

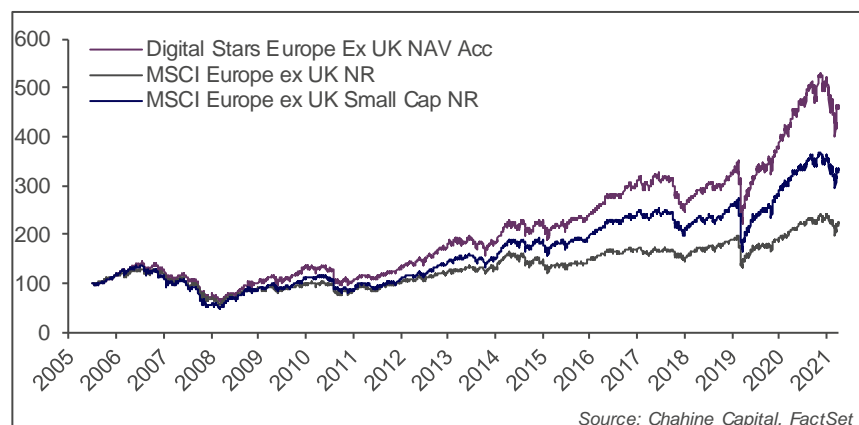


Monthly update

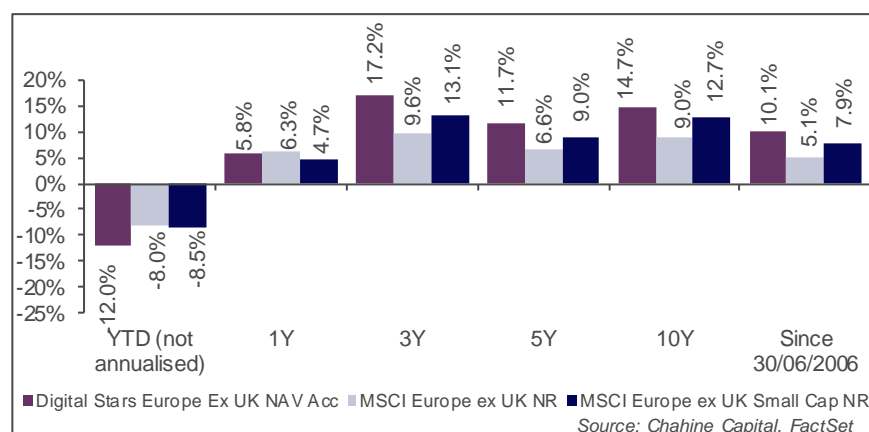
Equity indices rose in March (MSCI Europe NR +0.8%, MSCI USA NR +3.5%), above their pre-Ukraine invasion levels. The YTD drop in equities has been contained (MSCI Europe NR -5.3%, MSCI USA NR -5.3%) and this may seem surprising in a context where inflation is reaching high levels (+5.9% in the Eurozone, +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. **Digital Stars Europe Ex-UK Acc ended March at +2.7% compared to +0.8% for the MSCI Europe ex UK 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 1300 stocks originating in the European Union (United Kingdom excluded), Switzerland and Norway. The minimum capitalisation of the stock 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 Ex-UK remains overweight in Basic Materials, industrials Technology and Energy. The overweight in Basic Materials increases to 8.4%. The fund is underweight in Food, Healthcare and Utilities. Germany is the largest country weight at 17.3%, followed by Sweden at 14.3%.

OBJECTIVE

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

FUND FACTS

Launch: 30.06.2006
Profile: All-Cap
Currency: EUR
Benchmark: MSCI Europe ex UK NR
AuM: € 582.1 m
Eligible to the French PEA
SFDR: Article 8

Share Classes:

Acc:	LU0259626645	DFXUKAC LX
Acc1:	LU1731919871	DFXUA1E LX
Acc2:	LU1731919954	DFSEI1E LX
GBP:	LU0259626991	DFXUKGB LX
R:	LU0323041847	DISEEDF LX
D:	LU2133218540	DISEEDL LX
DI:	LU2376120270	DISEEAA LX
I:	LU0997310957	DFXUKIA LX
I2:	LU2356426036	DISEEIE LX
I USD H:	LU2354266509	DISEEDA LX
P:	LU2005655092	DGSEXUP LX

Mgt. Fees: 1.5%, (P: 2.2%, Acc1: 1.25%
R: 2%, I,DI: max 1%
Acc2,I2, I USD H : 1%)

Perf. Fees: 15% (P,R: 20%) of the
surperformance vs index

Valorisation: 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
Eramet SA	2.91%	Eramet SA	26.8%	0.70%
Hapag-Lloyd AG	2.33%	Hapag-Lloyd AG	17.6%	0.43%
ASM International N.V.	2.19%	ASM International N.V.	15.2%	0.32%
Aker Solutions ASA	2.03%	K+S AG	19.7%	0.23%
MPC Container Ships ASA	1.83%	Aker Solutions ASA	11.3%	0.23%

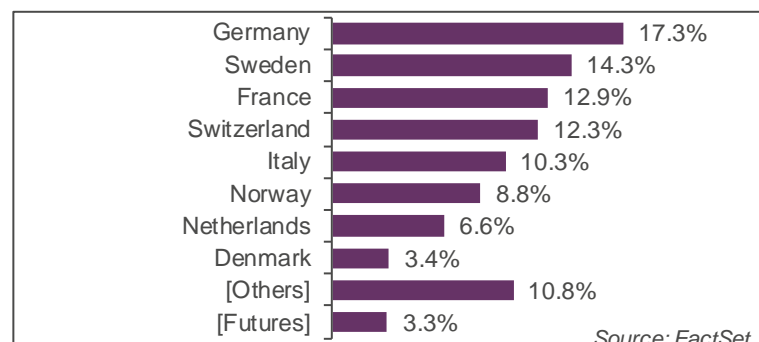
Source: FactSet

PERFORMANCE ATTRIBUTION (EXCL. FEES) - MARCH 2022

From 28/02/2022 to 31/03/2022	Average Weight	Total Return	Contribution To Return
Total	100.0%	2.9%	2.9%
Materials	12.9%	8.8%	1.17%
Industrials	22.7%	2.7%	0.60%
Energy	5.2%	10.1%	0.49%
Information Technology	14.8%	3.3%	0.45%
Health Care	9.7%	2.6%	0.18%
Consumer Staples	1.3%	9.8%	0.14%
Financials	18.1%	0.9%	0.08%
Real Estate	2.6%	2.0%	0.07%
[Futures]	2.8%	-0.4%	0.04%
Utilities	1.3%	-1.0%	-0.02%
Communication Services	1.7%	-4.6%	-0.07%
Consumer Discretionary	7.0%	-2.0%	-0.21%

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 Ex UK NAV Acc	-12.0%	+33.9%	+20.2%	+30.1%	-17.2%	+25.0%	+5.0%	+24.7%	+3.6%	+37.1%	+22.4%	+357.7%
MSCI Europe ex UK NR	-8.0%	+24.4%	+1.7%	+27.1%	-10.9%	+11.4%	+2.4%	+10.7%	+6.4%	+22.1%	+19.4%	+120.2%
MSCI Europe ex UK Small Cap NR	-8.5%	+24.6%	+11.7%	+28.5%	-15.8%	+20.3%	+5.5%	+25.0%	+5.9%	+33.5%	+22.8%	+230.1%

Inception date : 30/06/2006

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 Asset Management 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, Netherlands, Spain, Sweden, Switzerland, United Kingdom

KEY FIGURES (31/03/2022)

VNI (Acc):	€ 457.70
VNI (Acc1):	€ 151.83
VNI (Acc2):	€ 154.70
VNI (GBP):	£ 557.09
VNI (R):	€ 96.50
VNI (D):	€ 175.79
VNI (DI):	€ 89.69
VNI (I):	€ 285.53
VNI (I2):	€ 96.93
VNI (I USD H):	\$ 97.99
VNI (P):	€ 145.65

Risk statistics	1Y	3Y
Beta vs. Benchmark	1.26	1.02
Volatility	21.9%	21.5%
Sharpe Ratio	0.26	0.80

Source: FactSet

SRRI (Acc Share): 6

Median Market Capitalisation: € 4,097 M
 Median % of Market Volume: 30.6%
 % Small Caps (< EUR2Bio): 21.1%
 % Mid Caps (EUR [2Bio; 5Bio]): 28.2%
 % Large Caps (>EUR 5Bio): 50.7%

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

chahinecapital.com



Important information: Digital Funds Stars Europe Ex-UK 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.