

DIGITAL STARS EUROPE

MONTHLY UPDATE

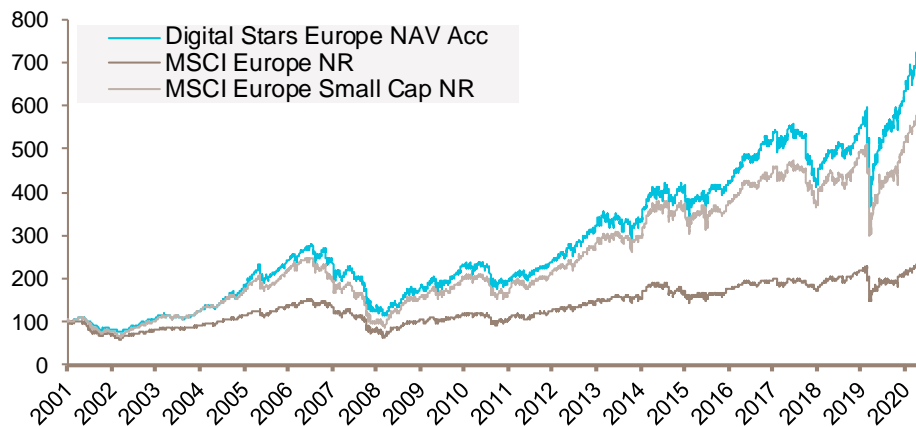
Equities maintained their bullish trajectory in April, with the MSCI Europe NR rising by 2.1% and the S&P 500 NR by 5.3%. There are many supportive factors behind the strong rebound in the stock markets. The economic recovery will be strong, and the V-shaped economic recovery scenario is becoming a reality with GDP growth expected to exceed 4% in Europe in 2021 and 2022. At the same time, central banks are maintaining a dovish stance, which is limiting the rise in long-term interest rates in a reflationary context, and the stimulus plans put in place by the executive authorities will be massive. Households have built up reserves and consumption will be sustained, especially as the health crisis could soon be behind us, at least in its most severe form.

In such a context of cyclical recovery, equities remain compelling, especially as they are not very expensive. The risk premium for the European market stands at 5.9%, and remains more generous than the 20-year historical average of 5.0%.

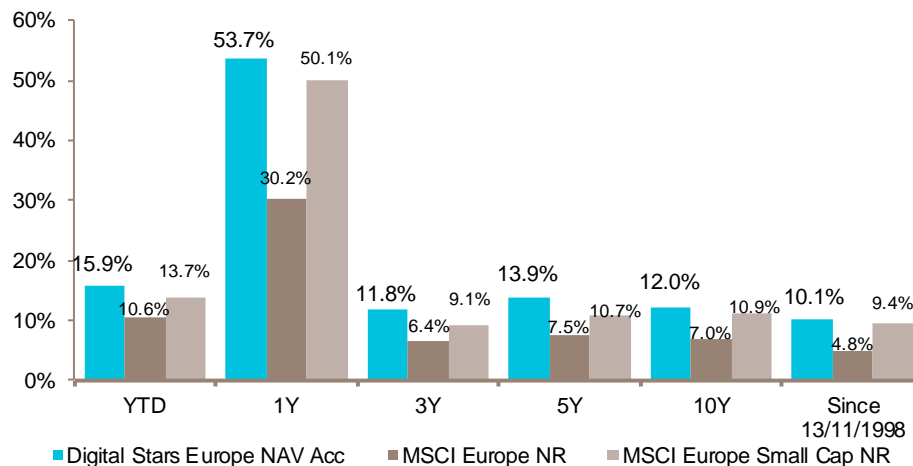
The Digital funds posted their sixth consecutive month of gains in April, outperforming their benchmarks. The first part of the month was particularly positive. Growth stocks drove performance. We are also benefiting from positive surprises in quarterly earnings announcements, and from companies raising their forecasts (MPC Container Ships, flatexDEGIRO, Nordic Semiconductor, Evolution Gaming).

The monthly performance of Digital Stars Europe Acc is +4.6%, compared to +2.1% for the MSCI Europe NR.

COMPARISON WITH MAJOR INDICES (IN EUR)



ANNUALISED RETURNS AS OF 30/04/2021



PROFILE

A diversified portfolio, within the all-cap universe with a purely quantitative management style. The investment universe embraces approximately 1700 stocks originating in the European Union, the United Kingdom, Switzerland and Norway. The minimum capitalisation of the stocks selected is €100m.

The rebalancings carried out in April covered all capitalizations. The cyclical bias of the funds is again reinforced by the introduction of stocks in commodities, construction, semiconductors and banking. We continue to sell those stocks that have benefited from the low interest rate environment: renewable energies and telecoms. We are also seeing the exit of internet distribution stocks, a sector that had driven our performance in 2020. Digital Stars Europe remains overweight in technology, consumer discretionary and industrials, and underweight in healthcare and food. The fund is neutral on financials and commodities. The United Kingdom remains the largest country weight at 17.7%, ahead of Sweden at 16.9%, and Germany at 13.9%.

OBJECTIVE

Achieve long-term appreciation of its capital and outperform the broad European markets, through the experienced usage of a sophisticated and proprietary quantitative model to identify the "Stars" performers.

FUND FACTS

Launch:	13.11.1998
Profile:	All-Cap
Currency:	EUR
Benchmark:	MSCI Europe NR
AuM:	€ 710.7 m

Share Classes:

Acc:	LU0090784017	BILDSCE LX
Acc1:	LU1731919103	DFSED1E LX
Acc2:	LU2098777084	DIFSE2E LX
GBP:	LU0259627379	DFSEGBP LX
USD:	LU0274905818	DFSEUSD LX
R:	LU0323041763	DFSTARR LX
D:	LU0905713201	DFSTARD LX
D1:	LU1731919525	DFSED1E LX
I:	LU1506569661	DFSTAIE LX
I1:	LU2211665745	DIFSEI1 LX
I USD:	LU2049410926	DIFSEIU LX
S:	LU1651323278	DFSTARS LX
P:	LU2005654798	DGSTEUP LX

Mgt. Fees:	1.5%, (R/S: 2%, P:2.2% I/I1/I USD/D1/Acc2: 1%)
Perf. Fees:	15% of the outperformance vs index (R/S/P: 20%)
Valuation Date:	Daily
Cut-off:	3pm, Luxembourg time

TOP HOLDINGS AND BEST CONTRIBUTORS (30/04/2021)

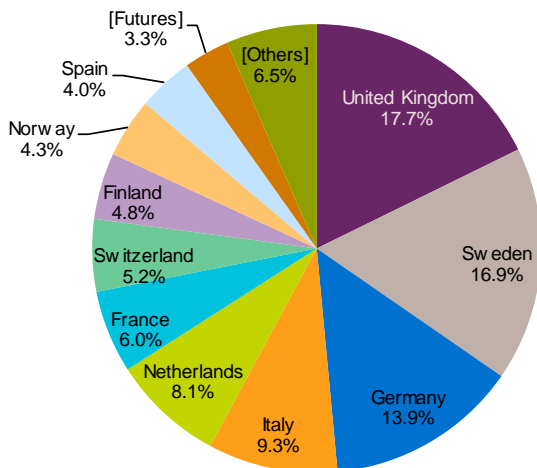
Top positions	Weights	Top contributors	1 Month perf	1 month contribution
ASM International N.V.	2.53%	Evolution Gaming Group AB	31.5%	0.76%
Evolution Gaming Group AB	2.34%	flatexDEGIRO AG	35.1%	0.44%
HelloFresh SE	1.95%	HelloFresh SE	8.5%	0.22%
Royal Mail plc	1.65%	Avanza Bank Holding AB	13.0%	0.20%
Avanza Bank Holding AB	1.64%	Nordic Semiconductor ASA	34.8%	0.20%

PERFORMANCE ATTRIBUTION (EXCL. FEES) - APRIL 2021

From 31/03/2021 to 30/04/2021	Average Weight	Total Return	Contribution To Return
Total	100.0	5.39	5.39
Consumer Discretionary	22.3	6.79	1.60
Industrials	20.1	4.45	0.90
Financials	16.1	5.64	0.89
Information Technology	15.7	3.91	0.63
Health Care	4.5	11.07	0.47
Materials	7.7	4.37	0.33
Communication Services	3.0	9.82	0.28
Real Estate	1.5	12.21	0.17
[Futures]	3.3	1.91	0.07
Utilities	0.8	6.05	0.05
Energy	3.1	0.84	0.02
Consumer Staples	1.9	-0.15	-0.00

Source: FactSet

COUNTRY BREAKDOWN (30/04/2021)



CALENDAR RETURNS

30/04/2021	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011	Since Inception
Digital Stars Europe NAV Acc	+15.9%	+15.6%	+31.4%	-19.5%	+23.7%	+0.7%	+24.7%	+3.5%	+36.0%	+22.7%	-16.0%	+763.6%
MSCI Europe NR	+10.6%	-3.3%	+26.0%	-10.6%	+10.2%	+2.6%	+8.2%	+6.8%	+19.8%	+17.3%	-8.1%	+186.8%
MSCI Europe Small Cap NR	+13.7%	+4.6%	+31.4%	-15.9%	+19.0%	+0.9%	+23.5%	+6.5%	+33.4%	+27.0%	-17.5%	+648.1%

Inception date: 13/11/1998

Important information: Digital Funds Stars Europe is a sub-fund of Digital Funds, a SICAV incorporated under Luxembourg law, authorised in Luxembourg and regulated by the Luxembourg supervisory authority Commission de Surveillance du Secteur Financier (CSSF). The Fund complies with the requirements of the UCITS Directive 2009/65/EC. Investors are invited to carefully read the risk warnings and the regulations set out in the prospectus and/or in any appendices thereto, applicable in the country of distribution, and to seek professional counsel from their financial, legal and tax advisors. Information about DIGITAL FUNDS, its sub-funds and classes, the latest prospectus, annual and semi-annual reports, can be obtained free of charge, in English, French, German and Italian from the Central Administrator, the Custodian Bank or online at www.chahinecapital.com. The Fund's prospectus for Switzerland, the Key Investor information's, constitutive documents and annual and semi-annual financial reports can be obtained free of charge from the Fund representative in Switzerland, Carnegie Fund Services S.A., 11, rue du Général-Dufour, 1204 Genève, Suisse, Tel. +41 22 705 11 77, www.carnegie-fund-services.ch. The paying agent in Switzerland is UBS Switzerland AG, Bahnhofstrasse 45, 8001 Zürich. The Fund's centralizing agent in France is RBC Investors Services France. This document is confidential and is intended only for the use of the person to whom it was delivered; it may not be reproduced or distributed. The present document constitutes neither an offer nor a solicitation to subscribe for shares in the funds in any jurisdiction where such an offer or solicitation would not be authorised, or to any person to whom it would be unlawful to make such an offer or invitation. J.Chahine Capital is authorised in Luxembourg and regulated by the CSSF. The future performance of an investment cannot be deduced from previous market value, i.e. the value of an investment may fall as well as rise. An investment may also lose value due to changes in rates of foreign exchange. J.Chahine Capital cannot guarantee that any capital invested will maintain or increase in value.

STRUCTURE AND MANAGEMENT

Fund Managers: Julien Bernier
Aymar de Léotoing

Location: Luxembourg

Man. Company: J. Chahine Capital, a Luxembourg-based CSSF-regulated AM Company

Legal form: Sub-Fund of DIGITAL FUNDS, a Luxembourg-based SICAV under Part I of the Luxembourg Law of December 20, 2002.

Custodian: UBS Europe SE (Lux. branch)
Transfer Agent: Northern Trust Global Services
Administration: Northern Trust Global Services
Auditor: PwC Luxembourg

Registration: Austria, Belgium, France, Germany, Italy, Luxembourg, Spain, Sweden, Switzerland, UK

KEY FIGURES (30/04/2021)

NAV (Acc):	€ 1,316.60
NAV (Acc1):	€ 141.18
NAV (Acc2):	€ 131.17
NAV (GBP):	£ 470.88
NAV (USD):	\$ 317.68
NAV (R):	€ 270.25
NAV (D):	€ 243.33
NAV (D1):	€ 136.20
NAV (I):	€ 179.21
NAV (I1):	€ 131.50
NAV (I USD):	\$ 155.06
NAV (S):	€ 138.83
NAV (P):	€ 140.90

Risk statistics	1Y	3Y
Beta vs. Benchmark	0.88	0.98
Volatility	17.2%	19.7%
Sharpe Ratio	3.13	0.60

SRRI (Acc Class): 6

Median Market Capitalisation: € 3,312 M
Median % of Market Volume: 34.8%
% Small Caps (< EUR2Bio): 23.8%
% Mid Caps (EUR [2Bio; 5Bio]): 32.6%
% Large Caps (>EUR 5Bio): 43.5%