



Monthly Risk Report

31 December 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 – 95%
- 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 95% as of 31/12/2020

| | Alert Level | | VaR 95% 1M Fund | VaR 95% 1M Fund (prev. month) |
|---------------------------------|-------------|--------|-----------------|-------------------------------|
| | I° | II° | | |
| <i>Pharus Electric Mobility</i> | -11,0% | -14,0% | -11,24% | -12,64% |

- The alert levels are linked to the 95% VaR1M
- The current VaR is slightly above the first alert level internally set.

VaR Sensitivity

| | 95% VaR | 99% VaR |
|---------------|---------|---------|
| Historical 1D | -2.40% | -5.87% |
| Historical 1W | -5.36% | -13.12% |
| Historical 1M | -11.24% | -27.51% |

Source: MSCI Risk Metrics, Niche AM

EQUITY PORTFOLIO: Indices % price changes

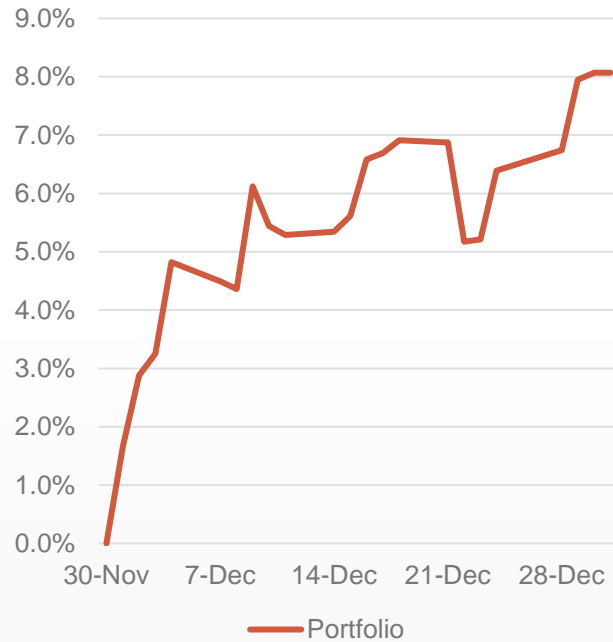
| Index | Price as of 31/12/2020 | % Price Change 1 month (local currency) | % Price Change 1 month (€) | % Price Change Year to date (local currency) | % Price Change Year to Date (€) | % Price Change Since inception (local currency) | % Price Change Since inception (€) |
|--|------------------------|---|----------------------------|--|---------------------------------|---|------------------------------------|
| Pharus Electric Mobility | 140.40 | - | 8.40% | - | 33.23% | - | 40.40% |
| Lithium Cells | - | - | 4.14% | - | 101.76% | - | 115.04% |
| Cathodes | - | - | 28.41% | - | 75.65% | - | 101.95% |
| Anodes | - | - | 14.38% | - | -8.40% | - | -6.90% |
| Electrolytes & Elecfoils | - | - | 1.74% | - | 13.61% | - | 62.75% |
| Separators | - | - | 9.08% | - | -2.34% | - | 11.50% |
| Commodities | - | - | 17.50% | - | 61.96% | - | 59.57% |
| Powertrains & Ultracapacitors | - | - | 2.17% | - | 10.08% | - | 31.04% |
| Satellite Areas | - | - | 7.26% | - | -3.31% | - | -9.21% |
| Global X Lithium & Battery Tech ETF (LIT) | 61.89 | 18.52% | 15.75% | 125.55% | 106.71% | 138.31% | 120.73% |
| Amplify Advanced Battery Metals and Materials ETF (BATT.K) | 15.81 | 15.40% | 12.71% | 41.04% | 29.26% | 43.53% | 32.94% |
| Tokyo Stock Exchange (.TOPX) | 1804.68 | 2.84% | 0.83% | 6.32% | 1.65% | 16.21% | 12.37% |
| Korea (.KS200) | 389.29 | 12.50% | 11.32% | 34.97% | 31.83% | 43.07% | 43.18% |
| Europe (.STOXX) | 399.03 | - | 2.48% | - | -4.22% | - | 5.49% |

* 10/06/2019 – Inception date

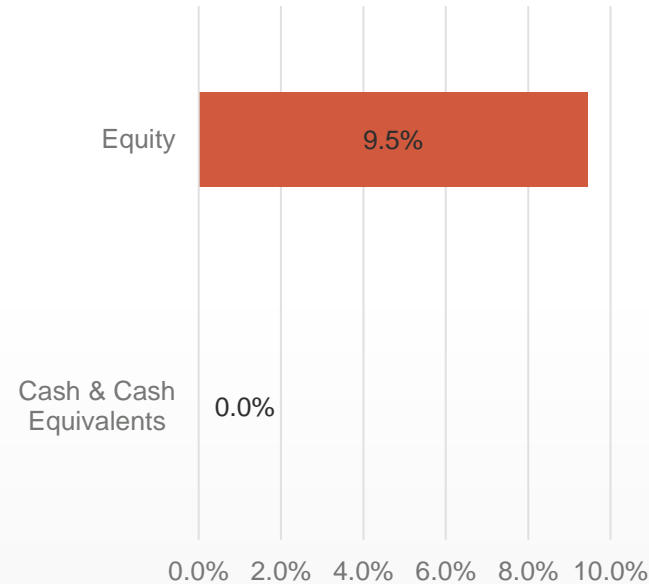
Source: Niche AM, Thomson Reuters

PORTFOLIO: Allocation & Performance summary

NAVps: +8.40% (30 Nov – 31 Dec '20)



Performance Breakdown by Asset Class (Pure) (30 Nov – 31 Dec '20)



Equity Portfolio: Monthly performance by Sector (30 Nov – 31 Dec '20)

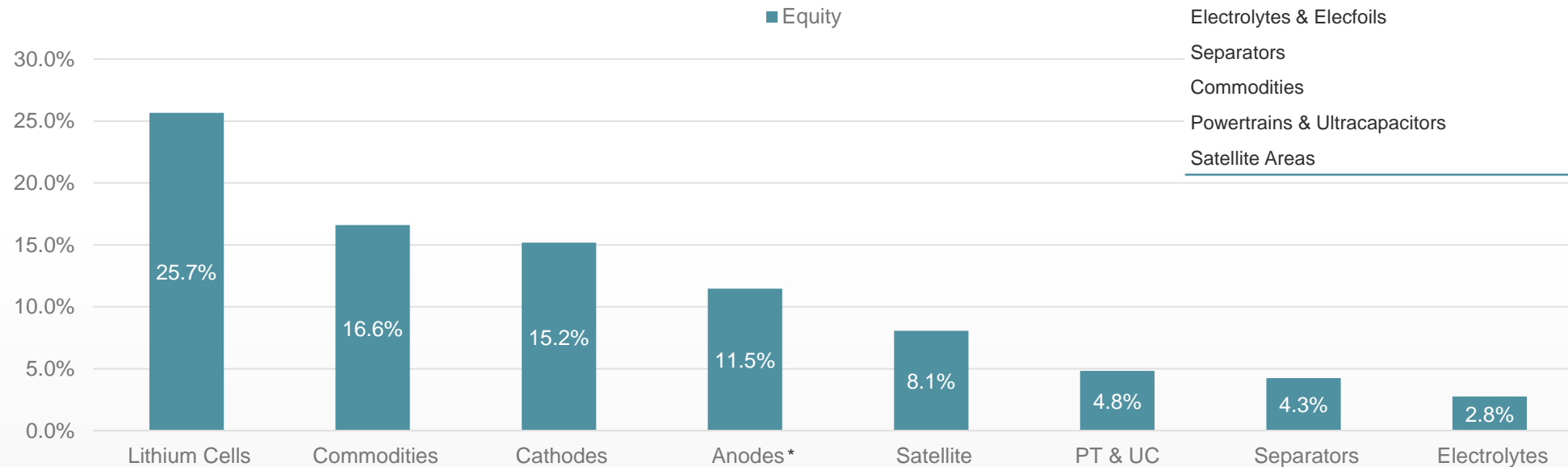
| | Avg Weight | 1 Month Return | Contribution |
|------------------------|--------------|----------------|--------------|
| Equity | 88.8% | 9.5% | 8.40% |
| Materials | 48.8% | 11.4% | 5.55% |
| Information Technology | 5.2% | 26.3% | 1.36% |
| Consumer Discretionary | 19.3% | 4.2% | 0.80% |
| Industrials | 10.8% | 5.3% | 0.57% |
| Energy | 4.7% | 2.4% | 0.11% |

Source: Niche AM, Thomson Reuters

| As of 31 Dec '20 | |
|------------------|------------|
| AUM (€ mln) | 12.679 mln |

EQUITY PORTFOLIO: Breakdown by Niches

Weight by Niche as of 31 Dec '20



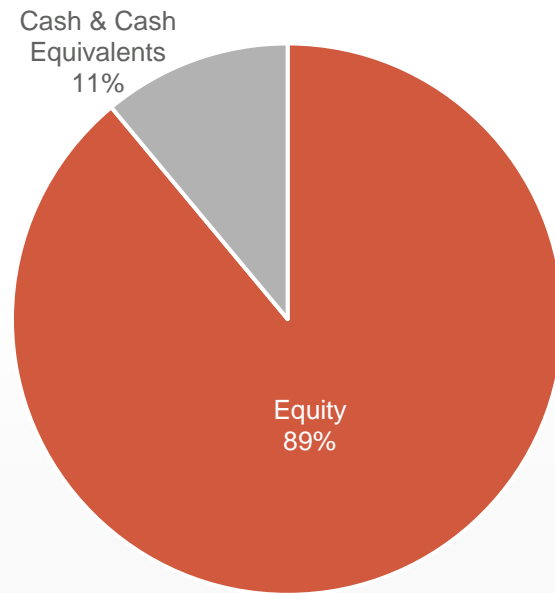
| Niches | 1 Month Performance |
|-------------------------------|---------------------|
| Lithium Cells | 4.1% |
| Cathodes | 28.4% |
| Anodes | 14.4% |
| Electrolytes & Elecoils | 1.7% |
| Separators | 9.1% |
| Commodities | 17.5% |
| Powertrains & Ultracapacitors | 2.2% |
| Satellite Areas | 7.3% |

Current Equity Exposure: 89%

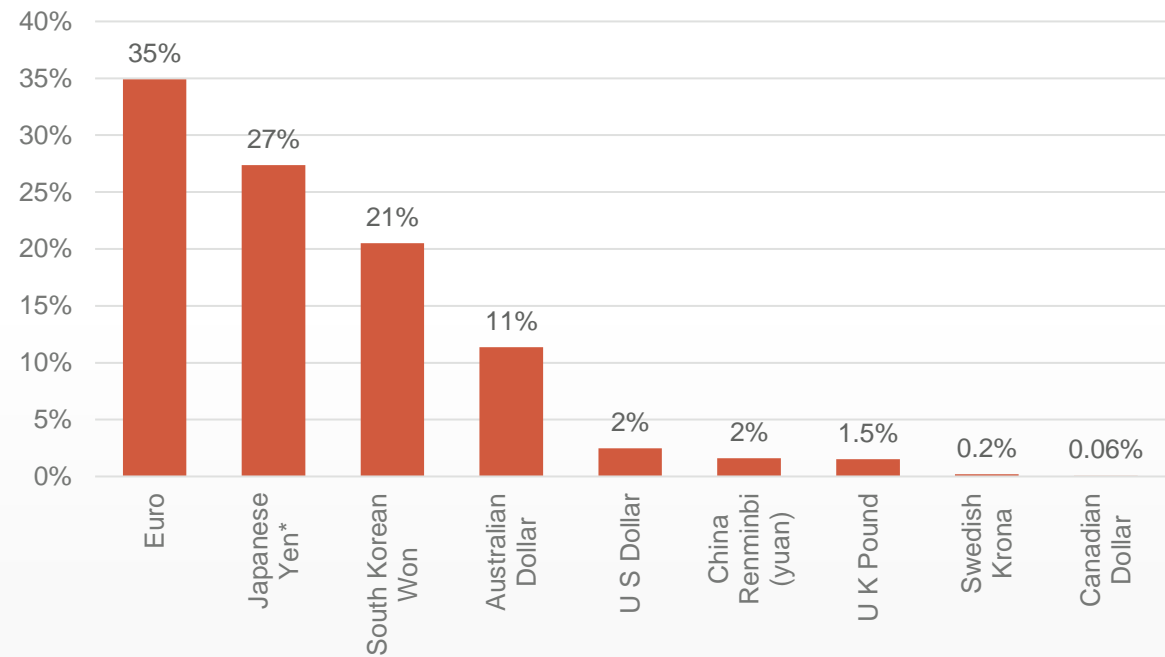
* EV Makers merged into Satellite starting from Sept ' 20

PORTFOLIO: Allocation summary

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



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



*Net of hedging

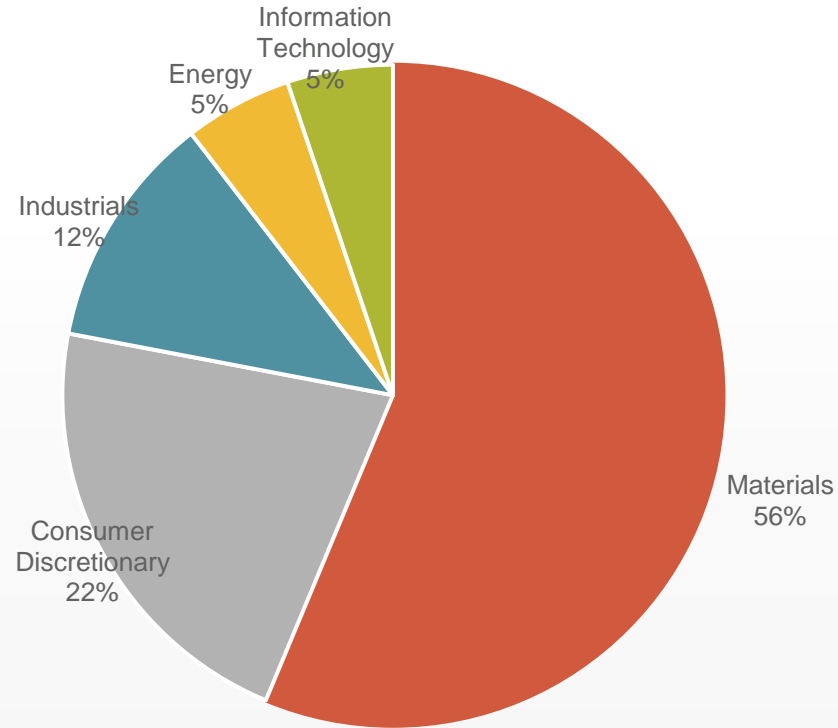
Source: Niche AM, Thomson Reuters

EQUITY PORTFOLIO: Allocation summary

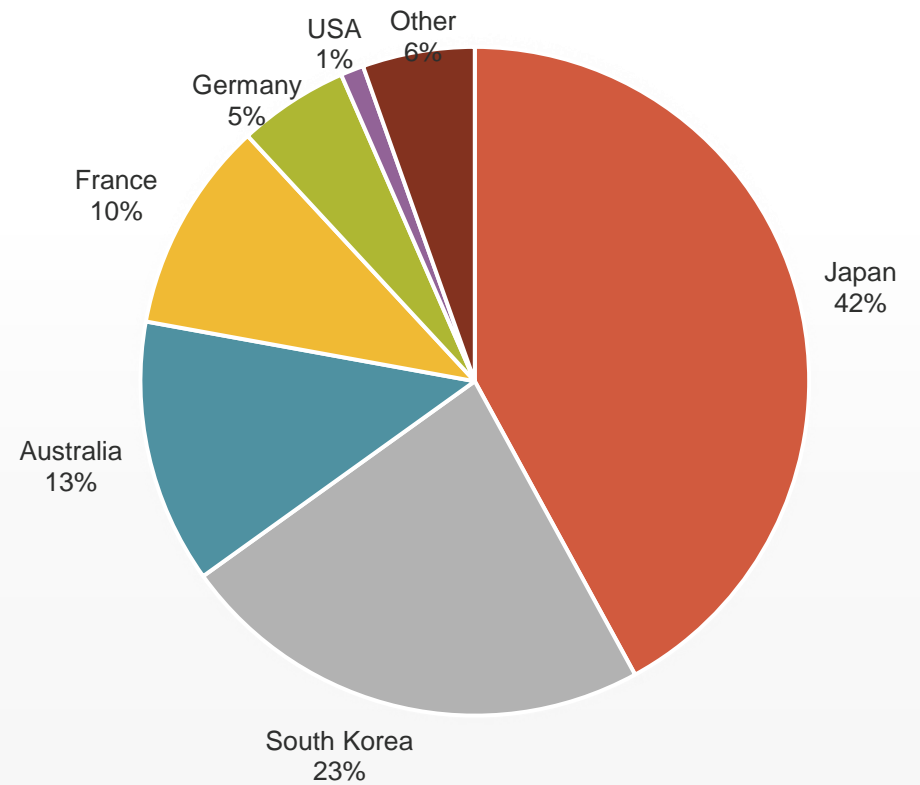
Equity Exposure: 89%

Equity Exposure previous month: 99%

Equity Breakdown by Sector
as of 31 Dec '20 (rebased)



Equity Breakdown by Country
as of 31 Dec '20 (rebased)



EQUITY PORTFOLIO: Change in holdings (30 Nov – 31 Dec '20)

| | Trade | End Portfolio Weight |
|------------------------|--------|----------------------|
| Bushveld Minerals | BUY | 0.72% |
| BAIC Motor | ADD | 1.60% |
| Toda Kogyo | ADD | 2.89% |
| Toshiba | ADD | 5.95% |
| Syrah Resources | REDUCE | 4.30% |
| Nippon Kodoshi | SELL | 0.00% |
| GS Yuasa | SELL | 0.00% |
| Veoneer | SELL | 0.00% |
| Takaoka Toko | SELL | 0.00% |
| Fluor | SELL | 0.00% |
| Seronics | SELL | 0.00% |
| Osai Automation System | SELL | 0.00% |
| Leclanche | SELL | 0.00% |

EQUITY PORTFOLIO: Monthly performance (30 Nov – 31 Dec '20)

Top performers*

| | 1 Month (Portfolio) | | |
|------------------------|---------------------|--------|--------------|
| | Avg Weight | Return | Contribution |
| Western Areas | 5.9% | 19.7% | 1.10% |
| Seronics | 0.8% | 88.6% | 1.09% |
| Sumitomo Metal Mining | 5.1% | 16.3% | 0.81% |
| Syrah Resources | 4.6% | 10.4% | 0.77% |
| Showa Denko | 3.8% | 15.3% | 0.56% |
| Panasonic | 7.8% | 5.7% | 0.46% |
| Eramet | 2.2% | 17.5% | 0.38% |
| IGO | 1.0% | 40.7% | 0.34% |
| Cosmo Chemical | 1.2% | 33.7% | 0.33% |
| Samsung SDI | 3.6% | 9.1% | 0.33% |
| Tanaka Chemical | 1.3% | 26.7% | 0.30% |
| LG Chem Preferred | 4.0% | 6.6% | 0.28% |
| POSCO | 1.8% | 15.8% | 0.28% |
| GrafTech International | 0.9% | 31.9% | 0.27% |
| Imerys | 2.2% | 12.4% | 0.27% |

Bottom performers

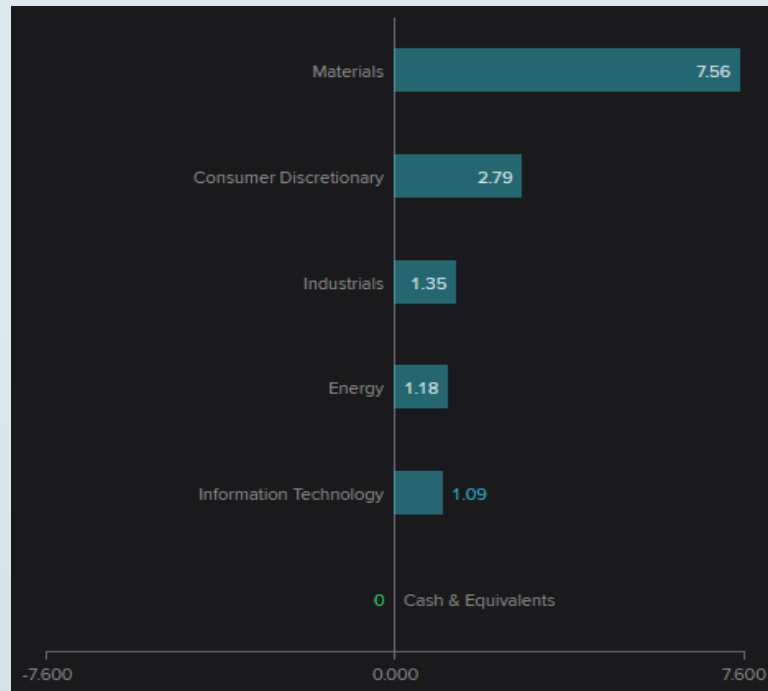
| | 1 Month (Portfolio) | | |
|------------------------|---------------------|--------|--------------|
| | Avg Weight | Return | Contribution |
| Toshiba | 6.2% | -2.5% | -0.15% |
| Stella Chemifa | 1.4% | -2.3% | -0.03% |
| BAIC Motor H | 1.6% | -3.3% | -0.03% |
| Valeo | 2.2% | -0.7% | -0.01% |
| S&T MOTIV | 0.7% | -0.8% | 0.00% |
| Toda Kogyo | 2.5% | 3.8% | 0.00% |
| Osai Automation System | 0.1% | 0.0% | 0.01% |
| Alelion Energy Systems | 0.2% | 6.6% | 0.01% |
| Conic Metals | 0.1% | 29.4% | 0.01% |
| GS Yuasa | 0.0% | 2.4% | 0.02% |
| Soulbrain Holdings | 0.5% | 4.2% | 0.02% |
| Veoneer | 0.1% | 2.5% | 0.02% |
| SFA Engineering | 1.0% | 2.5% | 0.03% |
| Sumitomo | 0.6% | 4.8% | 0.03% |
| Nihon Kagaku Sangyo | 0.8% | 3.0% | 0.03% |

*Sorted from highest to lowest by Contribution

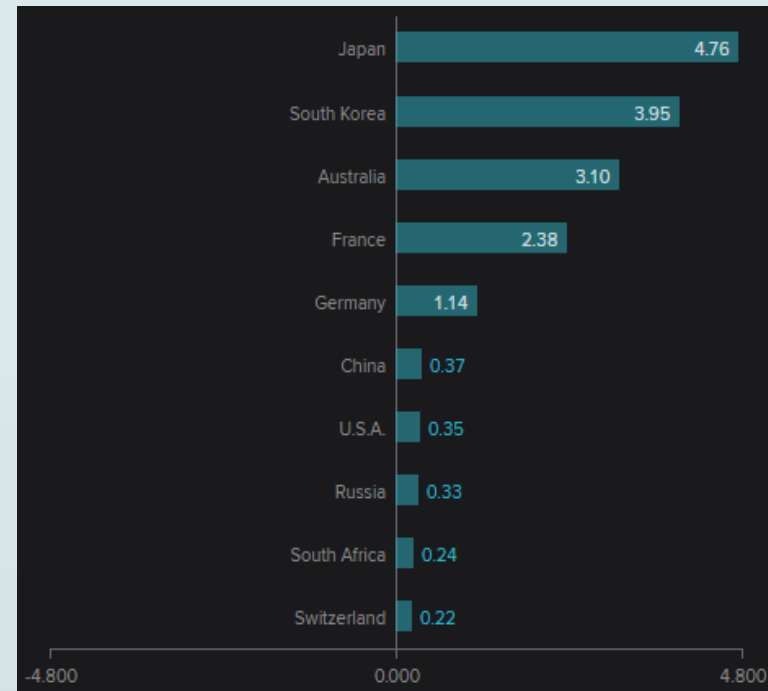
Ex-ante analysis: VaR 1 month 95%

as of 31/12/2020

**VAR 1M – 95% BY GICS SECTOR
AS OF 31/12/2020**



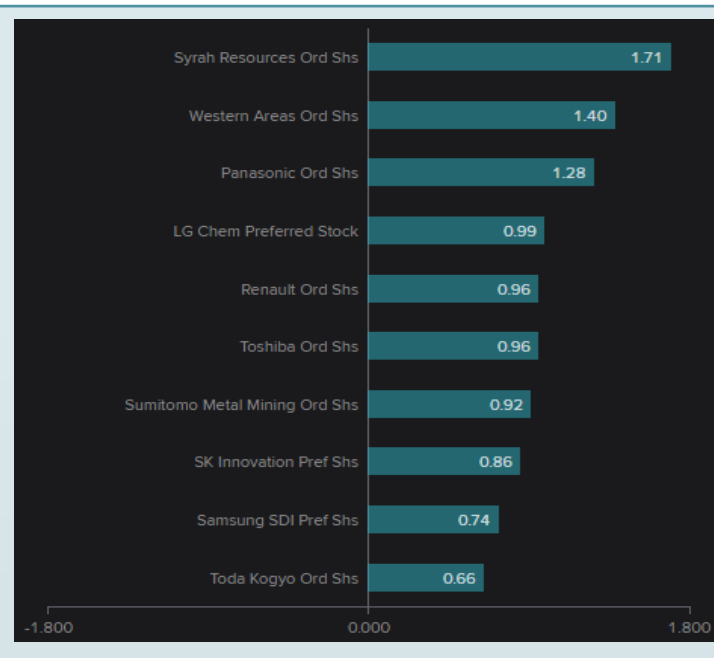
**VAR 1M – 95% BY COUNTRY
AS OF 31/12/2020**



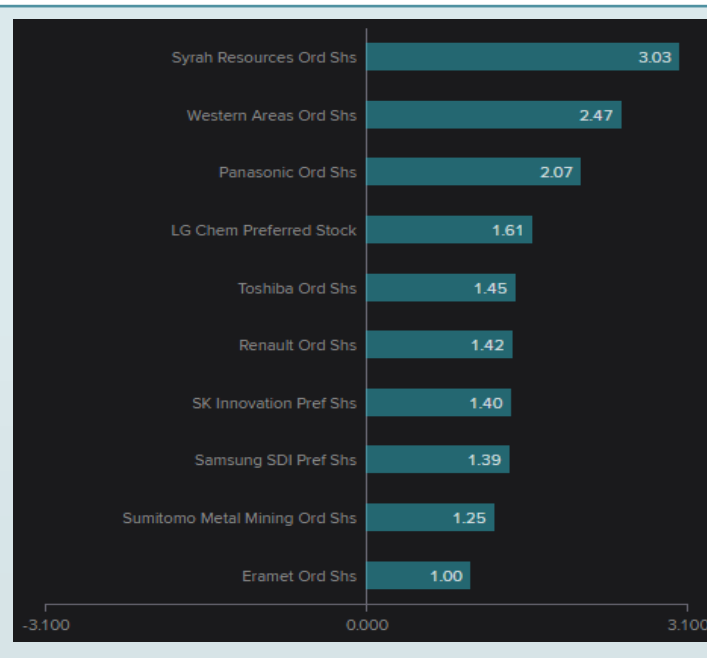
Source: MSCI RiskMetrics, Niche

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

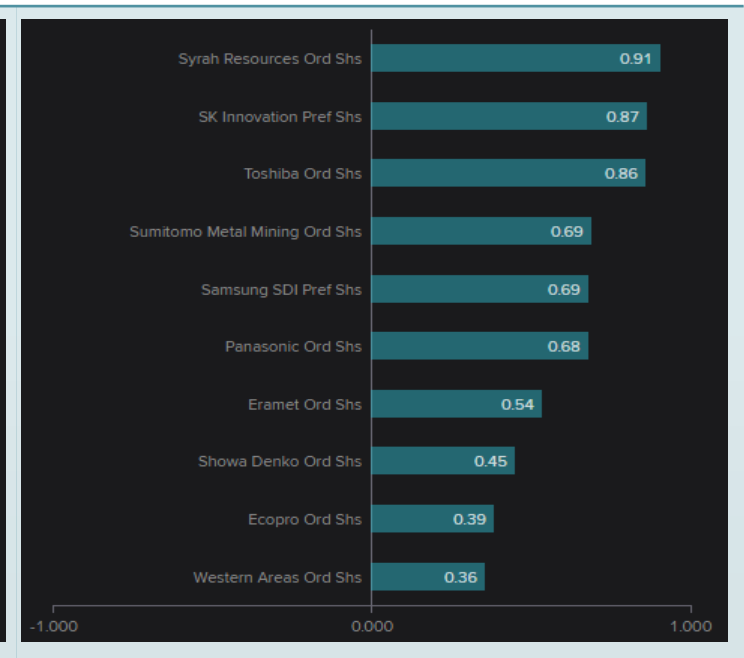
**VAR 1M-95% TOP 10 SECURITIES
AS OF 31/12/2020**



**CVAR 1M-95% TOP 10 SECURITIES
AS OF 31/12/2020**



**MVAR 1M-95% TOP 10 SECURITIES
AS OF 31/12/2020**



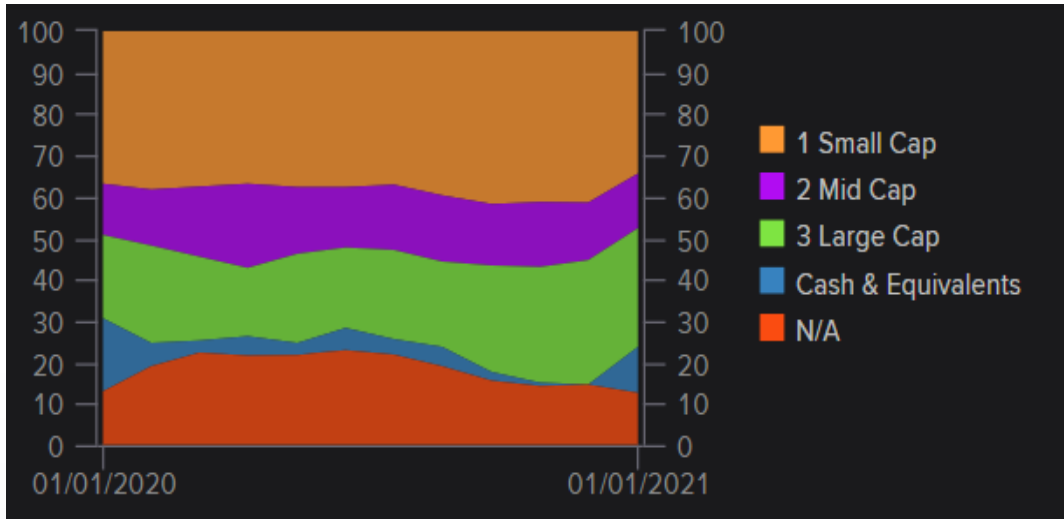
Ex-ante analysis: Top securities which are contributing the most to total active risk (sorted by Expected Shortfall) *as 31/12/2020*

| | VaR 1M 95% | CVaR 1M 95% | Marginal VaR 1M 95% | Portfolio Weight % |
|---------------------------------|--------------|--------------|---------------------|--------------------|
| Pharus Electric Mobility | 11.24 | 20.55 | 11.24 | 100.00% |
| Syrah Resources | 1.71 | 3.03 | 0.91 | 4.30% |
| Western Areas | 1.40 | 2.47 | 0.36 | 6.00% |
| Panasonic | 1.28 | 2.07 | 0.68 | 7.57% |
| LG Chem Preferred Stock | 0.99 | 1.61 | -0.05 | 3.85% |
| Toshiba | 0.96 | 1.45 | 0.86 | 5.95% |
| Renault | 0.96 | 1.42 | 0.19 | 2.68% |
| SK Innovation Pref Shs | 0.86 | 1.40 | 0.87 | 3.58% |
| Samsung SDI Pref Shs | 0.74 | 1.39 | 0.69 | 3.62% |
| Sumitomo Metal Mining | 0.92 | 1.25 | 0.69 | 5.12% |
| Eramet | 0.57 | 1.00 | 0.54 | 2.24% |
| Toda Kogyo | 0.66 | 0.93 | 0.31 | 2.89% |
| Valeo | 0.54 | 0.90 | 0.23 | 2.06% |
| Showa Denko | 0.56 | 0.84 | 0.45 | 3.67% |
| Continental | 0.46 | 0.82 | 0.23 | 2.12% |
| Imerys | 0.48 | 0.71 | 0.19 | 2.13% |

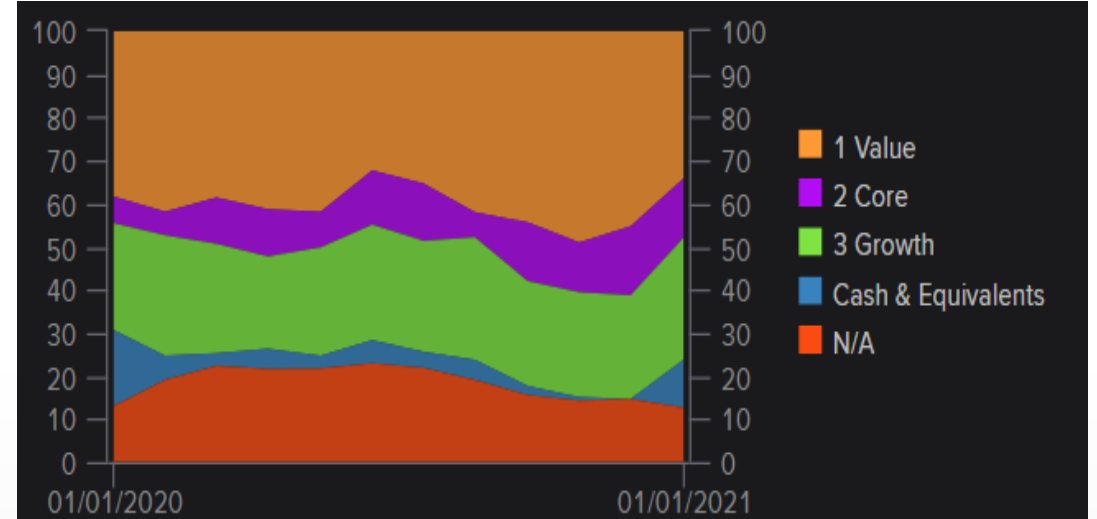
Source: MSCI RiskMetrics, Niche

Ex-ante analysis Multi-Factor risk *as of 31/12/2020*

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 | 97% | 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 Dec '20

| | |
|-------------------------------|--------------------------------|
| Total JPY Exposure | 600,472,615 (37,5% AUM) |
| Total JPY Net Exposure | 437,472,615 (27,3% AUM) |

| Currency Pair | <u>RATE</u> | Amount sold in JPY | Amount bought in euro | Amount as a % of total JPY Exposure | Maturity |
|---------------|-------------|--------------------|-----------------------|-------------------------------------|------------|
| JPY | 126,14499 | -163,000,000 | 1,292,163 | 27% | 26/03/2021 |

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