



# Disruption Fund

Capturing the full innovation cycle

April  
2021

Disruption Fund is a **multi-cap fund** investing in global equities focusing on **high growth disruptive** businesses in technology, healthcare 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

The month of April closes on a lot of volatility with little to show in the way of returns. While the US Big 5 mega caps have outperformed, many of our top performers of 2020 have seen a pause so far in 2021, mostly due to the cyclical recovery theme.

The successive reopening of most economies is hitting up against manufacturing bottlenecks and inflationary pressures, leading to expectations for higher interest rates. Our strategy remains tilted with cyclicality. We added payroll company Paycom, travel leaders Booking and Airbnb, and increased our core Semiconductor holdings Nvidia, ASML and Soitec. This tilt was beneficial but not sufficient to catch up with the cyclical equity rally.

Our best performance in April actually came with vaccine powerhouse Moderna leading the mRNA revolution in the Covid fight. Second came Ethereum, the global cloud computing utility, which we think can rival AWS, Azure and Google Cloud. Third was Square, both a beneficiary of retail reopening and the leading US fiat & crypto currency wallet. In Biotech, we continue to emphasize gene medicine and microbiome based therapies with Moderna, CRISPR Therapeutics, Intellia and Evelo. Rising volatility in Clean Tech has led us to reduce our weightings there, but not our conviction in EVs, green hydrogen and plastics tech innovator Carbios.

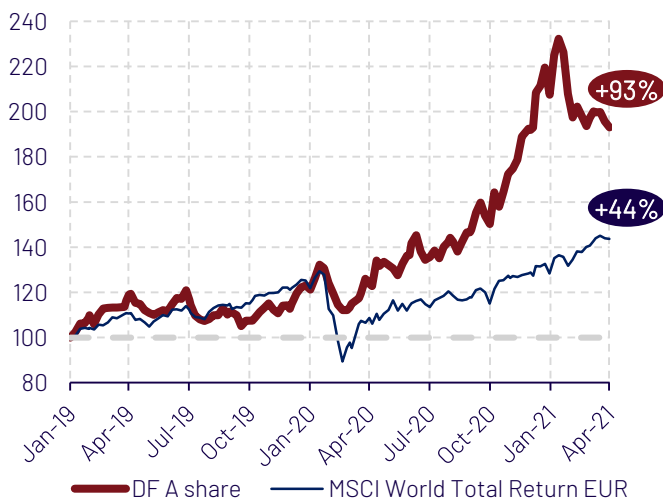
We believe economic normalization in 2021 and beyond will carry with it many of the new habits of the 2020 Covid Acceleration; our view is that digital share shifts as well as clean tech and biotech technical progress are real and economically transformative.

We find the ongoing Value/Growth dichotomy and debate to be misleading. Over time, disruptive innovation is the true source of returns. Long term value is better realized from fast growing asset light businesses vs the tricky task of buying cheap but obsolete assets hoping for growth.

## PERFORMANCE

	Since Inception	YTD	Month Apr.
Disruption Fund (A)	+93.0%	+0.58%	(2.12%)
MSCI World TR EUR	+43.7%	+11.6%	+2.18%

Disruption Fund performance since January 31<sup>st</sup>, 2019 (starting date of new investment strategy)  
Data as of April 30<sup>th</sup>, 2021



## TOP 20 HOLDINGS\*

Booking Holdings Inc	3.61%	Uber Technologies Inc	3.41%
Adobe Inc	3.59%	Lightspeed POS Inc	3.40%
Mastercard Inc	3.54%	Zillow Group	3.36%
ASML Holding NV	3.54%	ServiceNow Inc	3.21%
Coinbase Global Inc	3.53%	Nvidia Corp	3.16%
Paycom Software Inc	3.52%	Moderna Inc	2.69%
Airbnb Inc	3.52%	ASM International NV	2.03%
Baidu Inc	3.47%	SOITEC SA	1.99%
Square Inc	3.45%	Paypal Holdings Inc	1.99%
Advanced Micro Devices Inc	3.42%	Grayscale Ethereum Trust	1.88%

\*As % of NAV.

Data as of April 30<sup>th</sup>, 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.



## 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	Weekly and Monthly
Cut off time	5pm (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

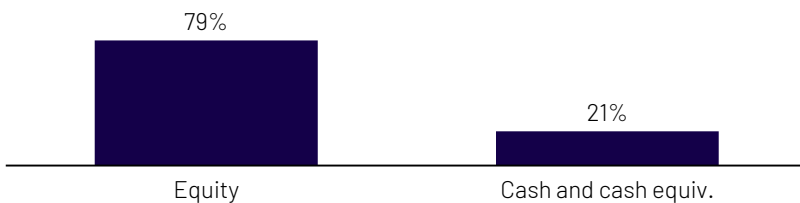
## RISK AND REWARD PROFILE

Lower risk Higher risk  
Typically lower rewards Typically higher rewards

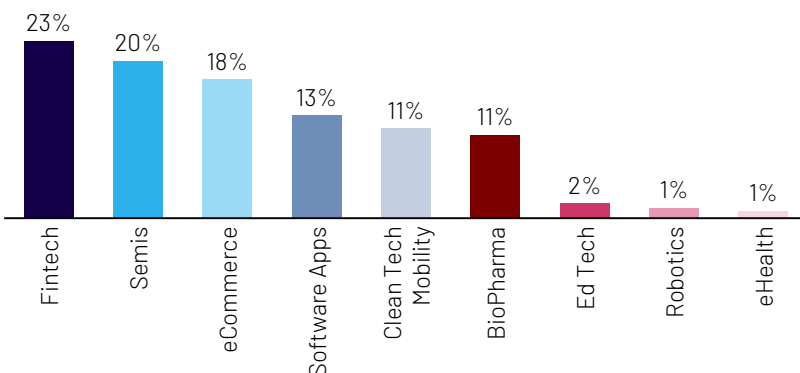


The Fund is ranked 6 on the synthetic risk and reward indicator scale, which is based on the Fund's allocation to equity markets. The risk category shown is not guaranteed and may shift over time.

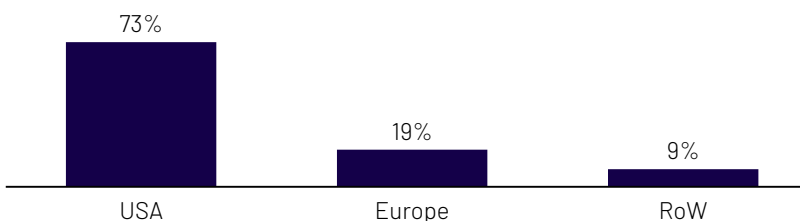
## ASSET ALLOCATION



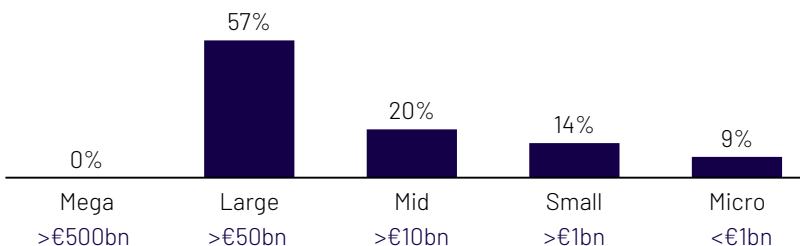
## SECTOR ALLOCATION\*



## GEOGRAPHIC ALLOCATION\*



## CAPITALISATION ALLOCATION\*



## RISK MEASURES\*\*

Period: 31/01/2019 -30/04/2021

Sharpe Ratio	1.64
Max Drawdown	(16.9%)
Annualized Volatility	23.0%

\*As % of equity holdings.

\*\*Risk measures based on weekly performance, monthly performances are excluded.

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