

# Montanaro Select Fund

30 April 2020

Open Ended

## Fund Objective

To outperform its Benchmark, the MSCI Europe SmallCap (Capital Return) Index. The Fund will invest primarily in SmallCap companies quoted in the EU, the UK, Iceland, Norway and Switzerland with a market capitalisation smaller than the largest constituent of the Stoxx Europe Mid 200 Index at the time of initial investment. No unquoted investments are permitted. Target portfolio of 20-30 quoted companies.

## Performance

### Rolling Returns (£)

	YTD	1M	3M	6M	12M	3Y	5Y	10Y	Launch
<b>£ Class</b>	-7.8%	9.5%	-7.0%	1.0%	2.7%	28.0%			48.0%
<b>Benchmark (£)</b>	-19.2%	9.0%	-17.1%	-13.6%	-13.7%	-9.9%			10.8%
<b>£ Class (TR)*</b>	-7.8%	9.5%	-7.0%	1.0%	2.7%	31.6%			52.7%
<b>MSCI Europe Small Cap (£ TR)†</b>	-18.8%	9.3%	-16.7%	-13.0%	-12.0%	-4.0%			19.6%

### Annual Returns (£)

	2019	2018	2017	2016*
<b>£ Class</b>	31.5%	-8.1%	25.9%	5.4%
<b>Benchmark (£)</b>	21.2%	-16.8%	21.3%	12.0%
<b>£ Class (TR)*</b>	33.5%	-6.9%	26.4%	5.4%
<b>MSCI Europe Small Cap (£ TR)†</b>	24.1%	-14.9%	23.8%	12.7%

## Cumulative Performance Since Inception



Source: Montanaro, MSCI, Bloomberg. NAV to NAV, unrounded.

\* Dividends reinvested at ex-date.

† The MSCI Europe Small Cap (net TR) index is shown for comparison purposes only.

## Key Information

<b>Fund Launch#</b>	July 2016
<b>Depository</b>	BNY Mellon
<b>Administrator</b>	BNY Mellon
<b>Transfer Agent</b>	BNY Mellon

<b>Legal Status</b>	Irish OEIC
<b>Listing</b>	Irish Stock Exchange
<b>Valuation Time</b>	Daily 4pm Dublin time
<b>Dealing Cut-Off Time</b>	12pm Dublin time

## Fund Facts

<b>Fund Manager</b>	Alex Magni
<b>Backup Fund Manager</b>	Charles Montanaro
<b>Benchmark</b>	MSCI Europe Small Cap

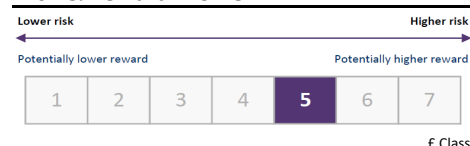
<b>Fund Size</b>	£5 million
<b>No. of Holdings</b>	30
<b>Median Mkt Cap</b>	£2,047 million
<b>Cash</b>	3.0%

## ESG

<b>Carbon Intensity</b>	23.7
<b>Water Intensity</b>	n/a
<b>Waste Intensity</b>	n/a
<b>Fund ESG Score*</b>	6.5

\*The Fund ESG Score is the weighted average of Montanaro's proprietary company ESG Checklist scores (0-10; 10 is best).

## Risk & Reward Profile



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.

## 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.

Custodian, Fund Administrator and Subscriptions – Contact BNY MELLON  
 Tel: +353 1 900 6140 Fax: +353 1 900 6141 Email: MontanaroTA@bnymellon.com

Montanaro Asset Management Limited, 53 Threadneedle Street, London, EC2R 8AR

Tel: 020 7448 8600

Fax: 020 7448 8601

www.montanaro.co.uk

enquiries@montanaro.co.uk

**Top 10 Holdings**

Integrafin	5.0%
Ashtead Group	4.6%
Hilton Food Group	4.5%
VZ Holding	4.5%
Reply	4.5%
First Derivatives	4.2%
St. James Place	4.1%
Big Yellow Group	3.9%
Sartorius Stedim Biotech	3.8%
Cranswick	3.7%
	<b>42.8%</b>

**Risk Analysis**

	Fund	Index
Jensen's Alpha (annual)	11.4%	
Beta	0.79	1.00
Standard Deviation	14.4%	16.5%
Sharpe Ratio	0.62	-0.19
Tracking Error	6.8%	
Information Ratio	1.67	
Active Share	96.3%	

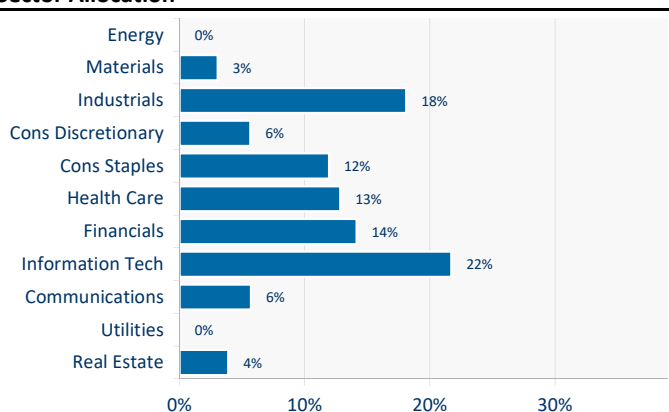
Note: risk statistics over three years, £ Class

**Portfolio Analysis**

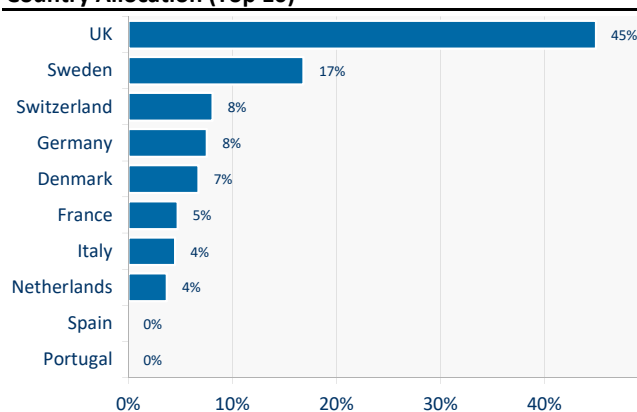
Price / Earnings 21F	23.4
EPS Growth 21F	23.3%
Dividend Yield 21F	2.2%
Dividend Growth 21F	14.8%
Return on Equity 21F	16.6%
EV/EBITDA 21F	18.2
EBIT Margin 21F	22.0%
Net Debt/Equity 21F	1.9%

Source: Factset consensus estimates

**Sector Allocation**



**Country Allocation (Top 10)**



**Share Class Information**

	Ticker	ISIN	SEDOL	Launch	NAV	Ongoing Charge	Annual AMC	Perf Fee	Hurdle	Initial Charge	Minimum Investment	SRRI
<b>£ Class</b>	MOEMCSD ID	IE00BD37Z928	BD37Z92	01/07/2016	148p	0.88%	0.75%	As Below	160.5p	Nil	N/A	5
<b>€ Class</b>	MOEMCED ID	IE00BD37Z811	BD37Z81	01/07/2016	€1.432	0.88%	0.75%	As Below	€1.591	Nil	N/A	5

**Performance Fee** 20% outperformance of Benchmark + 3%, with a hurdle as per the table above.

**Important Information**

This report is issued monthly by Montanaro Asset Management Limited (MAM), the fund manager, who is Authorised and Regulated in the UK by the Financial Conduct Authority (FCA). It may not be copied or distributed or otherwise made available to any recipient without the express written consent of MAM.

This material constitutes a financial promotion for the purposes of the Financial Services and Markets Act 2000 (the "Act"). The material included in this report has been prepared by MAM and is provided for information purposes only and does not constitute an invitation or offer to subscribe for or purchase shares in the Fund. Such investments can only be made by completing the application forms that accompany the Fund's Prospectus. This report is for Institutional Investors Only; MAM is not authorised to market directly to retail investors. Retail investors should seek independent financial advice before making any investment decisions.

Information and opinions presented in this material have been obtained or derived from sources believed by MAM to be reliable. MAM makes no representation as to their accuracy or completeness.

It is the responsibility of all users of this information to be informed and observe all applicable laws and regulations of any relevant jurisdictions where they reside.