



# Augustus Capital AM

## Lierde Equities, F.I.

February 2022

### OBJECTIVE AND INVESTMENT STRATEGY

LIERDE's objective is to generate value with positive returns over the long term through equity investments in Europe. Investment decisions are based on fundamental analysis, analyzing the Return on Capital Employed (RoCE) of companies and its sustainability over time.

<b>Net Asset Value (28/02/22)</b>	<b>AUM (28/02/22)</b>
<b>10.45 €/share</b>	<b>2.1 Mn €</b>

### RISK INDICATOR

1	2	3	4	5	6	7
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### TOTAL RETURNS

Since Inception	Lierde Equities, F.I.	Stoxx 600 NR*
Month	-3.0%	-3.2%
YTD 2022	-6.1%	-7.0%

\*Stoxx 600 NR (Net Return). Dividends included.

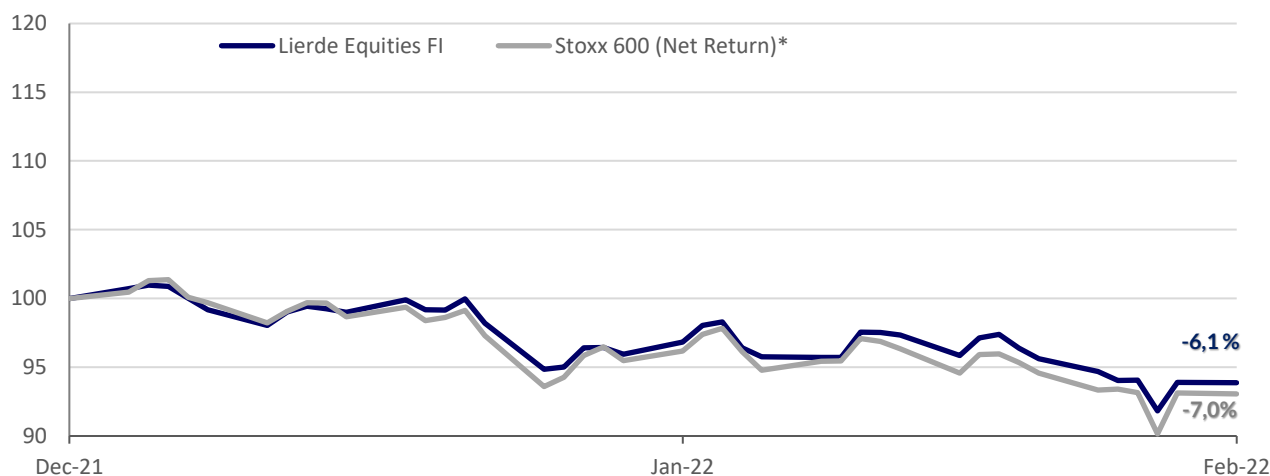
### HISTORICAL RETURNS LIERDE EQUITIES, F.I.

YEAR	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	CUMULATIVE
2022	-3.1%	-3.0%											-6.1%

### HISTORICAL RETURNS STOXX 600 NR\*

YEAR	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	CUMULATIVE
2022	-3.8%	-3.2%											-7.0%

### NET ASSET VALUE EVOLUTION (base 100)



\*Stoxx 600 NR (Net Return). Dividends included.



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## TOP 10 POSITIONS

1	GLOBAL DOMINION	4.5%
2	THALES	4.5%
3	STRABAG	3.6%
4	RICHEMONT	3.3%
5	SII	3.2%
6	REALIA	3.2%
7	NEURONES	3.1%
8	ASTRAZENECA	2.8%
9	SAP	2.6%
10	NEINOR	2.6%
<b>TOTAL TOP 10</b>		<b>33.4%</b>

## MONTHLY RETURN (5 best vs. 5 worst)

5 BEST		
1	THALES	+26.4%
2	NEINOR	+10.3%
3	FLATEXDEGIRO	+9.9%
4	GRIFOLS SA	+9.0%
5	ASTRAZENECA	+6.8%
5 WORST		
1	PROSUS	-24.5%
2	FASHIONETTE	-17.7%
3	DUERR	-17.1%
4	ALIBABA	-16.5%
5	ANDRITZ	-15.0%

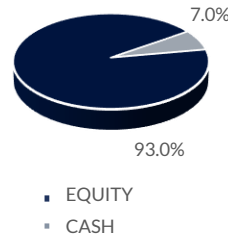
## RISK DATA \*\*

Since Inception	LIERDE	Stoxx 600 NR*
Annual Alpha	4.89	
Sharpe Ratio	0.58	
Beta	0.83	
Volatility	17.4%	18.8%
12 months	LIERDE	Stoxx 600 NR*
Beta	0.74	
Volatility	12.0%	14.1%

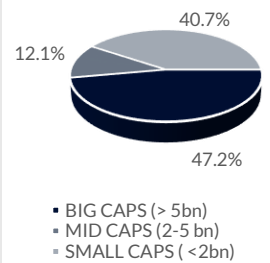
\*Stoxx 600 NR (Net Return). Dividends included.

\*\* Risk data corresponds to Lierde sicav, replicated by Lierde Equities, F.I.

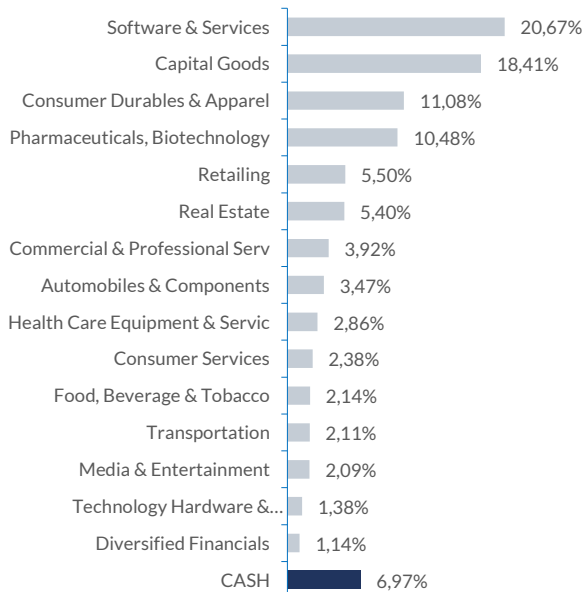
## DISTRIBUTION BY ASSET CLASS



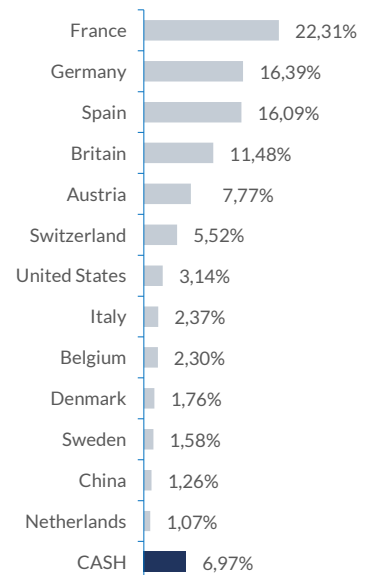
## DISTRIBUTION BY MARKET CAP.



## SECTOR DISTRIBUTION



## COUNTRY DISTRIBUTION





# Augustus Capital AM

## GENERAL INFORMATION

<b>Inception Date</b>	1994
<b>CNMV N° of Registration</b>	5484
<b>Settlement</b>	Daily. Settlement d + 1
<b>Fees</b>	<ul style="list-style-type: none"><li>• Management fee 1.60% annual</li><li>• Depository fee 0.08% annual</li></ul>
<b>Asset Manager</b>	Augustus Capital, A.M.
<b>Depository Institution</b>	Bnp Paribas Securities Services, Sucursal en España
<b>Auditor</b>	Deloitte, S.L.
<b>Currency</b>	EUR
<b>ISIN Code</b>	ES0118591009
<b>Bloomberg Ticker</b>	CERVING SM Equity

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## MONTHLY REVIEW

During February, stock markets have continued to drop, being one of the worst beginnings of the year that we can recall. The main stock indexes have fallen in all geographic areas due to the conflict between Russia and Ukraine in addition to already existent market jitters related to inflation and interest rates.

Concerning the conflict, if we analyze historical stock market behavior in similar situations (Gulf War, Afghanistan War, Irak War and Crimea Invasion) in all of them there is a floor level around the day of the initial attack, indicating that the market has previously discounted the potential negative impact on the economy. In the case of Ukraine, the length of the conflict and that it stays limited to Ukraine, would be of high relevance to determine the stock market behavior during the following weeks/months.

Regarding the portfolio, we started to buy **Marlowe Plc**, British company specialized in inspection and compliance. Marlowe has two divisions: Governance, Risk & Compliance (compliance areas such as HR/Employment Law, Health & Safety, e-Learning and Occupational Health) and Testing, Inspection & Certification (compliance requirements across fire safety & security and water treatment & air hygiene). Marlowe's strategy combines strong organic growth and an aggressive acquisition policy with the goal of consolidating the industry to improve profitability through economies of scale, synergies and cross selling. The company operates in a sector with strong tail winds due to the megatrend of governments to increase safety & security regulations. The sectors where it operates allow the company to have recurring revenue above 85% with sale agreements having an average duration of 3-5 years and very low turnover. We have good knowledge of this sector due to the position that we hold in one of the leading European companies in the sector, Bureau Veritas, which has had a very good performance.

On the sell side, we sold the small position that we still held in **Meta Platforms** (Facebook) after the weak results reported by the company. We could consider buying the company again in the future because of its high growth potential but in the short term we prefer to stay out due to risks resulting from Apple's privacy policy (IDFA) changes and more competition of other social networks such as TikTok. We believe that the company could continue sending not very positive messages to the market, deliberately, due to increased regulatory scrutiny.