

Discovery Capital Holdings

31 July 2023

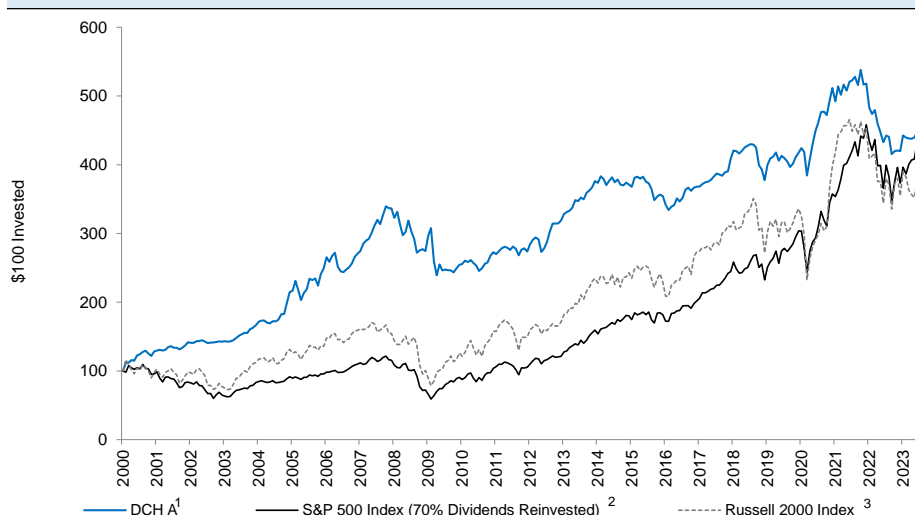


Fund Description

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 (%) | <i>est</i> | | Annualised Performance (%) | | | | |
|---|------------|------|----------------------------|-------|------|------------------|------------------|
| | Jul | YTD | 1Y | 3Y | 5Y | 10Y | Since Inception |
| DCH (Class A) ¹ | 0.8 | 7.5 | 2.1 | (0.7) | 1.0 | 2.5 ¹ | 6.6 ¹ |
| S&P 500 Index (70% dividends reinvested) ² | 3.2 | 20.3 | 12.4 | 13.2 | 11.6 | 12.0 | 6.6 |
| Russell 2000 Index ³ | 6.1 | 13.7 | 6.3 | 10.6 | 3.7 | 6.7 | 6.1 |

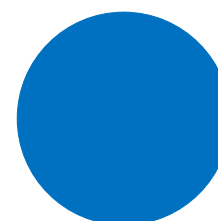
Performance Since Inception



Statistics

| | |
|--|-------|
| Annualised Return (since inception) ¹ | 6.6% |
| Annualised Volatility (since inception) ⁴ | 10.6% |
| Annualised Volatility (3yr) ⁴ | 10.2% |
| Beta (3yr) ⁵ | 0.43 |
| Correlation (3yr) ⁶ | 0.76 |

Strategy Allocation



Emerging Managers 100.0%

| Equity Exposure ⁷ | (%) | | | |
|------------------------------|--------|--------|--------|--------|
| | Mar-23 | May-23 | Jun-23 | Jul-23 |
| Long Equity | 111.1 | 110.1 | 111.3 | 119.2 |
| Short Equity | (65.2) | (66.9) | (68.1) | (72.5) |
| Net Equity | 45.9 | 43.2 | 43.2 | 46.7 |
| Gross Equity | 176.3 | 177.0 | 179.4 | 191.7 |

| Estimated Strategy Performance | (%) |
|--------------------------------|------------|
| | YTD |
| Emerging Managers | 7.5 |
| DCH Total | 7.5 |

| Top Five Managers ⁸ | | Strategy |
|--------------------------------|---------------------------------|------------------|
| ACK Asset Partners | John Reilly, Richard Meisenberg | Emerging Manager |
| Armistice Capital | Steven Boyd | Emerging Manager |
| Casteknight Management | Aaron Weitman | Emerging Manager |
| Hill City Capital | Chip Frazier | Emerging Manager |
| Sunriver Management | Will Cook | Emerging Manager |

| Portfolio Allocation (%) | |
|--------------------------|-----|
| Total No. of Managers | 13 |
| Top 5 Managers | 52% |

Commentary

DCH returned +0.8% in July and is +7.5% for 2023 YTD.

Underlying managers (which began the month a relatively conservative 47% net long) benefited from the more broad-based market rally which continued from June, including strong outperformance by small and mid caps where DCH has considerable exposure.

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Annual Returns (%)

| | <i>est</i> | | | | | | | | | |
|--------------------|------------|--------|-------|-------|-------------------|--------|--------|--------|-------|------|
| | 2023 | 2022 | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 | 2014 |
| DCH ¹ | 7.5 | (19.0) | 1.3 | 22.5 | 10.5 | (7.6) | | | | |
| Index ² | 20.3 | (18.5) | 28.1 | 17.7 | 30.7 | (4.9) | | | | |
| Index ³ | 13.7 | (21.6) | 13.7 | 18.4 | 23.7 | (12.2) | | | | |
| | 2017 | 2016 | 2015 | 2014 | 2013 ³ | 2012 | 2011 | 2010 | 2009 | |
| DCH ¹ | 11.1 | 3.9 | (4.5) | (1.4) | 18.0 | 16.4 | 0.4 | 7.2 | (7.2) | |
| Index ² | 21.1 | 11.2 | 0.7 | 13.0 | 31.5 | 15.2 | 1.5 | 14.4 | 25.6 | |
| Index ³ | 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 ¹ | (18.5) | 24.3 | 8.6 | 16.1 | 28.8 | 16.7 | 0.7 | 10.5 | 28.2 | |
| Index ² | (37.4) | 4.9 | 15.1 | 4.3 | 10.3 | 28.0 | (22.5) | (12.2) | (4.6) | |
| Index ³ | (34.8) | (2.7) | 17.0 | 3.3 | 17.0 | 45.4 | (21.6) | 1.0 | (2.6) | |

Monthly Returns (%)¹

| | Jan | Feb | Mar | Apr | May | Jun | Jul | Aug | Sep | Oct | Nov | Dec | DCH ¹ | Index ² | Index ³ |
|------|-------|-------|--------|-------|-------|-------|-------|-------|-------|-------|-------|-------|------------------|--------------------|--------------------|
| 2023 | 5.4 | (0.7) | (0.3) | (0.1) | 0.4 | 1.8 | 0.8 | | | | | | 7.5 | 20.3 | 13.7 |
| 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 | 225.73 | 232.03 |
| Currency | USD | USD |
| Inception | 1 July 2013 | 01 Feb 2018 |
| Shares Outstanding | 184,322 | 49,161 |
| Fund Size (Total) | \$53.0m | |
| 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 |

Notes

¹Performance 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 2.5% 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.

²S&P 500 Index with 70% dividends reinvested. Source: Bloomberg.

³Russell 2000 Index. Source: Bloomberg

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

⁵Beta 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.

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

⁷Equity exposure based on underlying manager reports.

⁸Top 5 managers listed in alphabetical order by manager.

Legal Information

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.

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