
ST. PETRI CAPITAL

MONTHLY REPORT

OCTOBER 2021

Comments

St. Petri Capital is a long-short thematic hedge fund. The investment process focuses on structural changes and their implications for companies' cash flows. The fund uses operational investment themes to identify disrupters (long) and disrupted companies (short). The investment process is unchanged since the mid-1990s.

During October, the fund delivered a negative return of -4.67%¹. The fund made a negative contribution of -0.66% on long positions and lost 5.00%² on short positions. The fund has had an average net-long exposure of 12.02%³. The main positive theme contributions came from the Internet of Things theme (0.52%) where the fund had a net-long exposure of 6.34% on average, as well as the Inflation Wave theme (+0.44%) with an average net-long exposure of 14.92%.

The main negative contribution came from short positions within Low Volatility Exuberance (-2.82%) with an average net-short exposure of 34.51%, as well as the Artificial Intelligence theme (-2.66%) with an average net-long exposure of 9.63%.

Our position in Sensyne Health plc (SENS) is a significant contributor to this month's negative return. The stock suffered a significant decline in October driven by investor concerns about delivery of the company's revenue target. After analyst- and management meetings, St. Petri Capital is still convinced about the company's potential and the investment case. Hence, we have utilized the share price decline to increase our position in the stock.

Statistical Summary

Return & Risk Statistics⁴

Return/Risk	ST. PETRI L/S ⁵	INDEX ⁶
Return (October)	-4.67%	4.42%
YTD	1.83%	17.34%
Since inception	94.44%	23.05%
Avg. Yearly Return (since inc.)	29.25%	8.33%
Standard Deviation (annualized)	12.23%	17.29%
VaR 95% (October)	1.2	
Correlation w. Index (since inc.)	0.21	

Fund in numbers

AUM	320 DKKm
Average # of positions	55
Net long (October)	12.02%
Largest sector exposure (long)	Materials (25.71%)
Largest sector exposure (short)	Real Estate (-12.81%)

Thematic Exposure⁷

Long position	weight, %
Inflation Wave	14.92
Sustainability Wave	13.85
Artificial Intelligence	9.63
Short position	
Low Volatility Exuberance	-34.51
Online Retail Transitioning	-4.22
Digital Platform Dominance	-3.55

Thematic contribution⁹

Top contributor	return, %
Internet of Things	0.52
Inflation Wave	0.44
Financial Disintermediation	0.32
Bottom contributor	
Low Volatility Exuberance	-2.82
Artificial Intelligence	-2.60
Green Energy Wave	-1.02

¹ After all costs.

² Before all costs.

³ Short and long positions of 70.51% and 82.53%, respectively.

⁴ All Returns in DKK.

⁵ Returns after all costs.

⁶ Index is Bloomberg European 500.

⁷ Top three net-exposures as per 29 October 2021

⁸ Top and bottom contributors as per 29 October 2021

