

PHARUS SICAV ASIAN NICHES



Monthly Risk Report

30 September 2019

Pharus Asian Niches	
ISIN	Class A – LU1867072578
	Class B – LU1867072651
	Class Q (listed class) - LU1867072735

Summary

- Ex-ante analysis: VaR 1 month – 99%
- Portfolio: allocation & performance summary
- Equity Portfolio
- Bond Portfolio
- Ex-ante analysis : VaR by sector and country
- Ex-ante analysis : Top securities which are contributing the most to total active risk active risk
- Ex-Ante analysis: size and style allocation
- Stress test: absolute change of Shocks by Region
- Stress test: historical scenario
- Liquidation time horizon

Ex-ante analysis: VaR 1 month 99% as of 30/09/19

	VaR Alert Level		VaR 99% 1M Fund	VaR 99% 1M Fund (prev. month)
	I°	II°		
<i>Pharus Asian Niches</i>	-8,0%	-10,0%	-6,51%	-6,43%

- The fund hasn't hit any alert level
- The alert levels are linked to the 99% VaR 1M
- The VaR 99% ex-ante – 1 month horizon – is below the first limit internally set and below the maximum level stated by CESR guidelines on Risk Measurement (-20% VaR 1 day 99%)

VaR Sensitivity

	95% VaR	99% VaR
Historical 1D	-0,77%	-1,39%
Historical 1W	-3,10%	-3,10%
Historical 1M	-3,61%	-6,51%

Source: MSCI RiskMetrics, Niche AM

EQUITY PORTFOLIO: indices % price changes

Indice	Price as of 30/09/19	% Price Change 1 month (local currency)	% Price Change 1 month (€)	% Price Change Since inception * (local currency)	% Price Change since inception * (€)
Pharus Asian Niches	99.43	3.37%	3.37%	-0.57%	-0.57%
<i>Electric Mobility</i>	-	5.67%	5.67%	-5.23%	-5.23%
5G	-	4.73%	4.73%	9.46%	9.46%
<i>Internet Victims</i>	-	6.48%	6.48%	-0.49%	-0.49%
<i>Small Cap Indonesia</i>	-	-1.26%	-1.26%	-2.76%	-2.76%
<i>Korea Reunification</i>	-	5.67%	5.67%	-11.46%	-11.46%
<i>Close the Gap</i>	-	1.65%	1.65%	-1.91%	-1.91%
<i>Neglected Luxury</i>	-	3.49%	3.49%	3.87%	3.87%
<i>Orphan Companies</i>	-	4.74%	4.74%	3.43%	3.43%
<i>Steel Substitution</i>	-	7.41%	7.41%	5.23%	5.23%
Korea (.KS200)	273.55	5.62%	7.51%	-4.32%	-6.77%
Tokyo Stock Exchange (.TOPX)	1587.80	5.02%	4.17%	-0.88%	5.26%
Indonesia (.JKSE)	6169.10	-2.52%	-1.77%	-5.06%	-2.08%
China (.HSI)	26092.27	1.43%	2.34%	-7.95%	-4.38%
MSCI Asia Pacific (.dMIPC00000PEU)	179.65	3.44%	3.44%	5.04%	5.04%
Bond High Yield	232.03	-1.05%	-1.05%	4.41%	4.41%

* 18/02/2019

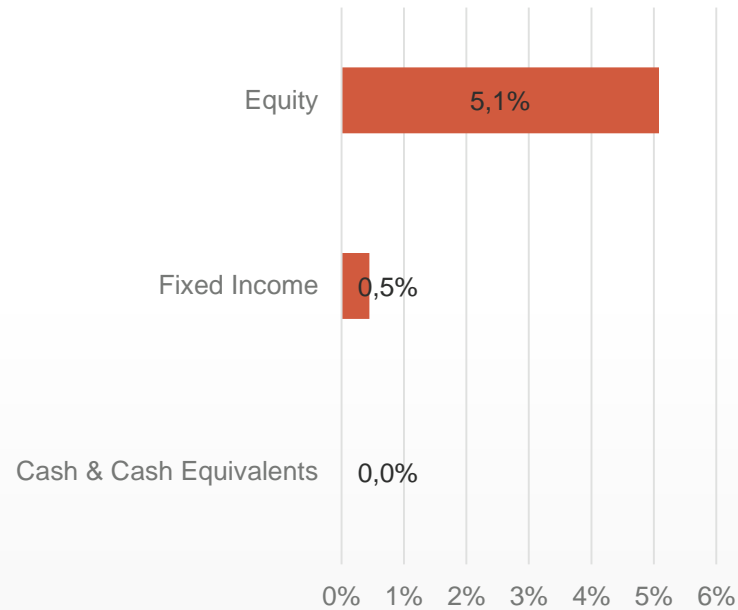
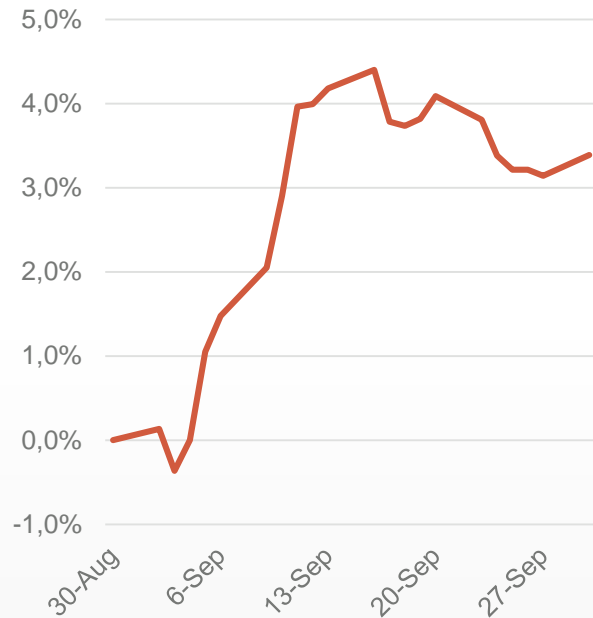
Source: Niche AM, Thomson Reuters

PORTFOLIO: allocation & performance summary

NAVps: 3,37% (30 August – 30 September '19)

Performance Breakdown by Asset Class (30 August – 30 September '19)

Equity Portfolio: weekly performance by sector (30 August – 30 September '19)



	Avg Weight	1 Month Return	Contribution
Equity	60.2%	5.2%	3.3%
Communication Services	9.7%	3.3%	0.3%
Consumer Discretionary	8.4%	8.4%	0.7%
Consumer Staples	1.6%	-1.4%	0.0%
Energy	0.3%	0.5%	0.0%
Financials	6.8%	6.0%	0.4%
Industrials	9.1%	7.2%	0.7%
Information Technology	8.0%	2.8%	0.2%
Materials	9.6%	7.1%	0.7%
Real Estate	1.6%	-4.2%	-0.1%
Fund*	5.1%	4.1%	0.2%

As of 30 September '19

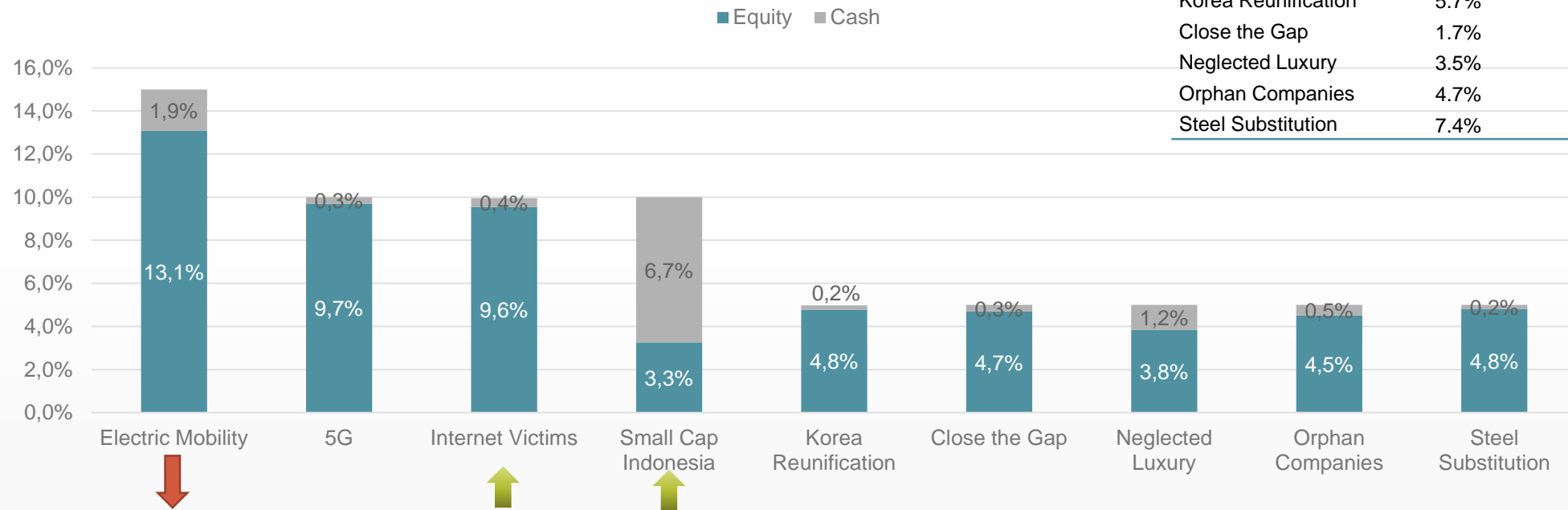
AUM (€ mln) 17,075 mln

Source: Niche AM, Thomson Reuters
*Pharus Electric Mobility

EQUITY PORTFOLIO: *breakdown by Niches*

Niches equity exposure as of 30 September '19

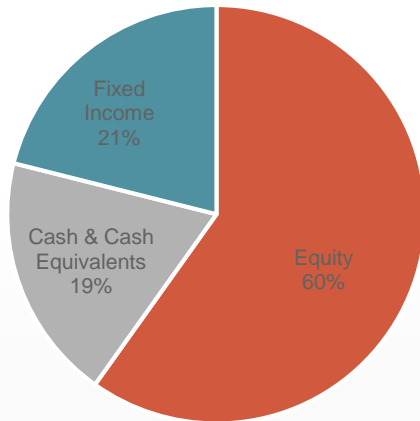
Niches Performance	1 Month	1 Month Pure Equity
Electric Mobility	5.7%	5.8%
5G	4.7%	4.9%
Internet Victims	6.5%	7.1%
Small Cap Indonesia	-1.3%	-3.6%
Korea Reunification	5.7%	5.7%
Close the Gap	1.7%	1.7%
Neglected Luxury	3.5%	4.8%
Orphan Companies	4.7%	5.5%
Steel Substitution	7.4%	7.4%



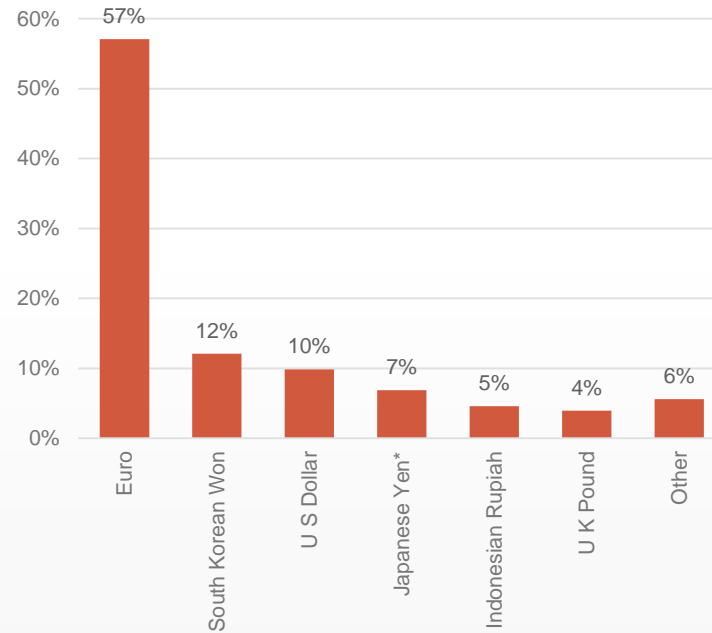
<i>Weight % previous Month</i>	14,5%	10,0%	8,9%	2,8%	5,0%	4,7%	3,7%	4,3%	5,0%
--------------------------------	-------	-------	------	------	------	------	------	------	------

PORTFOLIO: allocation summary

**Breakdown by Asset Class
as of 30 September 2019**

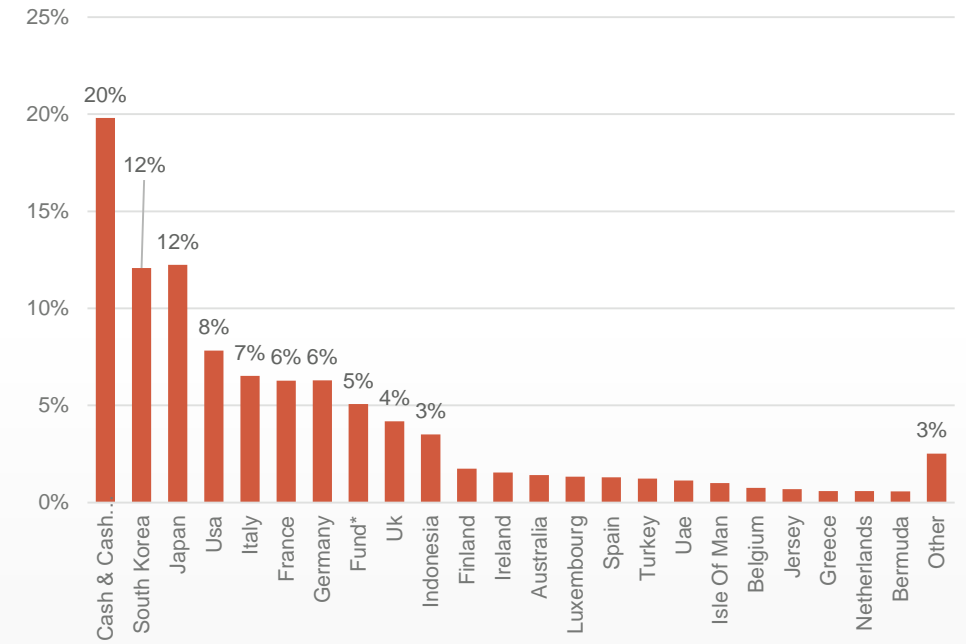


**Breakdown by Currency
as of 30 September 2019**



* net of JPY hedging

**Breakdown by Country
as of 30 August 2019**



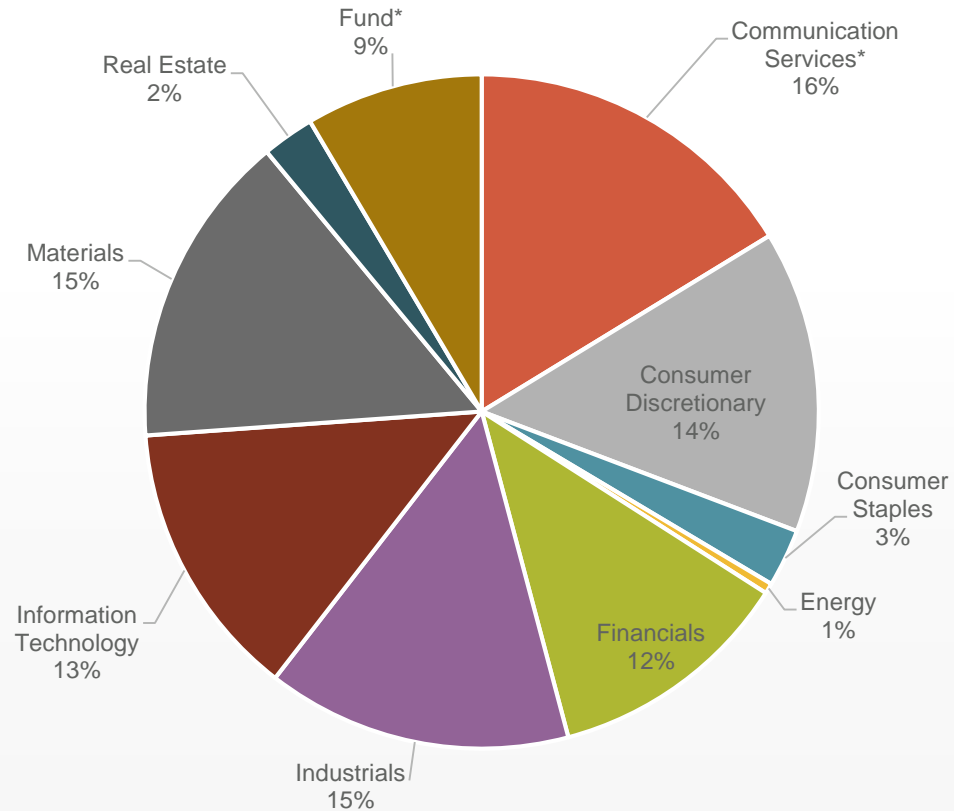
Source: Niche AM, Thomson Reuters
*Pharus Electric Mobility

EQUITY PORTFOLIO: allocation summary

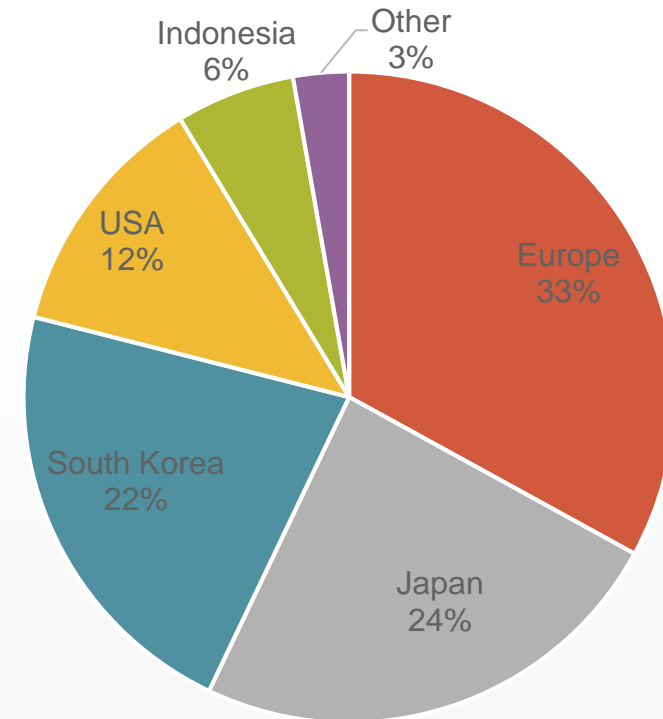
Equity Exposure: 60%

Equity Exposure previous month: 59%

Equity Breakdown by Sector as of 30 September 2019



Equity Breakdown by Country as of 30 September 2019



EQUITY PORTFOLIO: change in holdings (30 August – 30 September)

	Trade	End Portfolio Weight		Trade	End Portfolio Weight
Wijaya Karya Beton Ord Shs	BUY	0.12%	CosmoAM&T Ord Shs	SELL	0.06%
PP (Persero) Ord Shs	BUY	0.21%	QUALCOMM Ord Shs	SELL	0.88%
Matahari Department Store Ord Shs	BUY	0.27%	Nippon Carbon Ord Shs	SELL	0.38%
Bank Tabungan Negara (Persero) Ord Shs	BUY	0.13%	Sumitomo Metal Mining Ord Shs	SELL	0.17%
Mandarin Oriental International Ord Shs	BUY	0.18%	Nippon Chemical Industrial Ord Shs	SELL	0.26%
Singapore Press Holdings Ord Shs	BUY	0.14%	TDK Ord Shs	SELL	0.00%
Marks and Spencer Group Ord Shs	BUY	0.10%	Siemens N Ord Shs	SELL	0.00%
Japan Post Holdings Ord Shs	BUY	0.19%	Eramet Ord Shs	SELL	0.00%
G li R Ord Shs	BUY	0.09%	Nexans Ord Shs	SELL	0.00%
Asahi Broadcasting Group Ord Shs	BUY	0.10%	Valeo Ord Shs	SELL	0.00%
HP Ord Shs	BUY	0.15%	Svenska Cellulosa Aktiebolaget SCA Ord Shs Class B	SELL	0.00%
Gap Ord Shs	BUY	0.10%	Livent Ord Shs	SELL	0.00%
Atos Ord Shs	BUY	0.15%	Gannett Ord Shs	SELL	0.00%
Bank BTPN	ADD	0.31%	SGL Carbon Ord Shs	SELL	0.00%
GEDI Gruppo Editoriale Ord Shs	ADD	0.22%	XL Axiata Ord Shs	SELL	0.00%
Il Sole 24 Ore Ord Shs	ADD	0.38%	CosmoAM&T Ord Shs	SELL	0.06%
Rizzoli Corriere Della Sera Media Ord Shs	ADD	0.37%	QUALCOMM Ord Shs	SELL	0.88%
Masi Agricola Ord Shs	ADD	0.19%	Nippon Carbon Ord Shs	SELL	0.38%
Royal Mail Ord Shs	ADD	0.62%	Sumitomo Metal Mining Ord Shs	SELL	0.17%
BT Group Ord Shs	ADD	0.69%	Nippon Chemical Industrial Ord Shs	SELL	0.26%
Barclays Ord Shs	ADD	0.39%	TDK Ord Shs	SELL	0.00%
Showa Denko Ord Shs	ADD	0.32%	Siemens N Ord Shs	SELL	0.00%
Banque Nationale De Belgique Ord Shs	ADD	0.33%			

EQUITY PORTFOLIO: monthly performance (30 August – 30 September 19)

Top performers*

	1 Month (Portfolio)		
	Avg Weight	Return	Contribution
GameStop Ord Shs Class A	0.1%	10.9%	0.0%
Mandarin Oriental International Ord Shs	0.2%	10.8%	0.0%
Matahari Department Store Ord Shs	0.2%	10.0%	0.0%
Rizzoli Corriere Della Sera Mediagroup Ord Shs	0.4%	9.1%	0.0%
POSTNL Ord Shs	0.4%	9.0%	0.0%
Bed Bath and Beyond Ord Shs	0.1%	8.7%	0.0%
Office Depot Ord Shs	0.3%	6.0%	0.0%
UPM-Kymmene Ord Shs	0.5%	5.2%	0.0%
TUI Ord Shs	0.4%	5.0%	0.0%
Nippon Kodoshi Ord Shs	0.2%	4.8%	0.0%
Ribbon Communications Ord Shs	0.4%	4.0%	0.0%
Furukawa Electric Ord Shs	0.3%	3.5%	0.0%
Heian Ceremony Service Ord Shs	0.6%	3.3%	0.0%
International Business Machines Ord Shs	0.3%	3.2%	0.0%
Lg Electronics Pref Shs	0.1%	3.1%	0.0%
HP Ord Shs	0.1%	3.0%	0.0%
Bpost Ord Shs	0.2%	2.9%	0.0%
Albemarle Ord Shs	0.4%	2.8%	0.0%
Deutsche Post Ord Shs	0.3%	2.7%	0.0%
Walgreen Boots Alliance Ord Shs	0.2%	2.7%	0.0%
Juniper Networks Ord Shs	0.4%	2.6%	0.0%
TE Connectivity Ord Shs	0.1%	2.6%	0.0%
Toda Kogyo Ord Shs	0.3%	2.6%	0.0%
Toyo Machinery & Metal Ord Shs	0.2%	2.5%	0.0%
Harley Davidson Ord Shs	0.3%	2.4%	0.0%
Sumitomo Forestry Ord Shs	0.2%	2.4%	0.0%
Covestro Ord Shs	0.2%	2.4%	0.0%
Telefonica Deutschland Holding Ord Shs	0.5%	2.4%	0.0%
Stora Enso Ord Shs Class R	0.6%	2.3%	0.0%
Gap Ord Shs	0.1%	2.2%	0.0%
VEON ADR	0.4%	2.1%	0.0%
WPP Ord Shs	0.5%	2.0%	0.0%
Ube Industries Ord Shs	0.2%	2.0%	0.0%
Amdocs Ord Shs	0.4%	1.7%	0.0%
Teijin Ord Shs	0.7%	1.7%	0.0%

Bottom performers

	1 Month (Portfolio)		
	Avg Weight	Return	Contribution
L&F Ord Shs	0.1%	-17.5%	0.0%
Bank Tabungan Negara (Persero) Ord Shs	0.1%	-12.8%	0.0%
CosmoAM&T Ord Shs	0.1%	-11.7%	0.0%
Indosat Ord Shs	0.1%	-7.7%	0.0%
KEMET Ord Shs	0.2%	-7.6%	0.0%
Resolute Forest Products Ord Shs	0.2%	-6.3%	0.0%
LG Chem Preferred Stock	0.3%	-6.2%	0.0%
Samsung SDI Ord Shs	0.3%	-5.4%	0.0%
Atresmedia Corp Ord Shs	0.4%	-5.3%	0.0%
Alcoa Ord Shs	0.5%	-5.0%	0.0%
Stella Chemifa Ord Shs	0.1%	-4.9%	0.0%
Renault Ord Shs	0.5%	-4.9%	0.0%
Honda Tsushin Kogyo Ord Shs	0.4%	-4.8%	0.0%
Metropole Television Ord Shs	0.2%	-4.8%	0.0%
Ecopro Ord Shs	0.3%	-4.8%	0.0%
Lippo Cikarang Ord Shs	0.4%	-4.2%	0.0%
Ceconomy Ord Shs	0.2%	-4.2%	0.0%
Norsk Hydro Ord Shs	0.3%	-4.2%	0.0%
Royal Mail Ord Shs	0.6%	-4.1%	0.0%
Dixons Carphone Ord Shs	0.2%	-4.0%	0.0%
Paninvest Ord Shs	0.2%	-3.8%	0.0%
Showa Denko Ord Shs	0.3%	-3.5%	0.0%
Samsung SDI Pref Shs	0.8%	-3.5%	0.0%
Reach Ord Shs	0.3%	-3.2%	0.0%
Lippo Karawaci Ord Shs	0.8%	-3.2%	0.0%
Sri Rejeki Isman Ord Shs	0.2%	-3.0%	0.0%
Avaya Holdings Ord Shs	0.2%	-2.9%	0.0%
TOYO Ord Shs	0.1%	-2.9%	0.0%
G li R Ord Shs	0.1%	-2.9%	0.0%
Interfor Ord Shs	0.2%	-2.9%	0.0%
Tomoe Engineering Ord Shs	0.1%	-2.7%	0.0%
Television Francaise 1 Ord Shs	0.1%	-2.7%	0.0%
Deutsche Bank Ord Shs	0.1%	-2.6%	0.0%
ProSieben Sat.1 Media N Ord Shs	0.4%	-2.5%	0.0%
Fiat Chrysler Automobiles Ord Shs	0.1%	-2.5%	0.0%

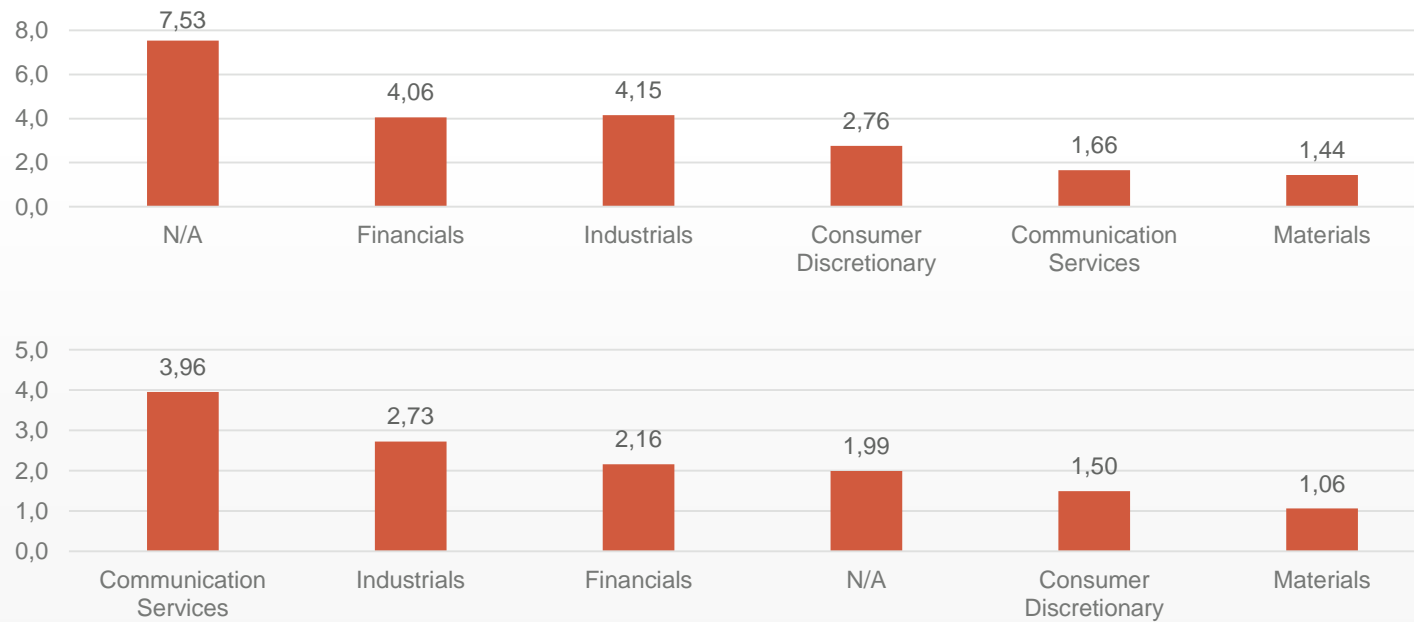
*Sorted from highest to lowest by returns

BOND PORTFOLIO*: characteristics

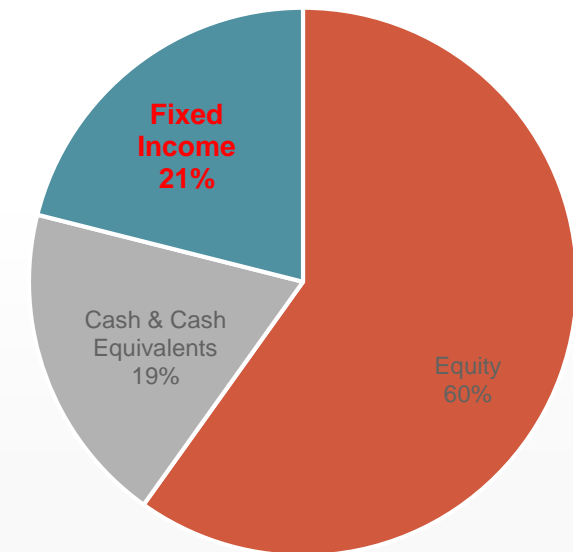
Coupon	4.16
Yield to Maturity	4.41
Yield to Worst	4.24
Average Life (yrs) to Maturity	2.46
Modified Duration to Maturity	2.41

*Metrics include the «Bond portfolio» and «Cash management portfolio»

Top/Bottom 5 Sectors by Yield to Maturity and by Effective Duration

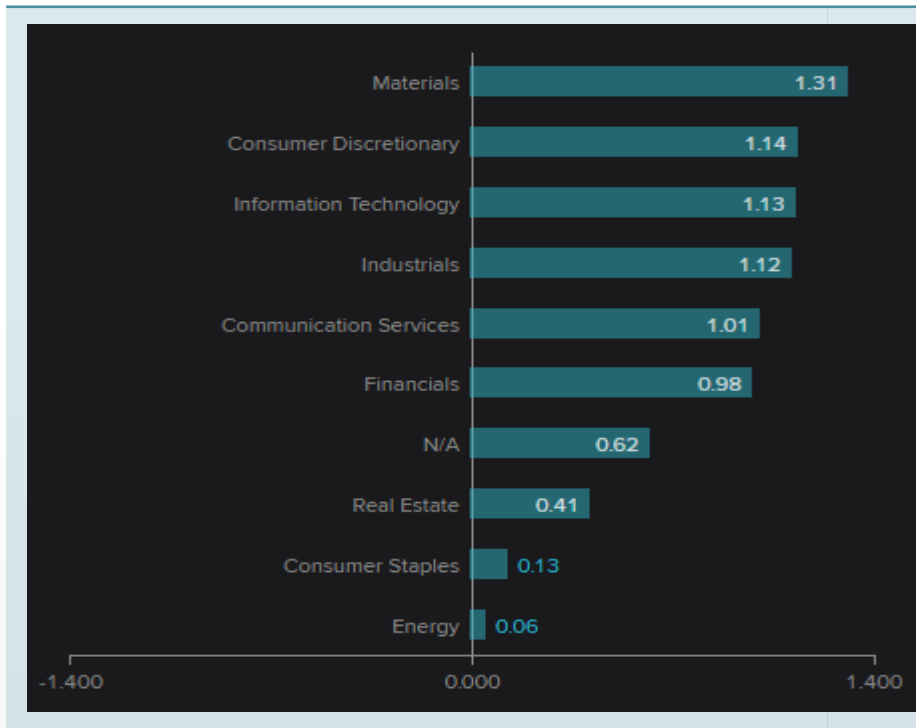


Breakdown by Asset Class as of 30 September '19

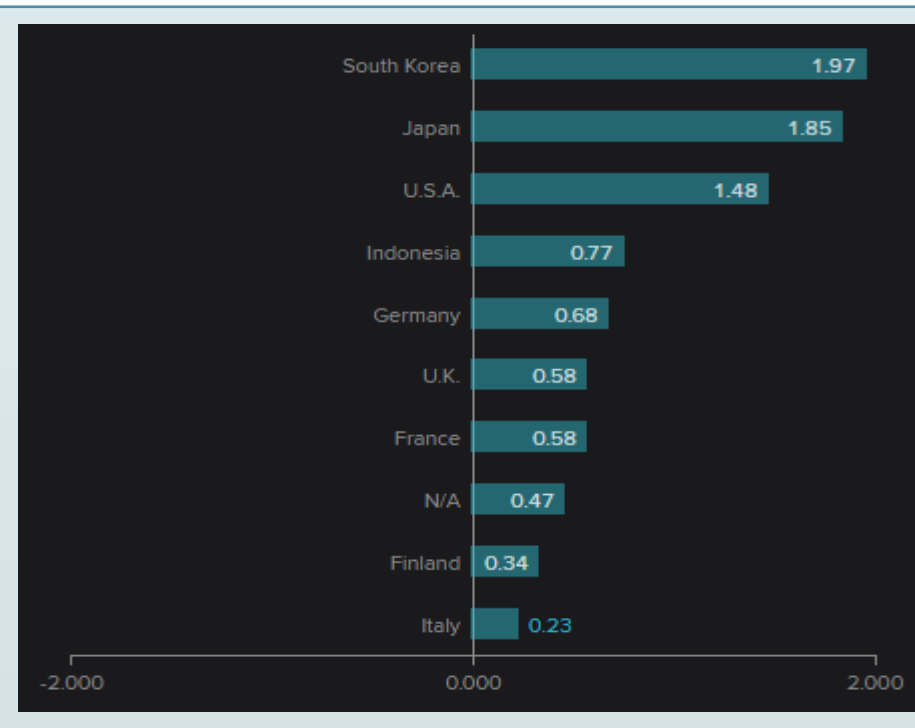


Ex-ante analysis: VaR 1 month 99% as of 30/09/19

**VAR 1M – 99% BY GICS SECTOR
AS OF 30/09/2019**



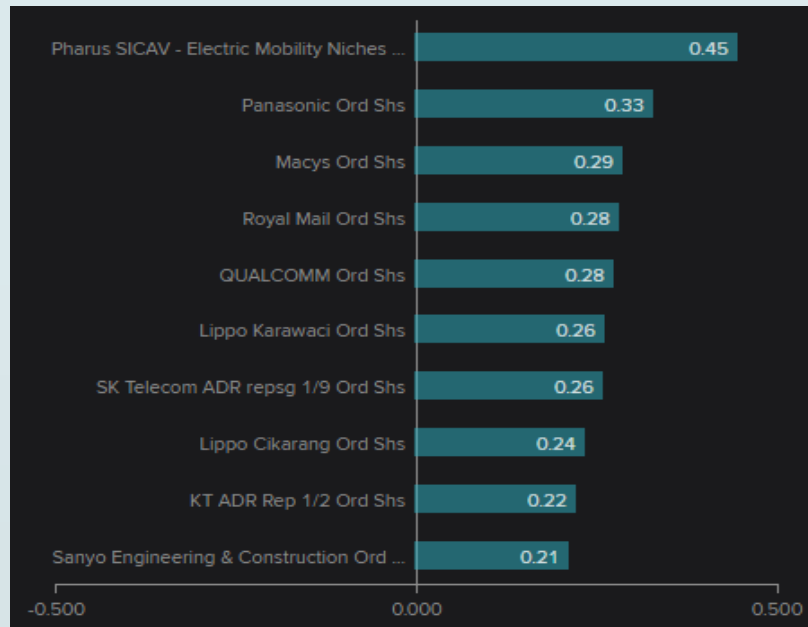
**VAR 1M – 99% BY COUNTRY
AS OF 30/09/2019**



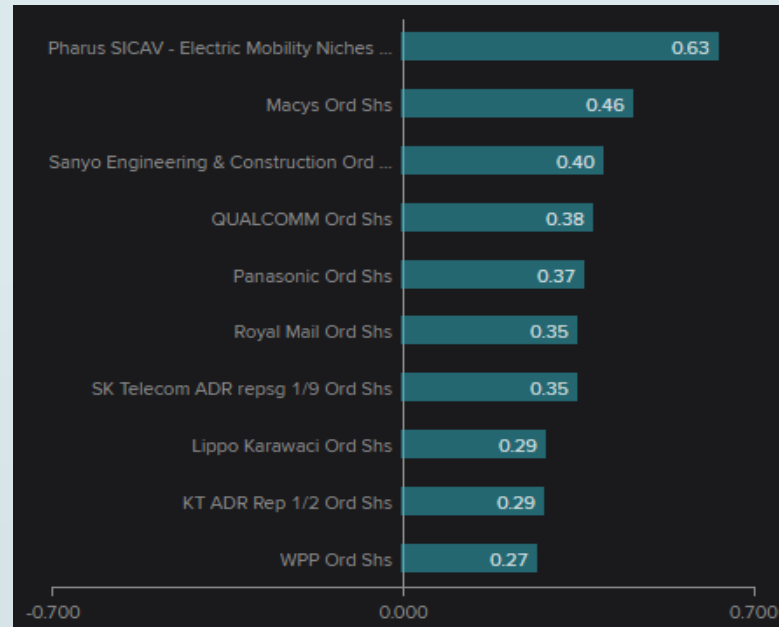
Source: MSCI RiskMetrics, Niche

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

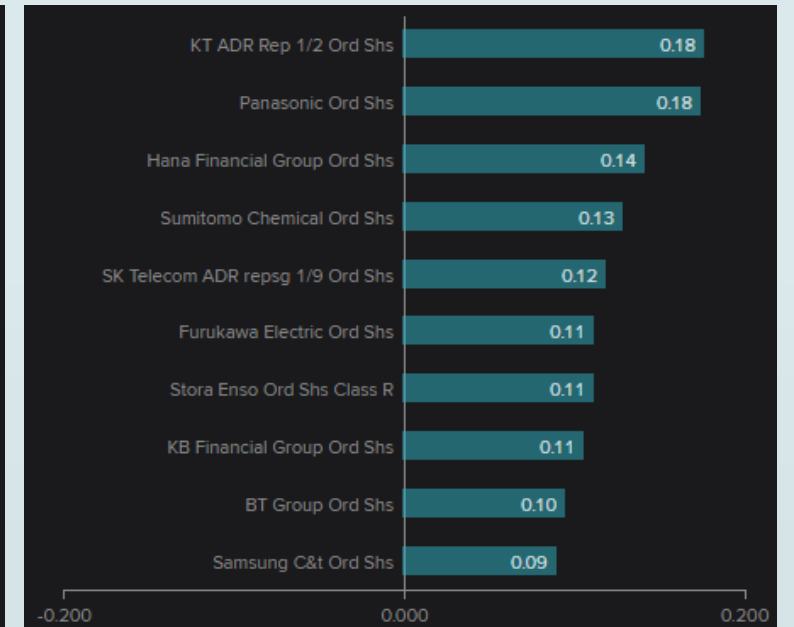
**VAR TOP 10 SECURITIES
AS OF 30/09/2019**



**CVAR TOP 10 SECURITIES
AS OF 30/09/2019**



**MVAR TOP 10 SECURITIES
AS OF 30/09/2019**



Ex-ante analysis: Top securities which are contributing the most to total active risk (sorted by Expected Shortfall) as of 30/09/19

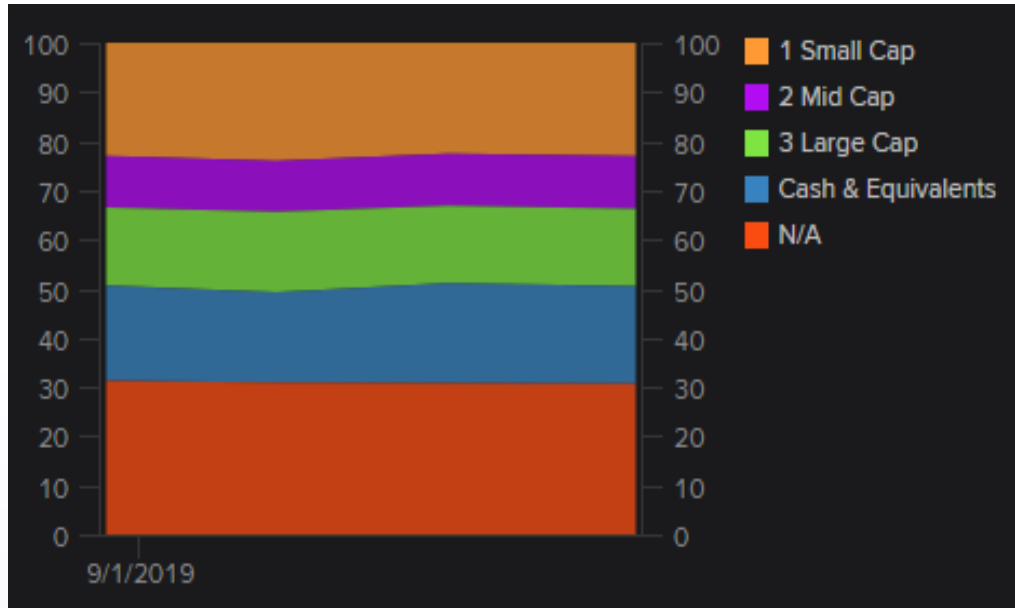


	VaR 1M 95%	VaR 1M 99%	Portfolio Weight %	CVaR 1M 99%	Marginal VaR
Pharus Asian Niches	3.61	6.51	100.00%	8.29	6.51
Equity	3.59	6.40	61.22%	8.11	6.01
Macys Ord Shs	0.13	0.29	0.64%	0.46	0.03
Sanyo Engineering & Construction Ord Shs	0.09	0.21	0.56%	0.40	0.03
QUALCOMM Ord Shs	0.14	0.28	0.88%	0.38	0.07
Panasonic Ord Shs	0.14	0.33	1.22%	0.37	0.18
Royal Mail Ord Shs	0.12	0.28	0.62%	0.35	0.04
SK Telecom ADR repsg 1/9 Ord Shs	0.11	0.26	1.34%	0.35	0.12
Lippo Karawaci Ord Shs	0.13	0.26	0.78%	0.29	0.06
KT ADR Rep 1/2 Ord Shs	0.14	0.22	1.55%	0.29	0.18
WPP Ord Shs	0.07	0.14	0.50%	0.27	0.08
TUI Ord Shs	0.07	0.14	0.40%	0.27	0.01
Natixis Ord Shs	0.09	0.18	0.60%	0.27	0.04
Office Depot Ord Shs	0.09	0.14	0.32%	0.26	0.02
Veoneer Ord Shs	0.10	0.18	0.34%	0.26	0.00
Lippo Cikarang Ord Shs	0.10	0.24	0.39%	0.26	0.08
Imerys Ord Shs	0.08	0.18	0.44%	0.25	0.04
Tokyo Sangyo Ord Shs	0.08	0.14	0.49%	0.25	0.08
Matahari Department Store Ord Shs	0.07	0.16	0.27%	0.24	0.05
KDDI Ord Shs	0.05	0.09	0.42%	0.23	0.03

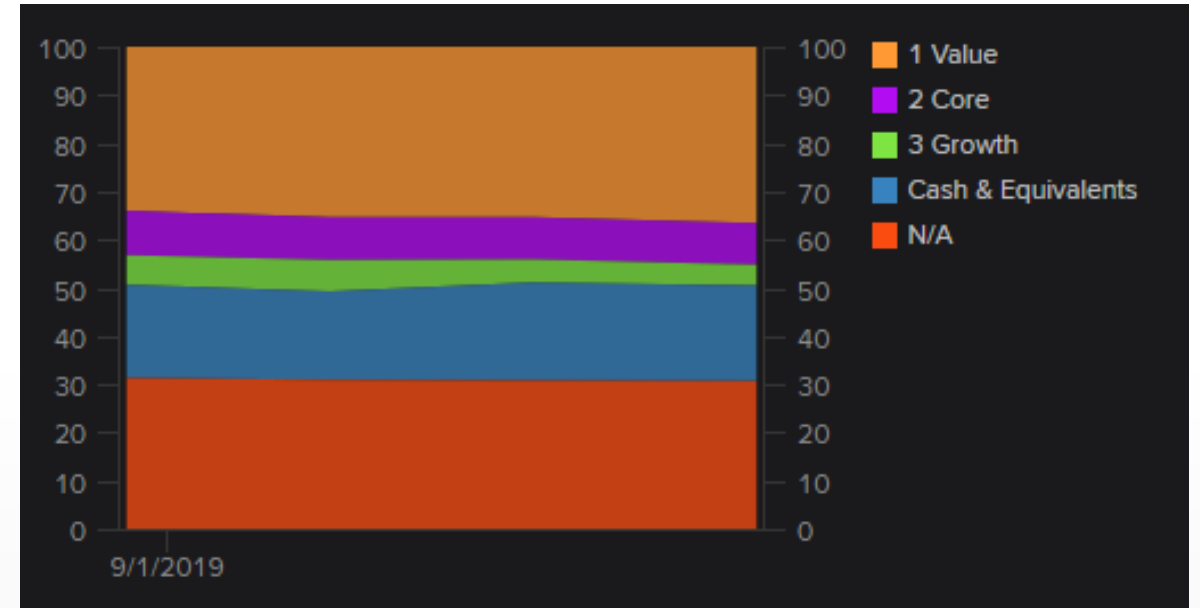
Source: MSCI RiskMetrics, Niche

Ex-ante analysis Multi-Factor risk *as of 30/09/2019*

Size Allocation



Style Allocation



Source: Thomson Reuters, Niche AM



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

Portfolio Value Changes as of 30/09/19

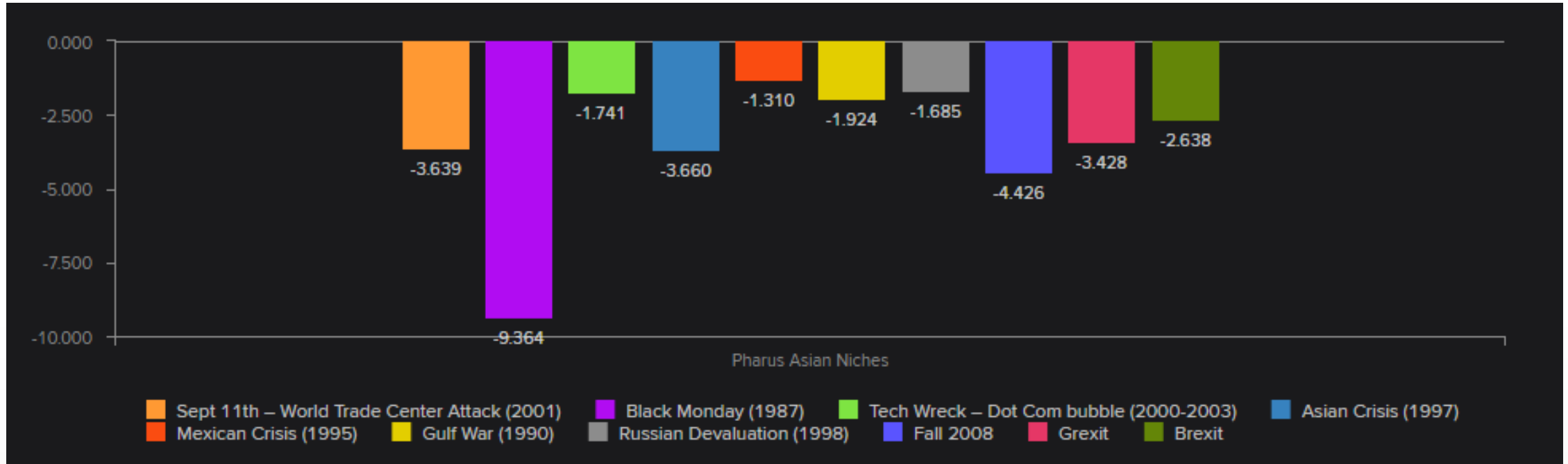
	World Indices		Emerging Markets		Europe		Asia	
	MSCI World Index		MSCI EM (Emerging Markets) in USD		STOXX - Europe 600 Index		MSCI AC Asia Pacific in USD	
	+10 %	-10 %	+10 %	-10 %	+10 %	-10 %	+10 %	-10 %
Pharus Asian Niches	4.03%	-4.04%	3.89%	-3.96%	4.10%	-4.10%	4.26%	-4.27%

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	91,2%	98,9%	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

PORTFOLIO: FX hedging

Forex outright trades in place: YEN

	30-Sept-19
JPY Equity Exposure	236.806.210
JPY cash	23.171.367
Total JPY Exposure	259.977.577

Currency Pair	Settlement Date	<u>RATE</u>	Amount sold currency ex-euro	Amount bought in euro	Amount as a % of tot. LC expo	Maturity
JPY	28/09/2019	118,1025	-131.300.000	1.111.746	51%	20/12/2019

DISCLAIMER

This document, any presentation made in conjunction herewith and any accompanying materials are preliminary and for information only. They are not an offering memorandum, do not contain any representations and do not constitute or form part of an offer or invitation to subscribe for any of Niche's funds (each, the "Fund"). Further they do not constitute or form part of any solicitation of any such offer or invitation, nor do they (or any part of them) or the fact of their distribution, form the basis of, or can they be relied on, in connection with any contract therefor. The information contained in this report has been compiled exclusively by Niche Asset Management Ltd which is authorised and regulated by the Financial Conduct Authority (RN783048) and is registered in England & Wales 10805355. The information and views contained in this document are not intended to be complete and may be subject to change at any time. No representation, warranty or undertaking, stated or implied, is given as to the accuracy of the information or views in this document and no liability for the accuracy and completeness of information is accepted by Niche Asset Management Ltd and/or its partners. The investment strategy of the Fund is speculative and involves a substantial degree of risk of losing some or all of the capital invested. Market, political, counterparty, liquidity and other risk factors may have a significant impact on the investment objectives of the Fund, while past performance is not a guide or otherwise indicative of future results. **The distribution of this document and the offering of the Fund's shares in certain jurisdictions may be restricted by law and therefore persons into whose possession this document comes should inform themselves about and observe any such restrictions.** The Fund is not yet available for distribution in all countries, it will be only subject to registration with the local supervisory Authority. Potential investors are invited to contact Niche Asset Management Ltd. in order to check registration countries. Any failure to comply with these restrictions could result in a violation of the laws of such jurisdiction. Any reproduction of this information, in whole or in part, without the prior consent of Niche Asset Management Ltd is also prohibited. This document may only be communicated or passed to persons to whom Niche Asset Management Ltd is permitted to communicate financial promotions pursuant to an exemption available in Chapter 4.12 of the Financial Conduct Authority's Conduct of Business Sourcebook ("COBS") ("Permitted Recipients"). In addition, no person who is not an authorised person may communicate this document or otherwise promote the Fund or shares therein to any person in the United Kingdom unless such person is both (a) a Permitted Recipient and (b) a person to whom an authorised person is permitted to communicate financial promotions relating to the Fund or otherwise promote the Fund under the rules in COBS 4.12 applicable to such authorised person. The securities referenced in this document have not been registered under the Securities Act of 1933 (the "1933 Act") or any other securities laws of any other US jurisdiction. Such securities may not be sold or transferred to US persons unless such sale or transfer is registered under the 1933 Act or exemption from such registration. **This document is intended for professional investors only. Potential investors are recommended to read carefully the Prospectus and the Key Investor Information Document (KIID) before subscribing.**