

Strategic Report / Ten Largest Equity Investments

57.2%**

The top ten equity investments make up 57.2% of the net assets*, with underlying businesses spread across a diverse range of sectors and regions.

All discounts are estimated by AVI as at 30 September 2024, based on AVI's estimate of each company's net asset value.

* For definitions, see Glossary on pages 101 to 105.
 ** % of net assets.

1	2	3	4	5	6
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01.

D'leteren Group Holding Company

% of net assets: 8.3%
 Valuation: £91.8m
 Discount: -41%

Source / D'leteren Group S.A.



A seventh-generation Belgian family-controlled holding company whose crown jewel asset is a 50% stake in Belron, the global no.1 operator in the Vehicle Glass Repair, Replacement and Recalibration industry.

02.

News Corp Holding Company

% of net assets: 7.5%
 Valuation: £83.5m
 Discount: -46%

Source / SOPA Images via Getty Images



The Murdoch family-controlled holding company that was established in current form in 2013. A 62% listed stake in Australian-listed REA Group accounts for the bulk of News Corp's market cap and masks an attractive collection of unlisted assets. In particular Dow Jones, a crown jewel asset that successfully evolved the Wall Street Journal into a thriving digital consumer and Professional Information business.

DIVERSIFIED

Our portfolio contains broad diversification to sectors and companies

Sector breakdown:



- Communication Services: 19%
- Consumer Discretionary: 28%
- IT: 11%
- Financials: 7%
- Consumer Staples: 14%
- Energy: 3%
- Healthcare: 4%
- Industrials: 4%
- Materials: 2%
- Real Estate: 5%
- Utilities: 1%
- Other: 2%

06.

Bollore Holding Company

% of net assets: 5.2%
 Valuation: £57.3m
 Discount: -40%

Source / VW Pics via Getty Images



French-listed holding company controlled by the mercurial Vincent Bollore. Bollore trades at a 40% discount to our estimated NAV, which is principally comprised of stakes in Universal Music Group, Vivendi, cash and self-ownership loops. We believe there are multiple potential catalysts on the horizon.

07.

Cordiant Digital Infrastructure Closed-ended Fund

% of net assets: 4.9%
 Valuation: £54.7m
 Discount: -27%

Source / Cordiant Digital Infrastructure Limited



Cordiant Digital Infrastructure is a London-listed closed-ended fund which invests in various infrastructure assets such as data centres, telecom towers, and fibre-optic asset businesses predominantly in Emerging Europe. We invested into Cordiant at an unduly wide 40% discount driven by a rising yield environment and an unfair read-across from problems at its closest peer.

51.1%**

7

8

9

10

03.

% of net assets
6.6%

Valuation
£73.8m
Discount
-30%

Oakley Capital Investments
Closed-ended Fund

Source / Liberty Dental Group



Oakley Capital Investments (OCI) is a London listed closed-ended fund which invests in the private funds run by Oakley Capital, a UK-based private equity firm. OCI owns a portfolio of fast-growing businesses in the consumer, education, services, and technology sectors.

04.

% of net assets
6.0%

Valuation
£66.1m
Discount
-36%

Chrysalis Investments
Closed-ended Fund

Source / Starling Bank Limited



Chrysalis Investments is a London-listed closed-ended fund which invests in late-stage private companies. Chrysalis' top five companies represent 74% of its NAV, despite being written down significantly below previous funding rounds and being either profitable or funded to profitability. Chrysalis' manager announced a new capital allocation policy in February 2024.

05.

% of net assets
5.5%

Valuation
£61.5m
Discount
-26%

Partners Group Private Equity
Closed-ended Fund

Source / Partners Group



London-listed closed-end fund managed by Swiss private equity manager Partners Group, which invests in global buyouts on a co-investment basis alongside Partners' direct investing programmes. We invested following lethargic returns, concerns over governance, and suspension of the dividend which forced a sell-off. We have since proactively engaged with the board on multiple matters.

08.

% of net assets
4.9%

Valuation
£54.5m
Discount
-50%

Rohto Pharmaceutical
Asset-backed Special Situation

Source / Rohto Pharmaceutical Co., Ltd.



Rohto is a Japan-based manufacturer and marketer of cosmetics products and functional foods. Despite the company's superior operational efficiencies and profit margins versus peers, it trades at a heavy discount due to an unclear equity story, poor shareholder communication and inefficient capital allocation. AVI believes that constructive engagement with management can help drive long-term value creation, in turn leading to a re-rating in the shares.

09.

% of net assets
4.2%

Valuation
£47.2m
Discount
-29%

FEMSA Holding Company

Source / Comunicación Corporativa FEMSA



FEMSA is a Mexican family-controlled holding company with roots dating back to the establishment of Mexico's first brewery in 1890. The bulk of the value lies in unlisted FEMSA Comercio, which primarily operates Oxxo-branded convenience stores across Mexico and Latin America. In 2023 the company completed a strategic review, simplifying its structure and generating considerable excess capital. Despite these significant strides, the shares still trade at a wide discount.

10.

% of net assets
4.1%

Valuation
£46.0m
Discount
-38%

Reckitt Benckiser Group
Holding Company

Source / Bloomberg via Getty Images



Reckitt Benckiser is a UK-listed consumer goods conglomerate which owns a collection of trusted brands that exhibit meaningful barriers to entry, high margins, and attractive growth prospects. Already trading at a discounted valuation, the company was hit by a litigation shock which has pushed the shares to a decade low multiple and record discount to peers.