

### FACTSHEET

#### Performance Returns

For the month of August 2017 the Drakens Africa ex S.A. UCITS Fund's NAV declined 1.10% whilst the Standard & Poor's All Africa ex-South Africa benchmark returned 1.46%.

#### 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

On the first day of August, Bloomberg and Reuters moved to adopt the NAFEX window rate for converting Nigerian Naira based assets to USD. We deem this move appropriate, as the NAFEX window has become the sole access point for NGN/USD liquidity for capital investors and is thus the rate accessed by the fund. The restatement did however result in a 13% decline in the Nigerian market for the month in USD terms. It is worth noting that this did not indicate a real change in the underlying currency. A system of parallel rates still exists. For now however currency liquidity is greatly improved from a year prior, and the central bank is increasing foreign reserves which suggests that this liquidity is not unsustainable. We expect to see a convergence of the various rates at some point in the future, though the timing of this is by no means clear.

The Kenyan elections were held without any widespread incidents of violence as had been feared. Counting of the ballots found the incumbent, Kenyatta, to be the clear winner. The result was challenged in the courts by the opposition, and by month end this issue was still in the courts and there had not yet been an inauguration. The Kenyan market rallied 6% on the peaceful outcome of the vote.

On the commodities front, gold rallied 4% as fears of a potential war between North Korea and the USA drove up safe haven assets. Copper rallied 6% on increased Chinese manufacturing. This pushed up the Toronto, London and Sydney listed miners in the benchmark, of which the fund is only invested in Randgold Resources.

Against this backdrop the fund's underperformance relative to the benchmark came from the overweight position in Nigeria and the underweight allocation to foreign listed miners. This was partly countered by the fund's overweight allocation to Kenya, coupled with a positive selection effect within that allocation.

*SOURCE: Bloomberg L.P. as of 31 August 2017, unless stated otherwise.*

#### UCITS Fund Performance

Fund	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sept	Oct	Nov	Dec	Y-T-D
2017	1.06%	2.52%	1.59%	1.76%	8.08%	3.68%	4.97%	-1.10%					24.60%
2016											0.23%	0.23%	0.46%
Benchmark	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sept	Oct	Nov	Dec	Y-T-D
2017	3.28%	-0.62%	-0.29%	0.59%	5.59%	3.95%	5.47%	1.46%					20.92%
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 guarantee of future performance or a reliable guide to future performance.*

### THE MANAGER



#### Sven Richter

Sven started investing in emerging markets 21 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

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.

#### Jeremy Gorven, CFA

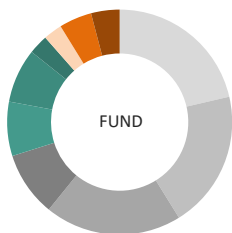
Jeremy has 7 years of industry experience, and over 3 years of investment experience. He joined as an Investment Analyst in 2014. Jeremy was a founding member of The IQ Business Group's strategic advisory division. Thereafter he progressed to Merchant West where he stood out as a Credit Analyst.

### FUND FACTS

Structure	UCITS Fund
Domicile	Ireland
Liquidity	Daily
Fund AUM	\$25.8 million
Inception	28th November 2016
Share Class	<b>Institutional</b>
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	<b>Retail</b>
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

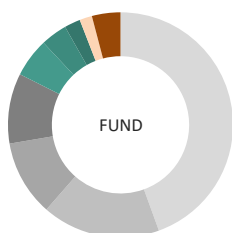
### Portfolio Overview (%)

#### Country Breakdown



	% of Port.	vs. Index
Kenya	21.4	11.6
Nigeria	19.8	3.7
Egypt	19.7	7.2
Multinational	9.3	-18.2
Morocco	7.8	-9.5
Mauritius	7.8	3.5
Botswana	2.8	1.1
BRVM	2.7	0.3
Other	4.7	-3.8
Cash	4.1	4.1

#### Sector Breakdown



	% of Port.	vs. Index
Financials	44.5	15.7
Consumer Staples	17.0	-1.4
Materials	10.9	-14.8
Telecomm Services	10.1	-1.4
Industrials	5.6	3.2
Energy	3.8	-1.0
Utilities	2.3	0.2
Consumer Discretionary	1.8	-0.5
Other	0.0	-4.1
Cash	4.1	4.1

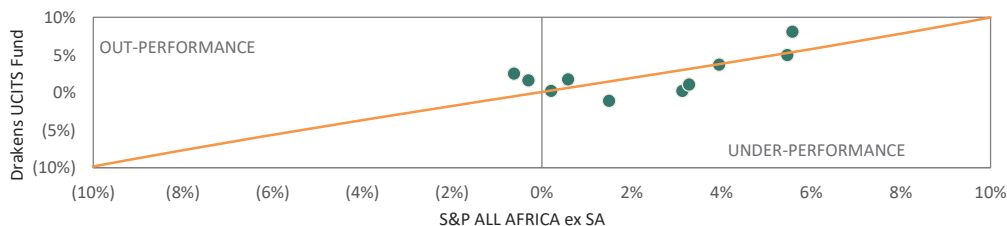
#### Top 10 Holdings (100%)

RANDGOLD RESOURCES LTD	6.1%
SAFARICOM LTD	5.7%
MCB GROUP LTD	5.2%
ATTIJARIWABA BANK	5.1%
ZENITH BANK PLC	4.9%
EASTERN TOBACCO	4.9%
EQUITY GROUP HOLDINGS	4.6%
ELSWEDY ELECTRIC	4.0%
TULLOW OIL	3.5%
GUARANTY TRUST BANK	3.4%

#### Financial Ratios

	Fund	Index
Price Earnings (12 months forward)	9.5	13.4
Price to Book	1.8	1.6
Return on Equity	15.3	7.9
Dividend Yield	3.9	2.9

### Active Monthly Returns\*



\*Since Inception to 31 August 2017, USD Share Class: Monthly, %

### Contact Details

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