

DIGITAL STARS EUROPE EX UK

MONTHLY UPDATE

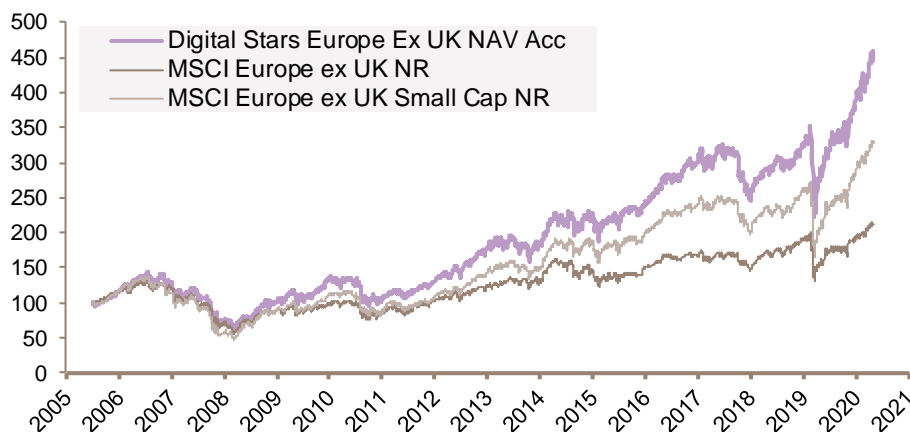
Equities maintained their bullish trajectory in April, with the MSCI Europe NR rising by 2.1% and the S&P 500 NR by 5.3%. There are many supportive factors behind the strong rebound in the stock markets. The economic recovery will be strong, and the V-shaped economic recovery scenario is becoming a reality 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%.

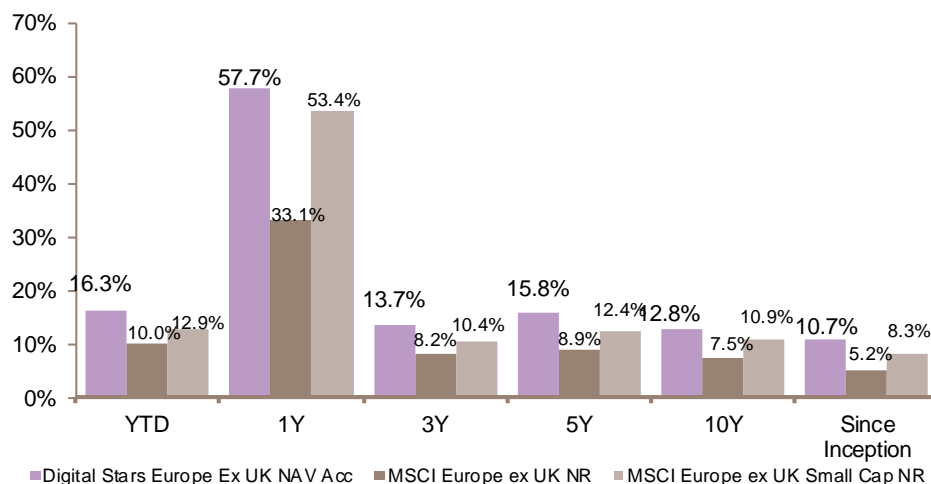
The Digital funds posted their sixth consecutive month of gains in April, outperforming their benchmarks. The first part of the month was particularly positive. Growth stocks drove performance. We are also benefiting from positive surprises in quarterly earnings announcements, and from companies raising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

Digital Stars Europe Ex-UK Acc ended April at +4.4% compared to +2.1% for the MSCI Europe ex UK 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 1300 stocks originating in the European Union (United Kingdom excluded), Switzerland and Norway. The minimum capitalisation of the stock 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 Ex-UK remains overweight in technology, consumer discretionary, financials and materials; and underweight in healthcare and food. The fund is neutral on financials and commodities. Sweden is the largest country weight at 19.1%, ahead of Germany at 16.9%.

OBJECTIVE

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

FUND FACTS

Launch:	30.06.2006
Profile:	All Cap
Currency:	EUR
Bmk:	MSCI Europe ex UK NR
AuM:	€ 628.4 m
Eligible to the French PEA	

Share Classes:

Acc:	LU0259626645	DFXUKAC LX
Acc1:	LU1731919871	DFXUA1E LX
Acc2:	LU1731919954	DFSEI1E LX
D:	LU2133218540	DISEEDE LX
I:	LU0997310957	DFXUKIA LX
GBP:	LU0259626991	DFXUKGB LX
P:	LU2005655092	DGSEXUP LX
D:	LU2133218540	DISEEDE LX

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

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

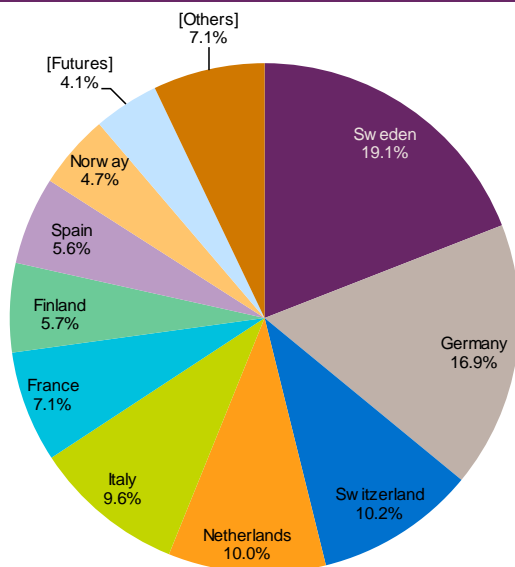
Top positions	Weights	Top contributors	1 Month perf	1 month contribution
Evolution Gaming Group AB	3.41%	Evolution Gaming Group AB	31.48%	0.84%
ASM International N.V.	2.94%	flatexDEGIRO AG	35.06%	0.36%
Avanza Bank Holding AB	2.17%	Nordic Semiconductor ASA	34.80%	0.30%
Sinch AB	1.84%	Avanza Bank Holding AB	12.95%	0.26%
PostNL NV	1.83%	PostNL NV	12.63%	0.21%

PERFORMANCE ATTRIBUTION (EXCL. FEES) - APRIL 2021

From 31/03/2021 to 30/04/2021	Average Weight	Total Return	Contribution To Return
Total	100.00	5.06	5.06
Consumer Discretionary	18.6	9.06	1.66
Financials	20.0	5.92	1.15
Information Technology	16.6	3.60	0.67
Industrials	17.0	3.79	0.63
Materials	11.7	3.24	0.39
Health Care	2.7	8.64	0.22
Real Estate	1.5	10.56	0.14
Communication Services	2.4	4.88	0.11
[Futures]	4.2	1.91	0.08
Energy	3.5	0.85	0.02
Utilities	0.0	4.33	0.01
Consumer Staples	1.7	-0.73	-0.03

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 Ex UK NAV Acc	+16.3%	+20.2%	+30.1%	-17.2%	+25.0%	+5.0%	+24.7%	+3.6%	+37.1%	+22.4%	-21.4%	+352.0%
MSCI Europe ex UK NR	+10.0%	+1.7%	+27.1%	-10.9%	+11.4%	+2.4%	+10.7%	+6.4%	+22.1%	+19.4%	-12.4%	+111.6%
MSCI Europe ex UK Small Cap NR	+12.9%	+11.7%	+28.5%	-15.8%	+20.3%	+5.5%	+25.0%	+5.9%	+33.5%	+22.8%	-21.9%	+227.1%

Inception date : 30/06/2006

Important information: Digital Funds Stars Europe Ex-UK 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 Asset Management 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):	€ 451.99
NAV (Acc1):	€ 149.68
NAV (Acc2):	€ 152.11
NAV (D):	€ 175.96
NAV (I):	€ 280.32
NAV (GBP):	£ 565.95
NAV (P):	€ 144.79

Beta 1Y vs Benchmark:	0.91
Beta 3Y vs Benchmark:	1.01
Volatility 1Y:	17.2%
Volatility 3Y:	19.4%
Sharpe Ratio 1Y:	3.36
Sharpe Ratio 3Y:	0.71
SRRI (Acc Share):	6

Median Market Capitalisation:	€ 3,591 M
Median % of Market Volume:	39.1%
% Small Caps (< EUR2Bio):	23.3%
% Mid Caps (EUR [2Bio; 5Bio]):	34.1%
% Large Caps (>EUR 5Bio):	42.6%