

# Renasset Eastern European Fund



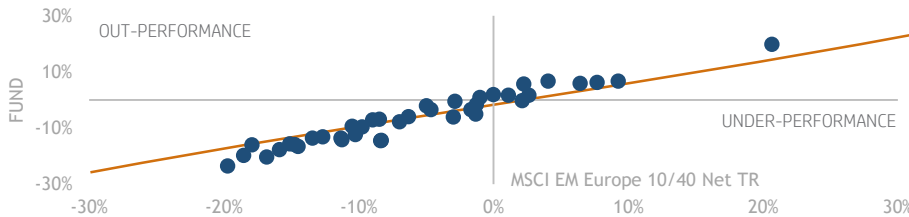
## Fund Objective

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 market capitalisation, liquidity and his view on the management's quality. Please note that A Euro shares are closed to are closed to new subscriptions.

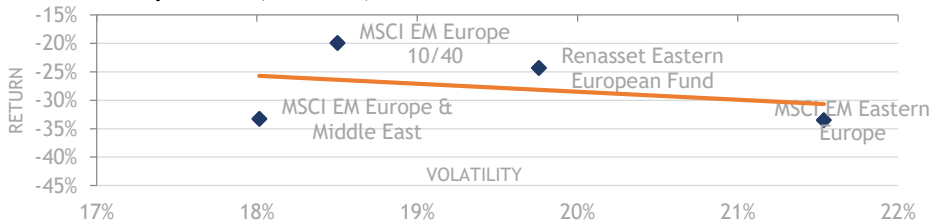
## Investment Process

- 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, of futures, options and FX hedging
- Disciplined "sell" process

Active Monthly Returns<sup>1</sup> (Since Inception to 30 April 2016, C Share Class: Monthly, %)



Total Return / Volatility<sup>1</sup> (Since Inception to 30 April 2016, C Share Class, %)



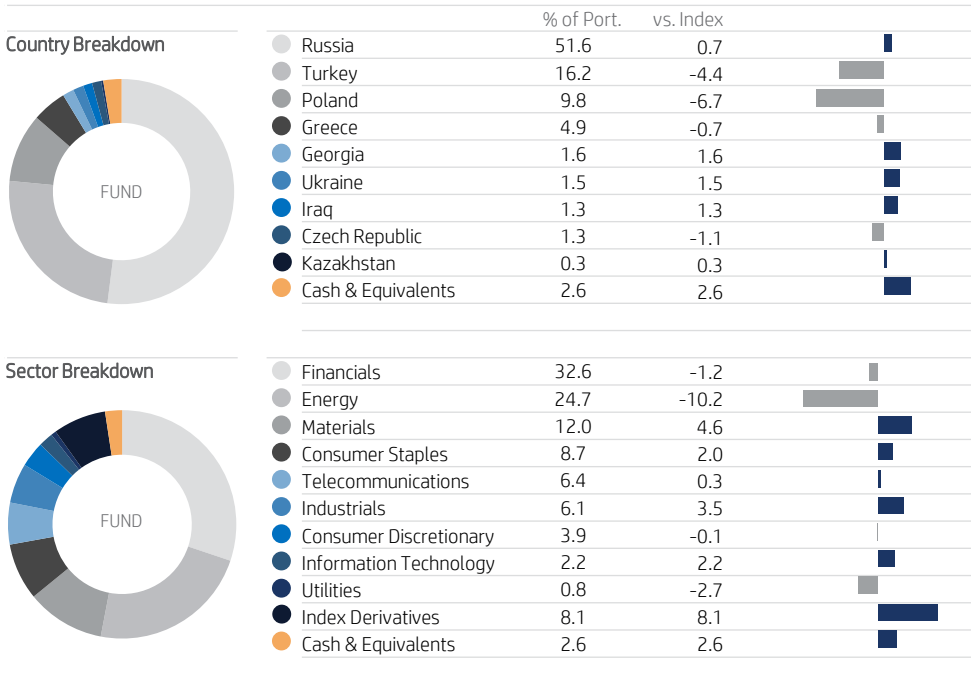
Cumulative Performance<sup>2</sup> (%)

	1mth	3mth	6mth	YTD	2yr	Since Inception
C EUR	3.8%	15.4%	3.7%	11.7%	-7.8%	665.8%
Index	3.1%	15.2%	2.6%	12.3%	-5.5%	283.9%

Annual Performance<sup>2</sup> (%)

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

Portfolio Overview<sup>3</sup> (%)



## Fund Summary

Fund Type	UCITS IV
Domicile	Dublin
Currency	EUR
Index	MSCI EM Europe 10/40 10/40 Net TR EUR
Fund Manager	Aziz Unan (Since January 2015)
Launch Date	2 March 2012 (C)
AuM	EUR 81.0m

## Portfolio Characteristics

	Fund	Index
(%) Volatility	19.8	18.5
(%) Active Share	47.5	
(%) Tracking Error	4.7	
Information Ratio	-0.27	

## Financial Ratios

	Fund	Index
Price Earnings (12 months forward)	9.0	8.1
Price to Book	1.5	1.0
Return on Equity	16.3	6.6
Dividend Yield	4.2	3.8

## Top 10 Holdings

Sberbank	8.2
Gazprom	7.9
Lukoil	7.3
Norilsk Nickel	3.8
PZU	3.7
Mobile Telesystems	3.6
PKO	3.5
Magnit	3.0
Haci Omer Sabanci	2.6
Turkiye Halk Bankasi	2.6

## Market Cap

> 5 Bln	65.7%
1-5 Bln	16.8%
< 1 Bln	14.9%

<sup>1</sup> Performance based on monthly total returns in EUR, since inception, net of fees, excluding initial charge. <sup>2</sup> Performance based on monthly total returns in EUR, net of fees, except since inception (A EUR Share Class). <sup>3</sup> Table weights shown adjusted for delta shown adjusted for delta exposure, pie chart shows table weights to 100. <sup>4</sup> 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 well as up and investors may lose money. SOURCE: Unless otherwise stated, all data sourced from Bloomberg as at 29 April 2016.

# Renasset Eastern European Fund



## Performance

Following the strong performance in March, positive momentum was further sustained in most Emerging European markets in April. The net asset value of the Renasset Eastern European Fund increased by 3.8% in euro terms (C share-class) in April, outperforming the MSCI Emerging Europe 10/40 Index which gained 3.1% during the same period. The fund's outperformance was primarily driven by stock picking, particularly in Russia and Turkey which also significantly outperformed their respective indices by a wide margin. Among the major emerging European markets, Poland was the only market which closed the month in the red with the WIG20 Index losing almost 8% in euro terms in April. All other markets closed the month in black with Greek ASE Index gaining 1.1% on the lower end and Russia's RTS Index adding 4.7% on the higher end, in euro terms.

## Portfolio Activity

The fund's two largest holdings contributed strongly to performance during April. Gazprom rallied almost 20% in euro terms in April, while Sberbank added some 15% in euro terms during the same period. The oil price rallied by around 20% in U.S. dollar terms last month. This came despite the fact that the OPEC summit in Doha did not result in any agreement among the members about any production cut. However, as the market consensus has moved towards the U.S. Fed pausing with the interest rate hikes until June of this year, inflows into riskier assets and commodities have accelerated in the last weeks.

Several Turkish holdings went ex-dividend last month. Furthermore, the Turkish earnings reporting season for the first quarter has started. The Turkish banks which released their first quarter earnings have all beat analysts' projections. This has helped the fund as its holdings were previously topped up in a number of Turkish banks. Recent months' inflation figures also came in lower than expectations. This has resulted in a strong rally in Turkish fixed income, which subsequently, compressed Turkish bond yields sharply.

The fund did not get affected too much by the sell-off in Polish equities due to its significant underweight position in Polish equities.

## Outlook

Given a strong rally in emerging European markets over the last two months, we would not be surprised if the markets go through a technical correction on profit taking and consolidate afterwards in the short term. The yield on the benchmark government bond was around 9.45% at the time when we went to the press (vs. around 11.3% in January). We have not revised our risk-free rate downwards in our discounted cash flow models so as to remain on the conservative side. However, if we were to incorporate the current bond yield as the new risk-free rate in our models, our holdings price targets would increase further to more attractive levels. Hence, we continue to be bullish on the stocks we hold in the portfolio.

## Contacts

Investor Relations	Mori Capital Management Limited Regent House, Office 35 Bisazza Street, Sliema SLM 1640 Malta	+356 27 480 008 info@mori-capital.com
--------------------	--	--

SOURCE: Bloomberg as of 29 April 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
-------------	--

Securities may not be offered or sold in the United States (US) absent registration with the US Securities and Exchange Commission or an exemption from registration under the US Securities Act of 1933, as amended. Mori Capital Management has not registered, and does not intend to register, any securities referenced herein in the US and does not intend to conduct a public offering of securities in the US.

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.

The information contained in this document is neither an offer to sell nor a solicitation of an offer to purchase interests in the Fund, nor does it represent a research report. Please consult your financial and tax advisers if you are considering investing in this Fund. For further information, a copy of the KIID or a copy of the current Prospectus please contact [info@mori-capital.com](mailto:info@mori-capital.com).

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.

As of December 29, 2015, Mori Capital Management Ltd has been appointed as the investment manager of the Renasset Select Funds Plc. Mori Capital Management Ltd is licensed and regulated by the Malta Financial Services Authority (License no: I/S 66999). Registered office: Regent House, Office 35, Bisazza Street, Sliema SLM 1640, Malta.

## 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	18.05.12

## Current NAV

A EUR	391.55
AA GBP	6.98
B EUR	83.82
C EUR	7.57
C GBP	8.20

## 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