Cervino World Investments (I)

Date: 31/07/2025

MORNINGSTAR ★★★

Signatory of: PRI Principles for Responsible Investment

NAV	Total AUMs (Eur mm)
257,94	108

01 Investment Strategy

The fund's objective is to provide investors with long-term capital appreciation, similar to global equities over a long-term horizon but with significant less risk. Dynamic asset allocation with no predetermined benchmark. Cervino seeks to achieve a long-term return of Euribor + 6%. 40% to 100% exposure to Equities. No limitation regarding category, rating, or duration for Fixed Income. Security Selection based on value and contrarian approach. Search for low correlated assets and use of derivatives to control volatility. Article 8 fund, 5% Taxonomy Alignment. Promotes strategies to improve climate footprint, Human Rights and ESG improvers.

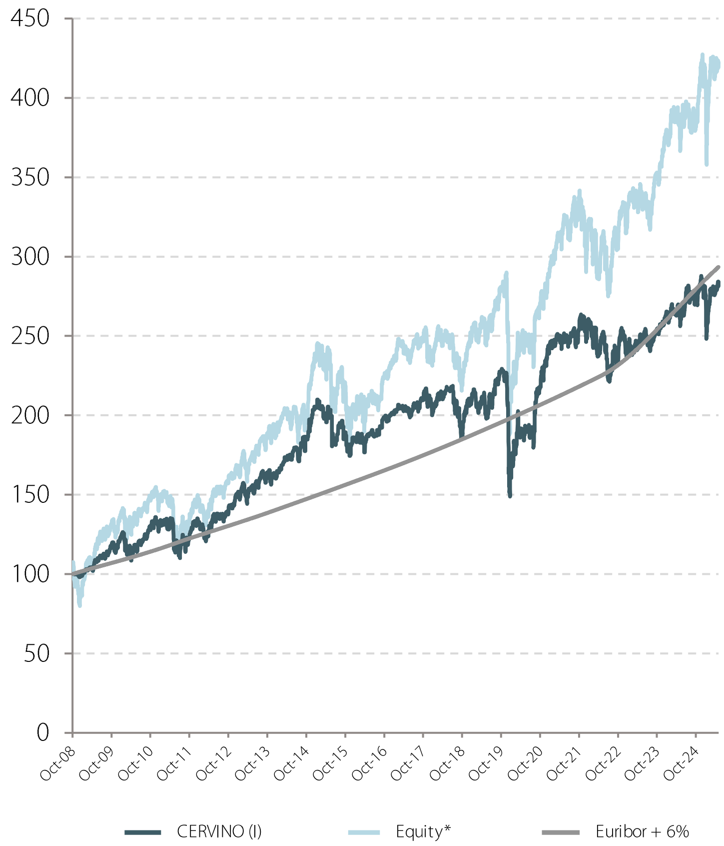
Portfolio Managers: Alberto Spagnolo, CFA. Founder and CEO of Varianza. He holds more than 28 years of experience in investment and wealth management. Previously, he held positions as CEO and CIO at Merrill Lynch Gestión SGIIC, partner at M&B Capital and PM at BBVA AM. Pelayo Gil-Turner. CIO. He holds 20 years of experience in asset management. Before he was CEO and CIO of Julius Baer Gestión SGIIC Spain and PM at Banco Urquijo

02 Returns

	CERVINO (I)**	Equities*	Euribor + 6%
Cumulative since 31/12/2008	181,4%	319,2%	193,5%
Annualized since 31/12/2008	6,4%	9,0%	6,7%
Historical Returns			
2015	1,5%	8,2%	6,1%
2016	5,1%	2,6%	5,8%
2017	5,3%	10,2%	5,8%
2018	-9,9%	-10,6%	5,8%
2019	20,7%	26,0%	5,7%
2020	-4,2%	-3,3%	5,6%
2021	16,5%	25,1%	5,6%
2022	-8,3%	-9,5%	6,2%
2023	9,1%	15,8%	9,6%
2024	6,7%	8,6%	10,1%
2025 (31/07/2025)	3,7%	9,3%	5,0%
Last month	1,7%	0,7%	0,7%
Recent Available Data			
3 years annualized	4,2%	10,3%	9,2%
5 years annualized	8,9%	11,9%	7,8%
10 years annualized	3,6%	5,9%	6,8%

*MSCI Daily Net TR Europe Index

**Cervino's strategy begins on 10/22/2008 with Class I. The data shown in this document starts on 31/12/2008 to disclose full calendar years.



03 Risk

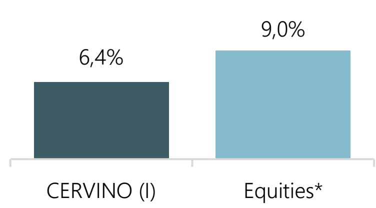
Risk adjusted return since 31/12/2008	CERVINO (I)	Equities*
Annual Return	6,4%	9,0%
Volatility	12,4%	17,0%
Sharpe Ratio	0,52	0,53

Best Returns	CERVINO (I)	Equities*
1 Month	19,1%	19,4%
6 Months	36,1%	51,0%
12 Months	62,9%	64,5%

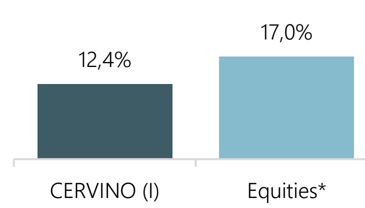
Worst Returns	CERVINO (I)	Equities*
1 Month	-33,9%	-35,0%
6 Month	-29,5%	-28,6%
12 Month	-28,8%	-24,3%

*MSCI Daily Net TR Europe Index

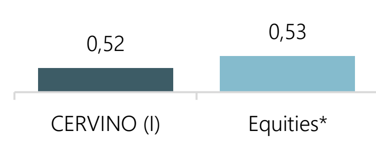
Annual Return



Volatility



Sharpe Ratio



04 Main Data

Institutional Share Class (I)	
ISIN	LU0907323314
Bloomberg ID	PACWIEP LX
Min. Investment	2.000.000 €
Mngmt Fee	0,55%
Performance Fee	10% on annual return with High Water Mark

Retail Share Class (R)	
ISIN	LU1860979399
Bloomberg ID	PACWIRB LX
Min. Investment	10 €
Mngmt Fee	1,50%
Performance Fee	Not applicable

Others	
Investment Manager	Varianza Gestión SGIIC SA
CNMV Registry	250
Custodian / TA	BNP Securities Services
Administrative Agent	BNP Fund Services
Auditor	Deloitte Luxembourg
SFDR	Article 8 + 5% Taxonomy

VARIANZA

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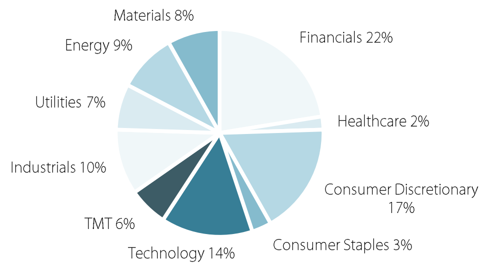
05 Asset Allocation

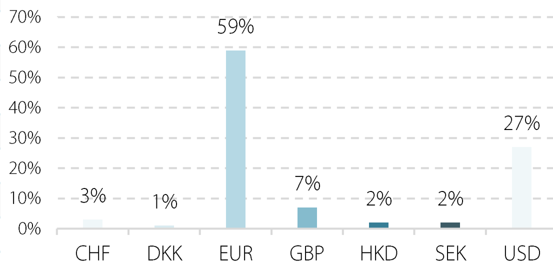
Asset Allocation	
Equities*	**75,3%**
North America	26,3%
Japan	-
Europe	43,3%
Emerging Markets	5,7%
Asia ex-Japan	-
Fixed Income	**13,9%**
Goverment	0,9%
High Credit Quality	4,6%
High Yield	7,6%
Convertibles	-
Emerging	0,8%
Inflation Linked	-
Alternative Investments	**-**
Real Estate	-
Cash and Equivalents	**4,8%**

*Net weight exposure including hedges

Sector



Currency*



Top equity holdings	
BERKSHIRE HAT...	3,9%
BANK OF AMERI...	3,2%
CORNING INC	3,2%
PROSUS NV	3,1%
TAIWAN SEMICO...	2,9%

Top fixed income holdings	
ISPIM 4 1/8 PERP	2,5%
ENQLN 9 10/27/27	1,6%
MCGLN 4 1/4 PERP	1,5%
ACAFP 4 3/4 PERP	1,2%
ALLY 4.7 PERP...	1,2%

06 Portfolio Overview

Equities overview			
Positions	49	Ebit/EV	6,4
Currency	EUR	FCF Yield (%)	4,3
Average P/E	13,9	ROE 5y average (%)	14,0
Dividend Yield	2,6%	ROCE	10,6

Fixed Income overview			
Positions	13	Average Coupon (%)	6.0
Currency	EUR	Maturity (years)	16.9
Yield to worst (%)	22.4	Duration	2.1
Average Rating	B+	Coupons (%)	6.4

VARIANZA Score*			
Total CERVINO	77,8%	Positions with score >50	88,7%

External Sustainability Ratings			
MSCI:	A	Morningstar:	Average

*Commitment of internal ESG rating:Total Cervino > 50 and more than 50% of holdings having a Score >50: overall invested companies are above average vs their comparable universe

07 Monthly Summary

The NAV of CERVINO (I) went up by 1.7% during July (share class I). In 2025 the accumulated return is 3.7% which represents 181,4% since inception, and a CAGR of 6,4%.

July proved to be a month of relative calm in financial markets, with sentiment gradually turning more constructive as the weeks went on. The modest rebound in forward-looking indicators (Soft Data) and renewed hopes for progress in U.S. trade negotiations provided some support to risk appetite. Meanwhile, the spotlight remained firmly on the U.S. dollar – the dominant theme of the year – as its persistent weakness against the euro continued to shape global portfolio returns.

Toward the end of the month, the dollar staged a late rebound of 3.2%, buoyed by renewed rhetoric around "American exceptionalism." Even so, this late recovery was not enough to offset the structural weakness seen year-to-date, while the euro maintained an unusually strong footing.

Equity markets posted moderate gains. The S&P 500 rose 2.2%, while Europe's Stoxx 600 advanced 1%. The Nasdaq led the way, up 3.7% on the back of a strong performance from U.S. tech names, bringing Growth and Value back to level ground with year-to-date returns of 10.8% each. Both U.S. and European equities are now up 7.8% in 2025, a far cry from the early months of the year when Europe outperformed the U.S. by more than 13 percentage points. Meanwhile, China's market quietly gained 2.9% in July, pushing its year-to-date performance above 23% (Hang Seng Index), making it one of the standout markets globally.

U.S. macro data painted a mixed picture. Inflation surprised to the upside at 2.9% versus expectations of 2.6% and higher than June's 2.4%. Soft Data indicators improved somewhat, narrowing the historic gap with Hard Data and providing tentative support for economic momentum. GDP for Q2 came in at 3% versus 2.6% expected, although tariff-related distortions make this number less reliable. A more accurate gauge is the first half of 2025 compared to 2024: growth slowed to 1.25% year-on-year from 2.3% last year.

The Federal Reserve maintained a cautious stance, with Chair Jerome Powell reiterating that it is too early to cut rates until there is greater clarity on underlying economic conditions and the inflationary effects of elevated tariffs. The month's main headline was the announcement of a U.S.–EU trade deal. While markets welcomed the news, the final tariff level of 15% was higher than expected, and many uncertainties remain. Key sectors such as steel, aluminum, and pharmaceuticals were left unresolved, and Europe committed to ambitious energy purchases from the U.S. ($250B annually) that may prove unrealistic. The deal is partial and largely symbolic, easing near-term risks but leaving the door open for renewed tensions ahead.

Within the portfolio, more than 15 holdings delivered gains above 5%. Top contributors included Corning (+20%), Vermilion Energy (+13%), Piraeus Financial (+15%), Reckitt Benckiser (+14%), and Brookfield (+11%). On the downside, over 10 names declined more than 5%, led by Novo Nordisk (-28%), Fiserv (-19%), Software One (-15%), Persimmon (-11%), and ASML (-9%).

On the trading front, we used the last month to add to our position in Assa Abloy, Alphabet, Fiserv, Cellnex, and Total Energies. We also made partial profits in Piraeus Financial, locking in gains of over 82%, and fully exited Brookfield after achieving a return of more than 100%.