

### FACTSHEET

#### Performance Returns

For the month of April 2018 the Drakens Africa ex S.A. UCITS Fund's NAV gained 1.2% which was behind the performance of the Standard & Poor's All Africa ex-South Africa benchmark which rose 1.9%.

#### Investment Objective & Strategy

Drakens Capital employs a long only equity strategy with a heavy focus on sustainability that is the result of two decades of investing in emerging markets. The investment philosophy at Drakens Capital is distilled into a four factor investment valuation model that encompasses Socially Responsible Investing, Risk, Quality and Value. The Fund invests in equities which derive the majority of earnings from the African continent, with the exception of those listed in South Africa. The tremendous growth opportunities found on the continent provide a rapidly expanding pool of investment opportunities. Growth and volatility often go hand in hand hence the Fund's measured and systematic investment approach seeks to tap into the emergence of the African continent whilst mitigating the risks associated with the Africa Rising story.

#### Market Commentary

The 1.9% return of the benchmark for April depicts a relatively strong performance for the Africa ex South Africa universe given the context of a 4.1% decline in frontier markets and 0.6% decline in emerging markets for the month (measured by their MSCI indices in USD). But the underlying performances across the African markets were mixed. Egypt was the top performer amongst the large constituents, returning 4.9% in USD as recent reforms continue to promote companies' earnings growth. Nigeria ended marginally down in USD despite a 7.0% rally in the oil price which is undeniably positive for the country's microenvironment. Morocco also ended the month slightly lower. Kenya declined 5.4% as local parliamentarians pushed back against the moves to reverse the interest rate caps on banks. Amongst the smaller markets Zimbabwe rallied 26.8% on optimism around the new regime in that country, although repatriation of funds remains an issue for that market.

Against this backdrop the funds positive performance was primarily driven by its Egyptian allocation which remains the largest country allocation. The holding in Tullow Oil contributed notably to return on the back of the high oil price and progress on reaching the first investment decision in Uganda. Ecobank Transnational, one of the fund's mid level positions also contributed to performance for the month on the back of management road-showing their new business strategy to investors.

We reduced the fund's exposure to Kenya early in the month as the rally in that market over the past 12 months had reduced the valuation discount we identified. The fund however remains overweight relative to the index. This overweight dampened the fund's performance for the month, and along with the underweight position in Zimbabwe were the main causes of the underperformance relative to the benchmark.

The near term outlook for these markets remains positive. Reforms implemented during tougher years combined with higher commodity prices should continue to spur company earnings. Political risk, which is a recurring factor in this region, is currently benign. Whilst there is always inherent risk involved in these frontier markets, the largest risks to their current trajectory would appear to be external macro shocks coming from larger developed or emerging economies.

SOURCE: Bloomberg L.P. as of 30 April 2018, unless stated otherwise.

#### UCITS Fund Performance

Fund	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sept	Oct	Nov	Dec	Y-T-D
2018	6.49%	-0.54%	4.69%	1.16%									12.16%
2017	1.06%	2.52%	1.59%	1.76%	8.08%	3.68%	4.97%	-1.10%	1.22%	0.84%	3.01%	2.14%	33.81%
2016											0.23%	0.23%	0.46%
Benchmark	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sept	Oct	Nov	Dec	Y-T-D
2018	5.12%	-2.52%	1.79%	1.89%									6.28%
2017	3.28%	-0.62%	-0.29%	0.59%	5.59%	3.95%	5.47%	1.46%	2.54%	2.52%	-1.66%	2.58%	28.23%
2016											0.21%	3.13%	3.35%

The performance figures quoted above represent the performance of the Drakens Africa ex S.A UCITS Fund since launch on 28<sup>th</sup> November 2016. These performance figures refer to the past and past performance is not a reliable guide to future performance.

### THE MANAGER



#### Sven Richter

Sven started investing in emerging markets 23 years ago. He joined Drakens Capital in 2011 and was instrumental in the 2016 management buyout. He came to the firm from Franklin Templeton where he launched one of the first Frontier Funds in the world which has today become a household name in frontier investing.

#### Orrin Flugel , CFA , CAIA

Orrin has over 10 years of industry experience as a macro economist and investment analyst. Orrin excelled at company research at Cape-Town based Oasis Asset Managers then progressed as a Senior Industrial Analyst at First National Bank. He joined the team in July 2011.

#### Paul Ross, CFA , CA(SA)

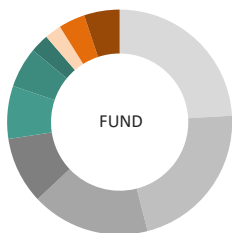
Joined in May 2011 as an Investment Analyst. Paul has over 10 years of investment experience and is a qualified Chartered Accountant. Prior to Drakens Capital, Paul was a sell-side analyst at Afrifocus Securities where he specialised in diversified industrials.

### FUND FACTS

Structure	UCITS Fund
Domicile	Ireland
Liquidity	Daily
Fund AUM	\$37.3 million
Inception	28th November 2016
Share Class	Institutional
Currency	EUR/USD/CHF/GBP
Mgt. Fee	1.25%
Perf. Fee	0%
Min Init. Sub.	1,000,000
ISIN Codes	EUR: IE00BD3S0347 USD: IE00BD3S0560 CHF: IE00BD3S0677 GBP: IE00BD3S0453
Share Class	Retail
Currency	EUR/USD/CHF/GBP
Mgt. Fee	2.00%
Perf. Fee	0%
Min Init. Sub.	10,000
ISIN Codes	EUR: IE00BD3S0784 USD: IE00BD3S0909 CHF: IE00BD3S0B24 GBP: IE00BD3S0891

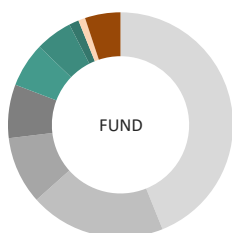
### Portfolio Overview (%)

#### Country Breakdown



	% of Port.	vs. Index
Egypt	24.1	8.7
Nigeria	21.9	9.1
Kenya	17.0	6.7
Multinational	9.6	-16.6
Morocco	7.6	-9.0
Mauritius	5.8	1.5
Botswana	2.7	0.9
Tanzania	2.4	2.4
Other	3.8	-8.8
Cash	5.1	5.1

#### Sector Breakdown



	% of Port.	vs. Index
Financials	43.9	14.4
Consumer Staples	19.5	2.1
Materials	9.7	-14.1
Telecomm Services	7.7	-4.1
Industrials	6.4	2.9
Energy	5.3	-0.4
Utilities	1.4	-0.6
Consumer Discretionary	1.0	-0.6
Other	0.0	-4.9
Cash	5.1	5.1

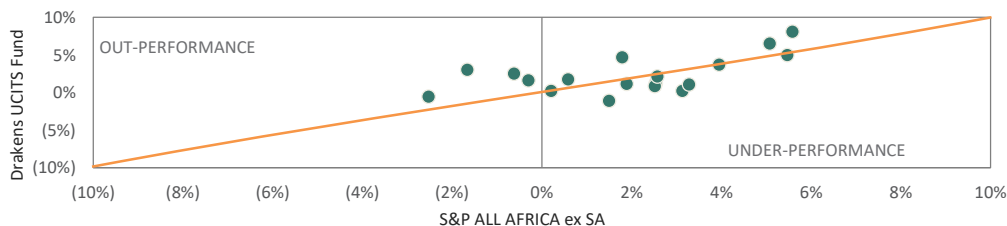
#### Top 10 Holdings (100%)

ZENITH BANK	6.3%
ELSWEDY ELECTRIC	5.5%
ATTIJARIWAFABANK	4.3%
EFG HERMES HOLDINGS	4.3%
MCB GROUP	4.2%
TULLOW OIL	4.0%
SAFARICOM LTD	3.9%
EQUITY GROUP HOLDINGS	3.4%
EASTERN TOBACCO	3.2%
GUARANTY TRUST BANK	3.2%

#### Financial Ratios

	Fund	Index
Price Earnings (12 months forward)	9.8	13.5
Price to Book	1.8	1.9
Return on Equity	17.8	9.3
Dividend Yield	4.4	2.7

### Active Monthly Returns\*



\*Since Inception to 30 April 2018, USD Share Class: Monthly, %

### Contact Details

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