Valiant-Arbion European Special Situations Fund

VALIANT

ARBION

"Valere" - to be strong, well-built, showing determination, integrity and courage



Monthly Factsheet

Historical Returns / NAV Per Share

Class A (EUR): ISIN LU2859271533

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD	Ann.	
2024	-	-	-	-	-	-	-	0.55%	0.51%	1.26%	3.43%	0.44%	6.30%	15.79%	
	-	-	-	-	-	-	-	100.55	101.06	102.33	105.84	106.30			
	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD	Ann.	ITD
2025	1.23%	1.07%	0.62%	2.21%	2.79%	(1.10%)	0.79%	1.94%					9.92%	15.24%	16.84%
	107.61	108.76	109.44	111.86	114.98	113.72	114.62	116.84							

Class A (USD): ISIN LU2859272424

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD	Ann.	
2024	-	-	-	-	-	-	-	0.61%	0.61%	1.30%	3.39%	0.55%	6.59%	16.55%	
	-	-	-	-	-	-	-	100.61	101.22	102.53	106.01	106.59			
	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD	Ann.	ITD
2025	1.35%	1.18%	0.80%	2.41%	2.92%	(1.21%)	1.04%	2.03%					11.06%	17.04%	18.38%
	108.03	109.30	110.29	112.95	116.25	114.84	116.03	118.38							

Class A (GBP): ISIN LU2859272341

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD	Ann.	
2024	-	-	-	-	-	-	-	0.63%	0.55%	1.42%	3.43%	0.58%	6.76%	17.00%	
	-	-	-	-	-	-	-	100.63	101.18	102.62	106.14	106.76			
	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD	Ann.	ITD
2025	1.33%	1.21%	0.43%	2.42%	2.83%	(1.02%)	0.91%	2.03%					10.89%	16.78%	18.39%
	108.18	109.44	110.29	112.96	116.16	114.98	116.03	118.39							

Class A (CHF): ISIN LU2859271616

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD	Ann.	
2024	-	-	-	-	-	-	-	0.49%	0.35%	1.03%	3.24%	0.25%	5.44%	13.56%	
	-	-	-	-	-	-	-	100.49	100.84	101.88	105.18	105.44			
	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD	Ann.	ITD
2025	1.07%	0.92%	0.47%	1.94%	2.68%	(1.28%)	0.58%	1.78%					8.41%	12.88%	14.31%
	106.57	107.55	108.06	110.16	113.11	111.66	112.31	114.31							

Returns are unaudited, net returns, calculated by the Fund's Administrator, reflecting the deduction of all expenses including management fees and performance fees and dividends reinvested. Annualised returns are estimated using the stated, unaudited year-to-date performance percentage. Performance results are for the lead EUR & USD series of each share class. An individual investor's actual performance may vary from those displayed due to differences in share class, timing, fees, expenses and currency hedging. Portfolio attribution and exposures are calculated for the Fund as of the last day of the report month. Past performance does not predict future returns.

Performance Review

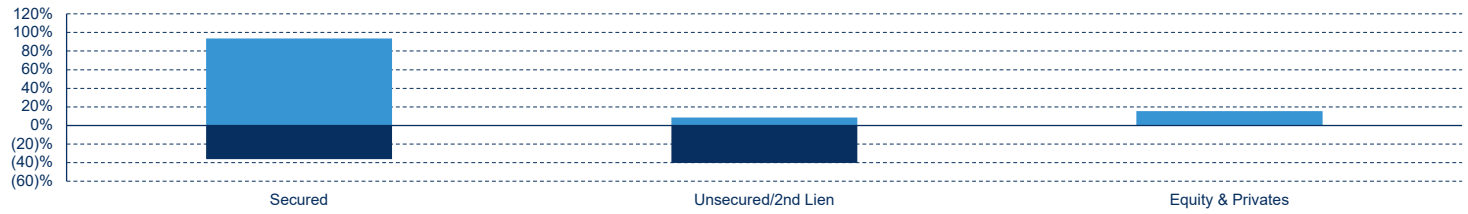
In August VAESSF continued building on its strong YTD / ITD momentum. Most of the NAV accretion was delivered by our long credit book, with one public equity name accounting for the rest of the positive monthly return. Portfolio appreciation was driven by several names, demonstrating a healthy degree of diversification across industries and drivers: (i) the SSN of a luxury hospitality group (whose position size we increased last month, as reported in our July report) kept rallying after strong Q2 performance and the disclosure of a nine-digit equity injection by its owners (+92bps); (ii) the TL & SSN of a German telecom group, which also reported decent quarterly figures (+20bps cumulatively); (iii) the SUN of an Italian packaging company, which kept rallying ahead of a potential restructuring consensual agreement (+39bps); (iv) the loans & equity of a French IT group (+61bps cumulatively); and lastly (v) the loans of an Italian online market-place company (+42bps). The only meaningful monthly detractor resided in the SSN of a UK-based oil group (-31bps), although such negative alpha has been more than counterbalanced in September MTD, thanks to increasing rumours of a par refinancing. We are also satisfied with the behaviour of our short book, which detracted only 40bps during a month of rallying equity/credit markets. The team worked diligently during the quieter summer months, investing the available extra time into both re-underwriting all existing investments and finalising due diligence to initiate a handful of new longs and shorts. Net and gross portfolio exposures at month's end were 41% and 194% respectively.

Investment Strategy

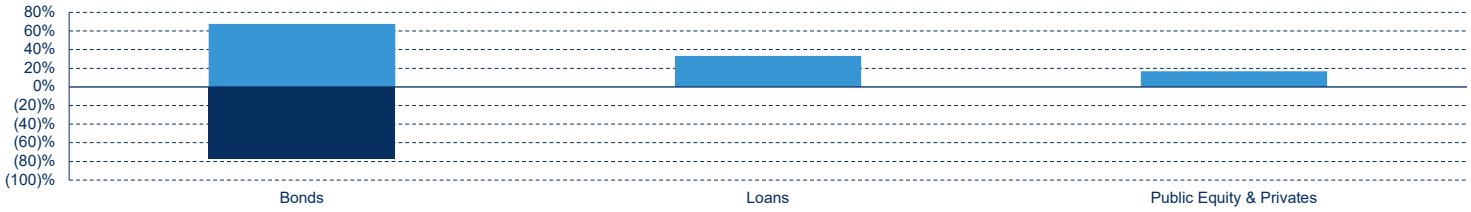
The Valiant Arbion European Special Situation Fund (VAESSF) delivers a unique set of exposures within the European middle market corporate space. The strategy is based on deep fundamental research and identifies value-driving catalysts within a 24-month time horizon. VAESSF invests across the capital structure, with 90%+ of the portfolio in publicly-traded debt instruments issued by Western European companies. The majority of the long book is typically exposed to first lien / senior secured credit, while the short book is usually more concentrated in junior / unsecured tranches. VAESSF targets capital preservation thanks to a balanced net exposure and a disciplined approach to position sizing, while delivering equity-like returns through the credit cycle. No assurance can be made that profits will be achieved or that substantial losses will not be incurred.

Total Portfolio Exposures: Net 41% / Gross 194%

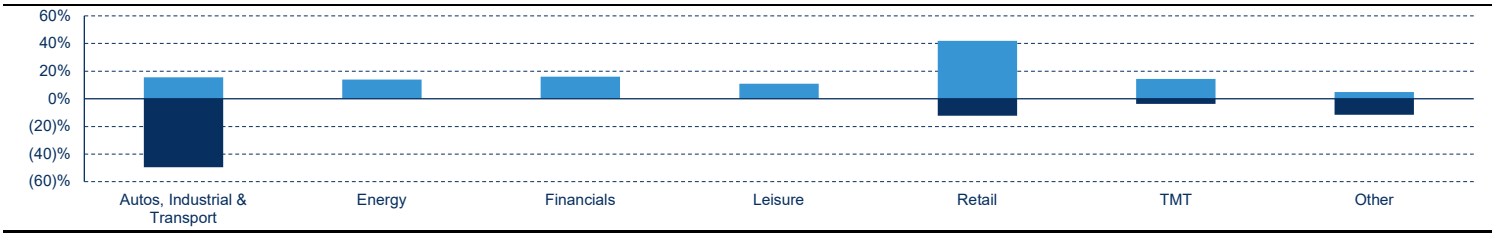
Ranking (% of Nav)



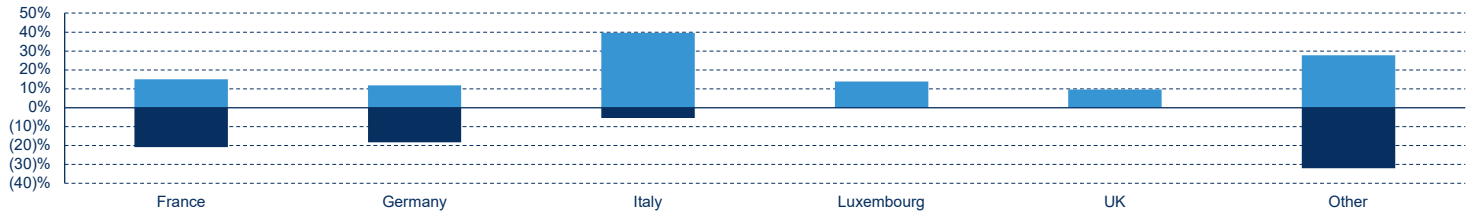
Instrument Type (% of NAV)



Industry (% of Nav)



Country (% of Nav)



Concentration (% of NAV)



Investment Advisor: Valiant Asset Management Limited, 8-10 Hill Street, London W1J 5NG

Sandro Patti, CIO (sp@val-am.com), + 44 7766511399 | Victoria Chapman, CMO (vc@val-am.com), +44 7956681572 | Benjamin Rampton, COO (br@val-am.com), + 44 7484100722

Operating Partners:

Fund Administrator:	Citco Fund Services Luxembourg S.A
Depositary:	Citco Bank Nederland S.A, N.V
AIFM:	MC Square S.A.
Strategic Advisor:	Arbion Limited
Prime Brokers:	Goldman Sachs Intl.
Auditor:	KPMG Luxembourg
Fund Counsel:	Dechert LLP

Terms:

Shares	Class A
Currency	EUR, GBP, USD, CHF
Liquidity	Quarterly, 90d notice
Mgmt. Fee	2.00%
Performance Fee	20.00%

Valiant Asset Management Ltd is authorised and regulated by the Financial Conduct Authority in the United Kingdom (Firm Reference Number:1006569).

This document is issued by Valiant Asset Management Ltd ("Valiant") in respect of Valiant Arbion European Special Situations Fund, a compartment of Valiant Funds SCA SICAV-RAIF (the "Fund").

This is a marketing communication. Please refer to the prospectus of the AIF before making any final investment decisions

This document is not intended for public use or distribution. The distribution of this document may be restricted in certain jurisdictions and is not intended for distribution to, or use by any person or entity in any jurisdiction or country where such distribution or use would be contrary to local law or regulation.

The Company is an Alternative Investment Fund for the purposes of the Alternative Investment Fund Managers Directive (the "AIFMD"). MC Square S.A. has been appointed as the alternative investment fund manager of the Company (the "AIFM") The AIFM is authorised and regulated by the Commission de Surveillance du Secteur Financier as the Alternative Investment Fund Manager for the purposes of AIFMD. The shares in the Fund ("Shares") may not be marketed to prospective investors or discretionary investment managers which are domiciled or have a registered office in any member state of the European Economic Area (the "EEA") unless AIFMD marketing rights have been exercised by the AIFM and, in such case, only to investors who qualify as professional clients under the Markets in Financial Instruments Directive (as amended) ("Professional Investors"). A list of jurisdictions in respect of which AIFMD marketing passport rights have been exercised by the AIFM in respect of the Fund is available from the AIFM on request.

The Shares may not be offered, sold or otherwise made available to any retail investor within the meaning of Regulation (EU) 1286/2014 (the "PRIIPS Regulation") in the territory of the EEA, including investment made in the EEA by such entities or persons from third countries

The Company is an Alternative Investment Fund for the purposes of the Financial Services and Markets Act 2000 of the United Kingdom ("FSMA"). If the Fund is qualified under Regulation 59 of the Alternative Investment Fund Managers Regulations 2013 of the United Kingdom, the Shares may be marketed in the United Kingdom and, in such case, only to persons who qualify as Professional Investors.

The Shares may not be offered, sold or otherwise made available to any retail investor within the meaning of the PRIIPS Regulation, as incorporated into UK law under the European Union (Withdrawal) Act 2018 (as amended), as supplemented by the Packaged Retail and Insurance-Based Investment Products (Amendment) (EU Exit) Regulations 2019 in the UK, including investment made in the UK by such entities or persons from third countries.

The communication in the UK of this document or of any invitation or inducement to invest in the Fund is restricted by law. Accordingly, this document is directed only at persons in the UK reasonably believed to be of a kind to whom such an invitation or inducement may lawfully be communicated (i) if effected by a person who is not an authorised person under the FSMA, pursuant to the Financial Services and Markets Act 2000 (Financial Promotion) Order 2005 (the "FPO") or (ii) if effected by a person who is an authorised person under the FSMA, pursuant to the Financial Services and Markets Act 2000 (Promotion of Collective Investment Schemes) (Exemptions) Order 2001 (the "PCIS Order") or the rules in Section 4.12 of the Conduct of Business Sourcebook of the UK Financial Conduct Authority. Such persons include: (a) persons having professional experience of participating in unregulated collective investment schemes and (b) high net worth bodies corporate, partnerships, unincorporated associations, trusts, etc. falling within Article 49 of the FPO or Article 22 of the PCIS Order. Investment in the Fund will be available only to such persons, and persons of any other description may not rely on the information in this document.

The shares have not been and will not be registered under the U.S. Securities Act of 1933, as amended (the "1933 Act") or qualified under any applicable state securities statutes and may not be offered, sold or transferred in the United States of America (including its territories and possessions) or to or for the benefit of, directly or indirectly, any U.S. Person (as defined in the following sentence), except pursuant to registration or an exemption. In this context, a "U.S. Person" is a person who is in either of the following two categories: (a) a person included in the definition of "U.S. person" under Rule 902 of Regulation S under the 1933 Act or (b) a person excluded from the definition of a "Non-United States person" as used in CFTC Rule 4.7. The Fund established will not be registered as an investment company under the U.S. Investment Company Act of 1940, as amended. Shares in the Fund will be subject to restrictions on transferability and resale and may not be transferred or resold in the United States or to any U.S. Person except as permitted under the 1933 Act and applicable state securities laws, pursuant to registration or exemption therefrom. The Shares will not be approved or disapproved by any securities regulatory authority of any state or by the Securities and Exchange Commission or by any securities regulatory authority in any other jurisdiction, nor will any such authority or commission pass on the accuracy or adequacy of this document.

This document is confidential and is intended solely for the information of the person to whom it has been delivered. The information contained herein may not be reproduced, distributed or published by any recipient without the prior written consent of Valiant. This report is not intended and should not be construed as an offer or solicitation with respect to the purchase or sale of any Shares, nor does it contain the necessary information on which to form the basis of a decision to invest in any investment product. The information provided in this report should not be considered a recommendation to purchase or sell any particular security. It is not, and may not be relied on, as investment advice. PAST PERFORMANCE IS NOT INDICATIVE NOR A GUARANTEE OF FUTURE RESULTS. NO ASSURANCE CAN BE MADE THAT PROFITS WILL BE ACHIEVED OR THAT SUBSTANTIAL LOSSES WILL NOT BE INCURRED. PROSPECTIVE INVESTORS SHOULD REVIEW THE INFORMATION MEMORANDUM (available at www.mcsquare.lu) , INCLUDING THE RISK FACTORS IN THE INFORMATION MEMORANDUM, BEFORE MAKING A DECISION TO INVEST. In the event of any conflict between information contained herein and information contained in the Information Memorandum, the information in the Information Memorandum will control and supersede the information contained herein. The information contained herein does not take into account the particular investment objectives or financial circumstances of any specific person who may receive it. The information herein is not intended to provide, and should not be relied upon for, accounting, legal or tax advice or investment recommendations. Recipients who are considering an investment in the Fund should take independent advice. Recipients should appreciate that the value of any investment and its income can go up as well as down, investment losses may occur from time to time and capital invested in the Fund may be at risk. No reliance may be placed for any purpose on the information and opinions contained in this document or their accuracy or completeness. No representation, warranty or undertaking, express or implied, is given as to the accuracy or completeness of the information or opinions contained in this document by Valiant, its directors, officers, employees or affiliates and no liability is accepted by such persons for the accuracy or completeness of any such information or opinions, and nothing contained herein shall be relied upon as a promise or representation whether as to past or future performance. The data in this report is based upon current market conditions and/or data and information provided by unaffiliated third parties and are subject to change without notice.