VARIANZA

Cervino World Investments (R)

Date: 30/05/2025

MORNINGSTAR ★★★★

Signatory of: PRI Principles for Responsible Investment

NAV	Total AUMs (Eur mm)
128,36	109

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.

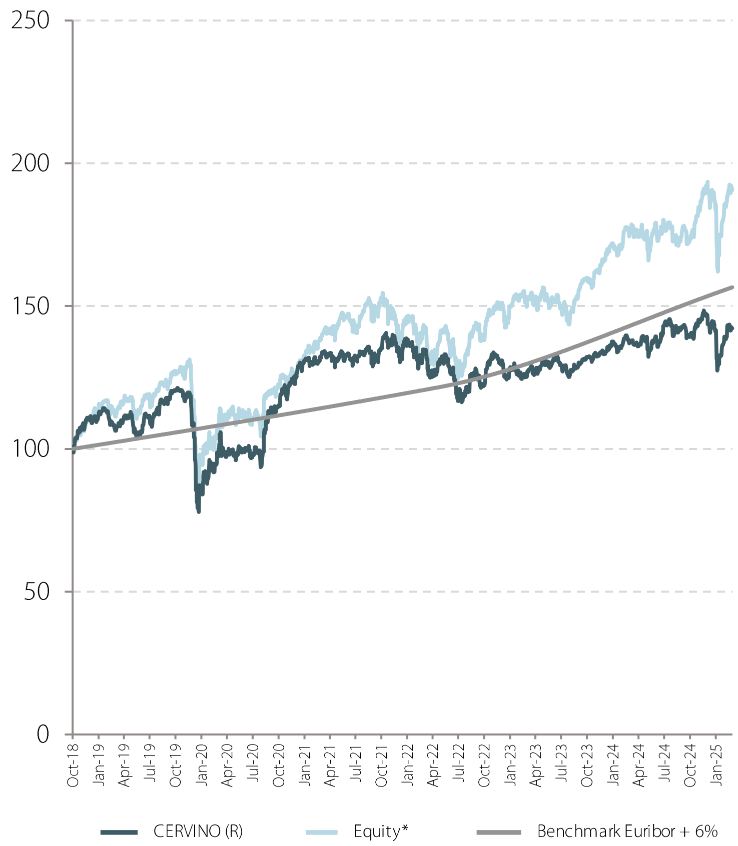
Portfolio Managers: Alberto Spagnolo, CFA. Founder and CEO of Varianza. He holds more than 28 years of experience in investment and wealth management. Previously, he held positions as CEO and CIO at Merrill Lynch Gestión SGIIC, partner at M&B Capital and PM at BBVA AM. Pelayo Gil-Turner. CIO. He holds 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 (R)**	Equities*	Benchmark Euribor + 6%
Cumulative since 31/12/2018	42,1%	90,9%	56,6%
Annualized since 31/12/2018	5,6%	10,6%	7,2%
Historical Returns			
2015	-	-	-
2016	-	-	-
2017	-	-	-
2018	-	-	-
2019	20,4%	26,0%	5,7%
2020	-4,3%	-3,3%	5,6%
2021	17,2%	25,1%	5,6%
2022	-9,5%	-9,5%	6,2%
2023	8,1%	15,8%	9,6%
2024	5,6%	8,6%	10,1%
2025 (30/05/2025)	1,9%	10,0%	3,6%
Last month	3,5%	4,7%	0,7%
Recent Available Data			
3 years annualized	1,9%	10,0%	9,1%
5 years annualized	7,9%	12,4%	7,7%
10 years annualized	-	-	-

*MSCI Daily Net TR Europe Index

**Although Retail Class (R) started on 10/19/2018, Cervino's strategy began on 10/22/2008 with Class I. The data shown in this document starts on 31/12/2018 to disclose full calendar years.



03 Risk

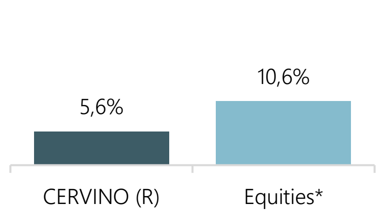
Risk adjusted return since 31/12/2018	CERVINO (R)	Equities*
Annual Return	5,6%	10,6%
Volatility	14,1%	16,7%
Sharpe Ratio	0,40	0,63

Best Returns	CERVINO (R)	Equities*
1 Month	20,8%	19,4%
6 Months	39,4%	32,1%
12 Months	65,9%	53,5%

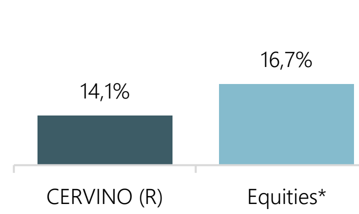
Worst Returns	CERVINO (R)	Equities*
1 Month	-34,4%	-35,0%
6 Month	-29,9%	-28,6%
12 Month	-29,5%	-24,3%

*MSCI Daily Net TR Europe Index

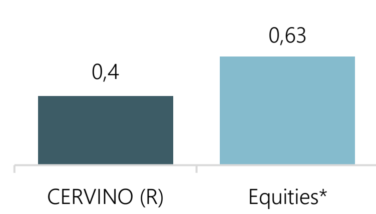
Annual Return



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%
Success Fee	10% over annual profit if greater than Euribor + 6%

Retail Share Class (R)	
ISIN	LU1860979399
Bloomberg ID	PACWIRB LX
Min. Investment	10 €
Mngmt Fee	1,50%
Success 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

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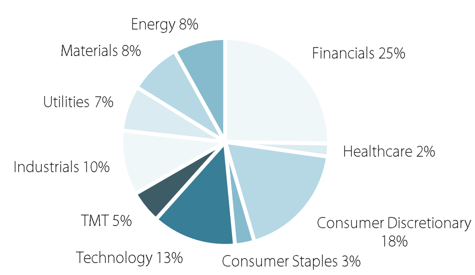
Asset Allocation

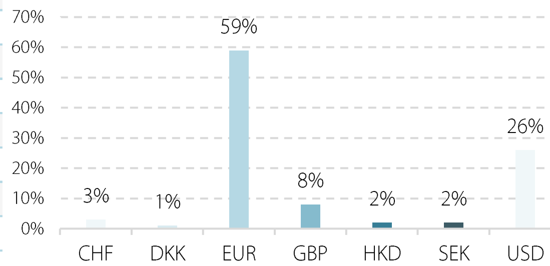
Asset Allocation	
Equities*	**77,1%**
North America	32,0%
Japan	-
Europe	40,1%
Emerging Markets	5,0%
Asia ex-Japan	-
Fixed Income	**14,2%**
Goverment	0,9%
High Credit Quality	5,0%
High Yield	7,5%
Convertibles	-
Emerging	0,8%
Inflation Linked	-
Alternative Investments	**-**
Real Estate	-
Cash and Equivalents	**6,3%**

*Net weight exposure including hedges

Sector



Currency*



Top equity holdings	
BERKSHIRE HAT...	4,2%
BANK OF AMERI...	3,0%
VEOLIA ENVIRO...	3,0%
PROSUS NV	2,8%
CISCO SYSTEMS...	2,6%

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

Portfolio Overview

Equities overview			
Positions	50	Ebit/EV	6,7
Currency	EUR	FCF Yield (%)	4,5
Average P/E	13,8	ROE 5y average (%)	13,4
Dividend Yield	2,9%	ROCE	12,4

Fixed Income overview			
Positions	13	Average Coupon (%)	5.9
Currency	EUR	Maturity (years)	17.1
Yield to worst (%)	14.2	Duration	2.3
Average Rating	B+	Coupons (%)	6.3

VARIANZA Score*			
Total CERVINO	77,5%	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

Monthly Summary

The NAV of CERVINO (R) went up by 3.5% during May (share class R). In 2025 the accumulated return is 1.9% which represents 42,1% since inception, and a CAGR of 5,6%.

May saw the continuation of the equity market rebound that began on April 9, following President Trump's announcement of a tariff truce. Global equities rallied 5.5% (MSCI World), with nearly all major regions posting comparable gains.

The temporary de-escalation of trade tensions with China, announced on May 13 after the launch of formal negotiations between the two governments, served as the key catalyst behind this move. As a result, both U.S. and European equity indices are now trading close to their previous highs. Is this rally justified? On the one hand, there are arguments in favor: the most notable being that, so far, macroeconomic data do not show any meaningful impact from the tariff police – neither in terms of GDP growth nor inflation –. However, there are also reasons to remain cautious: 1. Business sentiment indicators and manufacturing surveys are pointing to a clear deceleration in activity.

2. U.S. long-term Treasury yields have once again risen above 4.5%, the same level that prompted Trump to soften his rhetoric back in April. This suggests that markets are reapplying pressure, now in response to the perceived unsustainability of projected debt and deficit levels, especially if Congress proceeds with the approval of the "Big and Beautiful Bill" – a complex legislative package aimed at deep tax cuts and positioned as the second cornerstone of Trump's strategic agenda. –

3. Corporate commentary remains highly cautious, reflecting investment paralysis and uncertainty regarding the near-term earnings outlook.

All in all, it seems that markets never fully priced in a recession scenario during the downturn, nor are they now adequately reflecting the potential consequences of persistent political volatility. In our view, the most reasonable outlook is that the next 6–9 months are likely to remain challenging and volatile, as markets digest the final impact of the tariff framework and seek greater clarity around the broader Trump policy agenda.

Over the course of the month, more than 20 portfolio holdings delivered returns in excess of 5%. Standouts included SoftwareOne (+38%, after receiving approval for its merger with Norwegian firm Crayon Group), First Solar (+26%, supported by a draft version of the new tax law that reduced renewable energy subsidies less than expected), Piraeus Bank (+26%), and Taiwan Semiconductor (+16%). On the downside, 14 positions ended the month in negative territory, led by Fiserv (-10%, following a somewhat disappointing earnings release), Moderna (-7%, after the cancellation of a major contract with the U.S. Department of Health), Baidu (-7%), and Berkshire Hathaway (-5.4%, impacted by the somewhat unexpected announcement that Warren Buffett will step down, with Greg Abel set to take over by year-end).

In terms of recent activity, we increased our exposure to Fiserv following the pullback, and added to our position in First Solar (initially added in April). In fixed income, we invested in Banorte hybrid bonds, and senior bonds from Pemex and Atos—all offering attractive yields to maturity.