# Montanaro European Income Fund

**SFDR: Article 8**

***For Professional and Institutional investors only***

***This is a Marketing Communication***

**30 October 2026**

**Open Ended**

This is a marketing communication. This is not a contractually binding document. Please refer to the Prospectus of the UCITS and to the KIID or KID and do not base any final investment decision on this communication alone.

## Fund Objective

Capital growth and income. The Fund will invest primarily in Small and MidCap companies quoted in the EU, Iceland, Norway and Switzerland that offer an attractive dividend yield or the potential for dividend growth. No unquoted investments are permitted.

## Performance

Cumulative Returns (£)

| | YTD | 1M | 3M | 6M | 12M | 3Y | 5Y | 10Y | Launch♦ |
|---|---|---|---|---|---|---|---|---|---|
| **£ Class*** | 0.8% | -1.6% | -4.4% | -2.1% | 0.9% | 35.4% | 7.3% | 86.0% | 140.7% |
| **Composite Benchmark (£)†** | 4.7% | -2.2% | -3.7% | 3.0% | 6.5% | 46.0% | 37.6% | 132.5% | 196.2% |

Annual Returns (£)

| | 2025 | 2024 | 2023 | 2022 | 2021 | 2020 | 2019 | 2018 | 2017 |
|---|---|---|---|---|---|---|---|---|---|
| **£ Class*** | 14.5% | 0.9% | 10.6% | -17.9% | 18.9% | 12.0% | 20.1% | -6.8% | 22.2% |
| **Composite Benchmark (£)†** | 22.5% | 1.7% | 13.9% | -8.9% | 15.8% | 10.2% | 20.5% | -10.6% | 25.8% |

Cumulative Performance Since Launch♦




Source: Montanaro, MSCI, FE Analytics. NAV to NAV, unrounded.

♦ There was a change of strategy and name change for the European Income Fund as reflected in the addendum to the prospectus dated 5th November 2015. Performance history shown is therefore from this point.

* Effective July 1st 2016 the performance of the Fund is Total Return. Prior to this the performance is Capital Return.

† Effective July 1st 2016 the Benchmark changed from the MSCI Europe (ex-UK) SmallCap (Capital Return) Index to the MSCI Europe (ex-UK) SmallCap (Total Return) Index. As of June 2018, the Fund's Benchmark was removed; during this period the IA Europe (excluding UK) (Total Return) Sector is shown here for comparison purposes only. Effective April 2020 the Benchmark became the IA Europe (excluding UK) (Total Return) Sector.

## Key Information

| | |
|---|---|
| **Fund Launch♦** | November 2015 |
| **Depository** | BNY Mellon |
| **Administrator** | BNY Mellon |
| **Transfer Agent** | BNY Mellon |
| **Dividend Dates** | Quarterly |
| **Legal Status** | Irish OEIC |
| **Valuation Time** | Daily 4pm Dublin time |
| **Dealing Cut-Off Time** | 12pm Dublin time |
| **Domicile** | Ireland |

## Fund Facts

| | |
|---|---|
| **Lead Fund Manager** | Alex Magni |
| **Backup Fund Manager** | George Cooke |
| **Benchmark†** | IA Europe xUK (Total Return) Sector |
| **Fund Size** | £52 million |
| **No.of Holdings** | 45 |
| **Median Mkt Cap** | £1,952 million |
| **Cash** | 3.6% |
| **Forecast Yield 27F*** | 4.1% |

*Calculated as the weighted average forecast yield on the Portfolio. Expenses are paid out of capital.

## ESG

| | |
|---|---|
| **SFDR** | Article 8 |
| **Carbon Intensity 1&2 t/US$ million sales*** | 39.6 |
| **MSCI Biodiversity and Land Use Score*** | 1.8 |
| **% of Women on Board** | 44% |

*See glossary for definitions and MSCI disclaimer. Data as at 31/03/26

## Risk & Reward Profile




£ Class

*These numbers rate how the Fund may perform and the risk of losing some or all of your investment. In general the potential for higher returns also implies a higher level of risk. However, the lowest category (1) does not mean a risk free investment.*

*This risk rating is based on historical data which may not be a reliable indication of the future risks and rewards of the fund. The risk rating of the fund may change over time.*

*Past performance is not a reliable indicator of future results. All investments are subject to risk and the value of shares and the income from them can fall as well as rise due to stock market and currency movements. You may not get back as much as you originally invested.*

*For further information please see the Risk and Reward section of the Key Information Document (KID).*

## Important Information

All investments are subject to risk and the value of shares and the income from them can fall as well as rise due to stock market and currency movements. You may not get back as much as you originally invested.

For further information please see the Prospectus and Key Information Document (KID) available on the Montanaro website.


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# Montanaro European Income Fund — 30 October 2026

## Top 10 Holdings

| | |
|---|---|
| Euronext | 4.9% |
| Loomis | 4.5% |
| Kitron | 4.2% |
| Atea | 3.9% |
| Avanza Bank | 3.9% |
| Amundi | 3.6% |
| Sol | 3.3% |
| Cembre | 3.1% |
| Kri-Kri Milk Industry | 3.0% |
| IMCD | 2.9% |
| | 37.4% |

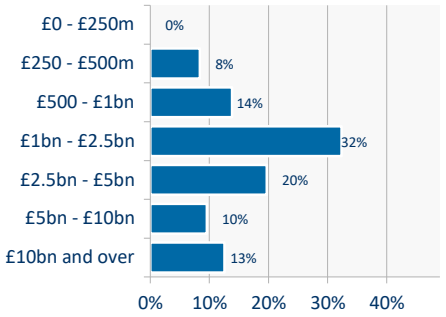
## Portfolio Analysis

| | |
|---|---|
| Price / Earnings 27F | 15.4 |
| EPS Growth 27F | 13.3% |
| Dividend Yield 27F | 4.1% |
| Dividend Growth 26F** | 2.8% |
| Return on Equity 27F | 27.0% |
| EV/EBITDA 27F | 9.1 |
| EBIT Margin 27F | 26.1% |
| Net Debt/Equity 27F | 7.7% |

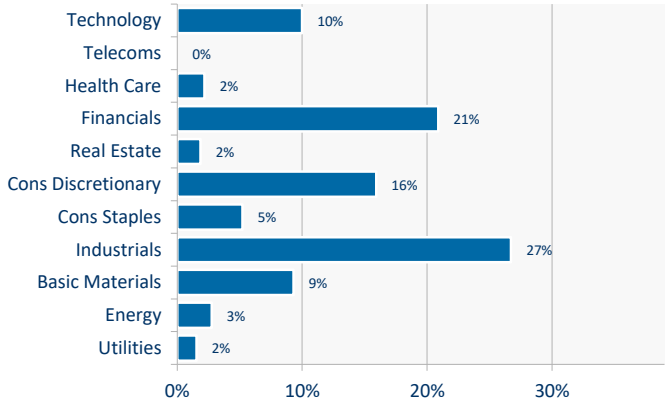
Source: Factset consensus estimates

**Source: Internal

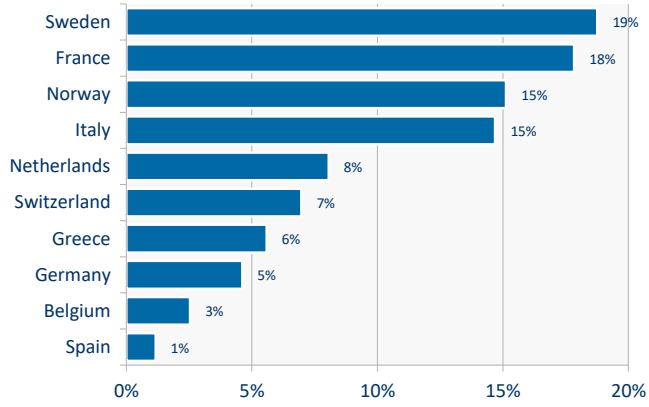
## Market Capitalisation Allocation




## Sector Allocation




## Country Allocation (Top 10)




## Share Class Information

| | Ticker | ISIN | SEDOL | Launch | NAV | Ongoing Charge | Annual AMC | Perf Fee | High Water Mark | Initial Charge | Minimum Investment | SRRI |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| **£ Class** | MOCESCG ID | IE00B3Q8KY24 | B3Q8KY2 | 05/11/2015 | 227.5p | 1.01% | 0.75% | N/A | N/A | Nil | N/A | 5 |
| **£ Accumulation Class** | MOCESGA ID | IE00BFFK9M41 | BFFK9M4 | 02/07/2018 | 153.6p | 1.01% | 0.75% | N/A | N/A | Nil | N/A | 5 |
| **€ Class** | MOCEIEU ID | IE00BYSRYX17 | BYSRYX1 | 30/11/2015 | €1.449 | 1.02% | 0.75% | N/A | N/A | Nil | N/A | 5 |
| **£ Institutional Dist Class** | MOCESGI ID | IE000RW8NX63 | BVMKFK9 | 30/06/2025 | 97.3p | 0.74% | 0.45% | N/A | N/A | Nil | £25m | 5 |

## Platforms

AJ Bell ♦ All Funds ♦ Alliance Trust ♦ Amber ♦ Ascentric ♦ Aviva ♦ Cofunds ♦ Fidelity Fundsnetwork ♦ FNZ Wealth ♦ Hargreaves Lansdown ♦ Interactive Investor ♦ James Hay ♦ Novia ♦ Nucleus ♦ Old Mutual ♦ Pershing Nexus ♦ Raymond James ♦ Standard Life ♦ Transact

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# Investment Terms Glossary

**Active Share**
A measure of how much a portfolio's holdings differ from its benchmark index. A higher Active Share indicates a more actively managed portfolio, while a lower value suggests closer alignment with the benchmark.

**Beta**
This is a measure of an investment's sensitivity to market movements. A beta greater than 1 indicates higher volatility than the market, while a beta less than 1 suggests lower volatility.

**Carbon Intensity 1 and 2**
$CO_2$ emissions per unit of revenue, measuring a company's or portfolio's carbon efficiency. Covers Scope 1 (direct) and Scope 2 (indirect from purchased energy), excluding Scope 3 due to limited data.

**Dividend Yield**
Refers to the underlying portfolio's annual dividend yield, calculated as the weighted average of each holding's expected dividend income as a percentage of the share price.

**EBITDA (Earnings Before Interest, Taxes, Depreciation, and Amortisation)**
A measure of a company's operating performance, showing profit before accounting for financing and non-cash expenses.

**Information Ratio**
A measure of risk-adjusted return, calculated by dividing the active return of a portfolio by the tracking error. It indicates how efficiently excess returns are generated relative to the risk taken versus a benchmark.

**Jensen's Alpha (annual)**
A measure of risk-adjusted performance that shows the excess return a fund generates above its expected return.

**MSCI Biodiversity and Land Use Score**
Assesses company impacts on nature, including effects on habitats and use of natural resources.

**Net Asset Value ("NAV")**
The total value of a Fund's assets less its liabilities. This figure is then divided through by the number of units in issue to give the

**Ongoing Charge**
Reflecting the annual cost of managing and operating the Fund, the ongoing charge is expressed as a percentage of average net assets and includes management fees and regular expenses, excluding performance fees and transaction costs.

**Price / Earnings (P/E) Ratio**
Refers to the underlying portfolio's Price-to-Earnings ratio, a valuation measure calculated by dividing each company's current share price by its earnings per share (EPS). It reflects how much investors are paying for each unit of earnings.

**Sustainable Finance Disclosure Regulation (SFDR)**
SFDR is an EU law that requires financial firms and products to disclose sustainability related information. Its goal is to increase transparency, improve investor understanding of sustainable investments, combat greenwashing, and direct capital toward companies and projects supporting sustainability objectives.

**SFDR Article 8 Fund**
A fund that promotes environmental and/or social characteristics, while ensuring investee companies follow good governance practices.

**SFDR Article 9 Fund**
A fund with sustainable investment as its objective, requiring all holdings to contribute to defined environmental or social goals, subject to the highest SFDR disclosure standards.

**Sharpe Ratio**
A measure of risk-adjusted return; the higher the Sharpe Ratio, the better the return per unit of risk taken.

**Standard Deviation**
A measure of the amount of variation or dispersion of returns from the average return, used to quantify risk.

**Tracking Error**
A measure of how closely a fund's returns match its benchmark index. Lower tracking error indicates closer alignment.

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