

## GENERAL INFORMATION

**Inception date:** 10.10.2003

**Net Assets:** 6,923 K Eur

**NAV:** 8.353 Eur

**ISIN:** ES0162305033

**Asset Manager**

Merchbanc SGIC. S.A.

**Depository**

BNP Paribas Securities Services

**Auditor**

GMP Auditores. S.A.

**Management Fee**

1.25% / Net Assets and 7 % / Performance

**Depository Fee**

0.10% over Net Assets

**Subscription Fee**

None

**Redemption or Switch Fee**

None

**Minimum Investment:** None

**Base Currency:** Euro

**Bank account for subscriptions:**

ES85 0144 0001 31 0000052499

Account name: Merch-Oportunidades FI

### Cumulative Mutual Fund

The Fund invests in fixed income securities and equities on any market all over the world and more particularly in OECD countries. The objective of the Sub-Fund is to seek medium term capital appreciation through a mix of investments in equities and other financial instruments.

The Fund will only invest in companies that mean a good investment opportunity. Investors should have a medium term approach to the investment in this Fund, and they must accept and assume the risk that entails the Fund's investment policy.

### Level of Risk

1	2	3	4	5	6	7
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## COMMENTARY OF THE FUND'S PERFORMANCE

After the bearish end of last year, the beginning of this year has been mostly positive for financial markets. The more moderate speech of the FED governor regarding potential interest rate hikes, and monetary policy resulted in increased investor confidence. Regarding the imminent Brexit outcome in Europe, albeit no scenario is to be neglected, markets seem to give a low probability to an exit without an agreement between the UK and the EU. Regardless of the outcome of the Brexit situation, the economic impact it may have on the markets seems to be limited.

We continue to see potential in the markets, as valuations remain below historical averages. The continued global economic growth could slow down; however, it will remain solid. Moreover, the growth of corporate results of companies in our portfolios are for the most part strong. All of this has resulted in positive quarterly results.

At the corporate level, Portola Pharmaceuticals has received a positive review by the European Medicines Agency for the therapeutic properties of its oral antidote. This will most likely result in its approval in the coming months.

Regarding 10-year bonds, a reference for fixed income markets, they had a similar behavior in Europe and US, closing at yields of -0.070% and 2.405% respectively.

Equity exposure was at 88% at month end, and currency exposure to non-euro currencies remains mostly covered.

### NAV Evolution (last 5 years)

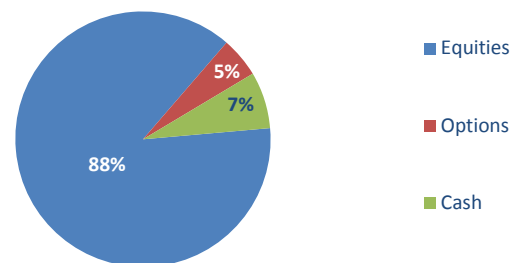


Source: Merchbanc

RETURN	Annualized	Cumulative
YTD		32.98%
12 months		-13.72%
3 years	-2.63%	-7.70%
5 years	-1.47%	-7.14%
10 years	4.53%	55.72%
Since inception	2.16%	39.22%

Source: Merchbanc

### Portfolio by asset class (%)



Source: Merchbanc

### Portfolio Characteristics

Number of securities	26
Turnover (average 2 years)	5.23
Net exposure to non-euro currencies	22.67%
Volatility (% average 3 years)	22.35%
Var (% average 3 years)	16.08%

Source: Merchbanc

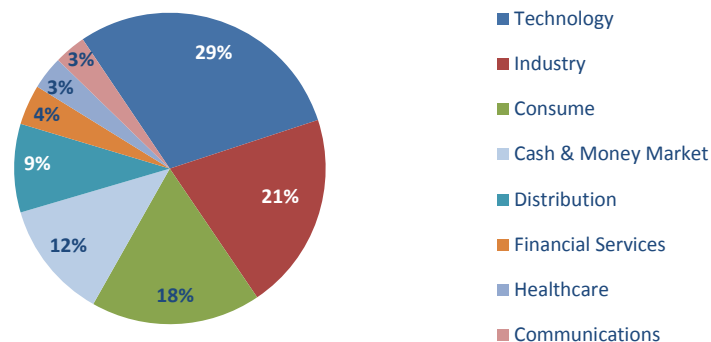
## Top ten equities holdings (\*)

APPLIED MATERIALS	Technology	9.85%	<b>AMAT (USA, Nasdaq):</b> Leading global supplier of semiconductor equipment. It provides manufacturing equipment, services and software to the global semiconductor, flat panel display, solar photovoltaic and related industries.
FREEPORT –McMORAN	Industry	9.63%	<b>FCX (USA, NYSE):</b> Mining company with copper and gold exposition. It has five of the most efficient mines of the world.
BED BATH & BEYOND	Distribution	9.19%	<b>BBBY (EE.UU. Nasdaq):</b> American retailer with operations in US, Canada and Mexico. Founded in 1971, sells goods and services in the bathroom, kitchen, home-furnishings, and interior design space.
AUSTRIA MIKRO SYSTEME	Technology	7.21%	<b>AMS (Austria, SWX):</b> Designs and manufactures high-performance sensor solutions for applications that require low power, high sensitivity, and integration while having constrained dimensions. Its products have applications in the communication sector as well as in the consumer goods, industrial, medical, or the automobile industry. Headquartered in Austria and listed in the Swiss stock market.
RENAULT	Consume	4.77%	<b>RNO (Francia, EPA):</b> Renault is a French manufacturer of automobiles, commercial vehicles, and race cars. Renault is one of the leading electric vehicle manufacturers. Renault is in addition owner of Renault Samsung Motors and Dacia. All three of them form the "Renault Group".
BMW	Consume	4.67%	<b>BMW (Germany, DAX):</b> Is a German manufacturer of luxury sport motorbikes and cars, is based in Munich. Its subsidiaries are Rolls-Royce and BMW Bank. BMV is a world sales leader among the high-end vehicle manufacturers.
LAM RESEARCH	Technology	4.61%	<b>LRCX (USA., Nasdaq):</b> US Company focused on the design, manufacturing, distribution and support of semiconductor processing units used in the manufacturing of integrated circuits. Lam Research was founded in 1980 and is headquartered in Fremont, California.
SWATCH	Technology	4.61%	<b>SWGAF (Switzerland, SIX):</b> Designs, manufactures and sells finished watches, jewelry and components. Supplies almost all components of its 19 brands and supplies movement pieces and components to other watch groups of Switzerland and of the world. It is also a key actor on the manufacture and sale of electronic systems used in watchmaking and other industries.
SGL CARBON	Industry	4.26%	<b>SGL (Germany, Frankfurt):</b> Chemical company funded in Wiesbaden (Hessen) and listed in the Frankfurt exchange. SGL is one of the world's largest carbon and carbon fiber producers.
BANKINTER	Financial Services	4.16%	<b>BKT (Spain, BME):</b> Spanish bank headquartered in Madrid. Bankinter is listed in the Madrid Stock Exchange, and is part of the IBEX 35 index. At the end of 2018, it announced an agreement with Smart Holdco, the owner of several funds managed by Apollo Global Management.
% TOTAL NET ASSETS		62.96%	

(\*) Includes positions in Options

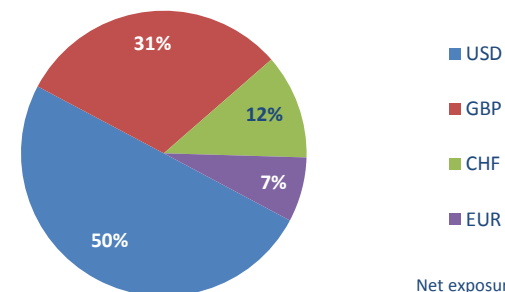
Source: Merchanc

## Sector Breakdown of the equity portfolio



Source: Merchanc

## Currency breakdown



Source: Merchanc

Net exposure to non-euro currency: 22.67%