



ZEST MEDITERRANEUS ABSOLUTE VALUE

31 August 2015**Fund Goal and Strategy**

Zest Mediterranean Absolute Value Fund aims to seek a consistent, absolute return while placing emphasis on the preservation of capital in the long term. The Fund long term objective is to outperform European equity markets (as represented by the Euro Stoxx 50 index) by a rigorous stock picking process.

In order to achieve its investment objective, the Fund invests long and short primarily in very liquid European Equities and related instruments with a focus on Italy, Spain, France and Portugal. The pursuit of this objective utilizes fundamental research for stock picking in conjunction with technical analysis and hedging techniques. The average net exposure will vary between 30% and minus 30%..

Features of the Sub Fund

Unit Name	MEDITERRANEUS ABSOLUTE VALUE
Strategy	Long / Short
Domicile	Luxembourg
Auditor	KPMG Audit
Currency	EUR
Inception Date	29.05.2015
AUM Mio.(31.08.2015)	€ 15.32

NAV and Fees (class R)

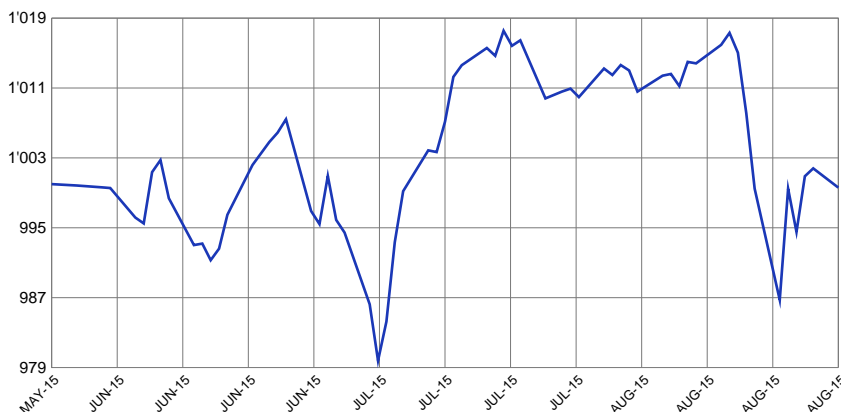
NAV (31.08.2015)	€ 999.60
Maximum Subscription Fee	up to 3.00%
Management Fee	2.00%
ISIN Code	LU1216091931
Bloomberg Code	ZMEDAVR LX
Telekurs Code	27717069
Minimal initial investment	€ 2'500
Next Subscriptions	€ 1'000

NAV and Fees (class I)

NAV (31.08.2015)	€ 1'001.89
Maximum Subscription Fee	up to 0.00%
Management Fee	1.00%
ISIN Code	LU12160912161
Bloomberg Code	ZMEDAVI LX
Telekurs Code	27717070
Minimal Initial Investment	€ 1'000'000
Next Subscriptions	€ 500

Performance Fees

All Classes	20%
High Water Mark	Yes continuous

**MONTHLY COMMENTARY**

We will remember August 2015 for a record weekly volatility excursion in global equities. Equity markets in Europe suffered an aggressive down move with Eurostoxx 50 signing from April peaks to August lows a negative performance of -22.5%. Only in August Eurostoxx 50 registered a negative performance of -9.2%. Outflows from emerging markets accelerated in last month, this created another round of collapse in commodity prices that spilled into a global crisis of confidence. The decision of the PBOC to devalue the Yuan acted as a catalyst for a post bubble Chinese market crash and global market sell off. Our portfolio behaved defensively in a very volatile environment. Since Mediterranean launch May 29th until August end Eurostoxx 50 lost 10.45%, we are flat. Our conviction is that this market turmoil is creating opportunities in European equity market and specifically in Mediterranean area, being those economies less linked than Germany to emerging markets growth and supported from ECB QE. We used this window of opportunity to increase our market exposure. From our meetings with companies it emerges that European domestic economy is gradually recovering with clear signs of improvement. We will continue to act defensively but ready to take opportunities that will arise

Fund Facts

Frequency of NAV:	daily
Liquidity:	daily
NAV Publication:	www.zest-management.com www.funds.degroof.lu

FUND	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	YTD
2015					0.00	-0.46	1.46	-1.03					-0.04

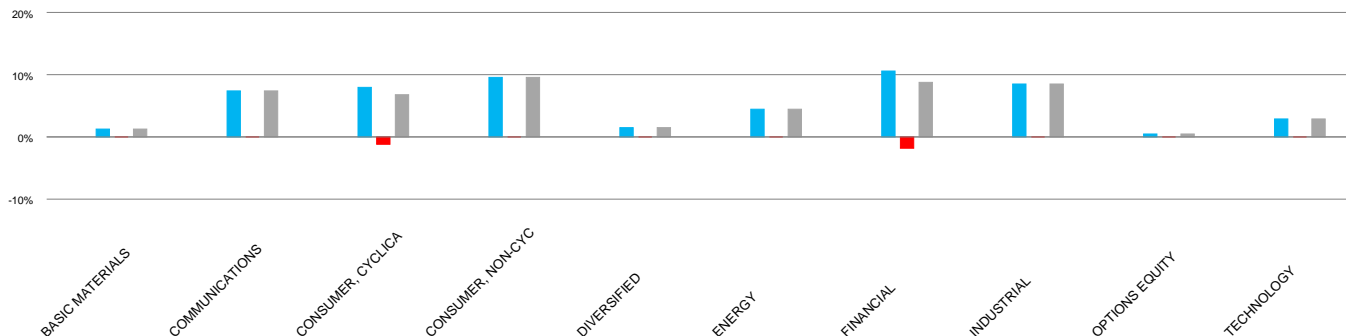
Data pro forma Class R - Above performances are gross of any fiscal effect and based on the NAV of the last Tuesday of the month and on 31/12



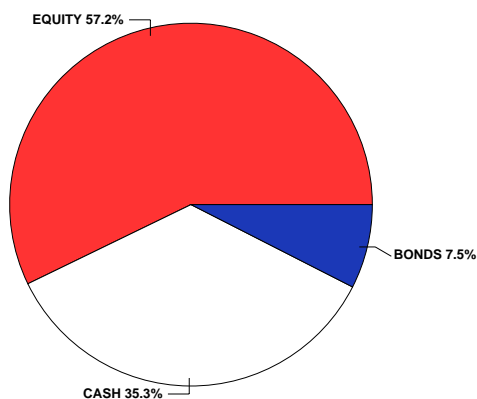
EQUITY EXPOSURE BY SECTOR

Gross Exposure 64% - Net Exposure 58%

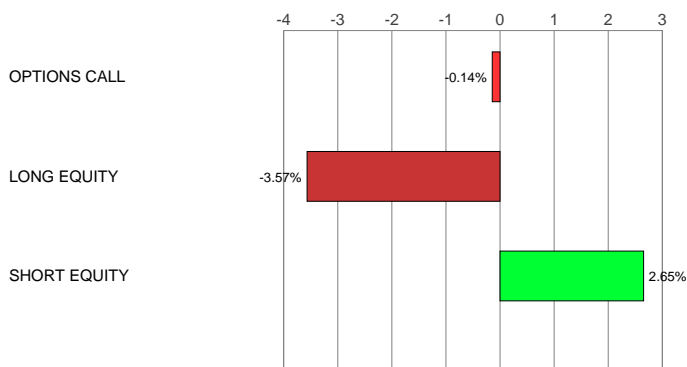
Long Exposure Short Exposure Net Exposure



ASSET ALLOCATION



PERFORMANCE CONTRIBUTION (%) FROM 01.08.2015 TO 31.08.2015



TOP 5 LONG POSITIONS

BUONI ORDINARI DEL TES ZC 0% 31.12.15 - EUR	7.5%
POSTNL NV - EUR	2.4%
BOLSAS Y MERCADOS ESPANOLAS - EUR	2.3%
ABERTIS INFRAESTRUCTURAS SA - EUR	1.9%
ERG SPA - EUR	1.9%

TOP 5 SHORT POSITIONS

DEUTSCHE BOERSE AG (cfd) - EUR	-1.8%
LUXOTTICA GROUP SPA (cfd) - EUR	-1.2%

STATISTICS

ANNUALIZED STANDARD DEVIATION (volatility)	3.2
MONTHLY SKEWNESS	-0.2
MONTHLY EXCESS KURTOSIS	1.2
SHARPE RATIO (1 month Euribor)	-0.0
MONTHLY MAXIMUM DRAWDOWN	-1.0
MONTHLY VaR 99% ex post	2.3
MONTHLY VaR 99% ex ante	3.3
ANNUALIZED EXPECTED VOLATILITY	4.9
EXPECTED SHORTFALL	4.4

*VaR (Value at Risk)

VaR is a statistical measure derived from the volatility of the time series of returns of various asset classes. **Monthly VaR 99% = 5** means that the fund can only be invested in instruments with volatility and correlation such as at any time it cannot be expected statistically and under normal market conditions to underperform the target of more than 5% in the following month with a 99% probability.

Asset allocation and fx exposure are relative to the date of publishing the fact sheet and they are only spot information. Portfolio VaR is computed on the basis of the above allocation together with the statistical features of the selected investment tools.

Before investing please read the KIID.

Past performance is not a guarantee of future results. This document does not constitute an offer to sell or a solicitation of an offer to buy any securities.

RISK AND REWARD PROFILE

1	2	3	4	5	6	7
Lower potential risk/reward			Not risk-free.			Higher potential risk/reward

ZEST ASSET MANAGEMENT INFORMATION

Management Company	Degroof Gestion Institutionelle Lux
Investment Manager	Zest S.A.
Investment Manager	Zest S.A.
Fund Manager	Gianrito Nicodemo
Custodian Bank	Banque Degroof Luxembourg
Platforms	Allfunds
Website	www.zest-management.com
Email	info@zest-funds.com