

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.	Nestlé	6.5%
2.	Roche	6.4%
3.	Novartis	6.0%
4.	Tethys Oil	4.0%
5.	Raiffeisen	3.8%
6.	Novo Nordisk	3.2%
7.	Mycronic	3.1%
8.	Tokmanni	3.1%
9.	Enel	2.9%
10.	Italiaonline	2.8%

PERFORMANCE

	Class B EUR	STOXX Europe 600 ex UK
3 months	2.6%	2.7%
6 months	-2.6%	0.4%
12 months	3.0%	5.8%
Since launch (11 Sept. 2015)	28.6%	20.7%

	Class B EUR	STOXX Europe 600 ex UK
2018 YTD	0.0%	2.9%
2017	13.9%	11.6%
2016	8.6%	2.4%
2015 (from 11 Sept.)	4.0%	2.6%

Commentary

In July the Comeragh European Growth Fund rose 3.2% vs. the rise of 4.1% posted by the Euro STOXX 600 ex UK index.

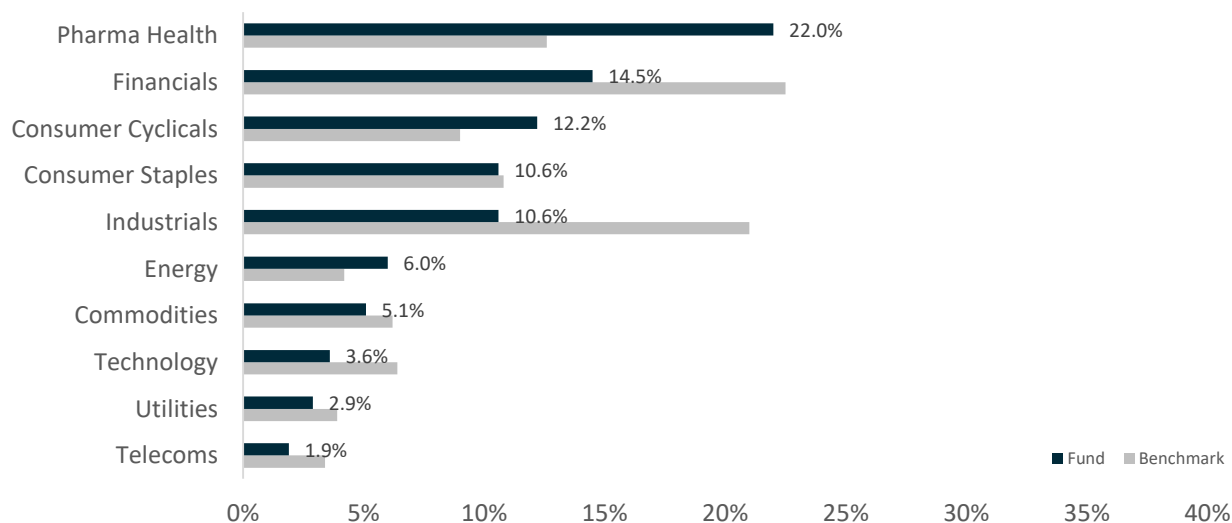
Amidst a busy reporting season the market put on a strong surge and the Fund, with its defensive positioning, was unable to keep pace. This rally, however, belies the intriguing intra-market dynamics at play. On the one hand, industrials and financials – cyclically sensitive sectors and our two biggest underweights – performed well. We remain unwilling to chase momentum in the industrial space as we see increasing signs of a cyclical and sentiment climax. Financials, meanwhile, saw a bounce following poor performance this year. A less encouraging trend in Q2 results was that core profitability – interest income and commission – remains pressured, with the bottom line driven largely by falling provisions which are at historically low levels.

On the other hand, the best performing sector this month was pharmaceuticals, to which the Fund has a large overweight position. In a further sign that market leadership is beginning to swing in favour of defensives, the only subsector to record negative absolute performance was Basic Resources. This could prove a leading indicator for a wider deceleration in economic momentum.

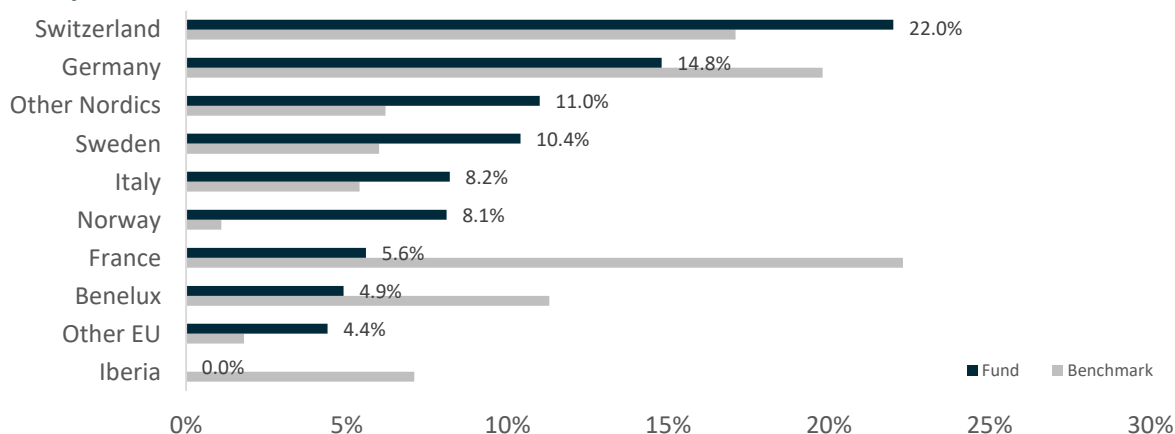
In addition to our holdings in mega-cap pharma, we saw good performance from Raiffeisen Bank this month. Another strong performer has been Austevoll Seafood, a Norwegian salmon producer that has been benefitting from high prices as strong demand has met with constrained supply. On the negative side, our worst performing stock was Mycronic, where Q2 earnings were received poorly by the market. Its order intake is by nature lumpy and we remain convinced in the company's long term prospects and ability to generate high quality returns in a growing market.

Reflecting our belief that the global growth theme of the past two years is exhausted, portfolio sales are being replaced with stocks exhibiting distinctly domestic characteristics. Recent additions have included Inwido (producer of windows with sales throughout Scandinavia), AST Groupe (French housebuilder) and Tokmanni (Finnish supermarket). We retain our high cash weighting.

Sector Allocation



Country Allocation



Risk Overview

	FUND	INDEX
P/E	12.9	15.9
EV/EBITDA	7.0	9.0
Div Yield	3.4%	3.6%
ROE	18.8%	16.5%
3m EPS Revs	5.2%	3.6%
Net Debt / EBITDA	0.43	0.84
Sharpe Ratio	0.30	
Beta (3m)	0.74	

Fund Facts

Fund Status	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
Sector	Europe ex UK
Benchmark Index	STOXX Europe 600 ex UK
Fund Size	€72.2m
Fund Launch Date	11 th 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 B 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	BYN39C8	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. Comeragh Capital LLP acts as investment manager and promoter to Comeragh Funds ICAV.