

# Discovery Capital Holdings

31 March 2024

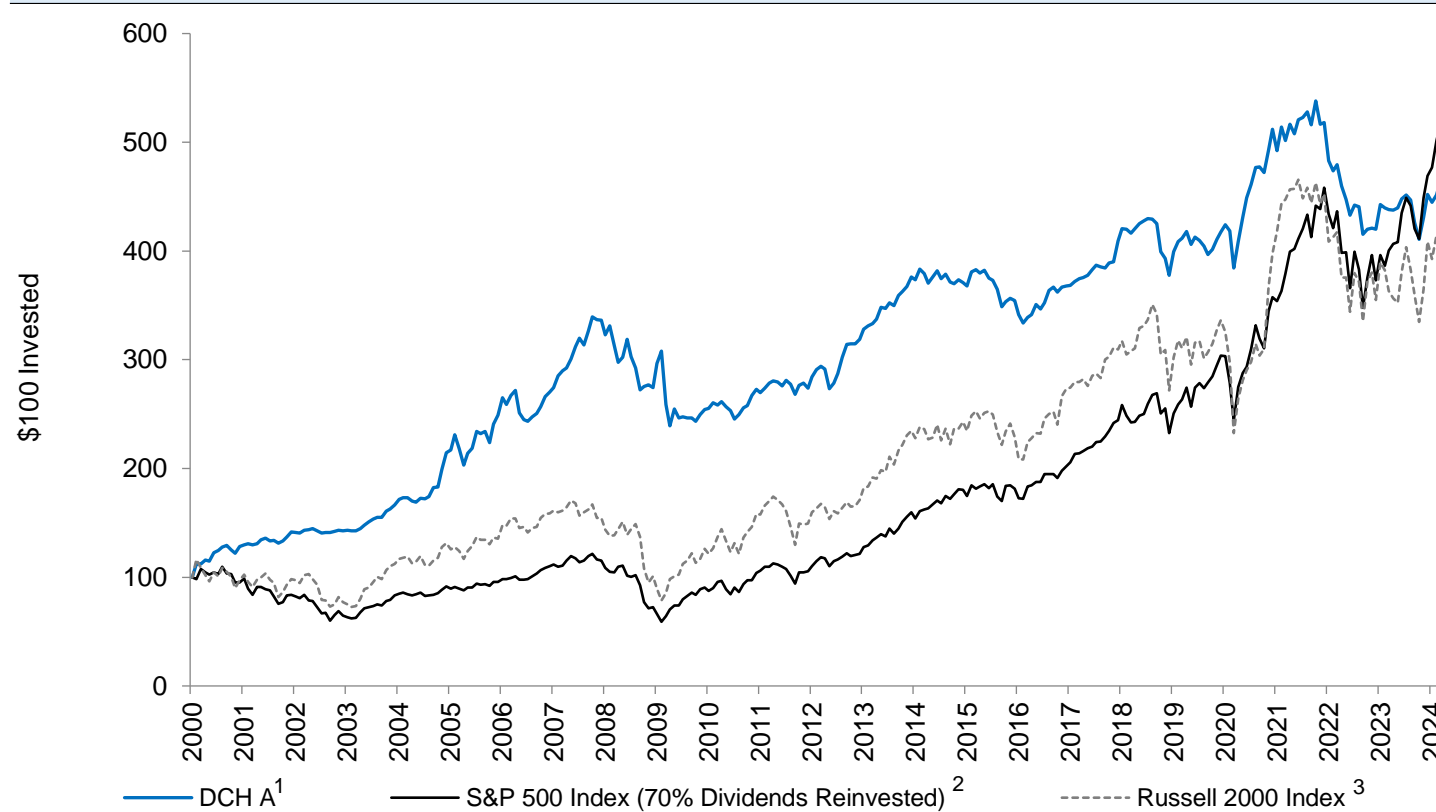


## Fund Description

Discovery Capital Holdings (DCH) is a multi-manager fund which invests predominantly in equity strategies, both long and short and to a lesser extent in other strategies. The fund invests with managers who are in a development phase with relatively low assets under management, and in funds with limited performance history.

Performance (%)	est Mar	est YTD	Annualised Performance (%)				
			1Y	3Y	5Y	10Y	Since Inception
DCH (Class A) <sup>1</sup>	3.0	2.9	6.1	(2.5)	2.5	2.1 <sup>1</sup>	6.6 <sup>1</sup>
S&P 500 Index (70% dividends reinvested) <sup>2</sup>	3.2	10.4	29.2	11.0	14.5	12.3	7.1
Russell 2000 Index <sup>3</sup>	3.4	4.8	17.9	(1.5)	6.7	6.1	6.2

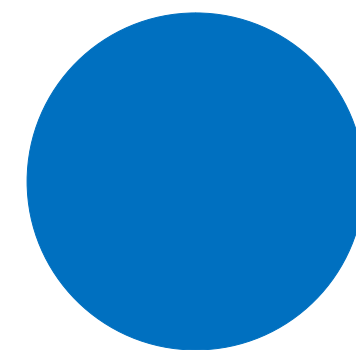
## Performance Since Inception



## Statistics

Annualised Return (since inception) <sup>1</sup>	6.6%
Annualised Volatility (since inception) <sup>4</sup>	10.6%
Annualised Volatility (3yr) <sup>4</sup>	10.3%
Beta (3yr) <sup>5</sup>	0.48
Correlation (3yr) <sup>6</sup>	0.81

## Strategy Allocation



Emerging Managers 100.0%

Equity Exposure <sup>7</sup>	(%)			
	Nov-23	Dec-23	Jan-24	Feb-24
Long Equity	122.9	126.6	128.6	130.3
Short Equity	(67.6)	(71.2)	(75.2)	(74.7)
Net Equity	55.3	55.4	53.4	55.6
Gross Equity	190.5	197.8	203.8	205.0

Estimated Strategy Performance	(%)
	YTD
Emerging Managers	2.9
<b>DCH Total</b>	<b>2.9</b>

Top Five Managers <sup>8</sup>		Strategy
ACK Asset Partners	John Reilly, Richard Meisenberg	Emerging Manager
Armistice Capital	Steven Boyd	Emerging Manager
Castleknight Management	Aaron Weitman	Emerging Manager
Hill City Capital	Chip Frazier	Emerging Manager
Sunriver Management	Will Cook	Emerging Manager

Portfolio Allocation (%)	
Total No. of Managers	11
Top 5 Managers	59%

## Commentary

DCH returned +3.0% in March and is +2.9% for 2024 YTD.

The fund captured nearly all of the US equity market upside with only ~55% net exposure, themes in midcap industrials being a key contributor notably helping the fund's largest position (Hill City) to return +12.5%.

At month-end a 5% NAV position held since 2017 was redeemed in full, its limited risk tolerance no longer considered additive to a diversified fund.

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## Annual Returns (%)

			est 2024	2023	2022	2021	2020	2019	2018
DCH <sup>1</sup>			2.9	7.6	(19.0)	1.3	22.5	10.5	(7.6)
Index <sup>2</sup>			10.4	25.6	(18.5)	28.1	17.7	30.7	(4.9)
Index <sup>3</sup>			4.8	15.1	(21.6)	13.7	18.4	23.7	(12.2)
	2017	2016	2015	2014	2013 <sup>1</sup>	2012	2011	2010	2009
DCH <sup>1</sup>	11.1	3.9	(4.5)	(1.4)	18.0	16.4	0.4	7.2	(7.2)
Index <sup>2</sup>	21.1	11.2	0.7	13.0	31.5	15.2	1.5	14.4	25.6
Index <sup>3</sup>	13.1	19.5	(5.7)	3.5	37.0	14.6	(5.5)	25.3	25.2
	2008	2007	2006	2005	2004	2003	2002	2001	2000
DCH <sup>1</sup>	(18.5)	24.3	8.6	16.1	28.8	16.7	0.7	10.5	28.2
Index <sup>2</sup>	(37.4)	4.9	15.1	4.3	10.3	28.0	(22.5)	(12.2)	(4.6)
Index <sup>3</sup>	(34.8)	(2.7)	17.0	3.3	17.0	45.4	(21.6)	1.0	(2.6)

## Monthly Returns (%)<sup>1</sup>

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	DCH <sup>1</sup>	Index <sup>2</sup>	Index <sup>3</sup>
2024	(1.5)	1.5	3.0										2.9	10.4	4.8
2023	5.4	(0.7)	(0.3)	(0.1)	0.4	1.8	0.8	(1.1)	(4.6)	(3.6)	4.9	4.9	7.6	25.6	15.1
2022	(6.8)	(1.9)	1.2	(4.1)	(2.7)	(3.2)	2.2	(0.4)	(5.7)	1.1	0.2	(0.2)	(19.0)	(18.5)	(21.6)
2021	(3.8)	4.4	(2.3)	3.0	(1.7)	2.5	0.5	1.0	(2.3)	4.2	(3.9)	0.3	1.3	28.1	13.7
2020	1.6	(1.3)	(8.2)	6.4	5.4	4.2	2.8	3.3	0.1	(1.0)	4.3	3.8	22.5	17.7	18.4
2019	5.8	2.3	0.7	1.5	(2.8)	1.7	(0.7)	(1.2)	(2.0)	1.2	2.4	1.6	10.5	30.7	23.7
2018	2.9	(0.2)	(0.8)	1.0	1.2	0.6	0.5	(0.1)	(1.0)	(6.0)	(1.6)	(3.9)	(7.6)	(4.9)	(12.2)
2017	0.0	1.0	0.7	0.3	0.6	1.3	1.2	(0.4)	(0.4)	1.2	0.4	4.8	11.1	21.1	13.1
2016	(3.6)	(2.3)	1.5	0.7	2.8	(1.3)	1.6	3.3	0.8	(1.3)	1.3	0.3	3.9	11.2	19.5
2015	(0.9)	3.6	0.4	(0.7)	0.7	(1.9)	(0.6)	(2.2)	(4.4)	1.5	0.9	(0.7)	(4.5)	0.7	(5.7)
2014	(0.7)	2.6	(1.0)	(2.3)	1.6	1.4	(1.8)	1.1	(1.9)	(0.5)	1.1	(0.7)	(1.4)	13.0	3.5
2013	3.0	0.9	0.7	1.3	3.3	(0.4)	1.4	(0.7)	2.7	1.0	1.3	2.5	18.0	31.5	37.0
2012	3.9	2.2	1.1	(1.0)	(6.2)	1.9	3.2	5.1	4.0	0.0	0.1	1.3	16.4	15.2	14.6
2011	(1.0)	1.5	1.6	0.8	(0.5)	(1.2)	1.8	(1.2)	(3.3)	3.1	0.7	(1.7)	0.4	1.5	(5.5)
2010	0.4	1.9	(0.8)	1.2	(1.6)	(1.5)	(3.1)	1.7	2.5	0.8	3.7	2.0	7.2	14.4	25.3
2009	8.2	3.8	(15.9)	(7.6)	6.6	(3.4)	0.4	(0.4)	(0.1)	(1.2)	2.6	1.9	(7.2)	25.6	25.2
2008	(4.0)	2.7	(5.6)	(5.0)	1.6	5.5	(5.0)	(3.5)	(6.9)	1.2	0.6	(1.1)	(18.5)	(37.4)	(34.8)
2007	1.4	4.0	1.5	0.9	2.9	3.6	2.6	(2.0)	4.2	3.9	(0.7)	(0.2)	24.3	4.9	(2.7)
2006	6.5	(2.5)	3.3	1.8	(7.7)	(2.6)	(0.4)	1.6	1.3	2.4	3.6	1.7	8.6	15.1	17.0
2005	1.2	6.5	(5.7)	(6.8)	5.2	2.3	7.1	(0.8)	1.0	(4.4)	7.6	3.3	16.1	4.3	3.3
2004	2.9	1.1	0.0	(1.9)	(0.5)	1.9	(0.3)	1.3	4.8	0.2	8.7	7.8	28.8	10.3	17.0
2003	0.4	(0.4)	0.2	1.2	2.2	2.1	1.6	1.3	(0.0)	3.6	1.2	2.2	16.7	28.0	45.4
2002	(0.5)	(0.1)	1.7	0.2	0.8	(1.4)	(1.4)	0.4	0.0	0.5	0.7	(0.2)	0.7	(22.5)	(21.6)
2001	1.2	0.8	(0.8)	0.8	3.0	0.9	(1.7)	0.0	(1.6)	1.6	2.6	3.4	10.5	(12.2)	1.0
2000		12.3	(0.2)	3.2	(0.7)	6.5	1.7	2.7	1.3	(3.2)	(2.8)	5.3	28.2	(4.6)	(2.6)

Fund Information	Class A	Class C
Est. NAV	232.53	234.88
Currency	USD	USD
Inception	1 July 2013	01 Feb 2018
Shares Outstanding	157,563	49,161
Fund Size (Total)	\$48.4m	
ISIN	IE00BN576318	IE00BYZHV558
Bloomberg Code	DCHA ID Equity	-
Subscription	Monthly	Monthly
Subscription Notice	5 Business Days	5 Business Days
Redemption	Quarterly	25% per Quarter
Redemption Notice	45 Business Days	45 Business Days
Minimum Investment	1 share	\$25m
Management fee	1.5% pa	1.0% pa
Performance fee	5.0%	5.0%

Legal Structure & Service Providers	
Legal Structure	Sub-fund of The Capital Holdings Funds plc, an Irish based AIF
Investment Adviser	LCH Investments NV
General Counsel	Willkie Farr & Gallagher LLP
Ireland Legal Counsel	Walkers Ireland LLP
Administrator	Citco Fund Services (Ireland) Limited
Depository	Citco Bank Nederland N.V. Dublin Branch
Auditor	PricewaterhouseCoopers

Past performance is not a reliable indicator of future results.

## Notes

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<sup>1</sup>Performance shown for DCH Class A USD. Current month estimated. The performance of DCH up to 30 June 2013 represents the investment return, actually achieved by Leveraged Capital Holdings (LCH) in its portfolio of smaller emerging managers (inception 1 Feb 2000), before fees, based on valuations certified by the Administrator. Applying the DCH Class A fee of 1.5% to this period would have resulted in annualised returns of 2.1% over the last 10 years and 5.4% since inception. DCH became available to investors other than to LCH on 1 July 2013, performance after this date is net of fees. Source: Administrator.

<sup>2</sup>S&P 500 Index with 70% dividends reinvested. Source: Bloomberg.

<sup>3</sup>Russell 2000 Index. Source: Bloomberg

<sup>4</sup>Volatility defined as the standard deviation of monthly returns. Inception data since 1 Feb 2000. Source: Administrator.

<sup>5</sup>Beta measures DCH's sensitivity to movements in the S&P 500 Index 70 dividends reinvested, over the past 3 years using monthly data. Source: Administrator, Bloomberg.

<sup>6</sup>Correlation to S&P 500 Index 70% dividends reinvested, over the past 3 years using monthly data. Source: Administrator, Bloomberg.

<sup>7</sup>Equity exposure based on underlying manager reports.

<sup>8</sup>Top 5 managers listed in alphabetical order by manager.

## Legal Information

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The Capital Holdings Funds plc (the "Fund"), a public limited company, is constituted as an umbrella fund with segregated liability between sub-funds in Ireland, incorporated on 13 March 2014 with registration number 541001 and authorised by the Central Bank of Ireland pursuant to Part XIII of the Companies Act 1990 as a retail investor alternative investment fund. The Fund is an umbrella fund which comprises three sub-funds: Leveraged Capital Holdings, Discovery Capital Holdings and Asian Capital Holdings. Details of the share classes that may be issued by the respective sub-funds are contained in the relevant Annex of the Fund Prospectus.

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The Fund Prospectus, Articles and each published annual report and accounts of the Fund are available at the registered office of the Fund, The Exchange, George's Dock, IFSC, Dublin 1, Ireland and from the website: [www.capitalholdings.com](http://www.capitalholdings.com).

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