

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.	Anheuser-Busch	7.3%
2.	Novo Nordisk	6.5%
3.	SAP	5.5%
4.	Bayer	5.3%
5.	Crayon Group	3.7%
6.	Unicaja Banco	3.6%
7.	STRABAG	3.0%
8.	Pareto Bank	3.0%
9.	OMV	2.8%
10.	BBVA	2.4%

PERFORMANCE

	Class B EUR	STOXX Europe 600 ex UK
3 months	-2.6%	1.3%
6 months	-1.2%	5.4%
12 months	-9.8%	0.2%
Since launch (11 Sept. 2015)	13.4%	16.8%

	Class B EUR	STOXX Europe 600 ex UK
2019 YTD	5.5%	11.8%
2018	-16.4%	-10.9%
2017	13.9%	11.6%
2016	8.6%	2.4%
2015 (from 11 Sept.)	4.0%	2.6%

Commentary

In May the Comeragh European Growth Fund fell 6.4% vs. the decline of 4.6% recorded by the market.

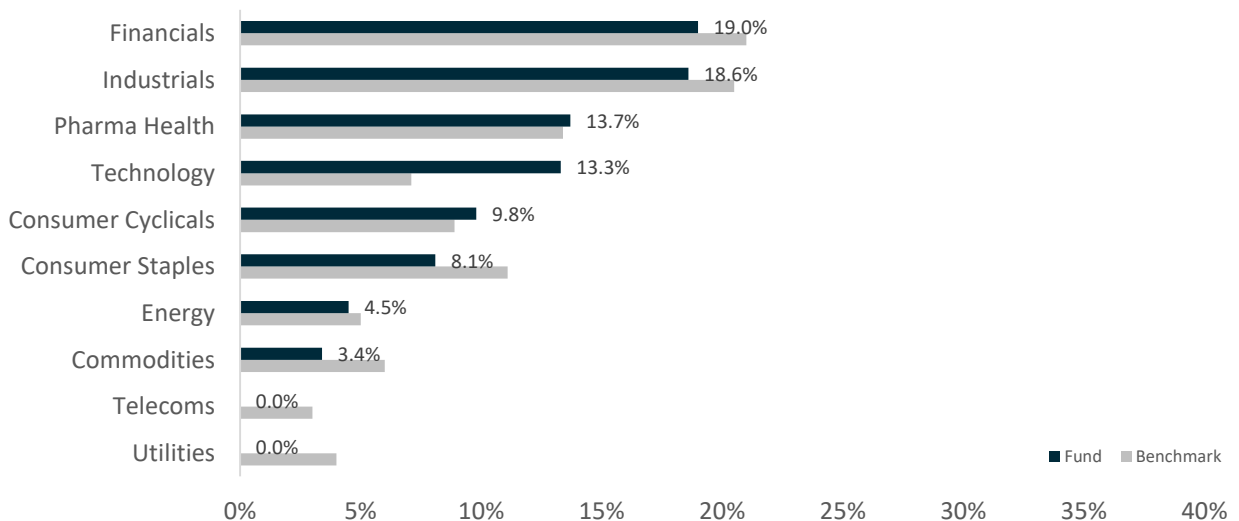
Markets saw a sharp pullback in which cyclical stocks were hit especially hard. Although the catalyst for the sell-off has been a refocusing of investor attention on the escalating US/China trade war and implications for global growth, in reality the market's strong year-to-date performance has belied an ongoing deterioration in the global economic cycle over the past several months. Cargo volumes at Hong Kong International Airport, the largest air freight hub in the world, were down over 5% in the three months from March to May. This is representative of an environment in which global trade volumes are on track for their worst year since 2009. With asset valuation rather than current earnings as a guide, we have been adding select cyclical/trade sensitive holdings to the portfolio, such as SKF, BASF and Maersk. These stocks are trading near all-time lows on an Enterprise Value to Capital Employed basis, a starting point from which the risk/reward ratio has historically been highly favourable. In the case of Maersk, it is interesting to note that container shipping rates appear to be bottoming even as fuel costs have begun to fall – suggesting that despite current negative sentiment, the worst of earnings pressure is now behind us.

Our largest positive contribution this month came from recent addition Oriflame, which was the subject of a

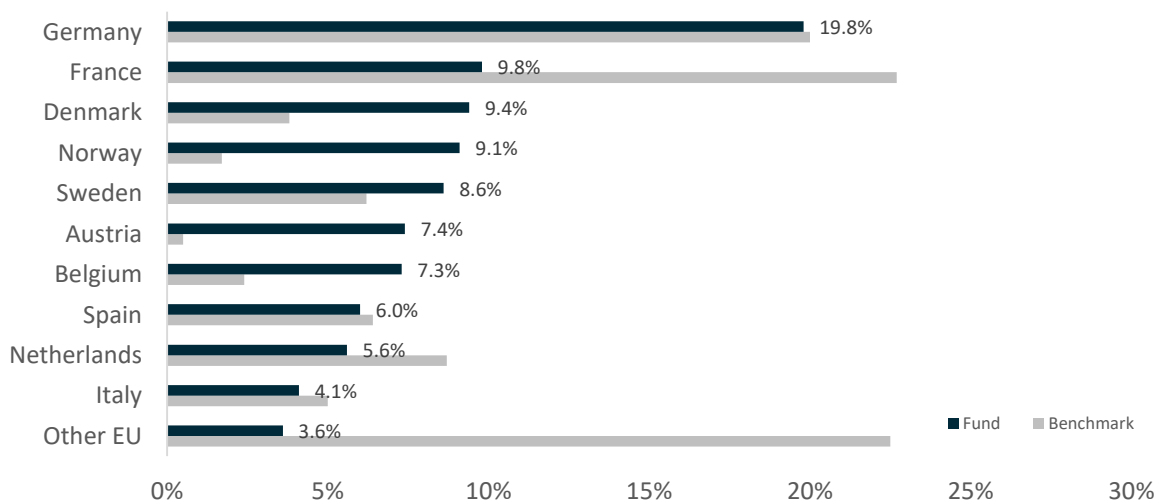
takeover bid from its founding family and major shareholder. At the other end of the M&A spectrum, our holding in Unicaja Banco was a detractor from performance as merger talks with Liberbank failed. Although a missed opportunity, it is encouraging that Unicaja's management showed willingness to walk away rather than agree to unfavourable terms. The shares trade on a Price/Book multiple of 0.3x, a valuation suggesting a bank in deep distress rather than one in which operating trends are heading in the right direction and hidden value remains in the balance sheet.

It has been a frustrating period as our value approach has continued to be shunned such that, with the exception of the Lehmans nadir, the disparity between "value" and the market is now at its widest in over fifteen years. The "Alpha" portion of the Fund trades on a P/E of only 9.5x, despite enjoying positive earnings revisions and employing no financial leverage in aggregate. So far this year the market has rewarded these favourable characteristics with a de-rating in its focus on the "secure growth" segments of the market. We believe, however, that markets are approaching a major style inflection point in which our fundamental, value based approach will be disproportionately rewarded.

Sector Allocation



Country Allocation



Risk Overview

	FUND	INDEX
P/E	12.0	15.5
EV/EBITDA	6.7	9.0
Div Yield	4.1%	3.8%
ROE	18.5%	16.5%
3m EPS Revs	1.4%	1.6%
Net Debt / EBITDA	0.68	1.01
Sharpe Ratio	-0.37	
Beta (3m)	1.05	

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	€49.4m				
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

Email: info@comeraghcapital.com

Website: 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. Comeragh Capital LLP acts as investment manager and promoter to Comeragh Funds ICAV.