

Mori Eastern European Fund

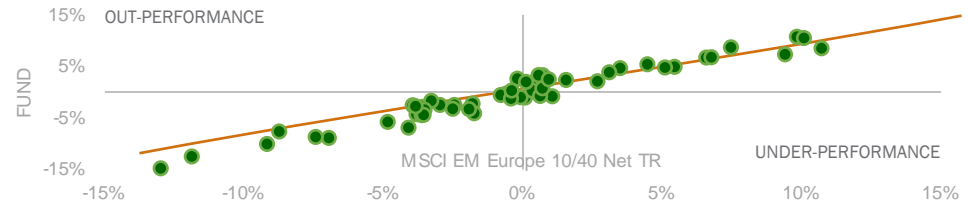


Please note that on June 23, 2016, the Central Bank of Ireland approved renaming of the Renasset Eastern European Fund and Renasset Ottoman Fund to Mori Eastern European Fund and Mori Ottoman Fund, respectively.

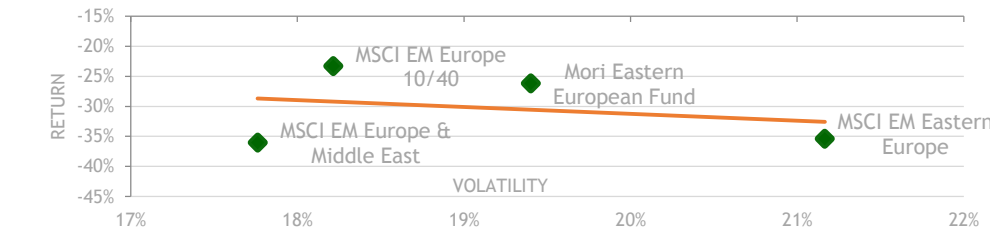
Fund Objective

The Fund seeks long-term capital appreciation through investments primarily in a portfolio of Eastern European securities. The manager uses a bottom-up approach to incorporate both stock and sector views. The manager's stock-picking style is a combination of proprietary valuation models, target prices, stock market capitalisation, liquidity and his view on the management's quality. Please note that A Euro shares are closed to new subscriptions.

Active Monthly Returns¹ (Since Inception to 30 September 2016, C Share Class: Monthly, %)



Total Return / Volatility¹ (Since Inception to 30 September 2016, C Share Class, %)



Performance² (%)

	1mth	3mth	6mth	YTD	2yr	Since Inception
C EUR	1.6%	3.0%	4.3%	12.1%	-10.8%	666.8%
Index	0.5%	3.3%	2.0%	11.1%	-11.8%	279.8%

Annual Performance² (%)

	2015	2014	2013	2012
C EUR	-2.0%	-23.5%	-6.9%	-2.8% ⁴
Index	-5.0%	-19.7%	-8.5%	2.2% ⁴

Portfolio Overview³ (%)

Country Breakdown	% of Port.	vs. Index
Russia	51.2	-4.2
Turkey	19.0	1.5
Poland	9.6	-6.4
Greece	4.6	0.0
Czech Republic	2.3	0.0
Ukraine	1.6	1.6
Austria	1.4	1.4
Iraq	1.1	1.1
Kazakhstan	0.5	0.5
Cash & Equivalents	2.9	2.9

Sector Breakdown

Sector Breakdown	% of Port.	vs. Index
Financials	29.5	-4.4
Energy	25.0	-9.1
Materials	10.9	2.1
Consumer Staples	9.7	2.5
Industrials	7.8	5.9
Telecommunications	5.6	0.2
Consumer Discretionary	3.6	-0.4
Real Estate	2.6	1.9
Information Technology	2.1	2.1
Utilities	0.8	-2.2
Index Derivatives	6.3	6.3
Cash & Equivalents	2.9	2.9

Investment Process

- Bottom-up stock picking
- In-house qualitative and quantitative proprietary valuation database
- Unconstrained, non-benchmark
- Active Beta management (1) Cash management (2) Opportunistic use of futures, options and FX hedging
- Disciplined "sell" process

Fund Summary

Fund Type	UCITS IV
Domicile	Dublin
Currency	EUR
Index	MSCI EM Europe 10/40 Net TR EUR
Fund Manager	Aziz Unan (Since January 2015)
Launch Date	2 March 2012 (C)
AuM	EUR 78.6m

Portfolio Characteristics

	Fund	Index
(%) Volatility	18.9	17.7
(%) Active Share	49.8	
(%) Tracking Error	4.6	
Information Ratio	-0.19	

Financial Ratios

	Fund	Index
Price Earnings (12 months forward)	9.3	10.6
Price to Book	1.4	1.5
Return on Equity	16.0	6.9
Dividend Yield	4.2	4.1

Top 10 Holdings

Lukoil	8.3
Sberbank	7.1
Gazprom	7.0
Magnit	4.7
PKO	3.9
Mobile Telesystems	3.1
HalkBank	2.8
PZU	2.7
Norilsk Nickel	2.6
Tatneft	2..6

Market Cap

> 5 Bln	65.0%
1-5 Bln	17.6%
< 1 Bln	14.5%

¹ Performance based on monthly total returns in EUR, since inception, net of fees, excluding initial charge. ² Performance based on monthly total returns in EUR, net of fees, except since inception (A EUR Share Class). ³ Table weights shown adjusted for delta exposure, pie chart shows table weights to 100. ⁴ Performance is from inception of share class to year end. Past performance is not a guide to future performance. The value of investments may go down as well as up and investors may lose money. SOURCE: Unless otherwise stated, all data sourced from Bloomberg as at 30 September 2016.

Mori Eastern European Fund



Performance

All eyes were on the US Fed and the language they used in their statement in September. The Fed stayed mute last month, which led to a short term rebound in equities, but hinted that there could be an interest rate hike by the end of the year. News regarding Deutsche Bank troubles, however, took centre stage toward the end of September, which put a cap on equity markets. Most major Emerging European indices closed the month in red with the exception of Russian equities. The net asset value of the Mori Eastern European Fund increased by 1.6% in euro terms (C share-class) in September, outperforming the MSCI Emerging Europe 10/40 Index which was up 0.5%.

Portfolio Activity

In Russia, we actively traded Gazprom shares as there was news flow that Ministry of Finance may demand minimum 50% of net profits from state owned companies to be distributed in the form of dividends regardless of the investment program. Close followers may recall that Gazprom requested an exemption early this year for 2015 dividends citing the company's investments. Based on our projections and assumption of a 25-30% payout ratio, Gazprom stock is yielding about 5-6% in dividends per annum at the current share price. Obviously, increasing the payout ratio would have a significant positive impact on the dividend yields. We took the mid-month market weakness to top up on the Bank St. Petersburg position as we continue to believe that it is one of the cheapest banks in the region. We locked in some profits in the Russian retailer X5 after the stock's stellar performance since the beginning of July.

The credit ratings agency Moody's proved to be moody and, in an unexpected move, cut Turkey's rating to one notch below investment grade. This move came only a few days after the agency made a number of positive remarks about the country. The rating cut led to a short term sell-off in Turkish equities during the last week in September. However, our hedges helped weather this surprise move last month.

After updating our projections and valuation in view of the recently released financials, we decided to buy Erste Bank stock. Although we think revenue growth outlook remains challenging in many of Erste's markets, in our view, the bank's profitability is recovering quickly due to improvements of the loan book.

The Polish market was the worst performing exchange last month. Our light positioning in Poland contributed to the fund's outperformance as we have shied away from most Polish stocks during the course of 2016 due to their rich valuation

Outlook

We think Moody's move on Turkey's credit rating may result in a short term technical rebalancing for index tracking funds and ETFs. However, we think company valuations and several macroeconomic fundamentals are too strong to ignore with inflation and the current account deficit declining and the country will still likely post a GDP growth of about 3.5% despite a very challenging domestic, regional and global economic and political environment. Russian ruble and hence equities would likely benefit from oil price trying to break through USD 50 per barrel in the short term. On the global front, the upcoming US presidential elections in November will likely be closely watched by the capital markets.

Contacts

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SOURCE: Bloomberg as of 30 September 2016, unless stated otherwise. **Past performance is not a guide to future returns.**

Please Note **For professional investors only**
This investment is not for sale to US persons in the US

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Past performance is not a guide to future performance. The value of investments can fall as well as rise and you may get back less than what you originally invested. Where a fund invests in overseas currencies, changes in currency exchange rates may affect the value of your investment. Investments in small and/or emerging markets can be more volatile than in other more developed markets.

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This document may contain certain forward-looking statements with respect to the investment managers strategies or expectations. Forward-looking statements speak only as of the date they are made, and investment manager assumes no duty to and does not undertake to update forward-looking statements.

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Fund Facts	
Management Fees	1.65% (A), 1.75% (B) 2.0% (AA), 1.25% (C)
Performance Fees	A and B share classes: 15% and 20% (respectively) of the NAV per share increase over the higher of either the highest of any previous quarter end NAVs or the benchmark NAV calculated using the EUR 3 month LIBOR rate on a quarterly basis. AA and C share classes: no performance fee.
Initial Min. Investment	€, £ 10,000 (B, AA) €, £, \$ 1,000,000 (C)
Dealings	Daily
Redemptions	Daily
Redemption Notice	T+3 T+4 (GBP share classes)
Redemption Fee*	3.0%
Administrator	Northern Trust Fiduciary Services (Ireland) Limited
Entry Charges*	5.0%
* At Investment Manager discretion.	
Launch Date	
A EUR	07.10.98
AA GBP	02.03.12
B EUR	27.11.09
C EUR	02.03.12
C GBP	02.03.12
Current NAV	
A EUR	392.04
AA GBP	7.74
B EUR	83.65
C EUR	7.60
C GBP	9.10
Bloomberg Code	
A EUR	GRIEEUI ID
AA GBP	RAMEAAG ID
B EUR	GRIEEUB ID
C EUR	RAMEECE ID
C GBP	RAMEECG ID
ISIN Code	
A EUR	IE0002787442
AA GBP	IE00B74GCZ17
B EUR	IE00B53RTW70
C EUR	IE00B7D7TZ40
C GBP	IE00B762ZY72