

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	5.6%
2.	Roche	5.0%
3.	Novartis	4.4%
4.	OMV	4.1%
5.	Mycronic	3.9%
6.	Total	3.9%
7.	SAP	3.7%
8.	Tethys Oil	3.6%
9.	Raiffeisen	3.6%
10.	Tokmanni	3.5%

PERFORMANCE

	Class B EUR	STOXX Europe 600 ex UK
3 months	-8.3%	-7.4%
6 months	-5.9%	-5.0%
12 months	-10.9%	-7.1%
Since launch (11 Sept. 2015)	18.0%	11.7%

	Class B EUR	STOXX Europe 600 ex UK
2018 YTD	-8.3%	-4.7%
2017	13.9%	11.6%
2016	8.6%	2.4%
2015 (from 11 Sept.)	4.0%	2.6%

Commentary

In October the Comeragh European Growth Fund fell 5.3%, outperforming the fall of 5.9% registered by the STOXX Europe 600 ex UK index.

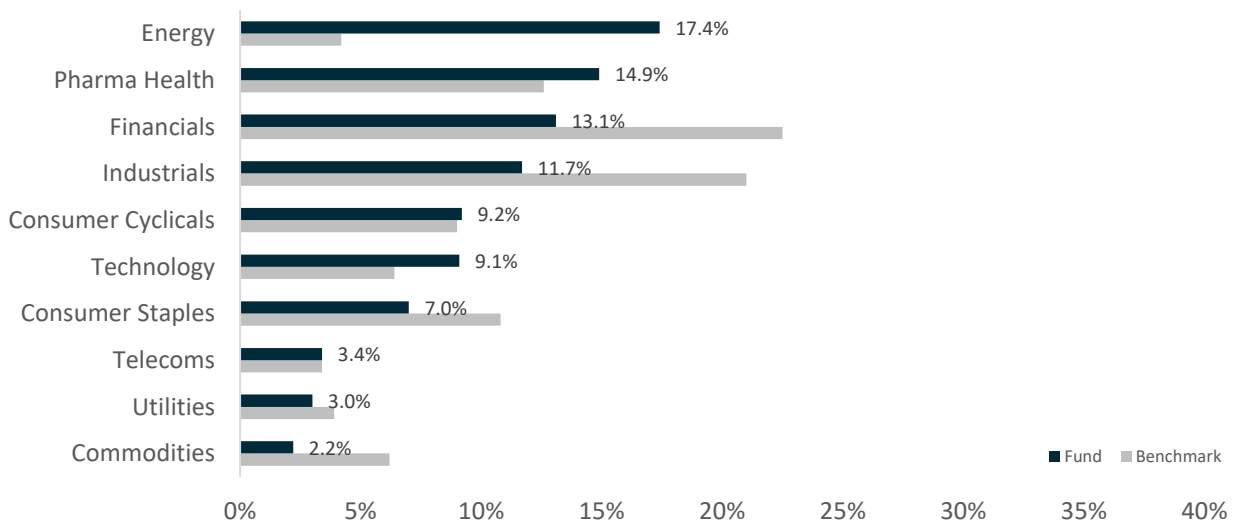
The month saw a sharp selloff across global markets, and European equities were no exception. The hardest hit sectors were industrials and financials, to both of which the Fund has limited exposure, whilst telecoms and utilities outperformed. That cyclically sensitive sectors are starting to underperform is noteworthy and offers us much encouragement. Over the last year we have been cautious on markets as increasing signs have emerged indicating that profits were close to peak cycle and global economic momentum was due to slow. As a result, we have been maintaining a high cash weighting and increasing the quality and defensiveness of our portfolio, waiting for a market selloff in which to put capital more aggressively to work. The aforementioned sector dynamics suggest that the market is beginning to come around to this view.

The best performer this month has been Mycronic, one of the Fund's largest holdings. The company is active in two areas: Assembly Solutions and Pattern Generation. The latter is involved in the production of mask writers, high tech pieces of equipment that enable the manufacturing of photomasks, which are in turn used to make

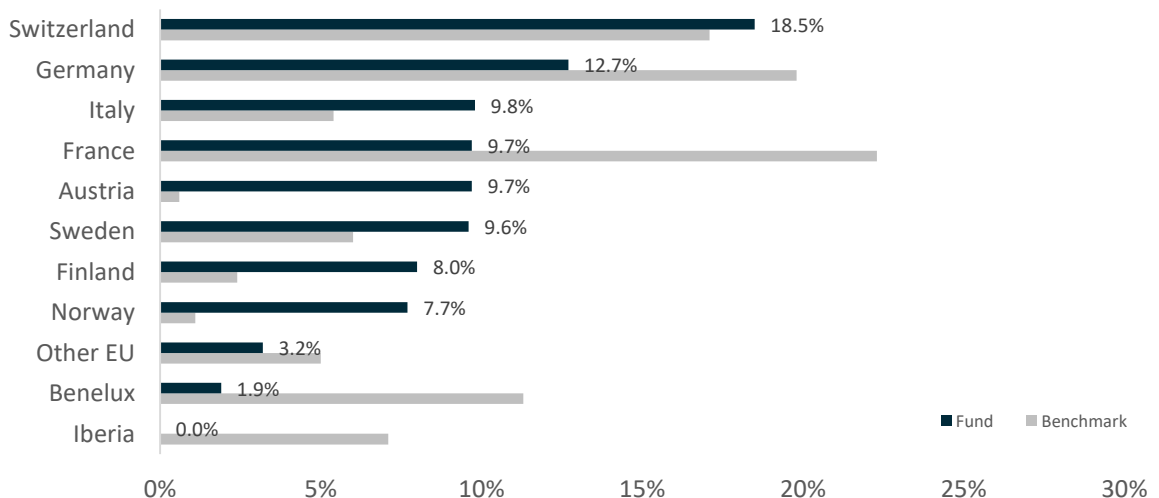
displays. This business is truly a crown jewel as Mycronic is the world's only supplier of advanced mask writers, serving an industry experiencing ever increasing demand for volumes, size and quality of display – whether it be for TVs, smartphones, car infotainment systems or myriad other consumer goods. A mask writer can cost nearly \$50m so orders are by nature infrequent and lumpy, with visibility on the backlog poor. However, the company's dominant position in a crucial application allows it to earn a fantastic return on capital, and market growth over time should be a strong tailwind. The shares trade on just over 15x P/E with a surfeit of cash on the balance sheet – not an especially demanding valuation for a company of this quality.

We remain defensively positioned as we await a prolonged market fall to offer up more compelling investment opportunities. The portfolio trades on a P/E of 11.5x – a sizeable discount to the market on 14.8x – with a higher quality of profits, better earnings revisions and lower leverage, attributes that we believe should best protect capital and stand the Fund in good stead as we enter choppy markets.

Sector Allocation



Country Allocation



Risk Overview

	FUND	INDEX
P/E	11.5	14.8
EV/EBITDA	6.8	8.2
Div Yield	4.0%	3.8%
ROE	18.6%	16.1%
3m EPS Revs	5.5%	2.4%
Net Debt / EBITDA	0.34	0.87
Sharpe Ratio	-0.74	
Beta (3m)	0.85	

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	€64.5m
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.