

VARENNE VALEUR A-EUR

MONTHLY REPORT (A-EUR) - 31 JULY 2023



Classification
SFDR: Article 8

Morningstar Rating™
★★★★★

NAV per share 375.92 €
Net Assets 1 461.69 M€

* Risk scale ranging from 1 (lowest risk) to 7 (highest risk); the risk level of 1 does not mean an investment with no risk. This indicator could evolve over time. The important risks not properly taken into consideration by the rating are mentioned in the Important Information section below. The risk indicator assumes you keep the product for 5 years where the risk is considered to be significantly higher if the holding period is different. The actual risk can vary significantly if you cash in at an early stage and you may get back less.

VARENNE VALEUR seeks to achieve a return that is decorrelated from the indices over the medium term by applying a discretionary investment strategy. The fund's assets may be invested in equities and other securities giving access to capital, as well as in bonds and any other negotiable debt security, including government securities, as well as in financial contracts (e.g. foreign exchange, interest rates, equities, indices) traded on regulated or over-the-counter markets, for the purpose of hedging and/or exposure. The fund is actively managed, the type of management implemented makes it impossible to compare with a benchmark.

This document is a marketing communication and is provided for informational purposes only. Please refer to the Funds' Prospectus and to the Key Information Document (KID) before making any final investment decision. **Past performance does not predict future returns.**

PERFORMANCES

	CUMULATIVE						ANNUALIZED
	Year to Date	1 year	3 years	5 years	10 years	Since Inception	Since Inception
VARENNE VALEUR	5.11%	-1.96%	20.07%	20.58%	76.45%	275.92%	6.67%

ANNUALIZED VOLATILITY

	1 year	3 years	5 years	10 years	Since Inception
VARENNE VALEUR	10.09%	11.28%	10.83%	9.66%	11.30%

MONTHLY NET RETURNS

Years	January	February	March	April	May	June	July	August	September	October	November	December	Yearly Perf.
2023	6.68%	1.85%	-2.27%	-0.19%	-3.25%	0.80%	1.69%						
2022	-6.23%	-3.06%	0.23%	-1.24%	-2.85%	-1.98%	4.67%	-2.99%	-3.36%	-0.66%	3.34%	-3.07%	-16.34%
2021	-1.86%	5.69%	3.12%	1.60%	2.82%	0.25%	1.15%	0.54%	-1.24%	4.52%	-0.42%	2.11%	19.55%
2020	0.49%	-2.42%	-4.89%	3.39%	2.09%	-0.64%	-1.04%	3.04%	0.05%	-0.15%	8.66%	2.12%	10.55%
2019	4.36%	0.96%	1.13%	1.65%	-2.09%	2.35%	1.00%	-1.22%	-0.29%	-0.70%	2.23%	0.87%	10.56%
2018	0.93%	-1.89%	-0.90%	2.22%	1.37%	-0.30%	1.51%	1.80%	0.05%	-2.87%	-1.05%	-4.14%	-3.42%
2017	-0.21%	1.61%	1.88%	1.68%	0.06%	-0.88%	-0.92%	-1.05%	1.65%	-0.17%	0.89%	0.45%	5.01%
2016	-2.02%	0.49%	-0.18%	0.31%	-0.70%	-0.13%	2.83%	-0.77%	-0.48%	-0.97%	1.26%	1.56%	1.11%
2015	6.36%	3.38%	2.13%	4.54%	0.40%	-1.07%	1.35%	-2.68%	0.48%	3.30%	-1.63%	-1.59%	15.55%
2014	1.04%	4.56%	-0.85%	-0.28%	0.58%	-1.03%	-4.88%	1.29%	0.92%	0.85%	3.11%	0.25%	5.40%
2013	3.82%	-0.48%	-1.03%	2.07%	3.59%	-3.35%	4.96%	0.04%	4.04%	4.46%	0.32%	0.80%	20.60%
2012	8.55%	3.07%	1.57%	-4.02%	-3.10%	0.31%	1.25%	1.51%	-0.88%	1.22%	2.59%	3.52%	16.10%
2011	0.95%	0.19%	-0.70%	4.28%	1.00%	-0.10%	-1.95%	-7.54%	0.57%	3.39%	-2.79%	-2.31%	-5.42%
2010	0.69%	-0.52%	6.91%	1.75%	-1.20%	-0.94%	0.73%	0.42%	5.73%	0.47%	-0.69%	1.95%	16.01%
2009	-0.94%	-3.96%	0.10%	9.23%	3.77%	2.54%	2.79%	3.37%	3.21%	0.45%	-1.02%	3.74%	25.20%
2008	-9.87%	3.04%	-0.38%	8.73%	-1.83%	-8.31%	-1.45%	0.59%	-8.19%	-11.72%	-0.31%	-2.30%	-29.15%
2007	1.62%	-0.45%	1.75%	1.35%	1.16%	-0.81%	0.26%	-0.46%	0.94%	0.09%	-0.69%	-1.53%	3.20%
2006	0.76%	1.57%	2.20%	1.36%	-0.25%	0.11%	0.05%	1.06%	1.17%	1.61%	0.32%	1.28%	11.82%
2005	4.09%	-0.02%	-1.17%	-1.29%	1.53%	-0.12%	4.31%	-1.42%	1.75%	-2.69%	0.24%	1.84%	7.00%
2004	1.95%	1.95%	-0.27%	-0.05%	-0.31%	1.33%	0.29%	-0.11%	1.04%	0.71%	1.51%	1.62%	10.07%
2003		7.23%	-1.74%	2.93%	2.38%	4.50%	1.17%	3.70%	0.66%	1.09%	0.59%	1.49%	26.46%

Data calculated by Varenne Capital Partners. Inception date is as of 31/01/2003. Returns are presented net of fees.

Varenne Valeur, a sub-fund of the SICAV Varenne UCITS, was created on 25/04/2022 by the merger-absorption of the French FCP Varenne Valeur, with a ratio of 1 to 1. The data presented before 25/04/2022 relates to the French fund and are presented for informational purposes. Please note that the investment policy and the composition of the Sub-Fund's portfolio do not differ materially from those of the French fund.

IMPORTANT INFORMATION

The value of the investment as well as its performance may vary. The initial investment cannot be guaranteed and is subject to specific risks, notably the risk of discretionary management, equity risk, liquidity risk, credit risk, counterparty risk, sustainability risk in addition to the **risk of capital loss** and market risk. A more complete description of risks is available in the Fund's Prospectus.

Please note that if the currency of the Fund/Share Class is different from the investor' local currency, fluctuations in the exchange rate between the two currencies will have an impact on gains or losses generated by the Fund or the share class (upwards or downwards).

Credit Risk: a case of default or downgrade in the quality of an issuer, for example the downgrade in the credit score of an issuer by credit rating agencies can reduce the value of the issuer's bonds that could be in the portfolio.

Counterparty Risk: the probability that the other party may not fulfill its part of the deal and may default on the contractual obligations towards the fund.

Liquidity Risk: While financial instruments traded in the portfolio are by nature very liquid, there are possible risks where their liquidity is reduced up to a point where it could impact the overall liquidity of the fund. The occurrence of any of those risks could have a negative impact on the net asset value of the fund.

VARENNE VALEUR A-EUR

MONTHLY REPORT (A-EUR) - 31 JULY 2023

EXPOSURE BY MARKET CAPITALIZATION⁽¹⁾

Delta Adjusted Exposure_{EM}>

	Gross	Base 100
More than € 10 billion	23.10%	51.68%
From € 5 billion to 10 billion	19.46%	43.54%
From € 2 billion to 5 billion	1.00%	2.24%
Less than € 2 billion	1.14%	2.54%
Total	44.70%	100%

GEOGRAPHIC BREAKDOWN⁽¹⁾

Delta Adjusted Exposure

	Gross	Base 100
Europe	40.66%	90.97%
North America	4.04%	9.03%
Others	0.00%	0.00%
Total	44.70%	100%

TOP HOLDINGS⁽¹⁾

Delta Adjusted Exposure

PANDORA	Denmark	6.00%
ESSILORLUXOTTICA	France	5.62%
JD SPORTS	United Kingdom	5.51%
LVMH	France	4.55%
SAFRAN	France	4.47%

TOP 10 SUB-INDUSTRY⁽¹⁾

Delta Adjusted Exposure

	Gross	Base 100
Apparel, Accessories & Luxury Goods	21.42%	47.93%
Specialty Stores	5.51%	12.32%
Packaged Foods & Meats	4.85%	10.86%
Aerospace & Defense	4.47%	10.00%
Restaurants	4.04%	9.03%
Airlines	3.27%	7.32%
Technology Distributors	1.14%	2.54%

CURRENCY EXPOSURE⁽²⁾

Delta Adjusted

In %	EUR	USD	CHF	GBP
Exposure	25.94	19.67	4.10	5.83
Adjusted Exposure	35.88	22.01	4.10	3.40
Hedging	-6.06	21.68	-0.09	3.47
Net Exposure ⁽³⁾	41.94	0.33	4.19	-0.07

N° OF LINES, MONTHLY CONTRIBUTION & EXPOSURES PER FRAMEWORK

	Lines	Monthly Contribution	Gross Exposure Delta Adjusted	Gross Exposure Notional
Long Equity	20	2.34%	55.41%	100.14%
Short Equity	2	-0.74%	2.96%	2.96%
Merger Arbitrage	9	0.34%	12.95%	12.95%
Tail Risk Hedging	4	-0.23%	-	33.74%

MONTHLY CONTRIBUTORS⁽⁴⁾

PANDORA	Long Equity	0.63%
SALMAR	Long Equity	0.46%
JD SPORTS	Long Equity	0.42%
ACTIVISION BLIZZARD	Merger Arbitrage	0.42%
GTT	Long Equity	0.38%

MONTHLY DETRACTORS⁽⁴⁾

RYANAIR	Long Equity	-0.31%
PUT SPREAD €STOXX50	Tail Risk Hedging	-0.19%
HORIZON THERAPEUTICS	Merger Arbitrage	-0.10%
LVMH	Long Equity	-0.10%
SESA	Long Equity	-0.08%

Source: Varenne Capital Partners

⁽¹⁾ Data shown for the Enterprise Picking component of the Long Equity Framework

⁽²⁾ Only currencies with an Adjusted Exposure > 0.30% are displayed

⁽³⁾ Net Exposure = Adjusted Exposure - Hedging

⁽⁴⁾ The data on the main contributors is provided for information purposes only, is subject to change and constitutes neither a recommendation to buy nor a recommendation to sell the securities displayed. The performance contribution figures do not take into account fees such as the fund management fees. Newly established positions will only be included in the reporting after a period of six weeks.

VARENNE VALEUR A-EUR

MONTHLY REPORT (A-EUR) - 31 JULY 2023

TERMS AND CONDITIONS

Fund Status	Sub-fund of the SICAV VARENNE - UCITS	Investment Manager	Varenne Capital Partners
Distribution Policy	Accumulation	Fund Domicile	Luxembourg
Benchmark	None	Custodian	CACEIS Bank, Luxembourg Branch
Initial NAV****	100 €	End of Year	Last trading day of December
NAV Frequency	Daily	Subscribers Concerned	All subscribers
Investment Horizon	5 years	Subscriptions/Redemptions	Daily before 11am
Currency	Euro	Subscription Fee	Up to 2%, fully paid to distributors when applicable
Fund Inception Date ⁽¹⁾	31/01/2003	Redemption Fee	None
Inception ⁽¹⁾	31/01/2003	Minimum Initial Subscription	1 share
Lifetime of the Fund	Unlimited	NAV Distribution	www.fundinfo.com
19bis Withholding Tax on Capital Gains	30%	Financial Services Provider	CACEIS Bank, Belgium Branch
Fund Management Approval	AMF GP-0600004	Ongoing Charges (inc Management Fee)	1.794% of Net Assets
ISIN code	LU2358392376	Performance Fee ⁽²⁾	Maximum 14.95% of the fund's performance in excess of the annual rolling one-year average of the capitalized CNO TEC5 + 300 basis points
Tax on Stock Exchange Transactions (TOB on Exit)	1.32% (max €4,000)	Bloomberg Ticker	VAVALAE LX Equity

⁽¹⁾ Varenne Valeur, sub-fund of the SICAV Varenne UCITS, was created on 25th April 2022 via the merger of the French fund Varenne Valeur, with a 1:1 ratio. The French fund was launched on 31 January 2003.

⁽²⁾ In the interest of its shareholders, the relevant threshold for calculating performance fees for this share class in 2023 will be the maximum of CNO TEC5 + 300 basis points and 3.20%.

DEFINITIONS

DEFINITIONS OF THE STRATEGIES

Long Equity: This framework is the core of the strategy, and its *Enterprise Picking* component is always a part of the Fund. It corresponds to the individual selection of companies of the utmost quality, which also have a significant discount compared to our intrinsic value estimates. Each of the positions in the *Enterprise Picking* component is based on a strong thesis rooted on deep and rigorous proprietary research. Under specific conditions, the individual companies selected can be complemented or optimized with proprietary baskets, where each of the constituents is duly selected by our teams. Adding these diversified baskets looks to improve the risk/return profile of the portfolio by adding another type of directional exposure.

Short Equity: This framework aims to identify companies that will face a capital event, i.e., recapitalizations, restructurings, or bankruptcies, within 18 to 24 months. This allows to find Short Equity positions that have a much lower correlation to traditional markets. According to the same principle as for the Equity-Long strategy, it is possible to use proprietary baskets, each of whose components has been duly selected by our teams. Each basket looks to improve the risk/return profile of the portfolio and is based on individual selections, and can also depend on the macroeconomic and/or market environment.

Merger Arbitrage: Positions taken in stocks undergoing announced and friendly mergers, acquisitions and capital restructurings, which aims to reduce the correlation of the portfolio to the market indexes and potentially offer additional performance, especially during falling markets. With the use of a dedicated IT system, the team detects, in real time over a global universe, all new announced deals. They will then focus exclusively on those deals that offer the most favourable risk/return profile, as evaluated by the team.

Tail Risk Hedging: The Investment Manager uses instruments which have an asymmetric profile, like options, to improve the risk/return profile of the portfolio in the event of a major economic or financial crisis. Tail Risk Hedging strategies are useful in a negative economic scenarios without having to reduce the rest of the portfolio's exposure levels to the markets.

GLOSSARY

CNO TEC5: The Index is the actuarial rate of return on a fictitious Treasury security with a life of 5 years at each point in time, which is a constant equivalent rate of 5-year French government bonds. Further information on the Benchmark Index is available on the following website: <https://www.banque-france.fr/>. The index is used as a backward-looking performance indicator for an investment over the recommended 5-year period.

Delta Adjusted: For any optional instrument, the "Delta Adjusted" exposure is equal to the exposure corresponding to the equivalent quantity of securities. For any non-optional instrument, this exposure is equal to the notional value.

Long Position: Represents any security to which the fund is exposed directly or via derivatives where expected gains are positively correlated with the increase in its price.

Short Position: Represents any security to which the fund is exposed via derivatives where expected gains are positively correlated with the decline in its price.

Volatility: The volatility of a security is reflected in the deviation of the returns to their average and makes it possible to assess the variations with which these returns have been obtained.

Currency Exposure - Adjusted Exposure: In the "Long Equity" pocket, Varenne's analysts consider the cash flows of companies to determine their actual exposure to the various currencies and thus determine, if necessary, the hedges deemed appropriate. This approach may not necessarily consider the currency in which a company's share price is denominated.

For the "Merger Arbitrage" strategy and the "Short Equity" strategy, positions are fully hedged according to the currency of denomination.

VARENNE VALEUR A-EUR

MONTHLY REPORT (A-EUR) - 31 JULY 2023

LEGAL NOTICES-WARNING

This document was prepared by Varenne Capital Partners. The information provided may be subject to constant change and fluctuation and may be modified at any time without prior notice. It does not constitute, in whole or in part, an investment advisory service, nor does it constitute an offer, a personalized recommendation or a solicitation with a view to the subscription or redemption of units, shares or other interests in the investment products presented. This document may not be reproduced, disseminated or communicated, in whole or in part, without prior authorization from the management company.

The previous performance scenarios available in the KID are updated on a monthly basis and can be found at www.varennecapital.com

The past performance of the Sub-fund over the last 10 years can be found at www.varennecapital.com

Access to the products and services presented may be subject to restrictions for certain persons or countries. The tax treatment depends on the situation of each individual. The KID and the prospectus must be given to the subscriber prior to each subscription. For full information on the strategic orientations and all fees, please read the prospectus, the KID and other regulatory information available www.varennecapital.com or free of charge on request at the management company's headquarters.

The prospectus is available in French and English. The KID is available in English, French, German, Spanish, Dutch and Swedish on the website www.varennecapital.com.

A summary of investor rights is also available [Here](#).

Cessation of marketing within EU Member States: Investors' attention is drawn to the fact that Varenne Capital Partners may decide to terminate the marketing agreements concerning the distribution of its collective investment schemes as part of the EU denomination process. Nevertheless, the possibility of ceasing to market UCITS or AIF funds in a particular Member State will not entail any cost for Investors, nor will it limit their rights to receive accurate information on the continued operation of these funds.

For investors based in Belgium: The Key Information Document (KID), the prospectus, the annual report and the semi-annual report as well as the NAV are available in French language free of charge on the website www.fundinfo.com or at the financial service of CACEIS Belgium SA/NV, avenue du Port / Havenlaan 86C b 320, B-1000 Bruxelles, who can also be contacted in case of complaints. Complaints can also be filed with the Financial Conflict Ombudsman (Ombudsfin), North Gate II, Avenue Roi Albert II, 8, 1000 Brussels, tel: +32 2 545 77 70, fax: +32 2 545 77 79, E-mail: ombudsman@ombudsfin.be in writing or via an online form available on www.ombudsfin.be/fr/individuals/introduce-a-complaint/.

MORNINGSTAR METHODOLOGY:

Morningstar Category Allocation EUR Flexible - International © 2021 Morningstar Inc. All rights reserved. The information contained herein: (1) is proprietary to Morningstar and/or its content providers; (2) may not be copied or distributed; and (3) is not warranted to be accurate, complete, or timely. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this information. Past performance is no guarantee of future results. For additional information, please visit www.morningstar.co.uk. For additional information of the rating methodology, please visit the Morningstar methodology page: www.morningstar.com/content/dam/marketing/shared/research/methodology/771945_Morningstar_Rating_for_Funds_Methodology.pdf

VARENNE CAPITAL PARTNERS

French joint stock company – Registered with the Trade and Companies Register of Paris under number B 445 000 136
42, avenue Montaigne – 75008 PARIS – Tél.: +33 (0) 1 70 38 81 22
mail : contact@varennecapital.com / www.varennecapital.com