

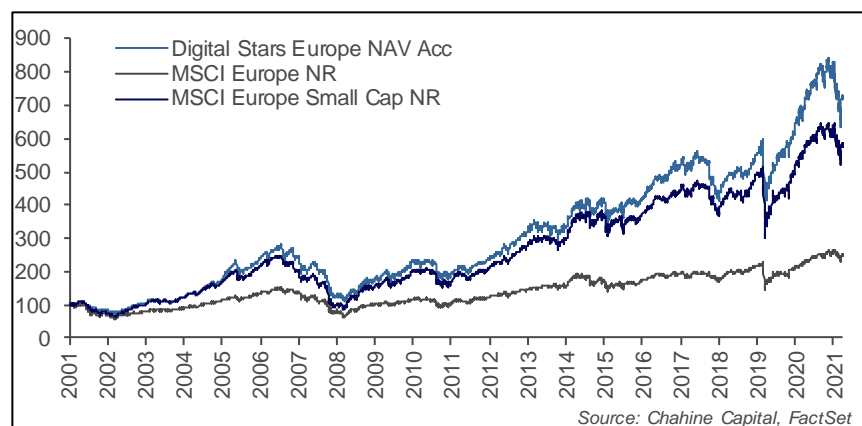


Monthly update

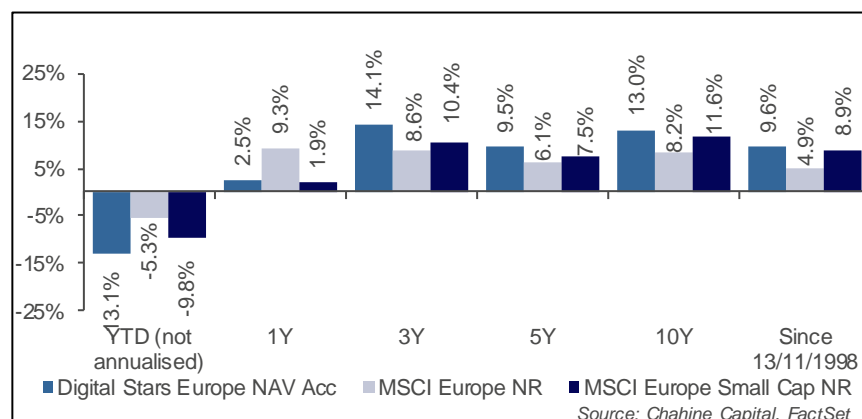
Equity indices rose in March (MSCI Europe NR +0.8%, MSCI USA NR +3.5%), above their pre-Ukraine invasion levels. The YTD drop in equities has been contained (MSCI Europe NR -5.3%, MSCI USA NR -5.3%) and this may seem surprising in a context where inflation is reaching high levels (+5.9% in the Eurozone, +7.9% in the US), and where a violent military conflict is taking place at the doorstep of Europe. However, a fundamental reading of the context justifies the robustness of the equity indices, which have proved to be much more resilient than the bond indices YTD. Global GDP growth should be around +3% according to economists' forecasts, vs. +4% at the beginning of the year. At the same time, 2022 earnings expectations have been steadily revised upwards. In the US, the S&P 500 2022 EPS has been raised by +1.6% YTD, including +1.0% in March. In Europe, the expected 2022 EPS for the STOXX Europe 600 has risen by +7.0% YTD and +1.8% in March. This is due to the excessive conservative stance of analysts at the beginning of the year, but also to the significant increase in expectations in some sectors such as energy, mining and industrials. Earnings growth for 2022 stands at +9.5% on both sides of the Atlantic, and the equity risk premium remains attractive, despite the rate hike observed in March (+6.6% in Europe, vs. 5% historical average).

Although the war in Ukraine led to a violent correction in the equity markets in the first week of March, they then rebounded strongly on hopes of progress in the negotiations and a diplomatic way out. After two negative months, the Digital Stars funds ended the month up and outperformed their benchmarks, driven by the basic materials and energy sectors, which are more present in the portfolio. Growth stocks in technology (especially semiconductors), healthcare and industrials also rebounded, recovering some of the excesses of the market downturn, even as bond yields rose. **The monthly performance of Digital Stars Europe Acc is +2%, compared to +0.8% for the MSCI Europe NR**

COMPARISON WITH MAJOR INDICES (IN EUR)



ANNUALISED RETURNS AS OF 31/03/2022



PROFILE

A diversified portfolio, within the all-cap universe with a purely quantitative management style. The investment universe embraces approximately 1700 stocks originating in the European Union, the United Kingdom, Switzerland and Norway. The minimum capitalisation of the stocks selected is €100m.

The rebalancing carried out in March were again influenced by the conflict in Ukraine. The model has therefore mainly included basic materials and energy stocks and to a lesser extent defensive stocks (food and telecoms). We are selling healthcare stocks, as COVID is no longer a major concern for investors, as well as some financials exposed to the Ukrainian crisis. Digital Stars Europe remains overweight in Industrials, Basic Materials, Technology and Financials. The overweight in Basic Materials increases to 6%. The fund is underweight in Food and Utilities. The UK remains the largest weighting at 15.5%, but has been reduced; ahead of Germany at 14.8% and Sweden, up to 11.7%.

OBJECTIVE

Achieve long-term appreciation of its capital and outperform the broad European markets, through the experienced usage of a sophisticated and proprietary quantitative model to identify the "Stars" performers.

FUND FACTS

Launch: 13.11.1998
Profile: All-Cap
Currency: EUR
Benchmark: MSCI Europe NR
AuM: € 909.0 m
SFDR: Article 8

Share Classes:

Acc:	LU0090784017	BILDSCE LX
Acc1:	LU1731919103	DFSED1E LX
Acc2:	LU2098777084	DIFSE2E LX
GBP:	LU0259627379	DFSEGBP LX
USD:	LU0274905818	DFSEUSD LX
R:	LU0323041763	DFSTARR LX
D:	LU0905713201	DFSTARD LX
D1:	LU1731919525	DFSED1E LX
I:	LU1506569661	DFSTAIE LX
I1:	LU2211665745	DIFSEI1 LX
I USD:	LU2049410926	DIFSEIU LX
P:	LU2005654798	DGSTUEP LX

Mgt. Fees: 1.5%, (R: 2%, P: 2.2%, I/I/I USD/D1/Acc2: 1%, Acc1: 1.25%)

Perf. Fees: 15% of the outperformance vs index (R/P CI : 20%)

Valuation Date: Daily

Cut-off: 3pm, Luxembourg time

TOP HOLDINGS AND BEST CONTRIBUTORS (31/03/2022)

Top positions	Weights	Top contributors	1 Month perf	1 month contribution
MPC Container Ships ASA	1.95%	Hapag-Lloyd AG	17.6%	0.33%
Aker Solutions ASA	1.95%	ASM International N.V.	15.2%	0.28%
ASM International N.V.	1.92%	Tenaris S.A.	19.2%	0.28%
Hapag-Lloyd AG	1.80%	K+S AG	19.7%	0.26%
Tenaris S.A.	1.71%	Eramet SA	26.8%	0.25%

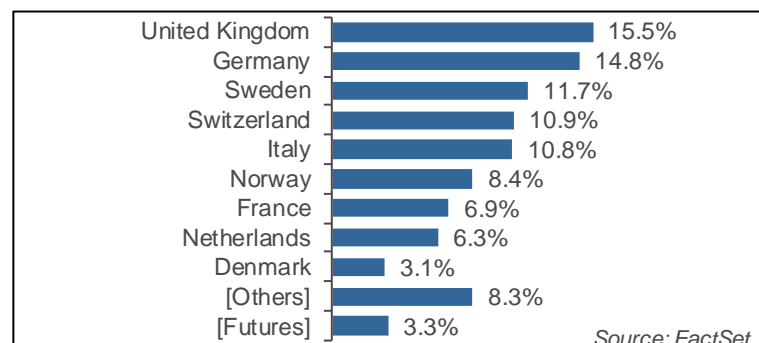
Source: FactSet

PERFORMANCE ATTRIBUTION (EXCL. FEES) -MARCH 2022

From 28/02/2022 to 31/03/2022	Average Weight	Total Return	Contribution To Return
Total	100.0	2.15	2.15
Materials	11.5	9.79	1.12
Energy	4.8	13.66	0.65
Information Technology	12.7	3.27	0.42
Financials	18.7	1.22	0.23
Health Care	10.3	1.13	0.12
Consumer Staples	1.6	7.06	0.11
Industrials	21.9	0.41	0.09
Real Estate	2.1	4.16	0.09
Utilities	2.8	-1.56	-0.04
Consumer Discretionary	7.5	-3.54	-0.27
Communication Services	3.2	-11.15	-0.36
[Futures]	2.9	-0.17	0.00

Source: FactSet

COUNTRY BREAKDOWN (31/03/2022)



Source: FactSet

CALENDAR RETURNS

31/03/2022	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012	Since Inception
Digital Stars Europe NAV Acc	-13.1%	+30.7%	+15.6%	+31.4%	-19.5%	+23.7%	+0.7%	+24.7%	+3.5%	+36.0%	+22.7%	+746.2%
MSCI Europe NR	-5.3%	+25.1%	-3.3%	+26.0%	-10.6%	+10.2%	+2.6%	+8.2%	+6.8%	+19.8%	+17.3%	+207.2%
MSCI Europe Small Cap NR	-9.8%	+23.8%	+4.6%	+31.4%	-15.9%	+19.0%	+0.9%	+23.5%	+6.5%	+33.4%	+27.0%	+634.8%

Inception date: 13/11/1998

Source: Chahine Capital, FactSet

STRUCTURE AND MANAGEMENT

Fund Managers: Julien Bernier
Aymar de Léotoing

Location: Luxembourg

Man. Company: J. Chahine Capital, a Luxembourg-based CSSF-regulated AM Company

Legal form: Sub-Fund of DIGITAL FUNDS, a Luxembourg-based SICAV under Part I of the Luxembourg Law of December 20, 2002.

Custodian: UBS Europe SE (Lux. branch)
Transfer Agent: Northern Trust Global Services
Administration: Northern Trust Global Services
Auditor: PwC Luxembourg

Registration: Austria, Belgium, France, Germany, Italy, Luxembourg, Netherland, Spain, Sweden, Switzerland, UK

KEY FIGURES (31/03/2022)

VNI (Acc):	€ 1,289.94
VNI (Acc1):	€ 138.47
VNI (Acc2):	€ 129.05
VNI (GBP):	£ 462.81
VNI (USD):	\$ 314.33
VNI (R):	€ 263.72
VNI (D):	€ 234.72
VNI (D1):	€ 131.95
VNI (I):	€ 176.39
VNI (I1):	€ 129.43
VNI (I USD):	\$ 154.06
VNI (P):	€ 137.22

Risk statistics	1Y	3Y
Beta vs. Benchmark	1.32	0.98
Volatility	20.9%	21.5%
Sharpe Ratio	0.12	0.66

Source: FactSet

SRRI (Acc Class): 6

Median Market Capitalisation: € 4,183 M
Median % of Market Volume: 31.8%
% Small Caps (< EUR2Bio): 21.3%
% Mid Caps (EUR [2Bio; 5Bio]): 25.9%
% Large Caps (>EUR 5Bio): 52.8%

Find out more about the funds DIGITAL FUNDS on our website.

chahinecapital.com



Important information: Digital Funds Stars Europe is a sub-fund of Digital Funds, a SICAV incorporated under Luxembourg law, authorised in Luxembourg and regulated by the Luxembourg supervisory authority Commission de Surveillance du Secteur Financier (CSSF). The Fund complies with the requirements of the UCITS Directive 2009/65/EC. Investors are invited to carefully read the risk warnings and the regulations set out in the prospectus and/or in any appendices thereto, applicable in the country of distribution, and to seek professional counsel from their financial, legal and tax advisors. Information about DIGITAL FUNDS, its sub-funds and classes, the latest prospectus, annual and semi-annual reports, can be obtained free of charge, in English, French, German and Italian from the Central Administrator, the Custodian Bank or online at www.chahinecapital.com. The Fund's prospectus for Switzerland, the Key Investor information's, constitutive documents and annual and semi-annual financial reports can be obtained free of charge from the Fund representative in Switzerland, Carnegie Fund Services S.A., 11, rue du Général-Dufour, 1204 Genève, Suisse, Tel. +41 22 705 11 77, www.carnegie-fund-services.ch. The paying agent in Switzerland is UBS Switzerland AG, Bahnhofstrasse 45, 8001 Zürich. The Fund's centralizing agent in France is RBC Investors Services France. This document is confidential and is intended only for the use of the person to whom it was delivered; it may not be reproduced or distributed. The present document constitutes neither an offer nor a solicitation to subscribe for shares in the funds in any jurisdiction where such an offer or solicitation would not be authorised, or to any person to whom it would be unlawful to make such an offer or invitation. J.Chahine Capital is authorised in Luxembourg and regulated by the CSSF. The future performance of an investment cannot be deduced from previous market value, i.e. the value of an investment may fall as well as rise. An investment may also lose value due to changes in rates of foreign exchange. J.Chahine Capital cannot guarantee that any capital invested will maintain or increase in value.

The LuxFLAG ESG label for the Digital Stars Europe fund is valid until 31 December 2022.

Investors must not rely on LuxFLAG or the LuxFLAG Label with regard to investor protection issues and LuxFLAG cannot incur any liability related to financial performance or default.