ZADIG Asset Management

Memnon European Equity Fund Class I EUR

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Stock Picking at work

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In July, European markets rose slightly again, managing to overcome the technology and semiconductor sell-off, thanks notably to the strong performance of the energy and banking sectors. Some perceived "AI losers" have started regaining investor interest and favour. Tensions persisted in the Middle East, with a few stop-start peace talks between the USA and Iran, which overall led to a 20% rebound in oil prices.

The Memnon Fund rose 0.7% while the index climbed 1.0%, bringing the performance of the Fund year-to-date to 15.2% vs 11.8% for the MSCI Europe. The performance of the names in the portfolio was partially driven by thematic rotation as well as the first mid-year publications, as July traditionally marks the beginning of the earnings' season.

On the negative side, STMicroelectronics (-220bps) was severely hit after its Q2 announcement and Q3 guidance, despite pretty good numbers and upward revision of its data-center opportunity. However, it was not enough to satisfy market appetite after the strong rally of the share price in the first half and publication triggered profit-taking. Ryanair (-60bps) disappointed as well by hinting at some kind of pricing pressure for the Q3 bookings and also suffered from rising fuel costs. Also among the negative contributors was AstraZeneca (-70bps), which didn't suffer from an in-line earnings' announcement, but was hit by a surprising and unusual negative read of its Cardio-transform trial regarding a potential 2bn sales product called Wainua, which had been considered as very low risk. There are several upcoming trials in the second half that will induce significant share-price reactions.

Among the positive contributors, the strongest performer was Edenred (+80bps), which was recently added to the portfolio and trades on close to double digit FCF yield. The name was rewarded for better than expected results and a guidance upgrade signalling the potential end in sight of regulatory pressure on earnings. This follows confirmation of an approach by private-equity funds in the perspective of a potential deal. The second best contributor was Daimler Truck (+60bps) which pre-announced improvement in sales and profitability in Q2. In third and fourth position come Publicis (+50bps) and SAP (+40bps), two business-models perceived as being threatened by the rising use of AI. However, both of them published organic growth at the top end of the market consensus, reassuring the market for now that the impact of AI may be potentially less negative than what has been priced in.

During the month, we exited Société Générale, after the shares had reached their highest level in eighteen years, after increasing its ROE guidance for 2026 and announcing a new share buyback program. The name has reached our target price.

Overall, the earnings trend remains quite positive across the board, being driven beyond "AI only" related themes. The Fund remains disciplined in valuation and thematic diversification and continues to chase new misunderstood or underestimated opportunities.

The current volatile situation in the Middle East seems to have been partially shrugged off by investors. We are mindful of the wide range of outcomes for the European economy and equity markets this year. But we see volatility as an opportunity.

As of 31/07/2026

NAV per Share

Class I EUR (LU0578133935) 455.55

Fund AUMs

313 M EUR

Strategy AUMs

590 M EUR

Firm AUMs

953 M EUR

Inception Date

01/02/2011

UCITS Fund

Yes

Liquidity

Daily (cut-off time 11 AM CET)

Auditor

PricewaterhouseCoopers SC

Depositary Bank

Pictet & Cie (Europe) S.A.

Central Administration Agent

FundPartner Solutions (Europe) S.A.

Annual Management Fees

1.25%

Ongoing Charges

1.51%

Performance Fees

15% of Outperformance above relative High Water Mark

Reference Index

MSCI Europe TRI Net since 01/03/2024

MSCI Europe Ex UK TRI Net until 29/02/2024

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ZADIG Asset Management

Memnon Fund

European Equities concentrated portfolio of best ideas only, with sector, country and thematic diversification

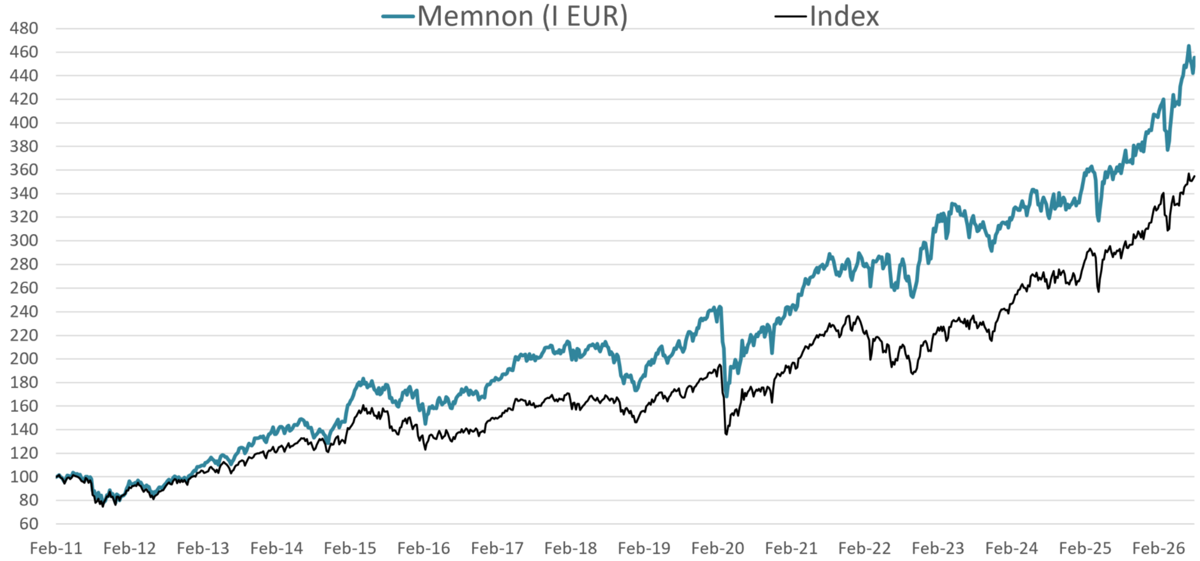
Objective

To outperform the Equity market every year and by 5 to 10% on average over the long term.

Performance (Class I EUR) *

Period	Memnon	Index	Outperformance
July 2026	0.7%	1.0%	-0.3%
YTD	15.0%	11.8%	3.2%
2025	18.6%	19.4%	-0.8%
2024	5.9%	9.5%	-3.5%
2023	10.7%	17.6%	-6.8%
2022	1.1%	-12.6%	13.7%
2021	18.9%	24.4%	-5.5%
2020	-1.1%	1.7%	-2.8%
2019	36.6%	27.1%	9.5%
2018	-15.0%	-10.9%	-4.2%
2017	15.6%	11.4%	4.2%
2016	2.9%	2.4%	0.5%
2015	17.9%	10.7%	7.2%
2014	7.9%	6.4%	1.5%
2013	29.7%	22.1%	7.5%
2012	25.4%	19.4%	6.0%
2011 (Feb to Dec)	-16.2%	-15.9%	-0.4%
Since Inception	355.6%	255.3%	100.3%

The table on the left as well as the below chart relate to past performance which is not a reliable indicator of current or future performance and should not be the sole factor of consideration when selecting a product or strategy. This product has been classified as 4 out of 7, which is a medium risk class. Please refer to the prospectus and KID for more information on the specific risks relevant to this product not included in this document.



Exposure *

Equities	97.8%
Cash	2.2%
Investments	22
Top 10	53.4%
Beta	1.07

Largest Holdings *

Saint Gobain	7.0%
STMicroelectronics	6.4%
AstraZeneca	5.6%
Carrefour	5.5%
Reckitt	5.4%

Market Capitalisations *

> 10bn EUR	79%
2 to 10bn EUR	21%
< 2bn EUR	0%

Main Contributions (relative) *

Positive	%
Edenred	0.8
Daimler Truck	0.6
Publicis	0.5
Negative	**%**
STMicroelectronics	-2.1
AstraZeneca	-0.7
Ryanair	-0.6

Metrics (3 years, p.a.) *

Outperformance (p.a.)	-1.0%
Tracking error	6.0%
Volatility	13.1%

Valuation (12 mth fwd) *

P/E	13.7
Dividend Yield	3.4%
P/BV	1.8

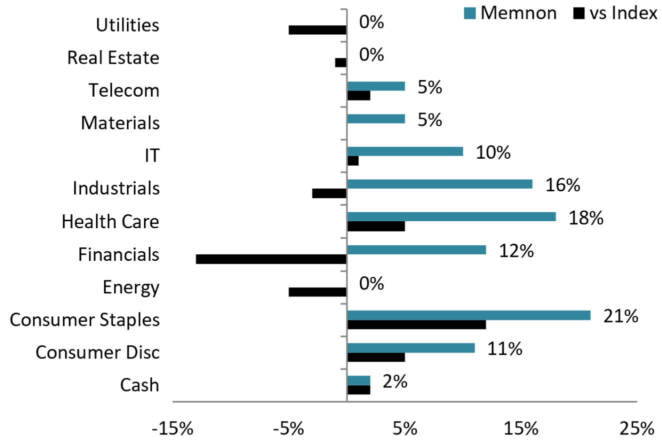
Countries Exposures *

Country	Expo	vs Index
Benelux	12%	0%
Nordic	4%	-7%
France	24%	10%
Germany	17%	3%
UK & Ireland	23%	1%
Italy	9%	4%
Spain	3%	-3%
Switzerland	6%	-9%
Rest of EU	0%	-1%
US & Canada	0%	0%
Others	0%	0%
Cash	2%	2%

Risk indicator

1	2	3	**4**	5	6	7

Lower risk — Higher risk



* Source of all tables and charts in this document: Zadig Asset Management S.A.