

Monthly Risk Report

Data as of 31/05/2019



Summary

- Ex-ante analysis: VaR 1 month – 99%
- 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: Multi-factor risk
- Stress test: absolute change of Shocks by Region
- Stress test: historical scenario
- Ex-post analysis – Backtest
- Liquidation time horizon

Ex-ante analysis: VaR 1 month 99%

(BoD meeting as of 31/05/19)

	Alert Level		VaR 99% 1M Fund	VaR 99% 1M Benchmark	Relative VaR	CVaR 99% 1M Fund
	I°	II°				
<i>Pharus Asian Niches</i>	-8,0%	-10,0%	-5,23%	-10,70%	-4,32%	-6,28%

- The fund hasn't hit any alert level
- The alert levels are linked to the 99% VaR 1M
- The VaR % ex-ante – 1 month horizon – is below the maximum level stated by CESR guidelines on Risk Measurement (-20% VaR 1 day 99%), but it's below the first Alert level
- The Relative VaR is in line with the previous month

VaR Sensitivity

	95% VaR	99% VaR
Historical 1D	0,91%	1,29%
Historical 1W	2,03%	2,88%
Historical 1M	4,15%	5,23%

Source: MSCI RiskMetrics, Niche AM

EQUITY PORTFOLIO: indices % price changes

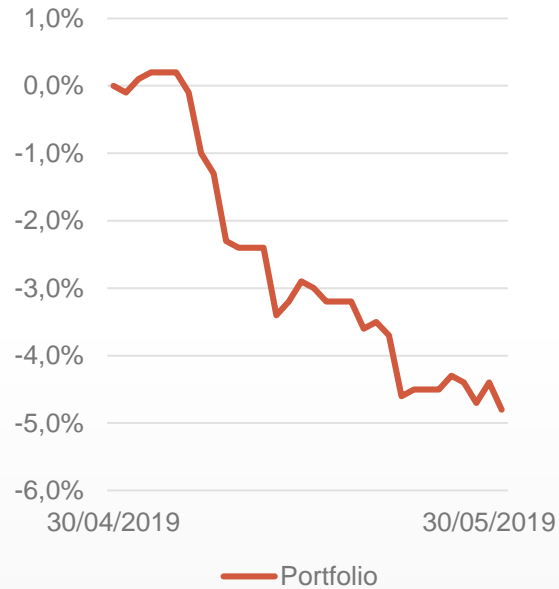
Indice	Price as of 31/05/19	% Price Change 1 week (local currency)	% Price Change 1 week (€)	% Price Change 1 month (local currency)	% Price Change 1 month (€)	% Price Change Since inception (local currency)	% Price Change since inception (€)
Pharus Asian Niches	95.7	-0.3%	-0.3%	-4.8%	-4.8%	-4.3%	-4.3%
Korea (.KS200)	263.9	-0.2%	-0.1%	-7.8%	-9.4%	-7.7%	-11.5%
Japan (.TOPX)	1512.3	-1.9%	-0.6%	-	-3.8%	-5.6%	-2.3%
Indonesia (.JKSE)	6209.1	2.5%	3.7%	-2.6%	-2.7%	-4.4%	-4.4%
China (.HSI)	26901.1	-1.7%	-1.2%	-10.2%	-10.0%	-5.1%	-3.8%
USA (.SPX)	2752.1	-2.6%	-2.3%	-5.7%	-5.6%	-1.0%	0.3%
Europe (.STOXX50E)	3280.4	-2.1%	-2.1%	-6.0%	-6.0%	1.1%	1.1%
Bond High Yield	227.2	-1.3%	-1.3%	-1.5%	-1.5%	0.8%	0.8%

* 18/02/2019

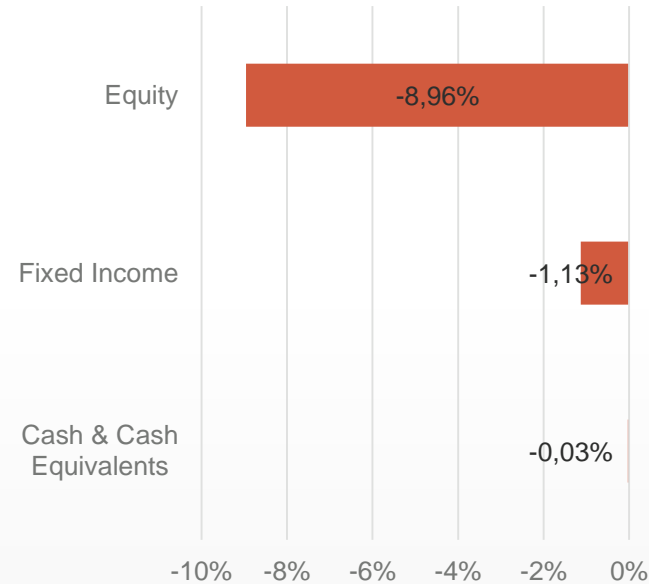
Source: Niche AM, Thomson Reuters

PORTFOLIO: allocation & performance summary

NAVps: -4,8% (01 - 31 May '19)



Performance Breakdown by Asset Class (01 - 31 May '19)



Equity Portfolio: weekly performance by sector (01 - 31 May)

	1 Month		
	Avg Weight	Return	Contribution
Equity	50.37%	-8.96%	-4.57%
Financials	5.09%	-5.26%	-0.26%
Industrials	7.85%	-9.50%	-0.77%
Materials	10.52%	-12.36%	-1.33%
Consumer Discretionary	6.98%	-12.09%	-0.87%
Consumer Staples	1.11%	-3.87%	-0.04%
Information Technology	7.77%	-11.62%	-0.93%
Real Estate	0.74%	-8.74%	-0.07%
Communication Services	8.48%	-3.34%	-0.28%
Energy	0.32%	-9.27%	-0.03%
N/A	1.51%	0.57%	0.01%

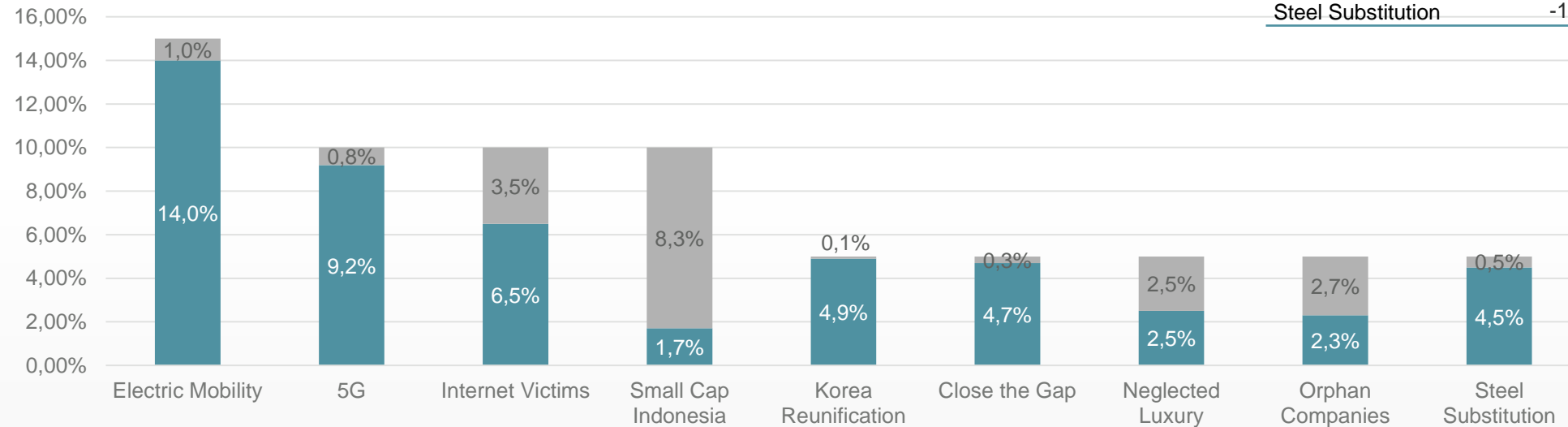
As of 31 May '19	
AUM (€ mln)	16.0 mln

EQUITY PORTFOLIO: *breakdown by Niches*

Niches	1 Month	1 Month Pure Equity
Electric Mobility	-9,7%	-10,8%
5G	-6,6%	-7,2%
Internet Victims	-9,0%	-13,5%
Small Cap Indonesia	-1,0%	-6,0%
Korea Reunification	-3,3%	-3,8%
Close the Gap	-6,3%	-7,0%
Neglected Luxury	-3,7%	-7,6%
Orphan Companies	-0,9%	-2,2%
Steel Substitution	-13,5%	-14,4%

Niches equity exposure as of 31 May 2019

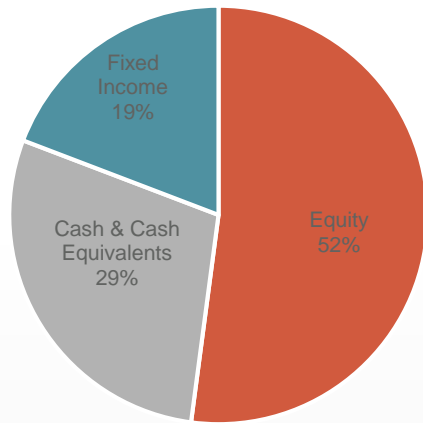
■ Inv ■ Cash



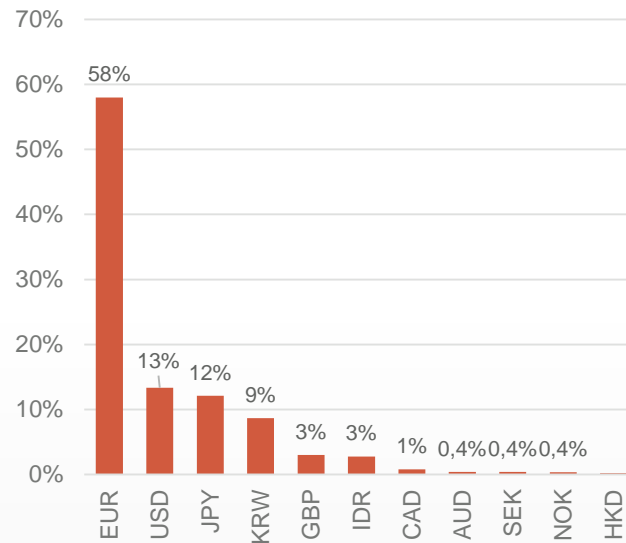
<i>Weight % previous Month</i>	13,2%	8,7%	6,7%	1,6%	4,3%	4,4%	2,6%	2,1%	4,5%
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PORTFOLIO: allocation summary

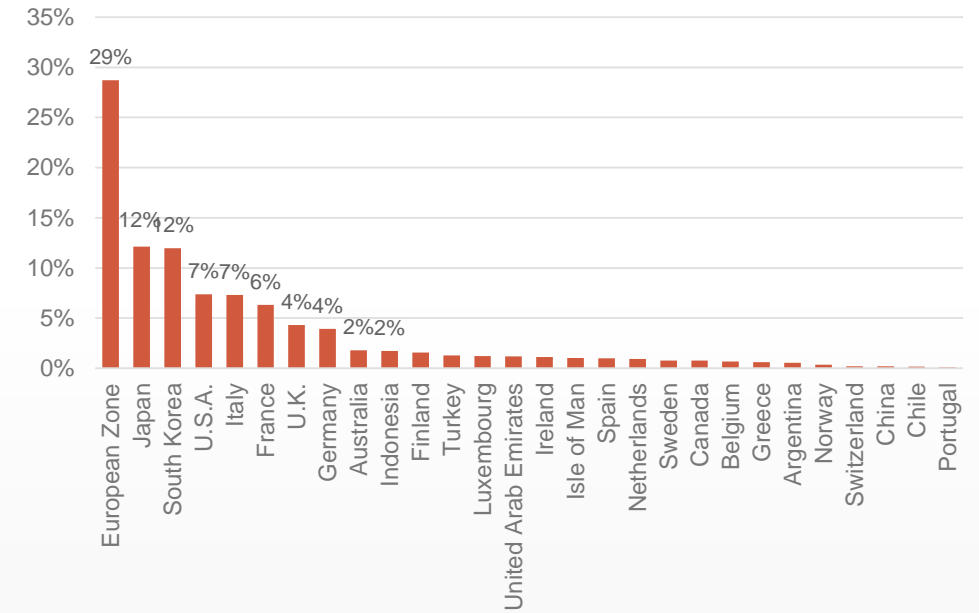
**Breakdown by Asset Class
as of 31 May '19**



**Breakdown by Currency
as of 31 May 2019**



**Breakdown by Country
as of 31 May 2019**

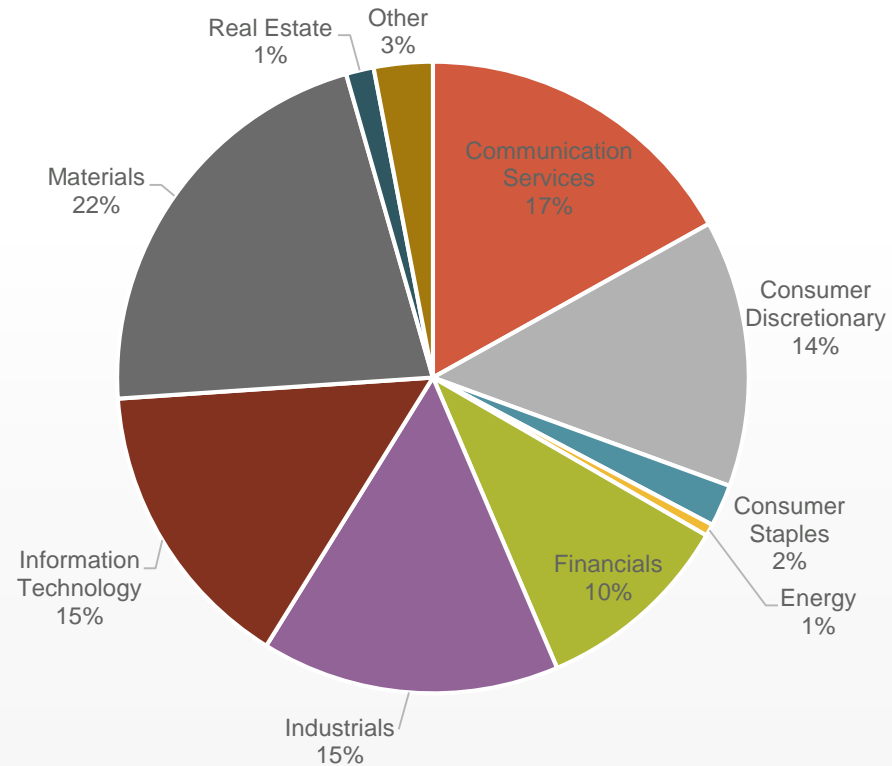


EQUITY PORTFOLIO: allocation summary

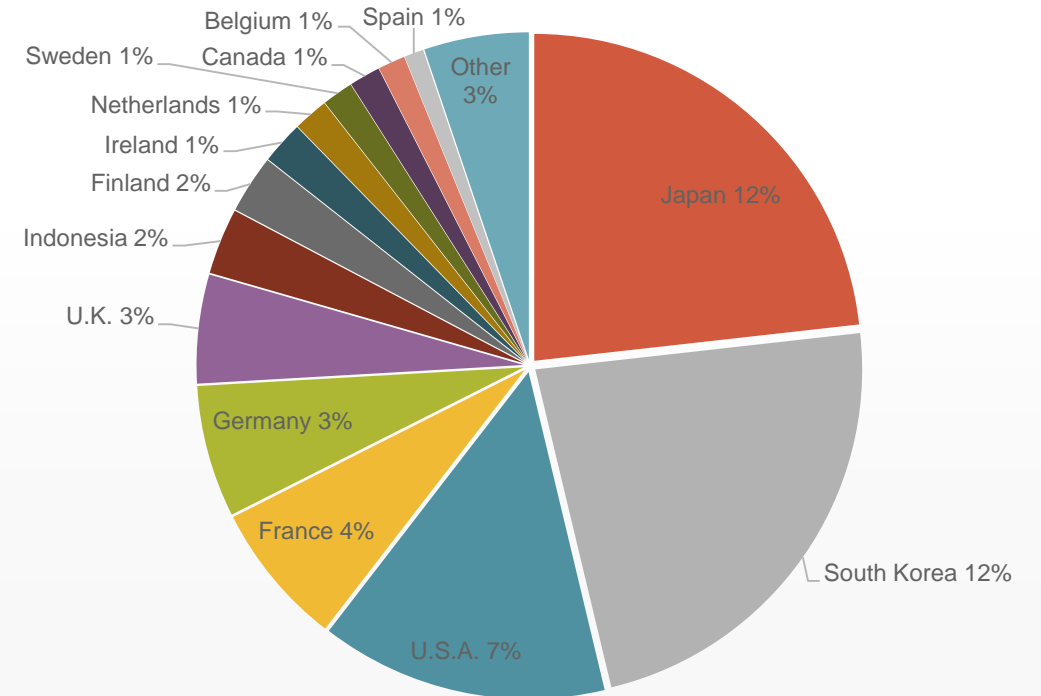
Equity Exposure: 52%

Equity Exposure previous month: 49.9%

Equity Breakdown by Sector as of 31 May 2019



Equity Breakdown by Country as of 31 May 2019



EQUITY PORTFOLIO: change in holdings (01 - 31 May)

Issue Name	Start Portfolio Weight	Unit change	End Portfolio Weight	Monthly Change
Nokia Ord Shs	0.28%	10,600	0.58%	0.30%
Renault Ord Shs	0.33%	800	0.58%	0.25%
KT ADR Rep 1/2 Ord Shs	1.24%	2,050	1.47%	0.23%
UPM-Kymmene Ord Shs	0.20%	1,590	0.42%	0.21%
LG Chem Preferred Stock	0.20%	200	0.38%	0.19%
Albemarle Ord Shs	0.19%	540	0.36%	0.17%
Imerys Ord Shs	0.38%	670	0.50%	0.12%
Continental Ord Shs	0.18%	170	0.29%	0.11%
Tanaka Chemical Ord Shs	0.17%	2,800	0.28%	0.10%
Ecopro Ord Shs	0.31%	870	0.41%	0.10%
Samsung Life Ord Shs	0.36%	265	0.46%	0.10%
Samsung Electronics 1 GDS Representing 25 Ord Shs	0.17%	25	0.27%	0.10%
Vodafone Group Ord Shs	0.32%	11,300	0.40%	0.09%
Tokyo Sangyo Ord Shs	0.38%	4,000	0.46%	0.09%
Honda Tsushin Kogyo Ord Shs	0.31%	4,000	0.39%	0.09%
Deutsche Bank Ord Shs	0.00%	2,500	0.09%	0.09%
Bank Bukopin Ord Shs	0.46%	925,000	0.55%	0.08%
Tokai Carbon Ord Shs	0.22%	1,900	0.30%	0.08%
Macys Ord Shs	0.30%	850	0.38%	0.08%
Covestro Ord Shs	0.14%	380	0.22%	0.07%
Sumitomo Chemical Ord Shs	0.59%	4,000	0.65%	0.06%
Alelion Energy Systems Paid Subscription Shares	0.00%	60,000	0.05%	0.05%
POSTNL Ord Shs	0.30%	12,812	0.35%	0.05%
BT Group Ord Shs	0.34%	6,800	0.40%	0.05%
Canfor Ord Shs	0.39%	4,900	0.44%	0.05%
Stora Enso Ord Shs Class R	0.50%	1,600	0.55%	0.05%
Societe Generale Ord Shs	0.33%	690	0.38%	0.05%
Panasonic Ord Shs	1.22%	2,400	1.25%	0.03%
Veoneer Ord Shs	0.38%	1,000	0.38%	0.01%
Alelion Energy Systems Ord Shs	0.05%	-18,061	0.03%	-0.02%

EQUITY PORTFOLIO: monthly performance (01 - 31 May)

Top performers

	1 Month (Portfolio)		
	Avg Weight	Return	Contribution
Syrah Resources Ord Shs	0.3%	18.0%	0.1%
KDDI Ord Shs	0.4%	13.4%	0.0%
NEC Ord Shs	0.2%	11.1%	0.0%
Alelion Energy Systems Ord Shs	0.0%	9.9%	0.0%
Amdocs Ord Shs	0.3%	9.6%	0.0%
Hitachi Zosen Ord Shs	0.1%	7.3%	0.0%
Reach Ord Shs	0.3%	7.0%	0.0%
NEC Networks & System Integration Ord Shs	0.3%	5.5%	0.0%
ProSieben Sat.1 Media N Ord Shs	0.4%	3.7%	0.0%
Arconic Ord Shs	0.4%	3.4%	0.0%
Heian Ceremony Service Ord Shs	0.5%	3.4%	0.0%
Hitachi Ord Shs	0.4%	3.3%	0.0%
Lg Electronics Pref Shs	0.2%	3.2%	0.0%
Daishin Securities Ord Shs	0.2%	2.6%	0.0%
TOYO Ord Shs	0.1%	2.6%	0.0%
Toray Industries Ord Shs	0.3%	1.8%	0.0%
Hitachi Chemical Ord Shs	0.4%	1.8%	0.0%
Shinsegae Food Ord Shs	0.2%	1.5%	0.0%
Sri Rejeki Isman Ord Shs	0.1%	1.4%	0.0%
Sanyo Engineering & Construction Ord Shs	0.4%	1.4%	0.0%
Deutsche Telekom N Ord Shs	0.2%	1.3%	0.0%
Korea Investment Holdings S1 Prf Shs	0.2%	0.9%	0.0%
SPDR Bloomberg Barclays Em Mkts Loc Bd ETF	0.8%	0.6%	0.0%
iShares JP Morgan EM Local Gov Bond ETF	0.7%	0.6%	0.0%

Bottom performers

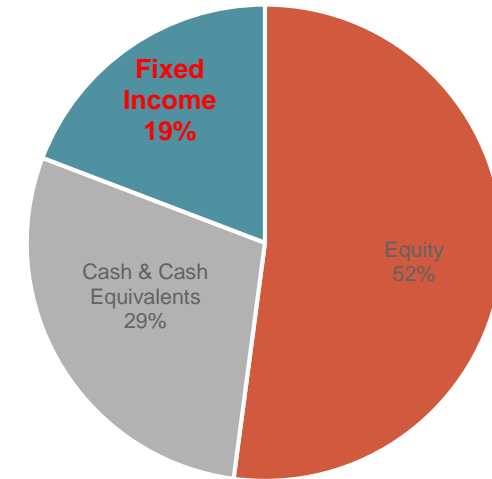
	1 Month (Portfolio)		
	Avg Weight	Return	Contribution
Pitney Bowes Ord Shs	0.1%	-47.9%	-0.1%
Canfor Ord Shs	0.4%	-37.5%	-0.2%
Commscope Holding Ord Shs	0.1%	-34.5%	-0.1%
Interfor Ord Shs	0.2%	-32.1%	-0.1%
Avaya Holdings Ord Shs	0.2%	-31.8%	-0.1%
POSTNL Ord Shs	0.3%	-30.6%	-0.1%
Nippon Chemi Con Ord Shs	0.2%	-28.7%	-0.1%
Veoneer Ord Shs	0.4%	-27.5%	-0.1%
Nippon Kodoshi Ord Shs	0.2%	-23.9%	-0.1%
Bed Bath and Beyond Ord Shs	0.1%	-23.7%	0.0%
Skyworks Solutions Ord Shs	0.1%	-23.7%	0.0%
ITV Ord Shs	0.2%	-23.6%	0.0%
Valeo Ord Shs	0.3%	-23.1%	-0.1%
Dixons Carphone Ord Shs	0.2%	-22.4%	0.0%
QUALCOMM Ord Shs	1.1%	-22.1%	-0.2%
Indosat Ord Shs	0.1%	-21.3%	0.0%
TDK Ord Shs	0.2%	-21.1%	0.0%
Alcoa Ord Shs	0.3%	-21.0%	-0.1%
Royal Mail Ord Shs	0.5%	-21.0%	-0.1%
Ribbon Communications Ord Shs	0.3%	-20.0%	-0.1%
Covestro Ord Shs	0.2%	-19.5%	0.0%
Solvay Ord Shs	0.2%	-19.4%	0.0%
Glencore Ord Shs	0.2%	-18.5%	0.0%

*Sorted from highest to lowest by returns

BOND PORTFOLIO: characteristics

Coupon	3.91
Yield to Maturity	5.15
Yield to Worst	5.12
Average Life (yrs) to Maturity	2.91
Modified Duration to Maturity	2.67

Breakdown by Asset Class as of 31 May '19



Top/Bottom 5 Sectors by Yield to Maturity



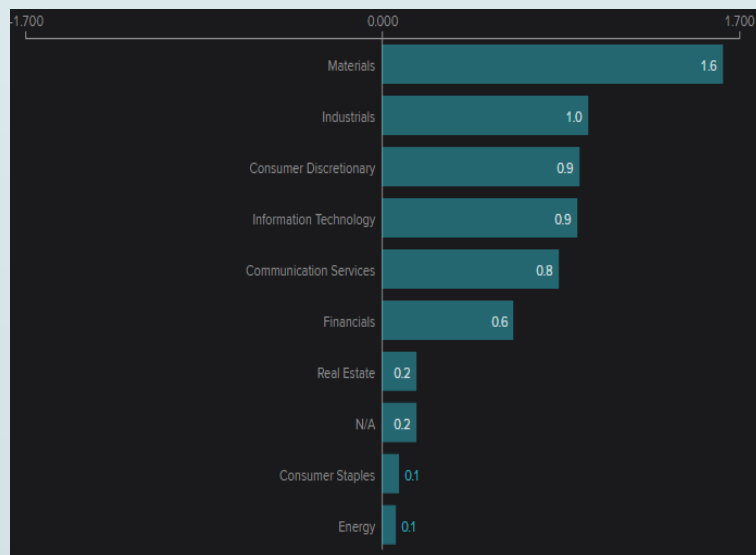
Top/Bottom 5 Sectors by Effective Duration



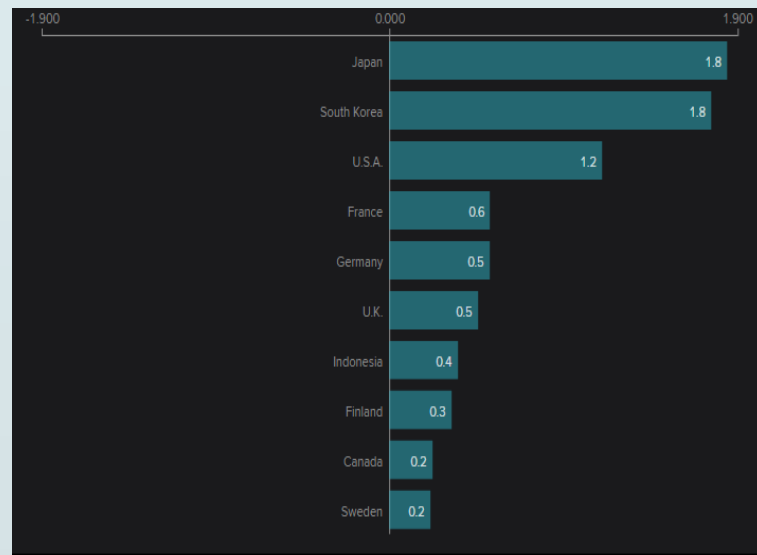
Ex-ante analysis: VaR 1 month 99% as of 31/05/19

	VaR - Alert Level		VaR 99% 1M Fund
	I°	II°	
<i>Pharus Asian Niches</i>	-8,0%	-10,0%	-5,23%

**VAR 1M – 99% BY GICS SECTOR
AS OF 31/05/2019**

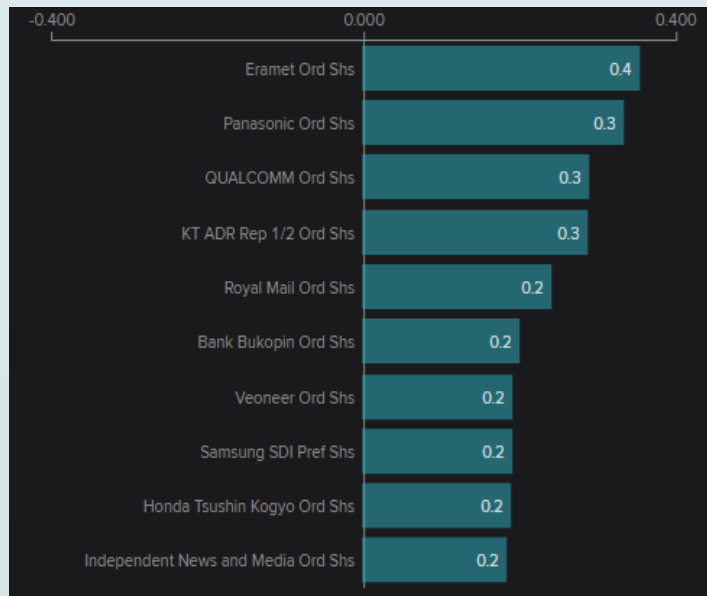


**VAR 1M – 99% BY COUNTRY
AS OF 31/05/2019**

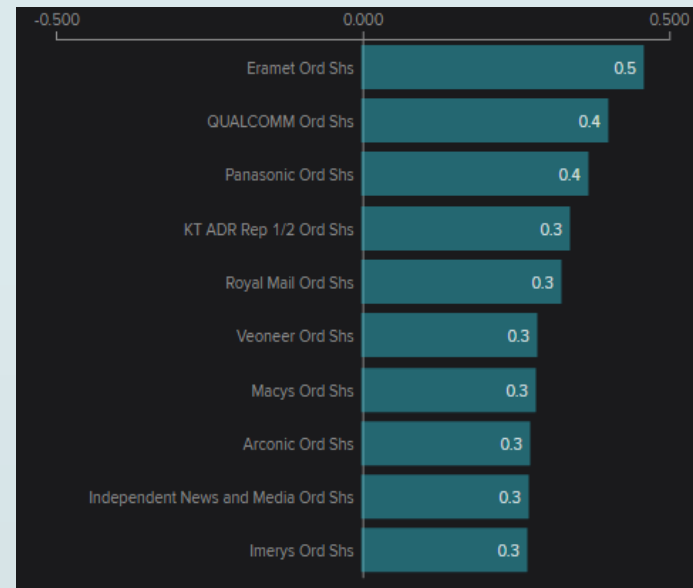


Ex-ante analysis: Top securities which are contributing the most to total active risk

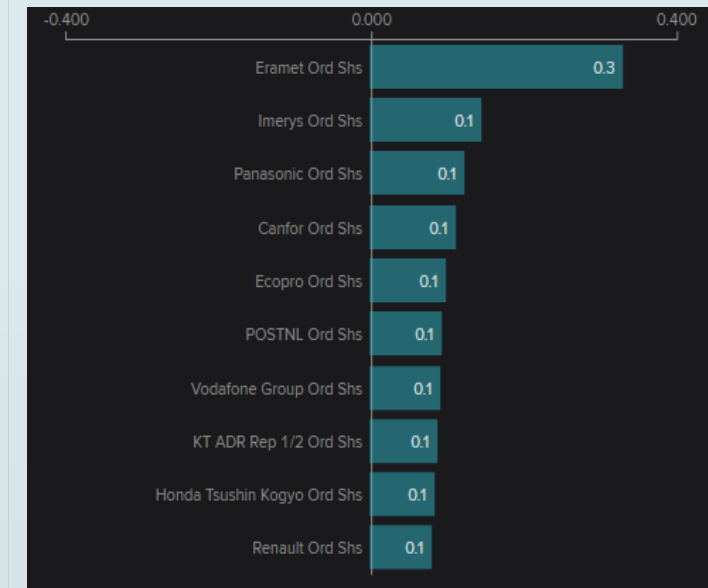
**VAR TOP 10 SECURITIES
AS OF 31/05/2019**



**CVAR TOP 10 SECURITIES
AS OF 31/05/2019**



**MVAR TOP 10 SECURITIES
AS OF 31/05/2019**



Ex-ante analysis: Top securities which are contributing the most to total active risk (sorted by Expected Shortfall) as of 31/05/19

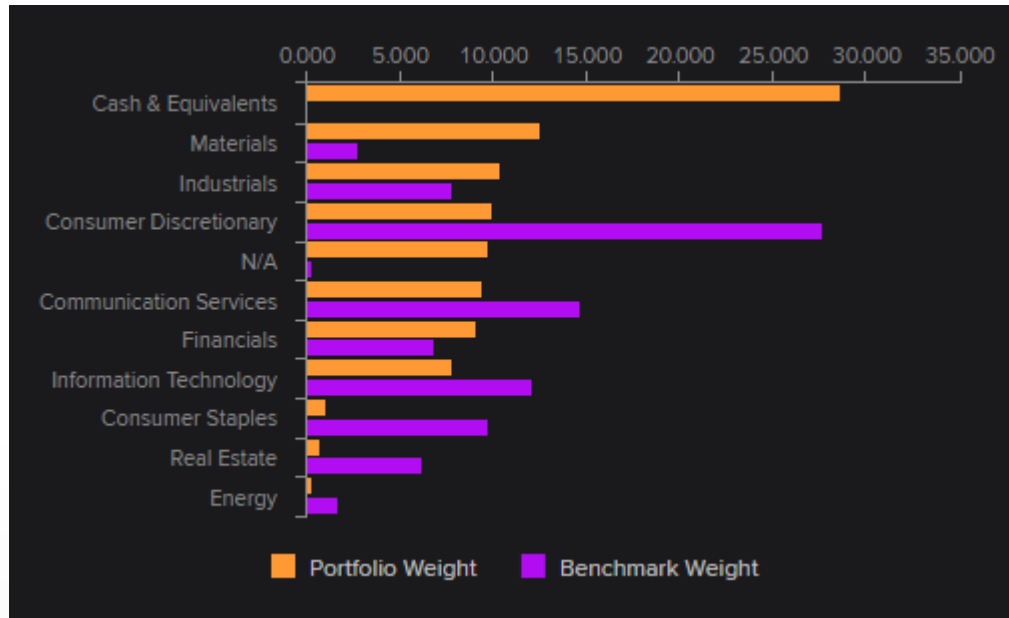


	VaR 1M 95%	VaR 1M 99%	Portfolio Weight %	CVaR 1M 99%	Marginal VaR
Pharus Asian Niches	3.62	5.23	100.00%	6.28	5.23
Equity	3.46	5.08	52.10%	6.16	5.00
Eramet Ord Shs	0.12	0.36	0.47%	0.46	0.33
QUALCOMM Ord Shs	0.12	0.29	0.93%	0.40	0.02
Panasonic Ord Shs	0.14	0.33	1.25%	0.37	0.12
KT ADR Rep 1/2 Ord Shs	0.14	0.29	1.47%	0.34	0.09
Royal Mail Ord Shs	0.08	0.24	0.45%	0.32	0.06
Veoneer Ord Shs	0.11	0.19	0.38%	0.29	0.06
Macys Ord Shs	0.07	0.18	0.38%	0.28	0.04
Arconic Ord Shs	0.08	0.13	0.51%	0.28	0.08
Independent News and Media Ord Shs	0.08	0.18	0.39%	0.27	0.00
Imerys Ord Shs	0.08	0.17	0.50%	0.27	0.15
WPP Ord Shs	0.07	0.16	0.50%	0.27	0.06
Stora Enso Ord Shs Class R	0.09	0.15	0.55%	0.26	0.08
Sanyo Engineering & Construction Ord Shs	0.05	0.14	0.36%	0.26	-0.02
Bank Bukopin Ord Shs	0.09	0.20	0.55%	0.26	0.04
SK Telecom ADR repsg 1/9 Ord Shs	0.09	0.17	1.00%	0.26	0.06
KDDI Ord Shs	0.05	0.11	0.43%	0.24	-0.02
Honda Tsushin Kogyo Ord Shs	0.08	0.19	0.39%	0.24	0.08
Tokyo Sangyo Ord Shs	0.07	0.13	0.46%	0.23	0.03
TUI Ord Shs	0.06	0.11	0.33%	0.22	0.07

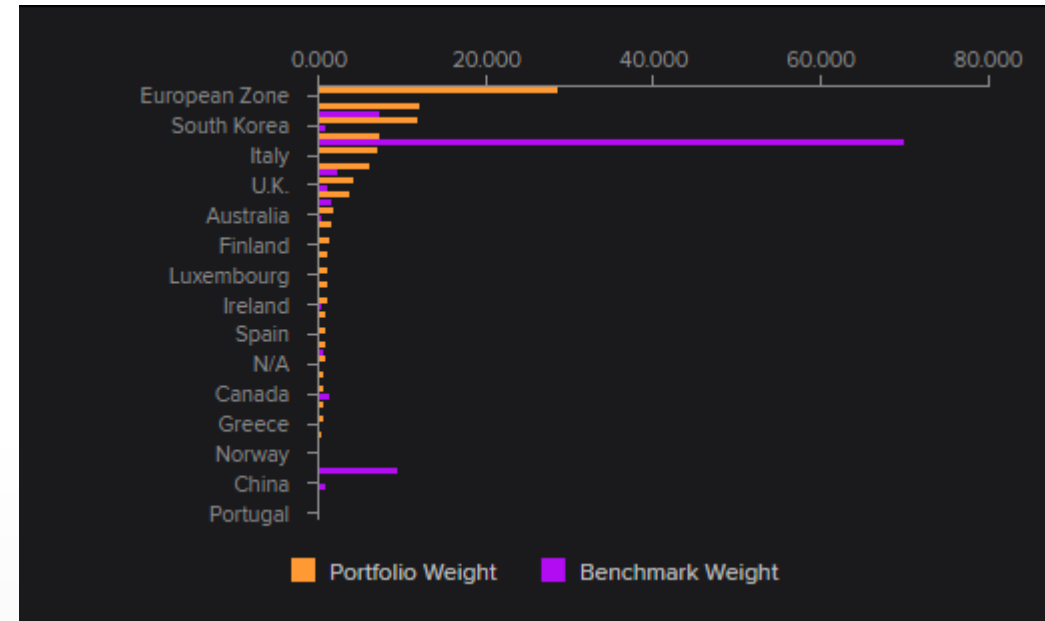
Source: MSCI RiskMetrics, Niche

Ex-ante analysis Multi-Factor risk *as of 31/05/19*

Sector Allocation



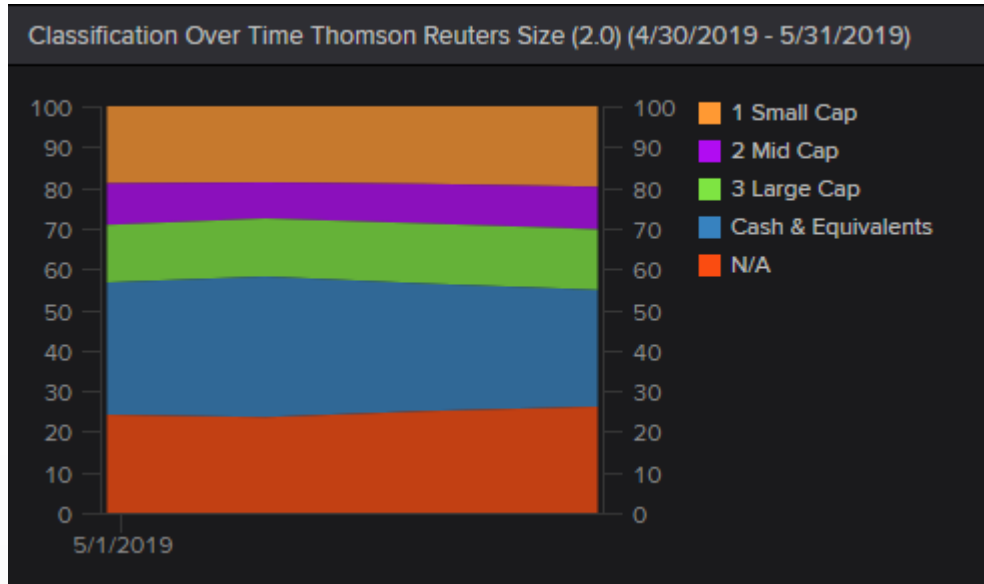
Country Allocation



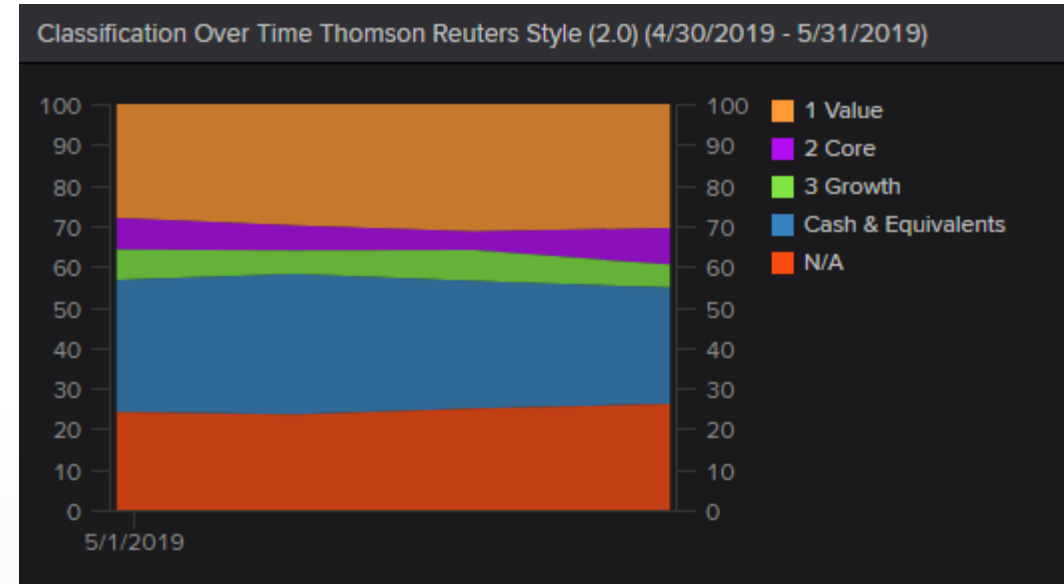
Source: Thomson Reuters, Niche AM

Ex-ante analysis Multi-Factor risk *as of 31/05/19*

Size Allocation



Style Allocation



Source: Thomson Reuters, Niche AM

Ex-ante analysis Multi-Factor risk *as of 31/05/19*

Top / Bottom 5 Active Risk Contributors

Top 5 Active Risk Contributors			
Issue Name	Active Risk Weight	Active Sensitivity	Active Risk Contribution ▼
Amazon Com Ord Shs	-18.7%	-24.137	4.509
Alphabet Ord Shs Class C	-5.5%	-14.645	0.800
Alphabet Ord Shs Class A	-5.1%	-14.479	0.737
Chocoladefabriken Lindt & Spr...	-5.0%	-7.511	0.376
Booking Holdings Ord Shs	-1.8%	-15.733	0.277

Bottom 5 Active Risk Contributors			
Issue Name	Active Risk Weight	Active Sensitivity	Active Risk Contribution ▲
QUALCOMM Ord Shs	1.2%	-10.823	-0.130
Arconic Ord Shs	0.7%	-10.520	-0.074
Knoll Ord Shs	0.7%	-9.928	-0.065
Amdocs Ord Shs	0.5%	-12.227	-0.061
Macys Ord Shs	0.5%	-10.393	-0.054

Source: Thomson Reuters, Niche AM

Stress test – absolute change of Shocks (+10% / -10%) by Region

Portfolio Value Changes as of 31/05/19

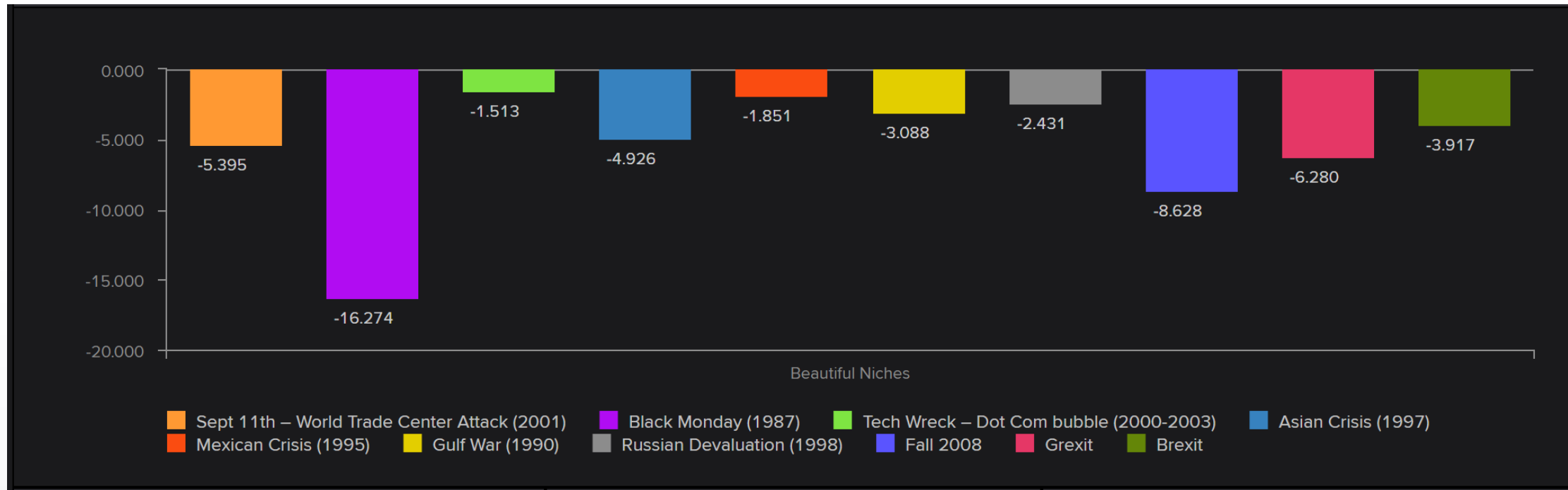
	World Indices		Emerging Markets		Europe		Asia	
	MSCI World Index		MSCI EM (Emerging Markets) in USD		STOXX - Europe 600 Index		MSCI AC Asia Pacific in USD	
	+10 %	-10 %	+10 %	-10 %	+10 %	-10 %	+10 %	-10 %
Pharus Asian Niches	3,73%	-3,73%	3,08%	-3,15%	3,54%	-3,53%	3,76%	-3,77%

Currency: EUR

Source: MSCI RiskMetrics

Stress test – historical scenario

Portfolio Value Changes



Source: MSCI RiskMetrics

Liquidation time horizon and stress test

	1 day	5 days	10 days	20 days
Pharus Asian Niches	92,4%	97,6%	99,4%	100,0%

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 months volumes considered*
- *Fixed income: 0,05% amount outstanding*
- *ETF (Equity and Fixed income): 1 day*
- *Fund: 5% of NAV*

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

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