

SPECIAL REGISTRY CNMV: 2721. REGISTRATION DATE: 31/03/2003.

INVESTMENT MANAGER: Belgravia Capital, SGIIC, SA. REGISTERED OFFICE: Nuñez de Balboa, 120, 28006 MADRID. CNMV register : 196. Portfolio Manager: Carlos Cerezo  
CUSTODIAN BANK: Santander Securities Services SA. (Grupo Santander) AUDITORS: Ernst & Young.

Cumulative Return since July 1999\* **+357.09%** vs. Stoxx 600\*\* **+99.70%**

AUM: € 313.18 M

**INVESTMENT POLICY**

Belgravia Epsilon FI invests in European equities. The investment objectives are to achieve positive returns and a Sharpe ratio higher than the Stoxx 600 with a volatility of returns lower than the Stoxx 600. The company varies its equity exposure at its discretion, investing the balance in money market instruments.

**MONTHLY RETURNS (%)\***

Year	Jan.	Feb.	Mar.	Apr.	May.	Jun.	Jul.	Aug.	Sep.	Oct.	Nov.	Dec.	Cum
<b>1999</b>								1.97	-2.81	-0.37	6.12	9.51	<b>14.75</b>
<b>2000</b>	4.63	21.24	7.37	-2.08	1.60	-2.94	1.45	-1.72	-4.07	4.14	-1.85	-2.06	<b>26.00</b>
<b>2001</b>	4.72	-0.75	-1.05	2.46	3.80	-2.28	0.64	-2.44	-0.38	1.92	7.61	0.01	<b>14.60</b>
<b>2002</b>	0.50	-2.65	2.94	0.64	0.57	-5.50	-2.55	-0.22	-0.90	7.32	0.64	-3.25	<b>-3.01</b>
<b>2003</b>	-1.94	-0.79	-1.08	4.37	1.18	5.30	2.66	3.61	-1.19	2.52	-0.79	0.95	<b>15.49</b>
<b>2004</b>	1.20	1.37	-1.04	0.27	-0.83	0.41	-0.87	-0.79	1.55	1.42	1.16	2.99	<b>6.84</b>
<b>2005</b>	1.96	1.11	-0.90	-1.73	1.91	3.87	3.53	1.63	2.49	-3.33	0.60	2.04	<b>13.72</b>
<b>2006</b>	2.30	2.16	1.72	-0.62	-3.42	0.29	-0.39	0.82	-0.28	1.75	1.85	1.39	<b>7.66</b>
<b>2007</b>	1.92	-0.08	3.22	2.48	2.23	0.23	0.09	-3.03	-0.79	0.12	-1.26	0.28	<b>5.37</b>
<b>2008</b>	-3.7	0.01	-1.26	1.22	0.88	-4.41	-1.23	0.18	-1.87	-0.74	1.31	-2.86	<b>-11.96</b>
<b>2009</b>	-0.84	0.42	-0.06	3.11	0.59	0.14	0.43	4.04	3.12	1.55	-1.63	3.44	<b>15.10</b>
<b>2010</b>	-1.61	0.07	2.8	-0.14	0.21	-0.80	1.59	-0.31	5.13	1.98	-0.28	3.28	<b>12.35</b>
<b>2011</b>	-1.69	-0.08	-0.04	1.7	-0.95	-3.51	-1.86	-8.73	-1.19	-0.92	0.2	0.14	<b>-16.01</b>
<b>2012</b>	1.05	1.88	-0.3	-0.32	-2.48	1.14	2.7	0.36	-0.06	1.39	1.87	2.51	<b>10.07</b>
<b>2013</b>	2.74	1.24	-2.22	1.11	2.53	-3.82	7.71	-0.68	3.09	5.18	1.15	0.03	<b>19.05</b>
<b>2014</b>	3.49	2.19	0.42	-0.27	2.85	-1.61	-0.71	1.68	0.56	-0.19	2.74	1.28	<b>13.02</b>
<b>2015</b>	5.88	6.12	1.4	1.29	2.82	-1.67	2.43	-1.33	-2.00	0.83	1.96	0.72	<b>19.65</b>
<b>2016</b>	-4.13	0.59	1.39	0.32	1.06	-0.15	2.54	0.04	1.12	-0.53	-0.25	1.31	<b>3.20</b>
<b>2017</b>	1.07	0.25	-1.17	-1.12	1.33	1.67	0.05	-0.01					<b>2.05</b>

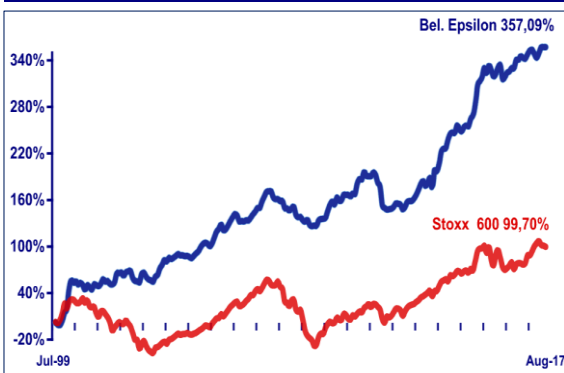
**PORTFOLIO MANAGER COMMENTS**

In August Belgravia Epsilon was flat with an average beta of 0.01 against the Stoxx 600, which returned -0.79%. European equity markets fell, dragged down by increased geopolitical risk from North Korea.

In August Belgravia Epsilon had a neutral performance. The cash equities portfolio had net losses, which were fully offset by the gains from the Eurostoxx 50 futures sold for hedging purposes. Best gains came from materials (AMG, Clean Teq) and industrials (SGL, Aggreko).

As of the 31st of August, Belgravia Epsilon had a net equity exposure of 9.4% and a beta of 0.02 against the Stoxx 600.

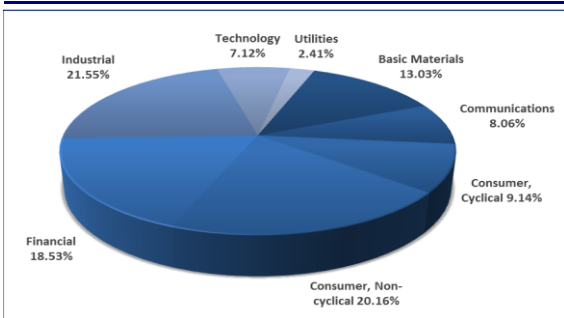
**CUMULATIVE RETURNS\***



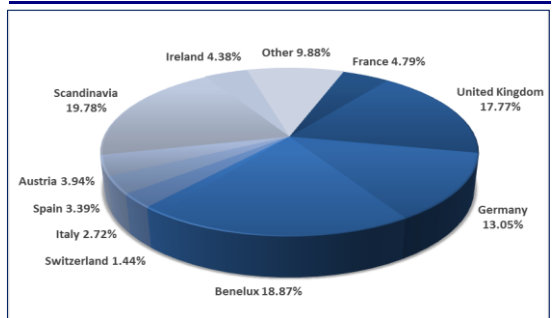
**STATISTICS**

	B. EPSILON*	STOXX 600
<b>SINCE JULY 1999</b>		
Average Monthly Return %	0.74	0.42
Annualised Return %	8.77	3.90
Monthly Standard Deviation %	2.80	4.44
Ann.Standard Deviation %	9.68	15.37
Sharpe Ratio	0.76	0.23
<b>AUGUST 2017</b>		
Return %	-0.01	-0.79
Average Gross Equity Exposure %	128.09	100
Average Net Equity Exposure %	14.76	100
Average Daily VaR %	0.46	1.31
Average Beta	0.01	1
Gross Equity Exposure at 31/08/17 %	135.17	100
Net Equity Exposure 31/08/17 %	9.44	100
VaR at 31/08/17 %	0.47	1.29
Beta at 31/08/17	0.02	1

**SECTORIAL ALLOCATION**



**GEOGRAPHICAL ALLOCATION**



\* From July 1999 until September 2004 the historical track record corresponds to Belgravia Beta SICAV, merged into Belgravia Epsilon FI Unit Trust in April 2017.

\*\* The Stoxx 600 series includes net dividends.

ISIN Code: ES0114353032

[www.belgraviacapital.es](http://www.belgraviacapital.es)

Bloomberg Ticker: BELEPSI SM