

# FARRINGTON I - FARRINGTON EUROPEAN OPPORTUNITIES

August 2023



## Investment Approach

Farrington European Opportunities is a concentrated long-only fund that solely invests in European companies. We invest in companies that may be growing or declining; capital-intensive or capital-light; making stellar returns or sub-par returns; have good management teams or poor. We are style-agnostic when it comes to characteristics such as these. What matters is that the price we pay is attractive given the riskiness of the stream of future cash flows we expect will be generated by these businesses. It is our firm belief that valuation is the most critical determinant of future returns, it often means that we invest in companies where pessimism is at its highest and the price at its lowest.

## Performance

	F-Shares	A-Shares	MSCI Europe Small Cap TR	Outperformance F-Shares
NAV	102.39	101.26	495.58	
August	-2.2%	-2.3%	-2.9%	+0.7%
2023	+3.1%	+2.6%	6.0%	-2.9%
Since Inception	+2.4%	+1.3%	+1.8%	+0.6%



	2021	2022	2023	2024	2025	2026	2027	2028	2029	2030	2031	2032
Perf. %	+33.5	-25.6										

## Performance Breakdown

Top 3 Contributors			Worst 3 Contributors			Performance Breadth		
1.	Westwing Group	+1.2%	1.	Komplett	-0.8%	1.	Top 3 minus Worst 3 Perf.:	+0.2%
2.	Pendragon	+0.5%	2.	Permanent TSB	-0.6%	2.	# Holdings Positive Perf.:	9
3.	RVRC Holding	+0.3%	3.	ALD	-0.5%	3.	# Holdings Negative Perf.:	21

## Portfolio Construction

Geographical Exposure Top 5			Industry Exposure Top 5			Market Cap Exposure	
1.	United Kingdom:	29%	1.	Internet Retail:	16%	<250M:	19%
2.	Germany:	14%	2.	Food Products:	13%	251M-500M:	36%
3.	Netherlands:	12%	3.	Ground Transportation:	10%	501M-1,000M:	16%
4.	Ireland:	12%	4.	REITs:	8%	1,001M-2,500M:	10%
5.	France:	10%	5.	Financial services:	6%	>2,500M:	16%

Largest 3 positions			Activity		Characteristics	
1.	Westwing Group:	7.0%	Total # of Positions:	29	Median Market Cap (EUR m):	374
2.	Deutsche PBB:	6.4%	Positions Opened:	0	Median P/E 2024:	8.6X
3.	ALD:	6.3%	Positions Closed:	1		

## Key Information

Fund:	Farrington I	Firm AuM:	EUR 211mn	<u>Investment Manager</u>	Farrington Capital Management
Sub-Fund:	Farrington European Opportunities	Strategy AuM:	EUR 13mn		Jan Luijkenstraat 5
Launch Date:	December 31 <sup>st</sup> , 2020	# Units Outstanding:	123,306		1071 CJ Amsterdam
Bloomberg Ticker:	FREOFEA LX	Management & Performance Fee:			The Netherlands
ISIN:	LU2226711914	— F-Class	0.5% & 15%		+ 31 (0)20 7630830
Fund Type:	SICAV II	— A-Class	1.25% & 0%		
		Benchmark:	MSCI Europe Small Cap Index		
		Minimum Investment:	EUR 25,000		<a href="http://www.farringtoncap.com">www.farringtoncap.com</a>
	<a href="http://www.farringtonone.com">www.farringtonone.com</a>				

Management Company	Depository / Transfer Agent	Auditor
Carne Global Fund Managers (Luxembourg) 3, Rue Jean Piret L2350 Luxembourg Luxembourg	Northern Trust 10 Rue du Chateau d'Eau 3364 Leudelange Luxembourg	PricewaterhouseCoopers 2 Rue Gerhard Mercator 2182 Luxembourg Luxembourg

## DISCLAIMER

This Farringdon I - Farringdon European Opportunities ("The Fund") factsheet is neither an offer to sell nor a solicitation of any offer to buy shares in the Fund. Any offering is made only pursuant to the relevant prospectus and KIID, together with the current financial statements of the Fund, and the relevant subscription documents all of which must be read in their entirety. No offer to purchase shares will be made or accepted prior to receipt by the offeree of these documents and the completion of all appropriate documentation. The shares have not and will not be registered for sale, and there will be no public offering of the shares. No offer to sell (or solicitation of an offer to buy) will be made in any jurisdiction in which such offer or solicitation would be unlawful.

The price of shares can go both up and down and can be affected by changes in rates of exchange. Investors in the Fund are reminded that their capital may be at risk and that they may therefore lose some or the entire amount invested in the Fund. Investment in the Fund carries risks which are elaborately described in the prospectus. The Fund is only suitable for investors who are aware of the risks of investing in Funds. The content in this newsletter is not intended to constitute and should not be construed as investment advice. Potential investors in the Fund should seek their own independent financial advice. Farringdon Capital Management "The Manager", the delegated investment manager of Farringdon I, provides neither investment advice nor receives and transmits orders from investors in the Fund. No recommendation is made positive or otherwise regarding individual securities mentioned herein. No representation is given that any statements made in this newsletter are correct or that objectives will be achieved. This newsletter is not a financial promotion and is not intended for public use or distribution. The information contained in this newsletter is strictly confidential and is intended only for use of the individual who requested this report and to whom Farringdon I have provided this report. No part of this report may be divulged to any other person, distributed, resold and/or reproduced without the prior written permission.

Although the information contained in this publication is composed with great care and although the Manager always strive to ensure the accuracy, completeness and correctness of this information, imperfections due to human errors may occur, as a result of which presented data and calculations may vary. Therefore, no rights may be derived from the provided data and calculations. All information is provided "as is" and is subject to change without prior notice. The Manager does not warrant the adequacy, accuracy or completeness of any information and expressly disclaims any liability for errors or omissions therein. The recipients of this publication are responsible for evaluating the accuracy, completeness or usefulness of this information.

We do not integrate sustainability risks in our investment decisions in a structural manner. (A sustainability risk in this context means an environmental, social or governance event or condition that, if it occurs, could cause an actual or a potential material negative impact on the value of an investment.) The reason for this is that the consideration of sustainability risks is not mandated by the investment policies agreed upon with our clients.

In our investment process we do not consider principal adverse impacts of investment decisions on sustainability factors. (Sustainability factor in this context means environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.) This because considering adverse impacts is not mandated by the investment policies agreed with our clients and because in our view it is not possible to establish what such principal adverse impacts might be.

