

Raynar Flagship

Sub Fund of: EFG Silverstone SICAV-RAIF

Factsheet
April 2023

Fund Manager



PORTFOLIO MANAGEMENT

Portfolio Manager: Philip Rodrgis

Managing UK equity strategies since 2006, Philip is a multi award winning manager. Honoured as an all-sector Morningstar 'Outstanding Rising Talent', Philip has been twice named as IW's UK Small Cap Fund Manager of the Year.

First Day of Trading

1 June 2020

Fund AUM

£29.0m

Raynar AUM

£74.3m

Custodian

EFG Bank (Luxembourg) S.A.

AIFM

KB Associates S.A.

Administrator

HSBC France,
Luxembourg Branch

Auditor

BDO Audit S.A. Luxembourg

Fund Objectives

To achieve capital growth over the medium term with an absolute focus on stock selection, unconstrained in its approach to building a high conviction portfolio of attractive risk vs return high conviction investments from across the UK equity market, with a likely predominance of small and micro sized companies. During periods with insufficient opportunities, unallocated capital will be preserved utilising the flexibility to invest in cash, beta hedging instruments and other asset classes.

FOR PROFESSIONAL INVESTORS ONLY

Raynar Flagship Performance



	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Cal Return	Total Return
2020						3.6%	6.5%	7.2%	-3.4%	-0.5%	10.8%	11.7%	40.8%	
2021	1.4%	7.9%	4.8%	6.7%	2.8%	-3.0%	3.1%	2.9%	-7.0%	-0.7%	-7.0%	3.2%	14.7%	
2022	-8.5%	-8.3%	3.5%	-2.6%	-4.7%	-7.5%	3.3%	-2.3%	-3.5%	0.2%	0.1%	-1.7%	-28.4%	
2023	2.8%	0.4%	-3.3%	1.3%									1.1%	16.9%

Past performance is not a reliable indicator of future performance. Chart shows daily net asset values including cumulative dividends declared for Class A Distribution shares in GBP to date net of all fees and costs. Source: Bloomberg

The investment strategies described above are intended only for those persons who may be categorised as professional clients. Nothing herein should be construed as advice. RPM Holdings Limited is an Appointed Representative (FRN: 972964) of Met Facilities LLP which is authorised and regulated by the Financial Conduct Authority (FRN: 587084). Met Facilities LLP is the investment manager of the Fund. KB Associates S.A. is the Alternative Investment Fund Manager (AIFM).

Top Ten Equities	Holding
MaxCyte	4.8%
hVIVO	4.2%
EnerAqua Technologies	3.8%
Just Retirement	3.7%
Burford Capital	3.4%
Capital Drilling	3.1%
CentralNic	3.0%
Bank of Georgia	2.9%
PlayTech	2.9%
Conduit Reinsurance	2.6%

Top Ten Investment Themes	Allocation
Software & Technology	15.4%
Diversified Financial Services	14.5%
Medical Technology & Services	10.4%
Utility Services	9.7%
Metals & Mining	9.4%
Cash	6.6%
Gaming Software & Services	6.1%
Digital Media	5.8%
Component Suppliers	5.4%
Insolvency & Related Services	5.3%

Burford – Too Prudent

Burford Capital has suddenly appeared high up Raynar Flagship’s Top 10. The position was initiated during the fourth quarter of 2022 at an average in-price of 660p and a rapid 58.5% return has been achieved so far.

Burford was amongst the first, and now globally largest, litigation finance providers. Many corporates and individuals suffer injustices, but not all have the financial strength to invest in the considerable legal fees necessary to bring cases through court against well-financed wrong-doers. **Burford** evens the scales by taking a share of the economics of legal cases, bringing its funding and its considerable legal expertise to bear to aid those with strong cases. **Burford** has since developed a fantastic track record, both in terms of selecting cases highly likely to succeed, and in securing very attractive financial returns. The view taken at purchase was that the market was undervaluing the firm’s core case portfolio, even excluding large cases.

Burford’s biggest case – supporting shareholders of Argentinian oil firm YPF who were stripped of their shares in a nationalisation without compensation whilst others were compensated – recently enjoyed a legal judgement in their favour. Whilst never certain, the basic facts of the case strongly leaned towards this outcome, and represented upside optionality. Negative commentary about **Burford** in 2019 pummelled the share price which had stood at 1500p after the firm had sold a portion of this case at high levels. The assertion was that **Burford** was over-inflating case values. Angst reignited when it emerged the regulator was reviewing the firm’s valuation methodology. However, the review concluded that management are considered to have been adopting an *overly prudent* approach – confounding the naysayers – and putting to bed this issue once and for all.

	Raynar Flagship Share Classes		
Contact Details	A Class		B Class
	Inception Date		29th May 2020
			24th August 2020
	Minimum Initial Investment		£200,000
			£5,000,000
	Subscription		Daily, zero fee
			Daily, zero fee
	Redemption		Monthly, zero fee
			Monthly, zero fee
	Redemption Notice**		1 month
			1 month
	Annual Management Charge		1.00%
			0.75%
	Performance Fee		20%
			20%
	Hurdle Rate		5% annualised
			10% annualised
	High Water Mark		Yes – Lifetime
			Yes – Lifetime
	Distribution/Accumulation		Distribution
			Distribution
	ISIN		LU2076760391
			LU2203806885
	Bloomberg Ticker		EFSRFGI LX
			EFSRFBG LX

**Redemptions processed last business day each month – instruction required before 3pm UK time on last business day of the prior month

Investment Themes are categorisations chosen by the portfolio manager which, in their opinion, best describes the predominant driver of the underlying investments. Investments may be re-categorised. *Represents negative cash balance arising from the utilisation of leverage to accommodate periods where there are excess high conviction investment ideas

Information for investors in Switzerland: The Fund mentioned in this marketing material is not approved by FINMA for offering to non-qualified investors in Switzerland and the information presented is only for qualified investors as defined under art. 10 paragraph 3 and 3ter CISA in connection with art. 4 paragraphs 3 to 5 FinSA and art. 5 paragraphs 1 and 4 FinSA. The Representative in Switzerland is CACEIS (Switzerland) SA, Route de Signy 35, CH-1260 Nyon. The Paying Agent in Switzerland is CACEIS Bank, Paris, Nyon Branch / Switzerland, Route de Signy 35, CH-1260 Nyon. The prospectus, the key investor information document, the articles of association and the annual and semi-annual reports of the Fund/s may be obtained, free of charge, at the representative in Switzerland. Past performance is no indication of current or future performance. The performance data do not take account of the commissions and costs incurred on the issue and redemption of units.