

For professional clients only – not for distribution to retail clients.

## Fund Aim

The fund aims to provide long-term capital growth through investment primarily in Continental European equities.

### TOP 10 HOLDINGS

1.	ING Groep	3.5%
2.	Vestas	3.4%
3.	BNP Paribas	2.9%
4.	Valeo	2.8%
5.	Gurit	2.8%
6.	Implenia	2.7%
7.	SpareBank 1	2.7%
8.	Nordea	2.7%
9.	Nestle	2.6%
10.	Soc.Gen.	2.6%

### PERFORMANCE

	Class B2 EUR	STOXX Europe 600 ex UK
3 months	9.7%	4.9%
6 months	5.2%	2.6%
12 months	8.5%	2.4%
Since launch (11 Sept. 2015)	3.0%	-1.1%

	Class B2 EUR	STOXX Europe 600 ex UK
2016 YTD	-0.9%	-3.6%
2015 (from 11 Sept.)	4.0%	2.6%

## Commentary

Over the month of September, the Comeragh European Growth Fund rose 1.5%, outperforming by 1.6% a market that registered a fall of 0.1%. Our performance track record now extends past the one year mark, and we are delighted to have outperformed the market by 6.1% over the last 12 months, and by 4.1% since inception on September 11<sup>th</sup> 2015. For a detailed performance breakdown, please see the table above.

We would like to highlight two of the strongest contributors to this month's outperformance, as they give a good flavour of the qualities we prize in an investment. Gurit Holding is a Swiss manufacturer of composite materials and tooling equipment for use across many different market sectors. It is able to generate high returns (25% EBIT return on capital employed) and is continuing to grow its industrial footprint in light of contract wins and strong end demand. Despite self-funding expansion capex, it throws off a 7% free cash yield and enjoys positive earnings revisions.

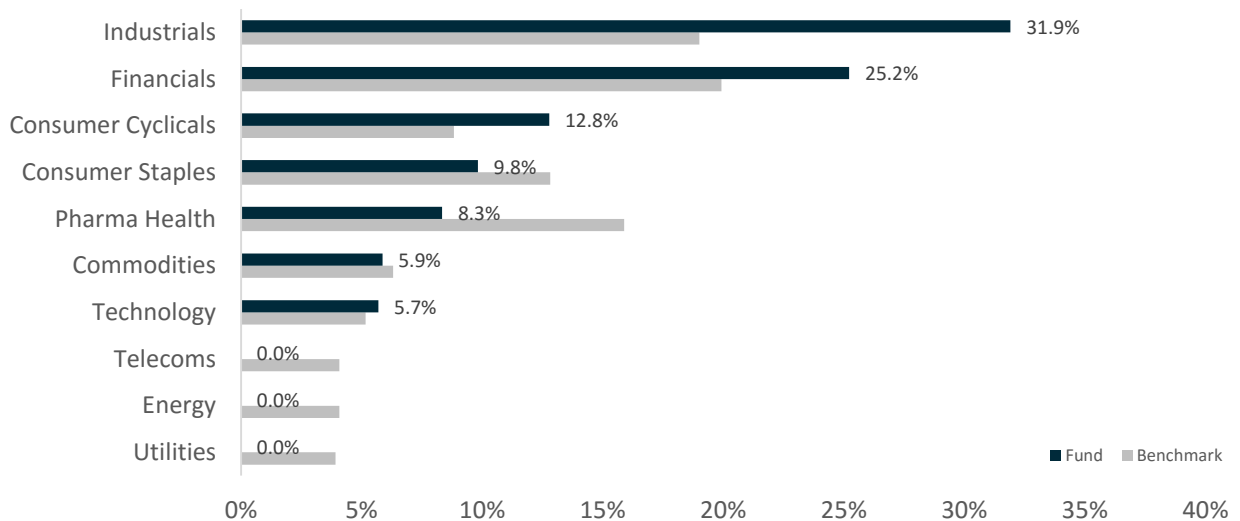
Porr, meanwhile, is an Austrian construction company that our screening process has flagged up as cheap for some time, and like Gurit has been in our portfolio since inception. It appears that the market has finally started giving it some credit for the excellent work done by management over the past few years. A rigorous focus on improving returns has led to cost savings programmes and greater discipline in bidding for projects. Interest costs have been reduced as

the balance sheet has swung to a commanding net cash position of 1x EBITDA, and liquidity in the share has improved. Meanwhile the order backlog continues to climb from record highs, and we should see margin expansion as higher quality projects get delivered. Despite strong recent gains, Porr still trades on an ex-cash P/E of just under 10x. We see ample scope for further share price appreciation from both earnings delivery and multiple expansion.

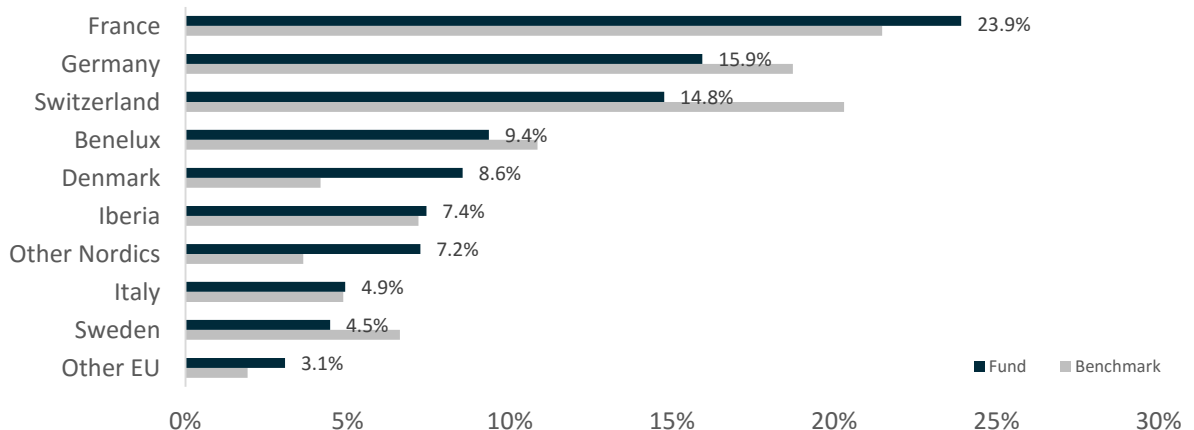
We are happy with the shape of the portfolio as we head into the next 12 months. Our average P/E is 13.3x vs the market on 16.4x, and our companies generate higher returns to equity (18.2% vs. 16.9%). Our portfolio is net cash, whilst the market has net debt of nearly 1x EBITDA. We also enjoy better earnings revisions, and can boast a higher dividend yield than the market. Going forward, we will share such statistics in the “Risk Overview” box below.

We would like to thank investors for their support over the first year, and look forward to catching up with you over the coming weeks.

## Sector Allocation



## Country Allocation (Developed)



## Risk Overview

	FUND	INDEX
P/E	13.3	16.4
EV/EBITDA	5.9	9.0
Div Yield	3.7%	3.6%
ROE	18.2%	16.9%
3m EPS Revs	-0.3%	-2.5%
Net Debt / EBITDA	-0.03	0.92
Sharpe Ratio	3.36	
Beta (3m)	0.98	

## Fund Facts

<b>Fund Status</b>	Sub-fund of a Dublin-domiciled UCITS ICAV, authorised and regulated by the Central Bank of Ireland. Recognised in the UK by the Financial Conduct Authority
<b>Sector</b>	Europe ex UK
<b>Benchmark Index</b>	Stoxx Europe 600 ex UK
<b>Fund Size</b>	€60.4m
<b>Fund Launch Date</b>	11 <sup>th</sup> September 2015

Class	ISIN	SEDOL	Distribution Type	Annual Management Fee	Initial Minimum Subscription
Class A EUR	IE00BYN38431	BYN3843	Income	0.60%	€100,000
Class A GBP Hedged	IE00BYN38985	BYN3898	Income	0.60%	£100,000
Class B2 EUR	IE00BYN38M12	BYN38M1	Accumulation	0.60%	€100,000
Class B GBP Hedged	IE00BYN38Q59	BYN38Q5	Accumulation	0.60%	£100,000
Class C EUR	IE00BYN38Y34	BYN38Y3	Income	0.75%	€500
Class C GBP Hedged	IE00BYN39629	BYN3962	Income	0.75%	£500
Class D EUR	IE00BYN39B71	BYN39B7	Accumulation	0.75%	€500
Class D GBP Hedged	IE00BYN39C88	BYN39C88	Accumulation	0.75%	£500

## Further Information

**Email:** [info@comeraghcapital.com](mailto:info@comeraghcapital.com)

**Website:** [www.comeraghcapital.com](http://www.comeraghcapital.com)

**Telephone:** +44 (0) 207 381 5022

**Dealing:**

- Daily dealing (except Irish public holidays)
- 11.00 dealing cut-off (forward pricing)
- 17.00 valuation point
- CACEIS Ireland
  - + 353 (0)1 672 1631
  - One Custom House Plaza, IFSC, Dublin D01 C2C5, Ireland

### Risk Warning

The value of investments and the income from them can go down as well as up and investors may not receive back the original amount invested. Past performance is not an indicator of future performance. Exchange rates may cause the value of the underlying overseas investments to go down as well as up. Investment in smaller companies may involve a higher degree of risk as markets are usually more sensitive to price movements.

Please read the Risk Section of the Fund's Prospectus and Key Investor Information Document (KIID) for a fuller description of the risks prior to investing. Comeragh Capital LLP and its affiliates and/or their officers, partners and employees may own or have positions in the fund and/or any investment mentioned herein. The factsheet does not represent an invitation to invest in the Fund. Subscriptions must be made in conjunction with the KIID and Prospectus, copies of which can be obtained free of charge in English at [www.comeraghcapital.com](http://www.comeraghcapital.com). Comeragh Capital LLP acts as investment manager and promoter to Comeragh Funds ICAV.