

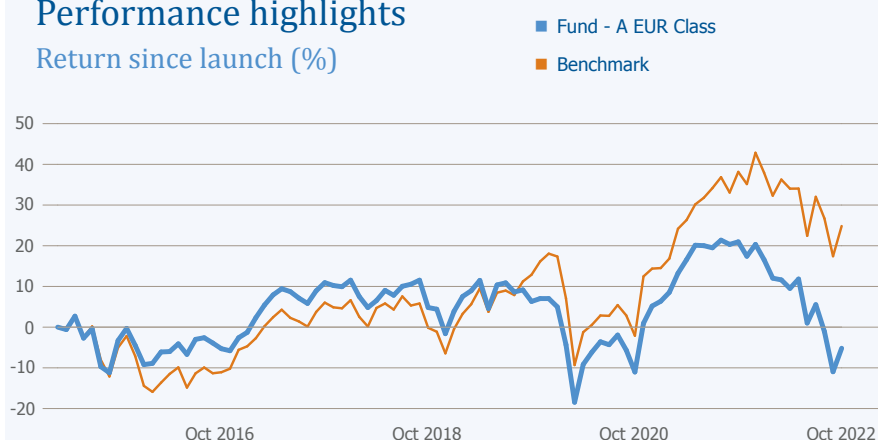
JOHCM European Concentrated Value Fund

Fund overview

- The Fund aims to generate long-term capital growth through active management of a concentrated portfolio (typically around 25 stocks) of European (including UK) listed equities
- Senior Fund Manager Robrecht Wouters has a highly selective, valuation-oriented investment style. Supported by experienced Fund Manager Luis Fañanas, he focuses on undervalued large-cap European companies which generate high returns on capital and generally avoids capital-intensive sectors such as financials
- Benchmark: MSCI Europe Index
- The use of the Index does not limit the investment decisions of the fund manager therefore the shareholdings of the fund may differ significantly from those of the Index
- Please refer to the Prospectus/KIID for further information

Performance highlights

Return since launch (%)



Return history

	1m	3m	1yr	3yr	5yr	10yr	SL	Annualised*
A EUR Class	6.49	-10.15	-21.61	-10.81	-14.53	-	-5.19	-0.70
Benchmark	6.31	-5.44	-9.64	10.60	17.74	-	24.84	2.97
Quartile**	2	4	4	4	4	-	4	-

Discrete 12 month performance to

	31.10.2022	31.10.2021	31.10.2020	31.10.2019	31.10.2018
A EUR Class	-21.61	35.95	-16.31	1.42	-5.51

Past performance is no guarantee of future performance.

The value of an investment and the income from it can fall as well as rise as a result of market and currency fluctuations and you may not get back the amount originally invested. For further information on risks please refer to the Fund's KIID and/or the Prospectus.

NAV of Share Class A in EUR, net income reinvested, net of fees. The A EUR Class was launched on 31 March 2015. Performance of other share classes may vary and is available on request.

*Annualised since launch. **Sector quartile ranking: IA Europe including UK, and Lipper Global Equity Europe domiciled in the UK, offshore Ireland, or offshore Luxembourg.

A EUR Class

ISIN: IE00BW0DJY98

Fund details

Fund size	EUR 49.24m
Strategy size	EUR 79.40m
Launch date	31 March 2015
Benchmark	MSCI Europe NR (12pm adjusted)
No. of holdings	25
Domicile	Ireland
Fund structure	UCITS
Tax status	UK reporting status
Denominations	EUR, SGD, USD
Valuation point	12pm Dublin time

Total strategy assets updated quarterly and shown as at 30 September 2022.

Fund managers



Robrecht Wouters Senior Fund Manager

Robrecht has managed the Fund since launch. He joined JOHCM in 2003 and has 32 years of industry experience.



Luis Fañanas Fund Manager

Luis has worked on the Fund since he joined JOHCM in 2015 and has 27 years of industry experience.

Contact details

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Portfolio analysis (%)

Data as at 31 October 2022

Top 10 holdings

	Absolute	Relative
Oracle	7.5	7.5
Danone	6.0	5.7
Liberty Global	5.5	5.5
Swatch Group	5.1	5.0
Heineken	5.1	5.0
Universal Music Group	4.8	4.6
Metro Wholesale	4.6	4.6
Bayer	4.4	3.8
Henkel	4.3	4.3
Anheuser-Busch	4.2	3.7
Total	51.5	

Sector breakdown

	Absolute	Relative
Communication Services	14.3	10.8
Consumer Staples	24.4	10.8
Information Technology	10.3	3.3
Materials	7.8	0.6
Consumer Discretionary	9.6	0.0
Industrials	14.3	-0.3
Real Estate	0.0	-0.9
Utilities	3.3	-0.9
Energy	2.4	-4.6
Health Care	9.4	-6.9
Financials	0.0	-16.0
Cash	4.1	4.1

Country breakdown

	Absolute	Relative
Germany	33.4	21.2
France	12.3	-5.8
Netherlands	9.9	3.5
Belgium	6.5	4.9
Switzerland	5.1	-11.1
Finland	3.8	2.3
Other	24.8	-19.1
Cash	4.1	4.1

Market cap breakdown

	Absolute	Relative
Large (>EUR 5bn)	75.5	-23.0
Mid (<EUR 5bn)	20.4	18.9
Cash	4.1	4.1

Attribution & contribution (%)

Sector attribution*

	Relative return
Materials	1.44
Information Technology	1.31
Health Care	0.20
Industrials	0.17
Consumer Staples	0.08
Utilities	0.05
Consumer Discretionary	0.03
Real Estate	0.01
Financials	-0.14
Energy	-0.42
Communication Services	-0.45

*Excludes cash

Please note that due to rounding breakdowns may not add to 100.00%. All Attribution figures are as at end of day and are calculated on a gross basis. Other includes: Portugal, Austria, Denmark, Ireland, Norway, Sweden and non-benchmark countries.



Fund manager's commentary

- European equities recovered in October, overcoming accelerating inflation, higher interest rate and broadening recognition of recession risk
- The fund outperformed the benchmark, with positive contributions from software and mineral companies
- We maintain a high conviction in our existing holdings, limiting further opportunities to stocks that can add significant intrinsic value

European equities recovered after the recent sell-off and rallied by 6.31%, despite inflation accelerating to 10.7% and the ECB hiking the base rate by 0.75% for a second consecutive month to 1.50%. But the ECB also acknowledged the recession risk.

The fund slightly outperformed the sharp market bounce, with positive material contributions (> 50bps) from enterprise software leader Oracle Corp (share price 28%) and mineral group Imerys (33%). There were no material detractors.

US-based Oracle, the world's leading software database vendor, was this month's strongest contributor to performance. We are a European fund, but we can invest up to 10% of our assets in companies outside of geographic Europe. If we go 'abroad', we only invest in those companies that fit in the knowledge and competence zone of our core European universe, ie 'foreign' peers of well-understood European companies (in which we invest or have invested in the past, such as Germany-based SAP) and offer substantial absolute valuation upside to our fund. For pure valuation reasons, Oracle became a core investment of the fund in December 2009! The market is slowly waking up to the fact that Oracle's transition to the cloud is complete and commercial traction is taking off. Recurring support and cloud revenues are 75% of revenues and growing. Growth started to accelerate some 18 months ago, and last month management provided (for the first time) long term revenue and earnings guidance that indicates growth is accelerating further and is sustainable, exceeding the backward-looking sceptics' views. We maintain our investment.

Minerals group Imerys disclosed its plan to invest €1bn in developing existing lithium deposits and mine 34,000 tonnes annually by 2028. The lithium project is transformational for Imerys, a company that generated on average, €800m of EBITDA over the last decade. As an indication, based on estimated cash production costs, at current market prices of lithium (key material for e-car batteries), the lithium mine (with 25 year's life) could generate EBITDA of €1bn per annum. Furthermore, Imerys is also in the process of selling no-growth cyclical activities, its structural growth profile will increase and enhance its fundamental value, which markets today do not recognise.

Portfolio activity again was limited this month. We have very high conviction in our existing investments, which offer an average upside to the intrinsic value of 117%. Therefore, only opportunities that can further the aggregate intrinsic value of the fund can enter.

Performance over 1 month	%
Fund - A EUR Class	6.49
Benchmark	6.31

Statistics

	Annualised since launch
Active share* (%)	94.15
Fund volatility (%)	17.29
Benchmark volatility (%)	18.01
Alpha	-3.28
R squared	0.88
Correlation	0.94
Tracking error (%)	6.07
Information ratio	-0.60
Sharpe ratio	-0.04

Data calculated weekly.

*The proportion of stock holdings in a fund's composition is different from the composition found in its benchmark. The greater the difference between the composition of the fund and its benchmark, the greater the active share.

Country registration

	A EUR	B EUR
Austria	✓	✓
Belgium	X	✓
Denmark	✓	✓
Finland	✓	✓
France	✓	✓
Germany	✓	✓
Ireland	✓	✓
Italy	✓	✓
Luxembourg	✓	✓
Netherlands	✓	✓
Norway	✓	✓
Portugal	✓	✓
Singapore	✓	✓
Spain	✓	✓
Sweden	✓	✓
Switzerland	✓	✓
UK	✓	✓

Regulatory documents

English language KIIDs can be found on our website at www.johcm.com

Foreign language versions are available on request by calling +44 (0) 20 7747 5646

Share class details (Further details on additional share classes are available on request)

	ISIN	SEDOL	Bloomberg	WKN	Initial charge	Annual charge	Ongoing charge	Minimum investment*
A EUR Class	IE00BWDJY98	BW0DJY9	JOECVAE ID	A14QYF	Up to 5%	0.75%	0.95%	£1,000
B EUR Class	IE00BWDJZ06	BW0DJZ0	JOECVBE ID	A14QYC	Up to 5%	1.25%	1.45%	£1,000

Performance fee: 15% on excess if Fund outperforms benchmark, calculated daily. Any underperformance carried forward.
Ongoing Charge is as at 31 October 2022.

*Other currency equivalents apply.

Important information

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References to "JOHCM" below are to either JOHCLM or JOHCLI as the context requires.

This is a marketing communication. Please refer to the fund prospectus and to the KIID before making any final investment decisions.

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