

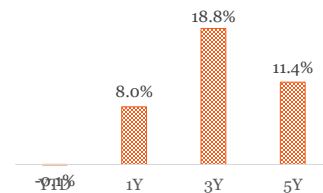
## Fund description

BrightGate Focus is a long-only fund with the aim, through an exhaustive and independent study of companies' fundamentals, of constructing a concentrated portfolio of issues with a better risk/return binomial than the market. The Fund has total investment discretion in terms of geography, asset class (equities, bonds, preferreds), currency hedging, and ratings of its fixed income issues. The strategy does not follow any benchmark.

## Performance Annual, Class A

|      | Ene   | Feb   | Mar    | Abr   | May   | Jun   | Jul   | Ago   | Sep   | Oct   | Nov   | Dic   | Año    |
|------|-------|-------|--------|-------|-------|-------|-------|-------|-------|-------|-------|-------|--------|
| 2019 |       |       |        |       |       |       |       |       |       |       |       |       | -0.3%  |
| 2020 | -2.2% | -3.7% | -15.8% | 3.3%  | 2.9%  | 1.4%  | 1.3%  | 0.8%  | -2.0% | -1.6% | 12.2% | 4.6%  | -1.3%  |
| 2021 | 1.2%  | 2.6%  | 2.9%   | 1.1%  | 1.9%  | -1.8% | -2.3% | -0.7% | -3.9% | 7.3%  | -0.4% | 3.0%  | 11.0%  |
| 2022 | -2.4% | -4.0% | -3.1%  | 0.4%  | -2.9% | -5.7% | 8.4%  | -1.1% | -7.4% | 3.8%  | 4.6%  | -3.8% | -13.4% |
| 2023 | 11.0% | -0.5% | -3.5%  | 1.5%  | 3.1%  | 5.5%  | 3.8%  | -1.9% | -0.9% | -2.5% | 7.2%  | 8.8%  | 35.1%  |
| 2024 | 2.3%  | 3.9%  | 4.5%   | -2.6% | 2.3%  | -1.0% | 6.5%  | -3.8% | -0.1% | 0.7%  | 9.7%  | -2.6% | 20.7%  |
| 2025 | 4.7%  | 0.4%  | -7.1%  | -2.7% | 2.7%  | -0.2% | 5.4%  | 7.8%  | -3.2% | -0.8% | 4.6%  | 2.2%  | 13.6%  |
| 2026 | 3.0%  | -3.0% |        |       |       |       |       |       |       |       |       |       | -0.1%  |

## Performance Annualized, Class A



Management fees are included in the calculation of past performance. Past profits do not guarantee future performance. Investment in investment funds or other financial products indicated in this document may be subject to market, credit, liquidity, interest, currency, as well as geographical and sectorial concentration risks, with the potential loss of capital invested.

## Fund data

|                       |                    |
|-----------------------|--------------------|
| Category              | Balanced, global   |
| Inception (Class A/I) | dic-19             |
| Currency              | Euros              |
| NAV frequency         | Daily              |
| ISIN Class A          | ES0114904008       |
| ISIN Class I          | ES0114904016       |
| NAV A                 | 2013.0             |
| NAV I                 | 2131.9             |
| Management fee A      | 1.35%              |
| Management fee I      | 1.10%              |
| Success fee           | 9.0%               |
| Depositary            | 0.08%              |
| Min.                  | 100                |
| Deposit./Admin.       | CACEIS             |
| Inves. Manager        | Brightgate Capital |
| Auditor               | Auren Auditores    |

## Management Commentary

No new acquisitions were made during the month. The only divestment was our shares in Asbury Automotive, a company in which we have been invested for around three years, and with mediocre results. The aggressive acquisition policy pursued in recent years coincided with the peak in dealership profits following the pandemic. Asbury paid for these record profits, adding a large amount of goodwill and other intangibles to its balance sheet, depressing the RNOAs and thus the company's valuation. As a result, the company went from exhibiting the best metrics in the entire sector to recording one of the worst results since 2020. Although management has promised to improve capital allocation by prioritising share buybacks over further acquisitions, they have made similar promises before (in 2025, for example, they made another large acquisition), so it is premature to draw conclusions. A drastic change in this regard would cause us to reconsider our thesis, as our opinion of the underlying business has not changed.

The Fund declined during the month due to our significant position in Liquidia. This was the result of investor fatigue while awaiting Judge Andrews' ruling, coupled with the excessive and unrealistic statements made by the CEO of the main competitor, UTHR. Liquidia will publish its results in the coming days, which will confirm that Yutrepia's figures for January and February remain excellent. It will also update us on the progress of the company's other initiatives (L606 and two additional studies), which will generate value in the medium term. As we anticipate a favourable verdict from the judge in the near future, the current valuation of the shares is highly attractive. Taking into account only the PH market (without any contribution from ILD), we estimate earnings for this year in the range of \$3-4 per share. This means that the current valuation already fully reflects the highly unlikely event of an unfavourable ruling.

## Main metrics

|                    |       |
|--------------------|-------|
| Size MM€           | 13.7  |
| Number of holdings | 21    |
| Top 5 holdings     | 39.3% |
| Top 10 holdings    | 59.7% |
| Cash               | 10.0% |
| YTW, bonds         | -     |
| Duration           | -     |
| Volatility         | 12.8  |

## Sectoral breakdown

|                        |       |                 |      |
|------------------------|-------|-----------------|------|
| Communications         | -     | Government      | 2.7% |
| Consumer, cyclical     | 31.0% | Industrial      | -    |
| Consumer, non-cyclical | 28.0% | Basic materials | -    |
| Energy                 | 3.4%  | Technology      | -    |
| Financial              | 24.1% | Utilities       | -    |

## Geographical breakdown

|               |       |
|---------------|-------|
| North America | 60.5% |
| Europa        | 15.5% |
| Middle East   | 6.0%  |
| Asia          | 3.8%  |
| Other         | 3.4%  |

## Asset class breakdown

|                    |       |
|--------------------|-------|
| Fixed income       | -     |
| Preferreds         | 2.7%  |
| Special situations | 13.7% |
| Equity             | 72.7% |
| Cash               | 10.0% |

## Management team

|  |
|--|
| Javier López Bernardo, Ph.D., CFA - PM |
| Jorge Pascual-Ahuir Mata - Analyst     |

## Top holdings

| Name             | Weight | Sector                 | Asset class        | Geography | Currency |
|------------------|--------|------------------------|--------------------|-----------|----------|
| LIQUIDIA CORP    | 10.1%  | Consumer, Non-cyclical | Special situations | US        | USD      |
| MOLINA HEALTHCAR | 9.2%   | Consumer, Non-cyclical | Equity             | US        | USD      |
| NORTHEAST BANK   | 8.5%   | Financial              | Equity             | US        | USD      |
| GARRETT MOTIO    | 7.0%   | Consumer, Cyclical     | Equity             | CH        | USD      |
| BRP INC/CA-SUB V | 4.5%   | Consumer, Cyclical     | Equity             | CA        | CAD      |
| PERSIMMON        | 4.4%   | Consumer, Cyclical     | Equity             | GB        | GBp      |
| PRIVATE BANCORP  | 4.2%   | Financial              | Equity             | US        | USD      |
| AUTO PARTNER SA  | 4.1%   | Consumer, Cyclical     | Equity             | PL        | PLN      |
| PREFERRED BANK   | 3.9%   | Financial              | Equity             | US        | USD      |
| DAIWABO HOLDINGS | 3.8%   | Consumer, Cyclical     | Equity             | JP        | JPY      |

**TOP-10 HOLDINGS** **59.7%**