



Disruption Fund

Capturing the full innovation cycle

October
2021

Disruption Fund is a **multi-cap fund** investing in global equities focusing on **high growth disruptive** businesses in technology, healthcare, renewable energy and consumer sectors.

Our **unique VC-derived** approach identifies disruption themes early, with a focus on tipping points in adoption and growth acceleration.

Disruption Fund is actively managed with a priority for speed and nimbleness, and mindful of volatility. The fund targets a **20% compound return**, long-only, unlevered, with a **five-year horizon**.

COMMENTS FROM THE PORTFOLIO MANAGER

Halloween is in the air, literally, on the flight path from Rome to Glasgow to Vienna. It's all about the costume. Fashion conscious at the G20, Extinction Rebellion outfits for COP26; snake oil and wildcatting boots at OPEC headquarters. Three parties, three outfits, one crowd. Are commodity prices rising or falling? Are we overheating or fast cooling? Expansion, recession, stagflation? All of the above.

The demand side is booming with full employment and record savings. There are no inventories of anything. No cars, no homes, no building supplies, no computers, and evidently, no natural gas. Production confusion and panic buying. Energy markets, the supply chain mayhem and China's property market implosion are far worse than expected. The stagflation narrative is taking hold. We see Clean Tech as the collateral beneficiary of both decarbonization and China's common prosperity policy. At the same time, the biggest macro risk is in China, on the edge of recession. We expect this risk to keep a lid on central bank tapering at the Fed and ECB.

The October equity earnings season was mixed, with significant cost inflation across the board. Production cuts abound, and pricing power is high, especially in durable goods like Automobiles. Ad budgets and e-commerce spending are weakening, affecting some of our Mediatech names (Snap, Twilio), as well as payment focused Fintechs (PayPal, Wise). We anticipate a capex intensive 2022 across Clean Tech, Cloud related Software and Semis, while reducing consumer exposure. With Tesla Model 3 being the best selling car in Europe in Sept, all power trains combined, the clean tech revolution is on, and we have made it our largest sector at 25%, helping us capture the performance of Tesla, Enphase, Alfen, Stem and Plug Power. Fintech is our second biggest at 20%, boosted by crypto exposure with Ether and Bitcoin ETNs, and Coinbase replacing Robinhood before their disappointing earnings. Semis are the new oil, ranking third in the fund at 12%, with ASML, AMD, Nvidia and Soitec leading. Biotech is 7.5%, having sold both Moderna and BioNTech. Our top Oct performers were Ethereum, Stratasys, Enphase, Tesla and Coinbase; worst were Wise, Snap, Global-e, Crispr Therapeutics and Kahoot.

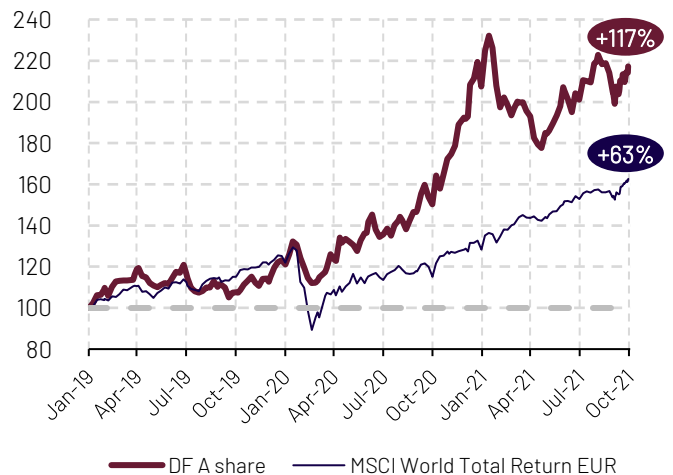
Data as of October 29th, 2021.

Performance data shown represents past performance and is no guarantee of, and not necessarily indicative of, future results. Performance target is based on market assumptions taken by the fund management company and under no circumstances constitute a promise of return or performance. The risks, fees and recommended investment period for Disruption Fund are detailed in the KIID (key investor information documents) and prospectus available on this website. The KIID must be made available to the investor prior to subscription.

PERFORMANCE

	Since Inception	YTD	Month Oct
Disruption Fund (A)	+117%	+13.2%	+6.56%
MSCI World TR EUR	+63%	+26.3%	+5.82%

Disruption Fund performance since January 31st, 2019
(starting date of new investment strategy)
Data as of October 29th, 2021



TOP 20 HOLDINGS*

ASML Holding NV	3.24%	Alfen Beheer BV	2.74%
Alphabet Inc	3.20%	Square Inc	2.62%
NIO Inc	3.20%	Vaneck Vectors Ethereum	2.62%
Enphase Energy Inc	3.13%	Stem Inc	2.56%
NVIDIA Corp	3.13%	Wise plc	2.55%
Advanced Micro Devices	3.12%	Plug Power Inc	2.48%
Niu Technologies	3.12%	Tesla Inc	2.41%
Coinbase Global Inc	3.11%	HelloFresh SE	2.28%
Zscaler Inc	3.02%	Uber Technologies Inc	2.25%
Palo Alto Networks Inc	2.86%	Kinaxis Inc	2.18%

*As % of NAV.



FUND CHARACTERISTICS

About the fund

Headquarters	Paris
Fund manager	Quadrille Capital SAS
Legal structure	FCP UCITS

Practical Information

Currency	EUR
ISIN code - B share	FR0012770162
Ref. index	MSCI World Total Return EUR
Valuation frequency	Daily
Cut off time	10am (D-1 valuation day)

Investor Information

Recommended investment period	5 years
Minimum investment	€100,000
Investor type	Institutional

PORTFOLIO MANAGER



Jean-Edwin Rhea

- 20-year experience of equity capital markets in tech and healthcare
- MBA from HEC Paris and Columbia University and BA in Anthropology from Princeton University

FEES AND EXPENSES - B SHARE

Max. subscription/redemption fees	3.2%
Management fees	1.5%
Performance fees	15%*

*above reference index

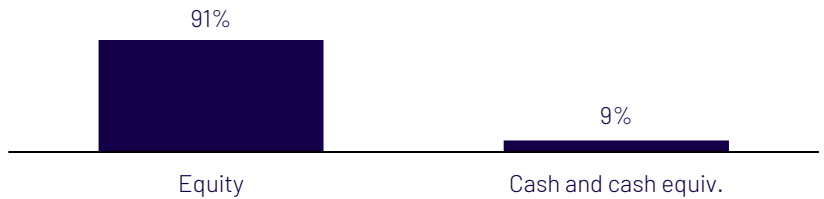
RISK AND REWARD PROFILE

Lower risk Higher risk
Typically lower rewards Typically higher rewards

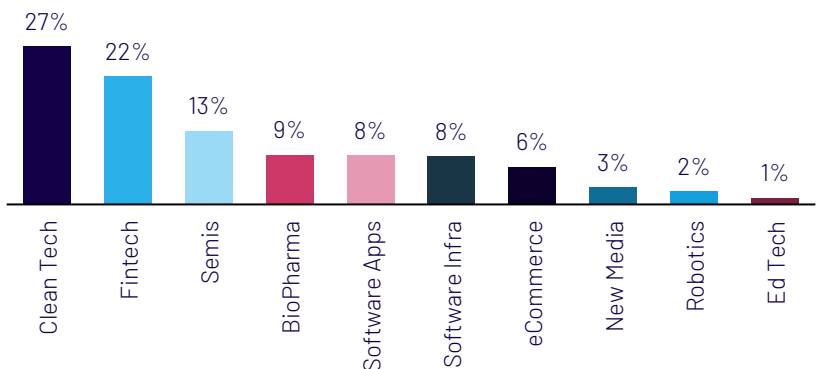


The Fund is ranked 6 on the synthetic risk and reward indicator scale, which is based on the Fund's allocation to equity markets. The risk category shown is not guaranteed and may shift over time.

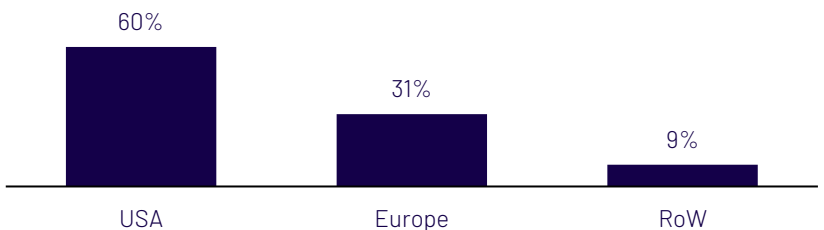
ASSET ALLOCATION



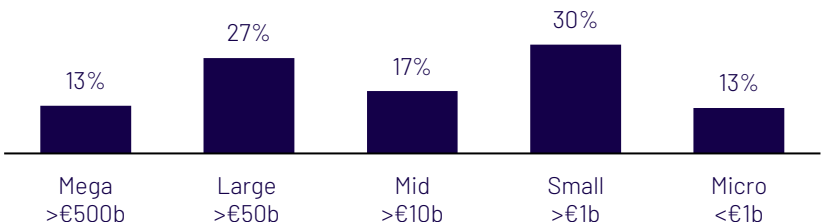
SECTOR ALLOCATION*



GEOGRAPHIC ALLOCATION*



CAPITALISATION ALLOCATION*



RISK MEASURES

Period: 31/01/2019 - 29/10/2021

Sharpe Ratio	1.41
Max Drawdown	(23.5%)
Annualized Volatility	22.7%

*As % of equity holdings.

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