

**FACTSHEET**

**Performance Returns**

The RoboCap UCITS Fund USD Institutional Founder share class ended August with a NAV of 176.42, up 3.62% in the month. This brings the performance of the fund to +3.48% year to date and +76.42% since inception.

**Investment Objective & Strategy**

RoboCap is a thematic equity fund focusing on Robotics and Automation listed stocks. This fast-growing theme includes general automation, industrial robotics, healthcare robotics, 3D printing, drones, autonomous vehicles, key components, enabling software and artificial intelligence. A key aspect of the strategy is that we aim to primarily invest into 'pure-play' stocks which have at least 40% of sales coming from Robotics and Automation related end markets. The portfolio aims to hold 22-30 positions out of a target universe of 170 stocks. The investment selection is based on fundamental proprietary analysis in cooperation with leading robotics experts.

**Market Commentary**

Q2 earnings results have largely been very good, as expected. The impact of trade tariffs between the U.S. and China is sometimes hard to anticipate and created 2-3 positive and negative surprises. As we write, the US is preparing a \$200bn trade tariffs of 25% on Chinese imports, that would bring the total to \$250bn, nearly half of the total imports into the US last year. China announced that it would retaliate with \$60bn of American products. Interestingly, both lists are this time fairly remote from our theme, so we would expect a smaller impact than the first round of tariffs.

Almost all the sub-themes performed well in the month led by Consumer Robotics, Software and AI. The key laggards in the month were not related to sub-themes but company specific and primarily related to Industrial Robotics. It was a mixed month for equities as European and Japanese equity indices were down while US indices were up to strongly up for US tech indices. We have not found the same mix as all regions were up in our portfolio.

We continue to see a valuation premium associated to quality earnings for companies whose business model generates consistently predictable double-digit growth with little impact from current trade policies or cycles. Those companies tend to be in AI, Software and Healthcare Robotics. We are initiating new positions in these companies which have interesting investment thesis' that are supported by innovative technology and solid earnings growth. We are also taking profits elsewhere as some of the valuations appear excessive. Industrial Robotics and some of its components will probably continue to trade close to multi-year lows on a P/E basis while trade tension uncertainty continues. We remain cautious and have rebalanced some of our positions from extreme markets moves in both directions. The strength of the earnings and macro-economic numbers has to be balanced with the long bull market and trade tensions. While we are working on new positions with low cyclical and little impact from trade policy, we are also mitigating the equity market risk with hedges.

The medium to long-term bullish investment thesis remains unchanged on the theme. Although we are probably past the peak attention of the media on AI, McKinsey in its latest report estimates that this technology should add \$13 trillion or 1.2% p.a. to the GDP for the next ten years.

**RoboCap UCITS Fund Performance**

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sept	Oct	Nov	Dec	Y-T-D
2016	-2.4%	+1.28%	+4.95%	-0.55%	+3.36%	-1.97%	+3.83%	+0.43%	+4.36%	-2.02%	+0.98%	+1.15%	+13.83%
2017	+6.92%	+1.66%	+4.53%	+3.99%	+5.69%	-1.29%	+4.48%	+3.02%	+5.32%	6.96%	+1.04%	-0.82%	+49.78%
2018	+7.52%	-3.45%	-3.66%	-2.68%	+1.97%	-0.54%	+1.17%	+3.62%					+3.48%

The performance figures quoted above represent the performance of the RoboCap UCITS Fund since launch on 4<sup>th</sup> January 2016. These performance figures refer to the past and past performance is not a reliable guide to future performance.

**THE MANAGER**



**Jonathan Cohen (CIO)** has over 14 years of investment experience in equities acquired at boutique asset management companies and banks like Goldman Sachs. He held the titles of CIO and Senior Portfolio manager during his last positions. Jonathan has a Masters in Management with a major in Finance from the University of St Gallen (HSG).

**Heenal Patel (Senior Analyst)** has over 16 years of experience in equity analysis in the industrials and automotive sectors. He began his career as UBS Global Asset management where he helped to run European industrial and automotive portfolios, before moving onto sell-side positions at DrKW and industrials at S&P Equity Research. He holds a degree in Economics and Finance from the University of Manchester.

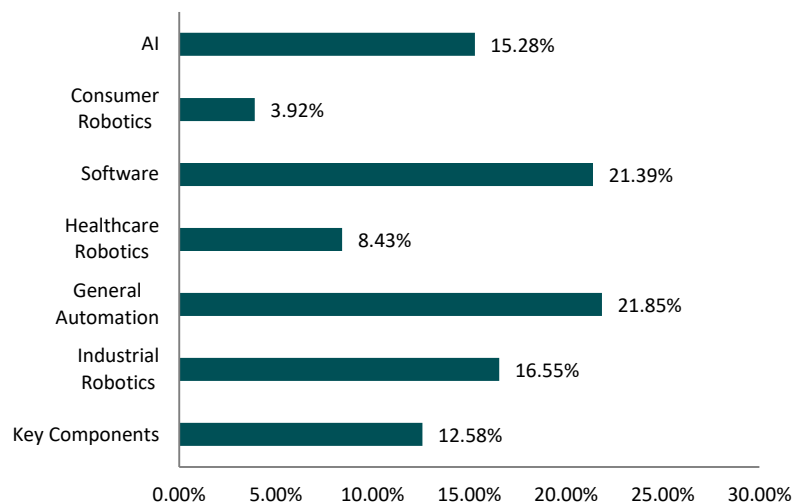
**Hiroshi Kamide (Equity Analyst)** has 23 years experience, of which 16 years investment experience in TMT and Japanese equities. He worked at Cazenove, KBC Securities Japan, JPMorgan Securities Tokyo and more recently Daiwa Securities in London. He graduated from Aston University with a BSc Hons in Human Psychology and became a qualified accountant (ICAEW) at KPMG in London.

**FUND FACTS**

Structure	UCITS Fund
Domicile	Ireland
Distribution	UK, France, Belgium, Luxembourg, Spain, Germany, Hong Kong, Switzerland and Ireland
Liquidity	Daily
Fund AUM	\$182m
Strategy AUM	\$222m
Inception	4 <sup>th</sup> January, 2016
Share Class	<b>Institutional Founder</b>
Currency	EUR/GBP/CHF/USD
Mgt. Fee	1.00%
Perf. Fee	10.00%
ISIN Codes	EUR: IE00BYZB6N09/USD: IE00BYZB6R47 CHF: IE00BYZB6Q30/GBP: IE00BYZB6P23
Share Class	<b>Institutional A Pooled/Institutional B Pooled</b>
Currency	EUR/GBP/CHF/USD
Mgt. Fee	1.25%/1.50%
Perf. Fee	12.50%/15.00%
ISIN Codes	EUR: IE00BYZB6855/IE00BYZB6D01 USD: IE00BYZB6C93/IE00BYZB6H49 CHF: IE00BYZB6B86/IE00BYZB6G32 GBP: IE00BYZB6962/IE00BYZB6F25
Share Class	<b>Institutional C Pooled</b>
Currency	EUR/GBP/CHF/USD
Mgt. Fee	1.50%
Perf. Fee	15%
ISIN Codes	EUR: IE00BYZB6J62/USD: IE00BYZB6M91 CHF: IE00BYZB6L84/GBP: IE00BYZB6K77

**Composition of Fund (as of 31/08/2018)**

**Holdings By Sub-Theme (% of Equity Holdings)**



**Top 5 Holdings (alphabetical)**

Hexagon AB  
Honeywell International  
Intuitive Surgical  
Keyence  
Nvidia

**Key Fund Metrics**

Med. Weighted Fwd P/E 12M	26.01x
Median Dividend Yield	0.92%
No. of Holdings	29
Volatility	10.8%
Sharpe Ratio (annualized)	+2.1

**Holdings by Market Cap (% of Equity Holdings)**

Large Cap (>\$10bn)	47.3%
Mid Cap	49.8%
Small Cap (<\$1bn)	2.9%

**Holdings By Currency (% of Equity Holdings) \***

USD	44.57%
JPY	25.71%
EUR	13.68%
Other	16.05%

\*90-100% hedged

**Contact Details**

Investor Contact	Management Company	Investment Manager	Investment Adviser
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