

For professional clients only – not for distribution to retail clients.

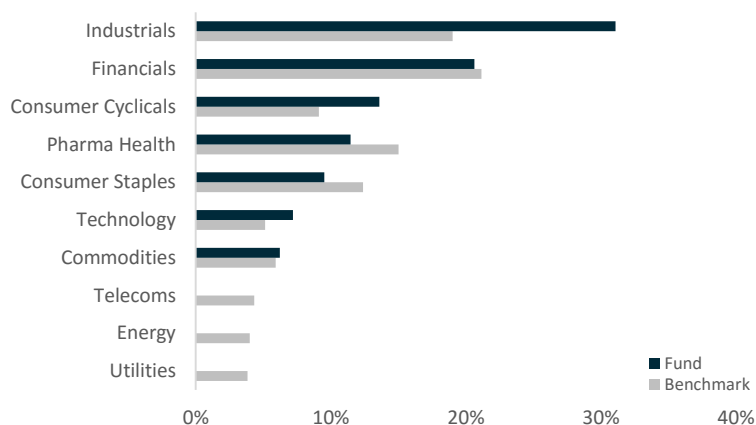
## Fund Aim

The fund aims to provide long-term capital growth through investment primarily in Continental European equities.

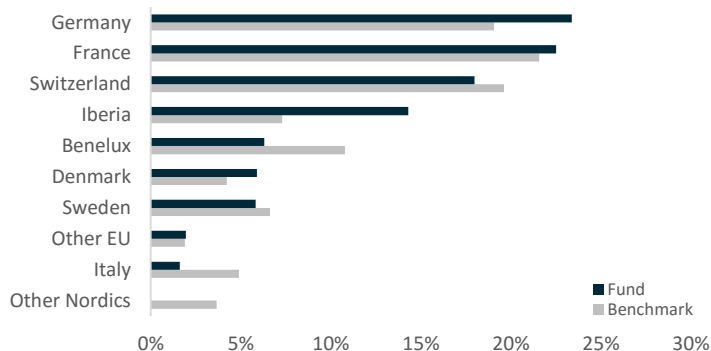
### TOP 10 HOLDINGS

1.	Vestas	3.7%
2.	Novartis	3.6%
3.	Nestle	3.4%
4.	Roche	3.1%
5.	BNP Paribas	2.9%
6.	Gamesa	2.8%
7.	Implenia	2.8%
8.	Nordea	2.8%
9.	Nordex	2.7%
10.	KBC Groupe	2.7%

## Sector Allocation



## Country Allocation



## Commentary

In April the Comeragh European Growth Fund returned 0.5% - an underperformance of 0.9% vs. the market, which rose 1.4%.

We have lagged slightly as “China facing” sectors such as industrial goods exporters and commodities have bounced. We are generally unexposed to these areas, as we see the likelihood of multi-year pressure on profitability. Where we do have some exposure to commodities it is in “consumption” commodities – namely the pulp exporters Ence and Altri. Long term demand growth for their output is highly dependent on tissue demand, which should keep growing regardless of the Chinese business or credit cycle. These two companies have been amongst our worst performers in April as pulp prices have eased somewhat but looking at the long term supply/demand balance and ongoing free cash generation we remain confident in the outlook.

Our best performance during the month came from Technicolor, which rose nearly 20% following results that were much stronger than anticipated. Whilst merely in line with original company guidance, it appears that expectations were set rather low. Due to the opacity of the business model, quarterly performance can be rather volatile, but we

believe that Technicolor offers enviable assets in a range of interesting media & technology sectors, at an attractive valuation.

Another event we would like to highlight is the strong performance of PORR AG, following a decision to pay out a much higher dividend than had been expected. The €1.50 payout that investors will receive for 2015 equates to a yield of over 6% on the share price pre-announcement. The market rewarded the share with a move of nearly 10% on the day, but we struggle to see why investors should be so surprised – PORR generates around a 10% free cash yield to equity and sits on nearly a quarter of its market cap in net cash. As such it can comfortably fund higher payouts whilst still building up its balance sheet.

More generally, our portfolio is characterised by companies that sit on net cash and have a significantly lower dividend yield than FCF yield. On average, our portfolio has -0.1x Net Debt to EBITDA vs. the market at 0.9x. Going forward we expect many of our companies to surprise positively on the dividend, whereas for the market in general, we see areas (notably utilities and energy) where dividend cuts look likely.

## 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>	€58.3m			
<b>Fund Launch Date</b>	10 <sup>th</sup> September 2015			
<b>Share Classes</b>	<b>A Euro</b>	<b>A Sterling</b>	<b>B2 Euro</b>	<b>B Sterling</b>
<b>Unit Type</b>	Income	Income	Accumulation	Accumulation
<b>Initial Investment</b>	€100,000	€100,000	€100,000	€100,000
<b>AMC</b>	0.6%	0.6%	0.6%	0.6%
<b>OCF</b>				
<b>Prices</b>	€98.08	£97.32	€98.08	£97.54
(available at <a href="http://www.comeraghcapital.com">www.comeraghcapital.com</a> )				
<b>ISIN</b>	IE00BYN38431	IE00BYN38985	IE00BYN38M12	IE00BYN38Q59

## Further Information

**Email:** [info@comeraghcapital.com](mailto:info@comeraghcapital.com)

**Website:** [www.comeraghcapital.com](http://www.comeraghcapital.com)

**Telephone:** +44 (0) 207 381 5022

### 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.