

Monthly Report

FUND DESCRIPTION

MercLin Institutional Equity Fund RDT-DBI (sub-fund of MercLin Institutional Fund) meets the requirements imposed by the applicable regulations to benefit from the Definitively Taxed Income regime (DBI-RDT): the sub-fund distributes at least 90% of the received income, after deducting salaries, commissions and charges. The company-shareholder can – as of income year 2018 – deduct 100% from the taxable basis of the income distributed by the sicav resulting from dividends or from capital gains on shares, which meet the requirements of the DBI-RDT deduction. The fund follows the equity strategies of the MercLin Global Equity fund.

RESULTS^{2,3}

	YTD	2019	2018	2017	2016	2015	2014	2013	2012	2011
MercLin DBI/RDT R	-11,75%	+24,93%	-10,14%	+5,74%	+8,74%	+12,98%	+20,14%	+22,74%	+7,97%	+1,53%
MercLin DBI/RDT F	-11,68%	+25,18%	-10,01%	+5,95%	-	-	-	-	-	-
MSCI AC World Euro ⁶	-8,33%	+28,93%	-4,85%	+8,89%	+11,09%	+8,76%	+18,61%	+17,49%	+14,34%	-4,25%

³ It concerns annual (except YTD) performance numbers based on historical data and which are no guarantee of future results. YTD is a cumulative return over a period from the 1st of January of the current year till a given date (see above) in the current year.

⁶ MSCI AC World Euro Net dividend reinvested. The investment policy of the subfund does not include a tracking error objective with the benchmark. Performances of the subfund may therefore vary from the performance of the benchmark.

MANAGER'S COMMENT

In May, the fund initiated a new position in NXP Semiconductors. Initially founded in 1953 as a business segment within Philips, the business was sold to a consortium of PE investors in 2006, which later took the company public on the NASDAQ in 2010. Today, NXP is the world's largest producer of semiconductors for the automotive industry. Its solutions are mostly found in cars' infotainment, battery management and keyless entry systems, as well as in-vehicle networking and microcontrollers. Cars are deemed to be the next supercomputing platform, triggering significant growth in semiconductor content per vehicle. The two major trends driving this content growth are autonomous cars and the switch to electric vehicles. As more and more vehicles become increasingly autonomous and powered by electricity, they require ever more chips to enable these functions. The best way to demonstrate the commercial opportunity is that a Tesla today requires some USD 1,300 worth of semiconductor content versus approximately USD 450 for an average car. NXP is excellently positioned to benefit from these growth trends, given its core capabilities in security, processing and connectivity. By way of an example, it is by far and away the leader in radar solutions, which are essential for autonomous driving. Importantly, NXP management has consistently converted this remarkable growth into profitability and cash flow. Together with shareholder-friendly capital allocation and an attractive valuation, this makes NXP a highly interesting investment opportunity.

TOP 10 STOCKS

1	Berkshire Hathaway	6,78%
2	Microsoft	5,93%
3	Facebook	5,54%
4	Alphabet	4,48%
5	Novartis	4,11%
6	Merck	3,84%
7	Goldman Sachs	3,65%
8	Roche	3,57%
9	Johnson & Johnson	3,50%
10	Medtronic	3,28%
		44,68%

RETURN²

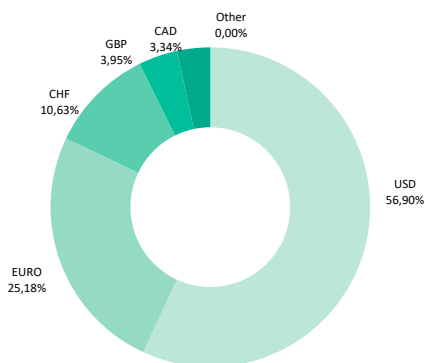
Annualized Returns ⁴	MercLin DBI/RDT R	MercLin DBI/RDT F	Benchmark ²
1 year	+1,76%	+0,03%	+5,62%
3 years	+0,54%	+0,72%	+5,30%
5 years	+1,84%	-	+4,76%
Ann. since inception	+8,06%	+4,08%	+8,85%
Cum. since inception	+107,77%	+19,25%	+122,39%

⁴ The return figures indicated above do not include commissions eventually linked to the issuing and redemption of shares. These are annualized returns based on historical data, which offer no guarantee of future returns.

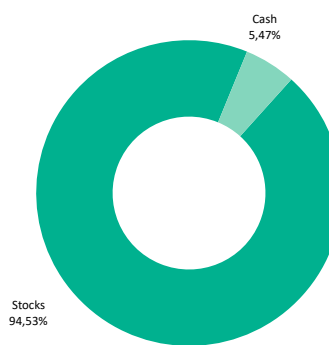
NAV GRAPH^{3,4}



CURRENCY



ASSET ALLOCATION



GEOGRAPHICAL EXPOSURE

USA	60,19%
Euro Zone	20,85%
Switzerland	11,25%
Great Britain	4,18%
Other	3,53%
Emerging Markets	0,00%
Japan	0,00%

SECTOR EXPOSURE

Healthcare	24,24%
Technology	24,51%
Consumer Goods	14,77%
Financials	14,68%
Holding Companies	10,71%
Consumer services	6,49%
Industrials	3,53%
Basic Materials	1,07%
Other	0,00%

LAST BUY - SELL

BUY

NXP Semiconductors	▲
Prosus	▲
Swedish Match	▲

INCREASE

BNP Paribas	▲
Novartis	▲

SELL

	▼
	▼

REDUCE

Alphabet	▼
Sofina	▼

TECHNICAL DATA

Fund Name:	MercLin Institutional Fund
ISIN MerLin DBI/RDT R:	BE6213770470
ISIN MerLin DBI/RDT F:	BE6282942588
Bloomberg:	MERCINS BB
Domicile:	Lange Lozanastraat 254, 2018 Antwerp, Belgium
Legal status:	Belgian institutional SICAV with sub-funds in financial instruments and liquid assets
Type of shares:	Distribution
Management company:	Cadelam S.A.
Financial Agent:	KBC Bank S.A.
Depository:	KBC Bank S.A.
Delegation of the administration:	Cadelam S.A.
Delegation of intellectual management:	Mercier Vanderlinden Asset Management
Distributor:	KBC Bank S.A.
Auditor:	PwC
Maturity:	Not determined
N.A.V. publication:	www.mercievanderlinden.com
Minimum subscription amount MerLin DBI/RDT R:	250.000,00 EUR
Minimum subscription amount MerLin DBI/RDT F:	50.000.000,00 EUR
Subscription fee:	Class F and R : 0% (Mercier Vanderlinden)
TOB on exit:	No
Withholding Tax:	30%
Tax on UCITS investing more than 10% of their assets in debt claims:	No
Performance Fee:	No
Anti-Dilution Protection:	0,08% at Subscription, 0,08% at Redemption
N.A.V. calculation:	Weekly on Thursday
Subscription/Redemption:	Before Thursday 1:15 PM
Assets Under Management:	351,0 m EUR
Inception:	17/11/2010

	Management Fee	Ongoing Charge ⁵	ISIN
Class R	0,8% annual	0,90%	BE6213770470
Class F	0,6% annual	0,69%	BE6282942588

Risk indicator:

1	2	3	4	5	6	7
Lower risk						Higher risk
Potentially lower rewards						Potentially higher reward
Does not mean a risk-free investment						

The value of an investment in a sub-fund increases or decreases over time. At the time of resale, the price of your shares may be less than the original price, representing a loss. If you invest in a sub-fund whose currency is different from your own, exchange rate fluctuations can also reduce your gains or increase your losses.

The above risk level is calculated on the basis of the sub-fund's volatility over the medium term (i.e. on the basis of actual changes in its value over the last five years or on a simulation, if the subfund was created within that period). The volatility of the sub-fund may increase or decrease over time, which may change its risk level.

The subfund's risk level reflects the following factor(s):

Equity investments have greater volatility and higher risk than investments in bonds and money market instruments. The risk level does not reflect the potential impact of unusual market conditions or unforeseen events that may increase risk or trigger other risks such as:

- Counterparty risk: the subfund can lose money as a result of the failure of a market player with which it does business.
- Credit risk: risk associated with bonds becoming worthless when the issuer of the bond is not able to repay its debt on maturity.
- Liquidity risk: some financial securities may be impossible to sell quickly at a given time or may have to be sold at a discount.
- Management risk: under abnormal market conditions, the usual management techniques may be ineffective or unfavourable.
- Operating risk: in any market, and especially in the emerging markets, the subfund may lose some or all of its money if there is a failure in the custody of assets or in case of fraud, corruption, political actions or any other adverse event.

² Source data: Bloomberg, Morningstar & Banque Degroof Petercam Luxembourg.

⁵ Ongoing charge: charges taken from the subfund over a year (including management fees).

In case of **complaints** concerning this fund, please send an email to compliance@mvam.eu. If you do not obtain a satisfactory response, you can always contact the Ombudsman of the financial services sector through the website: <http://www.ombudfin.be/en/individuals/introduce-complaint/>.

The **information document** and the **periodic reports** are available free of charge with the financial agent: KBC Bank S.A., Avenue du Port 2, 1080 Brussels. Every investor took note of the information document and any subscription should be made on the basis of this document.