

Investment philosophy and process

WEALTH INVEST AKL St. Petri L/S I is a long/short thematic equity fund managed by St. Petri Capital. The investment process is centered on identifying transformative forces of change that will have an impact on sectors and companies' cash flows and reshape economies and industries over the long term. The fund is managed by pioneers of the thematic investment process with an unchanged process since the mid 1990s. The team has specialized in using operational investment themes to identify disrupters and disrupted companies and buying and shorting mispriced companies where fundamental tail- or headwinds have not yet been captured and discovered by the market. The decision-making process is based on bottom-up fundamental analysis of primarily European small/mid-cap stocks, and the process puts emphasis on agility of decisions. This leads to a portfolio of high conviction positions, although maintaining the possibility to adjust and de-risk quickly. St. Petri believes that superior long-term returns comes from differentiating from the crowd, making non-consensus investments by independent thinking and protecting capital by hedging.

Fund facts	Launch	March 15, 2018	Share class currency	DKK
	Legal Structure	Alternative Investment Fund	AUM	EUR 40 mn.
	AIFM	SEBInvest A/S	Distribution policy	Accumulating
	Isin Code	DK0060952836	Read more	stpetricapital.com

Key Points

- St. Petri Capital offers diversification and exposure to absolute returns with low correlation to stock market developments.
- This is achieved by actively managing a portfolio of unique high alpha stock positions with little overlap to indices, combined with strict risk management and an ability to protect the portfolio.
- The fund is managed by the founders of St. Petri Capital, who collectively have 50 years of experience with thematic investing through a disciplined process.
- The founders' significant share of capital in the fund aligns our interests with those of our clients - capital preservation and downside protection is key.

Returns



Returns

	ST. PETRI L/S ¹	INDEX ²
January	0.99	-3.20
YTD	0.99	-3.20
Since inception	90.65	21.45
Total return annualized	17.51	4.98
Winning months (%)	63.83	60.87
Avg. Winning Month	3.58	3.30
Avg. Losing Month	-2.29	-3.58

Risk

	ST. PETRI L/S		INDEX	
	LTM	Since Inception	LTM	Since Inception
Sharpe Ratio	-0.92	7.22	1.34	1.27
Sortino	-0.76	10.13	1.56	1.38
Ann. Std. Dev.		12.58		17.36
Max drawdown	-13.28	-13.28	-5.05	-23.30
Beta	0.26	0.40		
Correlation	0.44	0.23		

Portfolio Allocation

Active share relative to index	81.82
Net long (Jan 22)	14.52%
Avg. number of positions	57 (L/S # 30/27)
Median market cap (long)	EUR 1.5 bn.
Geographic focus	
- long	Western Europe (72.4%) US (0%)
-short	Western Europe (42.5%) US (19.1%)
Largest sector exposure (long)	Materials (27.84%)
Largest sector exposure (short)	Real Estate (-12.87%)

Thematic Exposure

<i>Long</i>	<i>weight</i>
Inflation Wave	20.02
Sustainability Wave	15.06
Digital Experience	6.78
Short	
Low Volatility Exuberance	-25.47
Digital Platform Dominance	-5.85
Distribution to Decline	-4.26

Portfolio Construction

- 5 to 12 Themes with different life cycles
- Gross exposure of 2% to 40% per Theme
- Net exposure of -30% to 30% per Theme
- 50 to 70 positions
- Gross exposure <200% of NAV

1) Net of fees
2) Bloomberg European 500 Index