

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	3.7%
2.	Vestas	3.0%
3.	BNP Paribas	2.8%
4.	SpareBank 1 SMN	2.7%
5.	Renault	2.7%
6.	Soc. Gen.	2.7%
7.	Gurit	2.6%
8.	Valeo	2.6%
9.	Implenia	2.6%
10.	Michelin	2.4%

### PERFORMANCE

	Class B2 EUR	STOXX Europe 600 ex UK
<b>3 months</b>	5.9%	0.5%
<b>6 months</b>	7.0%	2.0%
<b>12 months</b>	1.6%	-5.4%
<b>Since launch (11 Sept. 2015)</b>	4.9%	-1.3%

	Class B2 EUR	STOXX Europe 600 ex UK
<b>2016 YTD</b>	1.0%	-3.8%
<b>2015 (from 11 Sept.)</b>	4.0%	2.6%

## Commentary

In October, the Comeragh European Growth fund gained 1.9%, and in doing so outperformed the market by 2%. We are happy to have delivered another good month, and it is always particularly satisfying to record positive absolute performance in the context of a falling market.

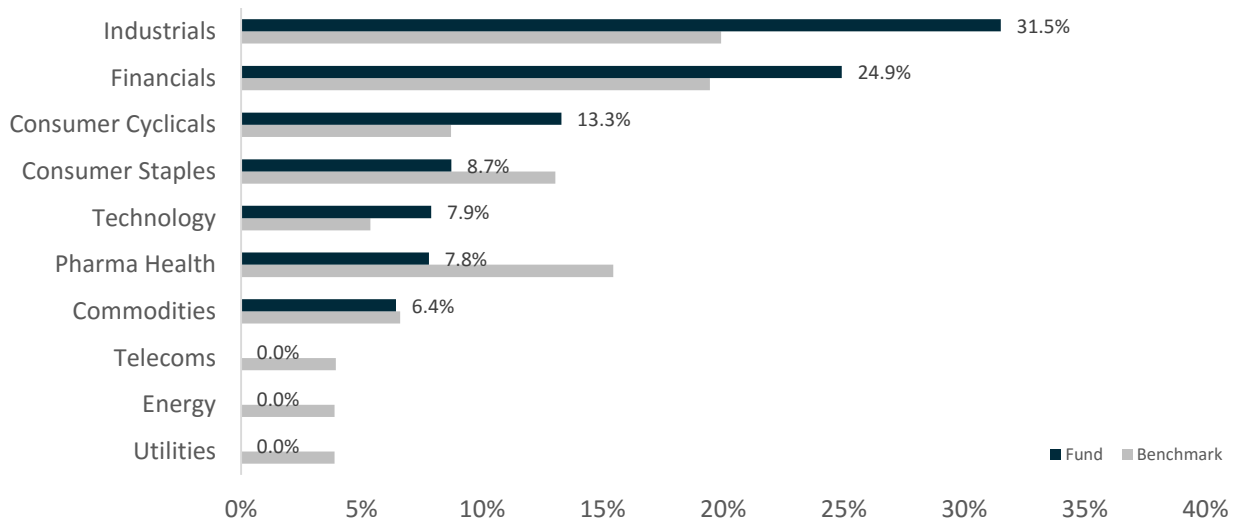
The period was notable for broad based outperformance of the financial sector, with our varied bank holdings all strong contributors towards this month's outperformance. Our recent monthly viewpoint details how a reflationary environment sets the stage for outperformance of cyclical value vs. defensive growth, and the banking sector is a prime example. As downward pressure on commodity prices and bond yields abates, and corporate pricing power improves, the benefits should be felt down a bank's P&L account.

Meanwhile, our "anchor" portfolio has been a drag on performance this month, with high quality defensives such as Roche, Novartis, Heineken and L'Oreal all posting absolute declines. We remain committed to having a portion of the fund in such stocks, as we believe that their volatility dampening benefits will prove worthwhile in extreme markets. Furthermore, they generate a high quality of profits and are likely to increase their franchise value over time. However, our anchor portfolio

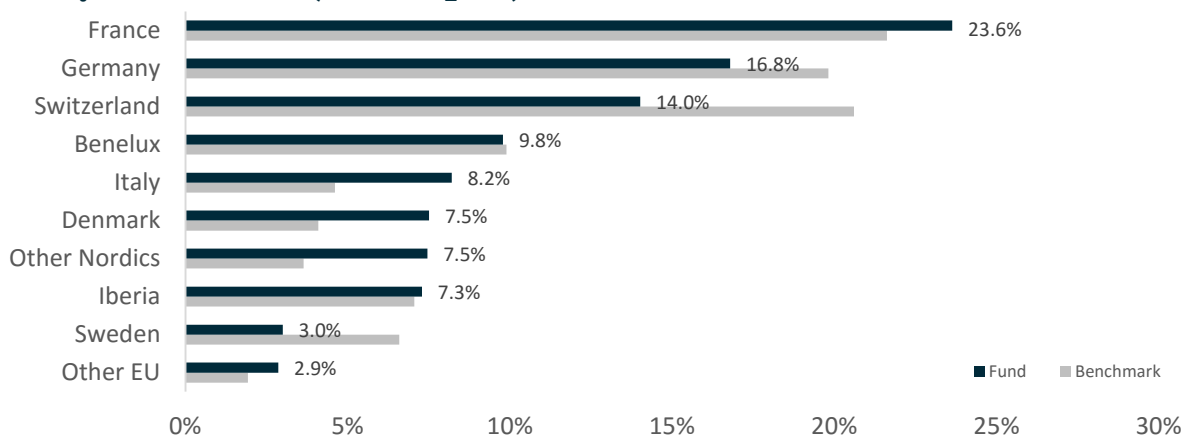
currently constitutes only 24% of the fund, which we would consider lower than average. It is a reflection of our belief that the valuation catch-up opportunity and EPS momentum is greater with cyclical value stocks in the current environment.

Our portfolio trades on 13.1x vs the market on 16.4x, enjoys a higher return on equity, and is seeing better sales growth and revisions. If the global reflation trade continues to play out, the fund's positioning should be a solid platform for outperformance over the coming months.

## Sector Allocation



## Country Allocation (Developed)



## Risk Overview

	FUND	INDEX
P/E	13.1	16.4
EV/EBITDA	5.7	9.0
Div Yield	3.5%	3.6%
ROE	17.3%	16.4%
3m EPS Revs	2.3%	2.3%
Net Debt / EBITDA	-0.05	0.97
Sharpe Ratio	4.99	
Beta (3m)	0.90	

## 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>	€61.4m
<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

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**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.