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2ND QUARTER 2020 (30/6/20)

Principal Investment Strategy

The objective of Smead US Value UCITS Fund (the "Sub-Fund") is to provide investors with long-term capital appreciation. To achieve its investment objective, the Sub-Fund will invest in US securities issued by approximately 25-30 listed companies (the number of which will be maintained in its portfolio) and will typically invest in the common stocks of large capitalization ("large-cap") US companies. The Sub-Fund considers large cap companies to be those publicly traded US companies with capitalizations exceeding \$5 billion.

Investment Philosophy

1. **Valuation matters dearly.**
2. **We are business owners on behalf of our clients.**
3. **We seek out high-quality businesses.**

The Eight Criteria

Over the entire holding period, each holding is required to:

- » Meet an economic need
- » Boast a strong competitive advantage (wide moats or barriers to entry)
- » Have a long history of profitability and strong operating metrics
- » Generate high levels of free cash flow
- » Be available at a low price in relation to its intrinsic value

Favored, but not required, criteria include:

- » Management's history of shareholder friendliness
- » Strong balance sheet
- » Strong insider ownership (preferably with recent purchases)

Portfolio Managers



Bill Smead, Lead Portfolio Manager

Bill Smead is the Lead Portfolio Manager and final decision-maker for the Fund. Bill has over 38 years of experience in the investment industry.



Tony Scherrer, CFA, Co-Portfolio Manager

Tony Scherrer is a Co-Portfolio Manager and is jointly responsible for the day-to-day management of the Fund. Tony has over 24 years of experience in the investment industry.



Cole Smead, CFA, Co-Portfolio Manager

Cole Smead is a Co-Portfolio Manager of the Fund. He is also a member of the investment committee that oversees the management of the firm's separate accounts and mutual funds. He has been in the investment business since 2006.

Key Facts

Fund Inception	29/11/13
Investment Style	Large-Cap Value
Total Net Assets	\$80.97 Million
Base Currency	US Dollar
Structure	UCITS
Domicile	Luxembourg

Fund Information

I Shares

Total Expense Ratio	1.15%
Management Fee	1.05%
Minimum Investment	\$1,000,000

USD ACC

Bloomberg	SMVUSIU
ISIN	LU0979706610

EUR ACC

Bloomberg	SMVUSIE
ISIN	LU0979706966

GBP ACC

Bloomberg	SMVUSIG
ISIN	LU0979706883

GBP DIS

Bloomberg	SMDUSIG
ISIN	LU1373908331

A Shares

Total Expense Ratio	2.25%
Management Fee	1.85%
Minimum Investment	\$10,000

USD ACC

Bloomberg	SMDUSAU
ISIN	LU1376305246

SMEAD CAPITAL MANAGEMENT

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Performance | Average Total Returns as of 30 June 2020

	RECENT MONTH	QTR	YTD	ONE YEAR	THREE YEARS	FIVE YEARS	SINCE INCEPTION 29/11/2013
I USD ACC	0.71%	21.45%	-17.49%	-10.16%	3.59%	4.41%	6.15%
S&P 500 NR INDEX	1.94%	20.37%	-3.37%	6.87%	10.07%	10.05%	10.13%
RUSSELL 1000 VALUE NET INDEX	-0.73%	14.05%	-16.61%	-9.58%	1.05%	3.85%	5.03%

Calendar-Year Returns

	2013*	2014	2015	2016	2017	2018	2019
I USD ACC	2.15%	14.08%	0.89%	2.89%	24.57%	-5.14%	25.58%
S&P 500 NR INDEX	2.48%	12.99%	0.75%	11.23%	21.10%	-4.94%	30.70%
RUSSELL 1000 VALUE NET INDEX	2.47%	12.68%	-4.53%	16.44%	12.85%	-8.94%	25.56%

*Since inception 29/11/2013.

Investors should carefully read the prospectus, the key investor information document and all other relevant documentation before investing in the Fund. Past performance does not guarantee future results. The investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. Current performance of the Fund may be lower or higher than the performance quoted. The S&P 500 NR Index is a market-value weighted index consisting of 500 stocks chosen for market size, liquidity, and industry group representation. The Russell 1000 Value Index measures the performance of those Russell 1000 companies with lower price-to-book ratios and lower forecasted growth values. Both indexes include a 30% withholding for non-US securities. One cannot invest directly in an index. This does not constitute the solicitation of an offer to purchase or subscribe for any investment, financial instrument or service in any jurisdiction where such a solicitation of an offer is unlawful. The Fund is only available for investment by non-US citizens who are not residents of the US. The Fund is not offered for sale or sold in the US, its territories or possessions. The Fund is not registered for sale to the public in all jurisdictions. The information contained herein has not been reviewed in light of your personal circumstances.

Smead Funds - Smead US Value UCITS Fund, incorporated on December 4, 2015, is a UCITS organized as an investment company with variable capital, with one sub-Fund (Société d'investissement à capital variable, "SICAV") under the laws of Luxembourg, and is regulated by the Commission de Surveillance du Secteur Financier ("CSSF") which is the Luxembourg supervisory authority. Further information about the Sub-Fund, including copies of its prospectus, the last annual reports and any subsequent half yearly reports can be obtained free of charge, in English, at the registered office of the Fund, Central Administrator, the Custodian Bank, the Fund distributors or online at www.smeadcap.com. These agreements may be amended by mutual agreement of the parties involved. Luxembourg taxation regime may have an impact on the personal tax position of the investors. Depending on your own country of residence, this might have an impact on your investment. For further details you should consult a tax adviser. Duff & Phelps (Luxembourg) Management Company S.à r.l. was appointed as Management Company of the Fund with effect 4 December 2015 and may be held liable solely on the basis of any statement contained in this document that is misleading, inaccurate or inconsistent with the relevant parts of the prospectus for the Fund. Smead Capital Management is the Delegated manager of this sub-Fund. This Fund is authorized in Luxembourg and regulated by the Commission de Surveillance du Secteur Financier. Duff & Phelps (Luxembourg) Management Company S.à r.l. is authorized in Luxembourg and regulated by the Commission de Surveillance du Secteur Financier. Frank Russell Company is the source and owner of the trademarks, service marks and copyrights related to the Russell Indexes. Russell® is a trademark of Russell Investment Group.

Smead Capital Management UK (LTD) is authorised and regulated by the Financial Conduct Authority.

Price/Earnings: the ratio of a firm's closing stock price and its trailing 12 months' earnings/share. **Price/Book:** the ratio of a firm's closing stock price and its fiscal year end book value/share. **Book value:** is the net asset value of a company, calculated by subtracting total liabilities from total assets. **Free cash flow:** is revenue less operating expenses including interest expenses and maintenance capital spending. It is the discretionary cash that a company has after all expenses and is available for purposes such as dividend payments, investing back into the business or share repurchases. **Earnings per share (EPS):** is calculated by taking the total earnings divided by the number of shares outstanding. **Price/Cash Flow:** A measure of a company's financial health calculated by dividing a company's cash flow into the current stock price. **Weighted Avg Market Cap:** A calculation in which each stock's market capitalization and its weight in the portfolio are used to determine the portfolio's average.

Top Ten Holdings

NVR Inc. (NVR)	6.85%
Target Corp. (TGT)	6.52%
Amgen Inc. (AMGN)	6.51%
Lennar Corp. (LEN)	5.65%
American Express Co. (AXP)	5.64%
Discovery Inc. Class A (DISCA)	5.55%
eBay Inc. (EBAY)	5.19%
The Home Depot Inc. (HD)	4.39%
JPMorgan Chase & Co. (JPM)	4.27%
Bank of America Corp. (BAC)	3.94%

Top Sectors

Consumer Discretionary	36.17%
Financials	22.09%
Health Care	13.45%
Communication Services	12.08%
Information Technology	6.46%

Equity Characteristics

Weighted Avg. Market Cap	\$112.9 Billion
Portfolio Price/Earnings	17.80x
Portfolio Price/Book	1.97x
Price/Cash Flow	7.60x

Asset Allocation

Common Stock

97.13%

Cash & Cash Equivalents

2.87%

Fund holdings, sector allocation and asset allocation are subject to change and are not recommendations to buy or sell any security.

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