

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.	Novartis	6.1%
2.	Scor SE	4.6%
3.	Bayer AG	4.3%
4.	Aegon NV	3.9%
5.	Swedish Match	3.0%
6.	PharmaSGP Holding	2.9%
7.	Sanofi	2.7%
8.	Maha Energy AB	2.7%
9.	Repsol SA	2.7%
10.	Equinor ASA	2.5%

### PERFORMANCE

	Class B EUR	STOXX Europe 600 ex UK
3 months	-3.0%	-2.6%
6 months	-1.5%	0.5%
1 year	13.2%	19.5%
3 years	33.0%	46.0%
5 years	32.0%	54.1%
Since launch (Sept 2015)	50.8%	61.8%
2022 YTD	-1.1%	-5.1%
2021	13.2%	24.6%
2020	0.4%	2.9%
2019	24.9%	27.3%
2018	-16.4%	-10.9%
2017	13.9%	11.6%
2016	8.6%	2.4%

## Commentary

The Comeragh European Growth Fund fell 1.1% in January vs. the benchmark STOXX Europe 600 ex UK Index decline of 5.1%.

Against an inflationary backdrop, bond yields have been on the rise as markets have begun to anticipate central bank tightening. This has been a favourable environment for the Fund, with value stocks outperforming their more richly valued “duration” and “growth” counterparts. Our winners in January reflect this theme, with the financial and energy sectors featuring prominently.

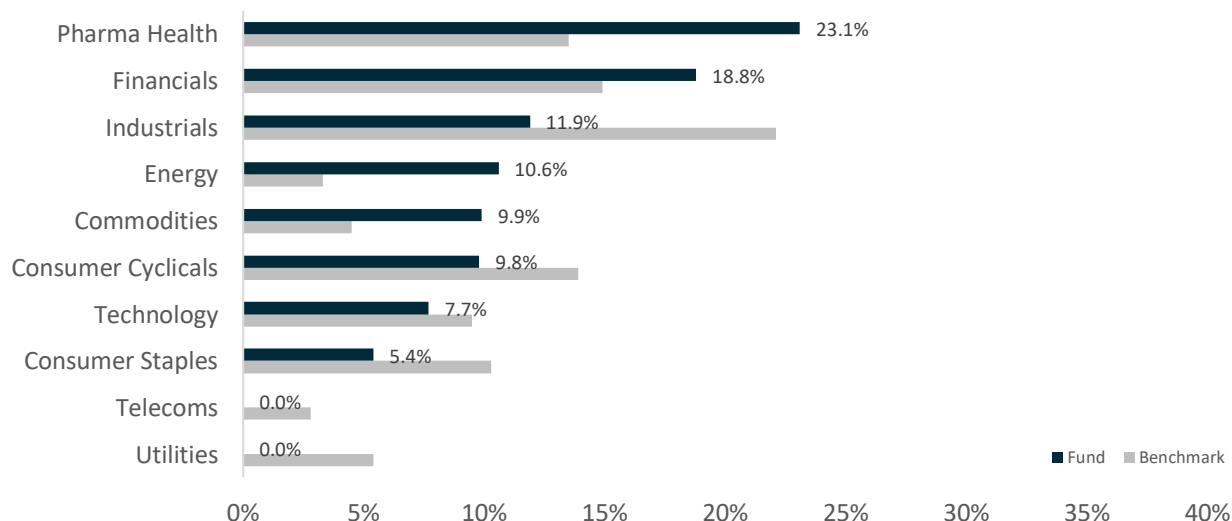
Insurers Aegon and Scor were among our strongest performers this month along with ING Group, which we sold in favour of a new position in Unicredit. Improving returns have yet to be reflected in the valuation of Unicredit shares and the strong balance sheet offers management the opportunity to repurchase shares at a P/Book of only 0.5x. Good contributions also came from oil producers Total, DNO and Maha Energy. Towards month end we took profits in Total and initiated new positions in Equinor and Repsol, which have lagged the recent rally in the energy sector. Equinor stands to benefit from high European gas prices, whilst Repsol offers sector leading value (6x P/E) and exposure to an improvement in refining margins. Other good performances came from Bigben

(distribution of shares in subsidiary Nacon helping to reduce the conglomerate discount) and Rheinmetall (German defence company reporting growing order backlogs and rising operating margins).

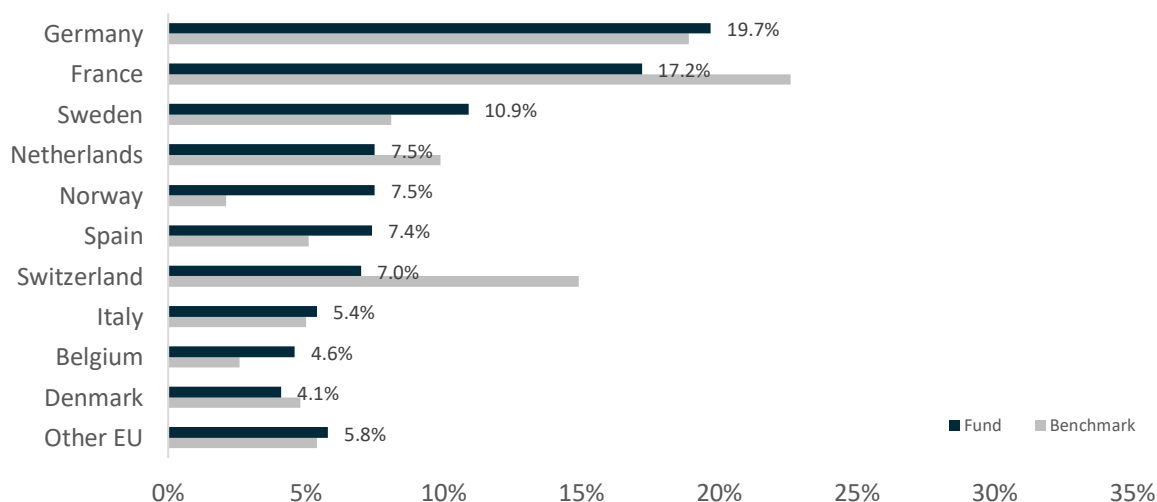
Covestro, the German chemicals company, was added to the portfolio this month. The shares trade on c. 7x P/E and a mid-teens free cash flow yield, a compelling proposition given supportive market demand and pricing dynamics. Additionally, a recovery in auto production (the auto sector is a key consumer of Covestro's polycarbonates) as supply chain bottlenecks fade over the coming year is likely to provide an additional boost.

The Fund trades on a P/E of 9.4x, less than half that of the market on 20.3x. Despite this valuation discount, our holdings in aggregate employ less financial leverage (0.24x Net Debt/ EBITDA vs. 1.02x) and enjoy better 3-month earnings revisions (7.5% vs. 4.2%), characteristics that we believe provide us a good platform for outperformance going forwards.

## Sector Allocation



## Country Allocation



## Risk Overview

	FUND	INDEX
P/E	9.4	20.3
EV/EBITDA	6.0	11.9
Div Yield	3.5%	2.8%
ROE	16.1%	17.8%
3m EPS Revs	7.5%	4.2%
Net Debt / EBITDA	0.24	1.02
Sharpe Ratio	0.57	
Beta (3m)	0.95	

## 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>	€68.5m
<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 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](http://www.comeraghcapital.com). Comeragh Capital LLP acts as investment manager and promoter to Comeragh Funds ICAV.