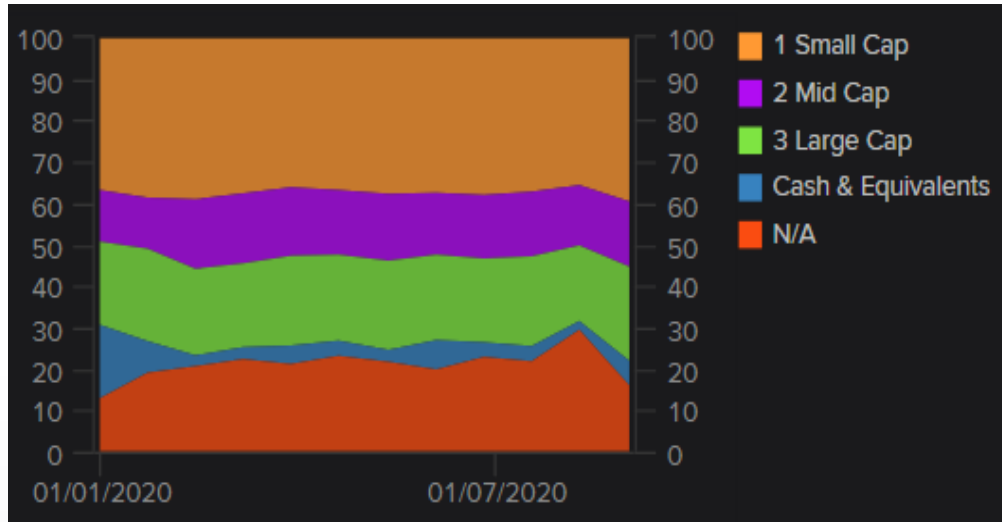
Ex-ante analysis: Top securities which are contributing the most to total active risk (sorted by Expected Shortfall) as 31/08/2020

	VaR 1M 95%	VaR 1M 99%	Portfolio Weight %	CVaR 1M 99%	Marginal VaR
Pharus Electric Mobility	12,35	30,66	100,00%	35,57	30,66
Syrah Resources Ord Shs	1,41	3,41	3,12%	4,38	2,57
Panasonic Ord Shs	1,26	2,69	7,65%	4,09	1,56
LG Chem Preferred Stock	1,16	2,31	4,75%	3,48	1,38
Western Areas Ord Shs	1,13	2,38	4,90%	2,89	1,90
SK Innovation Pref Shs	0,95	1,95	3,97%	2,70	0,85
Samsung SDI Pref Shs	0,79	2,22	3,88%	2,56	1,06
Renault Ord Shs	0,85	1,67	2,40%	2,17	1,85
Sumitomo Metal Mining Ord Shs	0,82	1,29	4,84%	1,74	0,85
Valeo Ord Shs	0,62	1,08	2,20%	1,67	1,49
Ecopro Ord Shs	0,57	1,02	2,11%	1,64	0,71
Imerys Ord Shs	0,56	1,40	2,51%	1,62	1,56
Toda Kogyo Ord Shs	0,59	0,90	2,74%	1,52	0,11
Continental Ord Shs	0,45	0,96	2,13%	1,50	1,09
Eramet Ord Shs	0,46	1,28	2,00%	1,47	1,26
Albemarle Ord Shs	0,62	1,36	2,24%	1,44	1,13

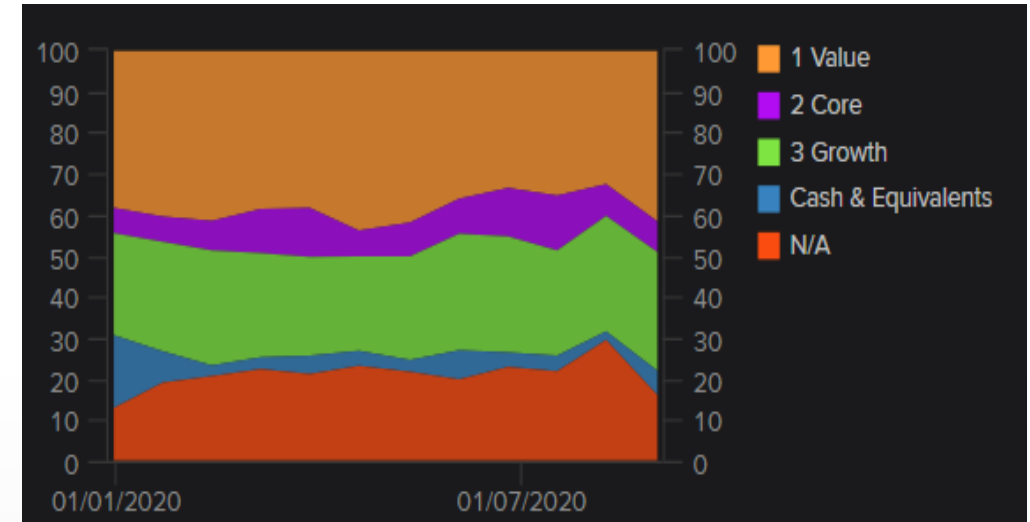
Source: MSCI RiskMetrics, Niche

Ex-ante analysis Multi-Factor risk *as of 31/08/2020*

Size Allocation



Style Allocation



Source: Thomson Reuters, Niche AM

Liquidation time horizon and stress test

	1 day	5 days	10 days	30 days
Pharus Electric Mobility	95%	100%	100%	100%

Source: Niche AM, Thomson Reuters

Assumptions for what regards the time it takes to liquidate assets for cash on a daily basis:

- *Equity: orders placed on the market at 20% of volumes; average 3 month volume considered*

Internal Liquidity requirement: at least 10% can be liquidated in one week and 40% in one month



Number of days necessary to liquidate 20% of the portfolio: 1 day



PORTFOLIO: FX hedging

Forex outright trades in place: YEN

31-Aug-20

Total JPY Exposure	432,686,928 (36% AUM)
Total JPY Net Exposure	269,686,928 (23% AUM)

Currency Pair	<u>RATE</u>	Amount sold in JPY	Amount bought in euro	Amount as a % of total JPY Exposure	Maturity
JPY	120,3875	-163,000,000	1,353,961	38%	25/09/2020

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