

17/04/2018

The Fund had its eight year anniversary on the 15th of April 2018. It has returned 111.3% since inception, an annualised return of 9.8%. Returns have been primarily generated via long equity investments and also the Yen currency option position.

Long equity investments:

- We have invested in 44 companies (including the 10 currently held) over the life of the Fund.
- 8 of the Fund's investments have been subject to take over offers, or similar corporate actions.
- The Fund's average gross long invested position has been 47%.

Key contributors have included:

Realised Investments	Annualised IRR¹	Purchase	Sale	Initial Weight
Churchill Downs Inc	28.2%	Apr-10	Oct-14	7.5%
Qube Logistics	115.4%	May-10	Feb-11	2.5%
Aeroports de Paris	19.9%	Jul-10	Jan-15	5.0%
SAVE SpA (Venice Airport)	40.5%	Apr-11	Sep-13	4.0%
SemGroup Holdings	44.9%	Jul-11	Apr-12	3.5%
Calpine Corp	21.0%	Aug-11	Nov-14	3.5%
The Wendy's Co	32.1%	Oct-11	Nov-13	4.0%
Flughafen Wien (Vienna Airport)	53.0%	Mar-12	Feb-15	4.5%
Saft Groupe SA	33.7%	Jun-12	Aug-16	3.0%
Verbund AG	9.9%	Mar-15	Oct-17	3.5%
Deere & Co	33.7%	Aug-15	Jan-18	3.5%
UK Mail Group Plc	64.8%	Nov-15	Jan-17	2.0%
Calpine Corp	10.4%	Jun-16	Oct-17	3.0%
All Current Investments Held > 1yr				
Dover Downs Gaming	-4.2%	Jul-10		3.0%
Tenet 2 – Position 1	21.6%	Dec-12		2.5%
Tenet 2 – Position 2	9.4%	Oct-12		3.5%
Akzo Nobel	27.3%	Jul-16		4.0%
Topps Tiles	-11.8%	Nov-16		4.0%
Santos	73.5%	Mar-17		4.0%

The key detractor has been the Fund's investment in Dover Downs Gaming.

The Fund has held a currency option position since inception in 2010 providing exposure to the Yen weakening against the US dollar. We have spent around 2% of the Fund's capital annually buying these options. The position has contributed 16% to the Fund's return since inception.

The Fund is the primary entity through which we invest our own capital. By design, we have a lot of flexibility with how we invest within the Fund. We regard this flexibility as a strength.

We appreciate the interest and support we have received. Please do not hesitate to contact us if you would like to discuss our activities in detail.

Miles, Nigel & Toby.

¹ Measured In local currencies

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