



Fund Performance											
	Aug	YTD	3M	6M	1Yr	3Yr (ann)	5Yr (ann)	7Yr (ann)	10Yr (ann)	NAV (30-Aug-2019)	Inception
Share Class B	-4.6%	-7.9%	-5.5%	-12.5%	-4.7%	1.9%	2.8%	5.1%	5.8%	EUR 1,430.51	26-Jun-2008
Share Class A	-4.7%	-8.2%	-5.6%	-12.8%	-5.2%	1.4%	2.0%	4.2%	4.9%	EUR 1,462.29	26-Jan-2009
Share Class D	-4.7%	-9.0%	-5.6%	-13.5%	-6.0%	1.1%				EUR 889.35	31-Dec-2015

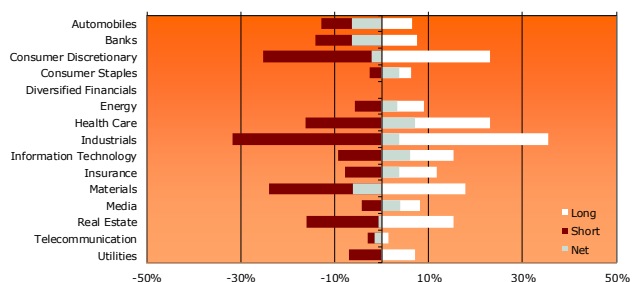
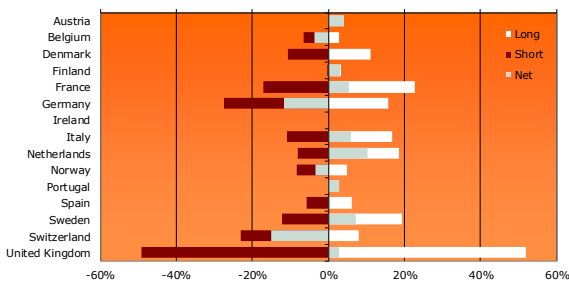
The Saemor Europe Alpha fund lost 4.6% in August, bringing the year-to-date return to -7.9%. Losses were broad-based, with value and high beta stocks underperforming the most as risks of a global recession grew and the equity market turned to risk-off again. An unclear macro and political picture has been driving investors into the same names through most of the year, at the expense of value plays in cyclical sectors. As a result, Value has seen one of its worst performance stretches in history. Only Price Momentum stood out as a positive factor cluster for the month, however these factors only have a small overall weight in the model, while the correlation with Value is increasingly negative. Our multi-factor approach has had a rough time over the last few months, with very few days where Value and Momentum worked in tandem. The reporting season proved difficult with some strong adverse price reactions. Negative earnings surprises in long positions Micro Focus and CompuGroup Medical stood out from an individual holding standpoint. Our long and short book were equally hit versus the market. The biggest negative contributions on the sector level came from Health Care, Industrials and Materials.

### Market Developments

European stocks recorded a 1.6% fall in August. Weak economic data in Europe, escalating US-China trade tensions and global economic concerns led markets lower. This brought about a further rally in government bonds, which has pulled the 10-yr US Treasury yield down 50bp and has taken most European 10-yr yields deep into negative territory. The resulting yield curve inversion weighed heavily on sentiment. Realised volatility ticked upward across equities, rates and FX markets. European funds continued to see redemptions. The best-performing sectors were defensive ones: Utilities, Consumer Staples, Health Care, Real Estate and Telecommunications. Cyclical sectors fell. Tariff hikes and the weaker macro data hurt Energy, Automobiles, IT and Materials, while the flattening yield curve negatively impacted Banks and Insurance. Only Denmark and Switzerland concluded the month in positive territory. The UK fell the most amidst a Brexit stalemate.

### Investment Outlook & Strategy

Risks of a recession have grown and our macro models suggest a snap back to “contraction” from a brief period in “recovery”. Escalating tariff wars have exacerbated the weakness in cyclical and value stocks, while simultaneously driving down bond rates around the globe. Uncertainty around Brexit has further muddied the waters. Our fundamental (Value, Quality, Profitability and Earnings Revisions) approach to quant investing has suffered in this environment. We see little scope for further outperformance of defensive, expensive, low volatility names. If and when a recession takes hold, we would expect investors to take profit in the top ranking Price Momentum stocks. We have maintained our small overweight in Value, where spreads are at or close to historic highs. Quantitative easing in the US, Europe and possibly China, signs of more fiscal spending in Europe, a trade resolution or other positive surprise should help stabilize earnings for cyclicals and can hopefully bring investors back to fundamentals.



### Key Portfolio Information

Total Net Assets (in mln)	€353 / \$389	Net Exposure Beta-Adj	-0.05
Outstanding Shares (B/A)	235048 / 9936 / 2941	Beta (ex post, 3Y monthly data)	0.05
Number of Long Positions	105	Volatility (ex ante, short-term risk model)	6.8%
Long Positions (% of NAV)	188.1%	Volatility (ex post, 3Y daily data)	8.7%
Number of Short Positions	133	VaR (1 day / 95% conf)	0.6%
Short Positions (% of NAV)	-179.2%	Long Liquidity (avg)	0.43 days
Gross Exposure (% of NAV)	367.3%	Short Liquidity (avg)	0.37 days
Net Exposure (% of NAV)	8.9%	Portfolio Turnover (/GAV)	0.4



Sector Allocation (L&S as % NAV)

The Fund is net short Banks, Materials, Automobiles, Telecommunication and Consumer Discretionary, while it is net long Industrials, Information Technology, Health Care, Consumer Staples, Media, Utilities and Insurance. Positions in Real Estate and Energy are balanced. The Fund has no exposure in Diversified Financials.

Country Allocation (L&S as % NAV)

Italian, Swedish, British, Austrian, French, Dutch, Portuguese and Finnish stocks are overweight in the portfolio, whereas stocks in Switzerland, Germany, Norway and Belgium are under-represented. The Fund has a neutral position in Ireland, Denmark and Spain.

Top Long Positions

Table with 3 columns: Company Name, Model Score, As % NAV. Rows include UPM, Tate & Lyle, Bawag, Telenet, and Rio Tinto.

Top Short Positions

Table with 3 columns: Company Name, Model Score, As % NAV. Rows include SCA, Yara, Tryg, Symrise, and Rational.

- UPM manufactures wood related products such as paper and packaging. The industry has seen a lot of consolidation over last 10 years and profitability for UPM has been holding up well over the last couple of years. Earnings have peaked, but at 12x 2019 earnings we see the company's shares as an attractive value play, with limited exposure to tariffs.
Tate & Lyle is a UK food ingredients manufacturer, which gets its revenue mainly from the US. Its product range includes low-calorie sweeteners (e.g. sucralose), industrial and food starches, ethanol and citric acid. Tate aims to grow revenues of products that replace sugar, salt and fat, while adding fibre. The company is our top-ranked name in the sector, as it ranks well on almost all factors in our model.
Bawag is an Austrian banking group. Bawag runs a strong franchise in Austria, with about 2.5 million customers and sector-leading efficiency. At the same time the group eyes selective expansion in Germany and Austria. The shares trade on modest valuation multiples, despite profitability and balance sheet metrics that outshine the peer group.
Telenet is Belgium's largest cable operator, 57%-owned by John Malone's Liberty Global. The company provides a variety of broadband services to customers throughout Belgium. Recently, it has launched a new brand, offering unlimited TV and internet access over its mobile network. The company offers good value, but regulatory price cuts are a risk for the RoI.
Rio Tinto in one of the world's largest mining companies and one of the low cost producers of iron ore, aluminum and copper. Despite worries about an emerging markets slowdown and escalating tariff wars, the company saw steady upgrades to earnings in the first half of 2019. At an 8x 2019 P/E ratio, we see good value for one of the highest quality names in the sector.

- Svenska Cellulosa is a forest company that produces pulp, packaging materials, lumber, and paper. The company also produces renewable energy (unrefined biofuel and wood pellets). It invests heavily in new paper machines. With a forward P/E of 21, the company is quite expensive, compared with P/Es of 11-12 for peers UPM and Stora Enso.
Yara sells nitrogen and potash based fertilizers. With lower cost producers outside Europe continuing to put pressure on profitability, earnings have come down over the last few years. 2019 and 2020 are supposed to bring a rebound for the sector and Yara specifically. We feel too much of an improvement is priced in currently and see downside from a weak global economy.
Tryg is a property & casualty insurance company. Tryg operates in Denmark, where it has its headquarters, Sweden and Norway. The company is well-managed and benefits from the stability of Scandinavian general insurance markets. However, the shares seem overvalued, given the forecast dividend yield below peers and earnings and book value multiples which are clearly substantially higher than those of the peer group.
Symrise is a diversified chemical company. The company produces fragrances and food additives used in perfumes, food, beverages, and personal care products. Within the chemical sector, Symrise is seen as a high quality growth company and is priced as such at 35x 2019 earnings. The company has seen some downgrades at the start of 2019 and after Q2 announcements.
Rational manufactures food preparation and kitchen appliances for caterers and canteens. Its combi-ovens used for professional food preparation offer the possibility to cook food autonomously, giving the company a commanding market share globally. At 43x 2019 EPS, we feel investors are paying too much for growth and the margin for error is minimal. Estimates for Rational have come down marginally but consistently over the last 12 months.



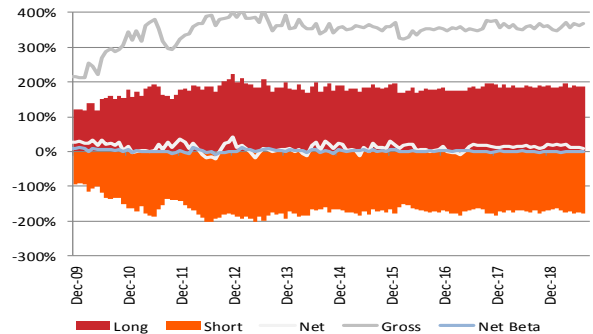
**Exchange Liquidity Breakdown**

The holdings in the Fund are highly liquid. The table below shows the percentage of securities in the portfolio which can be unwound within a particular period of time. The calculation is based on the assumption that maximum 25% of average daily volume (ADV, based on most recent 3 months) in a security can be traded per day. A higher participation rate is possible but will result in market impact costs. Under these assumptions and current market circumstances 93% of the portfolio can be liquidated within 3 days.

Liquidity	Long	Short	Portfolio
Within 3 Days	91.3%	94.1%	92.6%
Within 1 Week	96.9%	98.9%	97.9%
Within 2 Weeks	100.0%	100.0%	100.0%
Within 1 Month	100.0%	100.0%	100.0%

**Market Exposure**

The Fund applies leverage but is typically run with low (beta-adjusted) net exposure and will be predominantly market-neutral over time.



**Monthly Performance Contribution by Sector and Market Capitalization (%)**

	Long	> 5bn	1-5bn	< 1bn	Short	> 5bn	1-5bn	< 1bn	Total
Automobiles	-0.3	-0.2	-0.1	0.0	1.0	0.7	0.3	0.0	0.7
Banks	-0.4	-0.1	-0.1	-0.2	0.6	0.3	0.3	0.0	0.2
Consumer Discretionary	-1.0	-0.4	-0.5	-0.1	0.6	0.0	0.6	0.0	-0.4
Consumer Staples	0.2	0.3	-0.1	0.0	-0.1	-0.1	0.0	0.0	0.1
Diversified Financials	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Energy	-0.5	-0.1	-0.4	0.0	0.5	0.1	0.0	0.5	0.0
Health Care	-0.7	-0.3	-0.4	0.0	-0.5	-0.3	-0.2	0.0	-1.2
Industrials	-0.6	-0.3	0.2	-0.6	-0.6	-0.3	-0.2	0.0	-1.2
Information Technology	-0.5	-1.0	0.6	0.0	0.6	0.2	0.2	0.1	0.1
Insurance	-1.0	-0.8	-0.2	0.0	0.3	0.2	0.0	0.0	-0.7
Materials	-1.1	-0.7	-0.3	0.0	-0.2	0.1	-0.2	0.0	-1.2
Media	-0.1	0.0	-0.1	0.0	0.1	0.0	0.0	0.1	0.0
Real Estate	0.5	0.1	0.7	-0.3	-0.9	-0.4	-0.5	0.0	-0.4
Telecommunication	0.0	0.0	0.0	0.0	-0.1	-0.1	0.0	0.0	-0.1
Utilities	0.2	0.2	0.0	0.0	-0.4	-0.2	-0.2	0.0	-0.2
Cash / Other									-0.3
<b>Total</b>	<b>-5.3</b>	<b>-3.3</b>	<b>-0.7</b>	<b>-1.2</b>	<b>0.9</b>	<b>0.1</b>	<b>0.1</b>	<b>0.7</b>	<b>-4.6</b>

**Top Contributors**

Borr Drilling	0.4%	Short
Avast	0.3%	Long
Hemfosa Fastigheter	0.3%	Long
Pirelli	0.3%	Short
Saab	0.3%	Short

**Top Detractors**

Micro Focus	-1.0%	Long
CompuGroup Medical	-0.6%	Long
DNO	-0.4%	Long
Legal & General	-0.4%	Long
GN Store Nord	-0.3%	Long

**Monthly Fund Performance**

Perf. Class B	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year
2019	5.3%	-0.1%	0.7%	-5.9%	-2.3%	1.1%	-1.9%	-4.6%					-7.9%
2018	-0.2%	-1.3%	3.0%	1.1%	1.1%	0.0%	-3.5%	-1.4%	3.2%	-1.2%	-3.9%	5.7%	2.2%
2017	0.4%	-1.4%	2.3%	4.0%	-2.7%	-0.4%	-0.3%	3.3%	-1.4%	5.6%	-2.9%	1.5%	7.9%
2016	-4.2%	-3.0%	-1.3%	-2.6%	2.6%	-2.5%	-0.2%	-3.2%	1.4%	4.6%	-0.6%	-1.2%	-10.1%
2015	1.2%	2.6%	3.6%	0.1%	3.4%	0.6%	0.2%	0.1%	1.3%	-3.5%	-0.6%	3.3%	12.7%
2014	2.8%	3.5%	0.2%	-3.6%	-0.1%	6.5%	2.3%	2.1%	3.8%	2.7%	1.2%	3.3%	27.3%
2013	0.0%	0.5%	2.4%	1.4%	-1.9%	3.2%	-2.9%	-9.5%	2.1%	6.5%	2.4%	2.6%	5.9%
2012	-4.6%	-0.5%	-0.8%	3.6%	-1.3%	1.2%	0.6%	0.4%	1.0%	-0.8%	-0.5%	2.1%	0.4%
2011	0.7%	-1.7%	0.7%	0.0%	1.6%	4.5%	1.0%	-0.7%	2.4%	2.2%	3.2%	2.7%	17.8%
2010	0.7%	1.8%	1.4%	-1.2%	1.0%	-0.1%	-1.6%	0.5%	1.6%	2.0%	1.9%	-1.9%	6.1%
2009	5.0%	-0.4%	-1.0%	-3.1%	-1.3%	0.8%	-2.5%	-2.1%	-0.8%	2.7%	-0.5%	0.0%	-3.5%
2008							1.0%	-6.0%	-5.3%	-5.8%	-0.8%	1.4%	-14.9%

Source: Citi Financial Services and BNY Mellon. Returns are based on official month-end NAVs and are net of all fees for a Day one investor in the fund. The returns given is for the main share series (B). Investor's holdings may be in a different share class and have a different returns. See your BNY Mellon statement for full details. Results in 2008 and 2009 are not representative of our current quantitative investment strategy.



Investment Objective

The Saemor Europe Alpha Fund is a market-neutral long/short equity fund. The Fund aims to generate consistent returns of around 8% per annum with a similar level of volatility, around 8-10%. There is no guarantee that the investment objective will be met. The Fund is run with low (beta-adjusted) net exposure and will be predominantly market-neutral over time.

Fund Highlights

Our alpha strategy encompasses an innovative quant factor model that is designed to add value during all phases of the business cycle and most market environments.

Fund Facts

Universe	Europe / EMEA
Currency share class	EUR
Min Investment EUR (A/B/C/D)	25k/25m/10m/25k
Lock-up (A/B/C/D)	no/1 year/no/no
Frequency Subs & Reds	Monthly
Notice Period Subs & Reds	5 / 15 days
Early Redemption Fee	max 1.0%
Man Fee (A/B/C/D)	1.5%/1.0%/1.25%/1.5%
Perf Fee (A/B/C/D)	20%/15%/17.5%/20%
Equalization (A/B/C/D)	Yes/Yes/Yes/No
High Watermark	Yes
Ongoing Charges Figure 2018 (A&D/B)*	1.65/1.15%

Management

Manager	Saemor Capital
Administrator	BNY Mellon Fund Services
Depository	Bank of New York Mellon
Prime Brokers	Morgan Stanley, BoA ML, Barclays
Auditor	PwC
Title Holder	IQ EQ Netherlands N.V
Legal	De Brauw Blackstone Westbroek
Fund Domicile	The Netherlands
Fund Structure	FGR (fund for joint account)
Tax Structure	VBI (tax exempt)

\* The Ongoing Charges Figure (OCF) is a ratio of the total ongoing costs to the average net assets of the Fund. Ongoing costs include cost of investment management and administration, plus other costs of running the fund, such as fees for custodians, depository, regulators and auditors. Transaction costs of investments, stock loan fees, interest and performance fee are excluded from the calculation.

Contact Information

Saemor Capital  
WTC, E-Tower 7th floor  
Prinses Margrietplantsoen 44  
2595 BR The Hague  
The Netherlands  
Tel +31 (70) 756 8070  
www.saemor.com

Mary Kahng – Investor Relations Manager  
marykahng@saemor.com  
Mob +31 (6) 1384 8931

Oliver Gaunt – Investor Relations Manager  
olivergaunt@saemor.com  
Mob +31 (6) 2883 2534

Disclaimer

Saemor Capital B.V. has compiled this publication. Saemor Capital B.V. is a management company and in that capacity avails of a license pursuant to section 2:65 of the Act on Financial Supervision of the Netherlands (Wft) as that section reads following the incorporation of the AIFM Directive in the Wft.

Although the information contained in this publication is composed with great care and although we always strive to ensure the accuracy, completeness and correctness of the information, imperfections due to human errors may occur, as a result of which presented data and calculations may vary. Therefore, no rights may be derived from the provided data and calculations. All information is provided "as is" and is subject to change without prior notice. Saemor Capital B.V. does not warrant the adequacy, accuracy or completeness of any information and expressly disclaims any liability for errors or omissions therein. The recipients of this publication are responsible for evaluating the accuracy, completeness or usefulness of this information.

The information contained in this publication does not constitute any recommendation, investment proposal, offer to provide a service, nor a solicitation to buy or sell any security or other investment product. In particular, the information does not constitute an offer of, or an invitation to apply for or purchase, securities in any jurisdiction where such offer or invitation is unlawful or in which the person making such an offer is not qualified to do so or to whom it is unlawful to make such offer or solicitation. In particular, no offer or invitation is made to any US persons (being residents of the United States of America or partnerships or corporations organised under the laws of the United States of America or any state, territory or possession thereof). The Saemor Fund is not registered under the Securities Act 1933 of the United States nor under the Investment Company Act of 1940 of the United States. The publication of this information may be subject to restrictions imposed by law in some jurisdictions.

Saemor Capital B.V. requests any recipient of this publication to become acquainted with, and to observe, all restrictions. Saemor Capital B.V. accepts no liability for infringement of such restrictions.

The recipient shall not distribute, forward or publish this information. No rights may be derived from the provided information, data and calculations. Also by risks inherent to this investment fund, the value of the investments may fluctuate. Past performance is no guarantee of future results.

