Kempen

Long/Short Equity Pool

FACTSHEET

Update 30 June 2021

Assets under Management

Fund AuM	€63m
Manager Research Solutions AuM	€1,633m

NAV & MTD performance[2] (net of fees)

Class A-EUR (unhedged)	€108.7854	4.76%
Class A-EUR (hedged)	€106.2055	2.74%

Fund description

Long/Short Equity Pool (the "Fund") is a multi-manager fund that invests in a concentrated pool of long-biased Long/Short Equity funds. These funds will primarily focus on the global equity markets (and their derivative markets) with an emphasis on developed markets in the US, Europe and Asia. Albeit to a lesser extent, the third-party investment managers of the underlying funds also have the flexibility to invest in securities listed in emerging markets.

The target funds will be selected on the basis of several criteria, including but not limited to investment strategy, pedigree and experience of the investment team, quality of the organization and service providers, and (commercial) terms of investment. The focus of the Fund will be on specialist managers. Ideally managers are employee-owned and invest their own capital alongside clients in their funds creating alignment of interest.

For reference purposes only, the performance of the Fund is shown versus the HFRX Equity Hedge EUR Index and the MSCI World (TR Net, EUR) in this report.

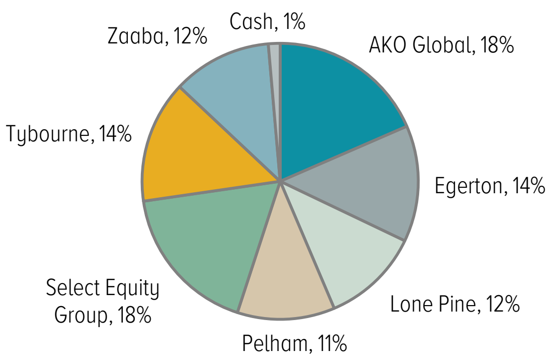
Top-5 positions[1] (look-through)

1. Alphabet	2.3%
2. Amazon	2.0%
3. L Brands	1.8%
4. Shopify	1.5%
5. Visa	1.5%

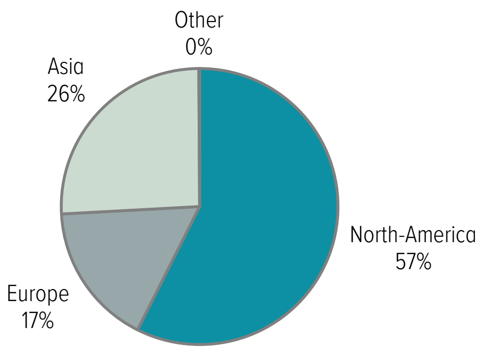
Exposures[1] (look-through)

Long	118%
Short	-50%
Gross	168%
Net	68%

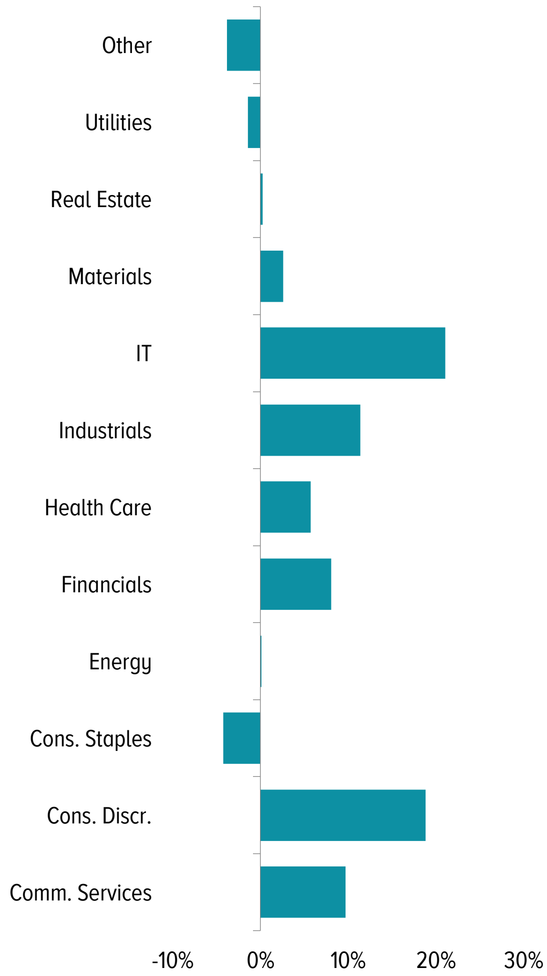
Manager weights



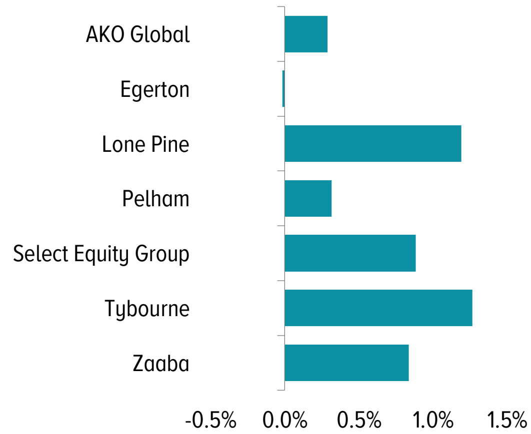
Regional breakdown[1]



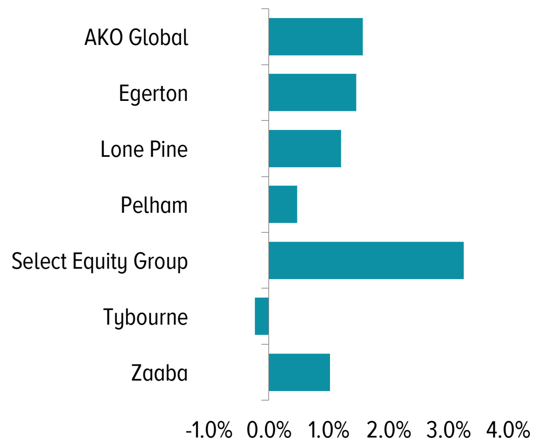
Sector breakdown[1]



Manager contribution (MTD, EUR)



Manager contribution (YTD, EUR)



Monthly fund returns versus reference indices[2] (net of fees)

2021	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
Class A-EUR (unhedged)	-1.53%	3.55%	1.37%	2.26%	-1.76%	4.76%							**8.79%**
HFRX Equity Hedge[2]	-1.13%	2.80%	0.77%	2.84%	0.76%	1.14%							**7.35%**
MSCI World[2]	-0.29%	2.66%	6.71%	2.18%	-0.12%	4.64%							**16.64%**

[1] Look-through data, based on manager transparency reports. Regional and Sector breakdown based on net exposures.
[2] Reference indices (source: Bloomberg):
HFRX Equity Hedge = HFRX Equity Hedge EUR Index
MSCI World = MSCI World (TR Net, EUR)

The value of your investment may fluctuate. Past performance provides no guarantee for the future.

Update 30 June 2021

Share classes & Currencies

Base currency	EUR
Class A-EUR (unhedged), I-EUR (unhedged)	EUR (unhedged)
Class A-EUR (hedged), I-EUR (hedged)	EUR (hedged)

Subscriptions & Redemptions

Subscription notice	Monthly, 3 business days
Minimum initial subscription Class A-EUR (unhedged), A-EUR (hedged)	-
Minimum initial subscription Class I-EUR (unhedged), I-EUR (hedged)	€100,000
Minimum additional subscription Class I-EUR (unhedged), I-EUR (hedged)	€10,000
Redemption notice	Quarterly, 92 calendar days
Fund level gate	25% per quarter (full clean-up in 4 quarters)

Fees & Expenses

Management fee	0.75%
Taxe d'Abonnement Class A-EUR (unhedged), A-EUR (hedged)	0.05%
Taxe d'Abonnement Class I-EUR (unhedged), I-EUR (hedged)	0.01%
Service fee	0.10%
Performance fee	-

The weighted average ongoing charges of the underlying hedge funds (including management fees and other expenses, but excluding performance fees where applicable) are close to 1.5% per annum.

Management & Administration

Fund structure	Luxembourg SICAV
Management company	Kempen Capital Management N.V.
Administrator	J.P. Morgan Bank Luxembourg S.A.
Depositary	J.P. Morgan Bank Luxembourg S.A.
Auditor	PricewaterhouseCoopers
Legal Advisor	Elvinger, Hoss & Prussen

Long/Short Equity Pool (the Sub-Fund) is a sub-fund of Kempen Alternative Investment Fund Sicav (the “Fund”), domiciled in Luxembourg. Kempen Capital Management N.V. (KCM) is the management company of the Fund. KCM is authorised as a management company and regulated by the Dutch regulator Autoriteit Financiële Markten. The Sub-Fund is registered under the license of KCM at the Autoriteit Financiële Markten. The shares of the Sub-Fund are admitted for (public) offering in Luxembourg and The Netherlands. The information in this document provides insufficient information for an investment decision. Please read the Key Investor Document (only for the Netherlands) and the prospectus. These documents of the Fund are available on the website of KCM (www.kcm.nl).

Long/Short Equity Pool
QUARTERLY COMMENTARY

Quarterly commentary Q2-2021

Market update

The second quarter of 2021 was not as tumultuous as the previous one but was by no means a calm one. Equities continued their recovery to record highs, driven by a strong earnings quarter and by continued low interest rates and global stimulus. On the other hand, there was the scare of inflation as the markets went from thinking about it as transitory to thinking about it as more sticky. This resulted in the Fed hinting that they might raise interest rates earlier than previously expected if necessary. All of this led to another quarter of rotations from growth to value and back to growth which led to some more volatile performance for longer term investors.

Portfolio update

During its second quarter, the Long/Short Equity Pool (LSEP) posted a performance of +5.3% (net of fees, EUR-unhedged), which compares to a +4.8% return for the HFRX Equity Hedge EUR Index and a +6.8% return for the MSCI World Index. All seven managers contributed positively to LSEP's performance: Lone Pine +1.2%, Select Equity Group +1.1%, AKO Global +1.1%, Egerton +0.6%, Tybourne +0.6%, Zaaba +0.6% and Pelham +0.1%. As of June, US-based manager Lone Pine was added to the LSEP portfolio. Lone Pine was founded in 1997 by "Tiger Cub" Steve Mandel and has since built a successful Equity franchise. It is now managed by three experienced Co-PMs whom have all been at Lone Pine for a long time. On an LSEP level, the various underlying managers continue to make some use of index shorts as part of their short book, next to single stock shorts given the still uncertain shorting environment. This is a temporary risk measure which is used until the market normalizes again.

Manager commentary

AKO Global

AKO Global finished the quarter with a performance of +6.7%. Longs contributed well with some of AKO's top position enjoying a good run during the quarter and thereby contributing well to performance. Meanwhile the short book detracted a bit but this remained somewhat muted. AKO is pleased to see that the counter-cyclical investing by some of their holdings has led to market share gains, thereby building the foundation for further strong performance. AKO finished the quarter with a net exposure of 74%.

Egerton

Egerton was up +5.0% in a quarter during which longs contributed well while shorts detracted a bit. Egerton has stuck to their "barbell" approach, in which they are exposed to both reopening plays as well as in names that benefit from Covid-19-related trends. This has helped them in posting a relatively low volatility performance in an environment which was driven by rotations. Egerton's net exposure remained high and per quarter-end this was 82%.

Lone Pine

The new allocation to Lone Pine can be considered well-timed given the strong performance of +7.7% during the month of June. This performance was primarily driven by strong performance of the long book as some of their growth names in online businesses such e-commerce, delivery and online payments performed well. The short book detracted only modestly from the positive performance.

Pelham

Pelham's perforamce during Q2 was slightly disappointing (+2.3%). The quarter started off well with a strong month of April (+7.8%) during which stock specific news helped their performance, particularly in the food delivery and the more cyclical names Pelham is invested in. May and June were however more difficult for the manager as the fund suffered from rotations which occurred during Q2. There were no significant changes in the portfolio during the quarter, although a few names were initiated in the telecom and the cybersecurity spaces. Net exposure remained stable over the quarter and Pelham finished the quarter with a 77% net exposure.

Select Equity Group

SEG ended the quarter with a good performance of +7.9%, which was predominantly generated during the month of April as earnings season was positive for the names held in the portfolio. Especially the names that were left behind in 2020 have really thrived during Q2 while some shorts detracted from performance. In building their portfolio, SEG is focused on two strong views, namely the strength of the US consumer and the post-pandemic economic boom while at the same time inflation remains an important concern. SEG finished the quarter with a 69% net exposure and this is at the lower end of their historic range.

Tybourne

After a challenging Q1, Tybourne bounced back and posted a performance of +5.7% for the quarter. The long book contributed handsomely to the positive performance while the short book dragged it a bit. Overall, the second quarter's performance drivers were a bit of a mirror of the ones in Q1 as growth names which had a difficult Q1 performed well while the opposite was the case for the compounder names Tybourne has in their portfolio. Tybourne finished the quarter with a relatively low 51% of net exposure.

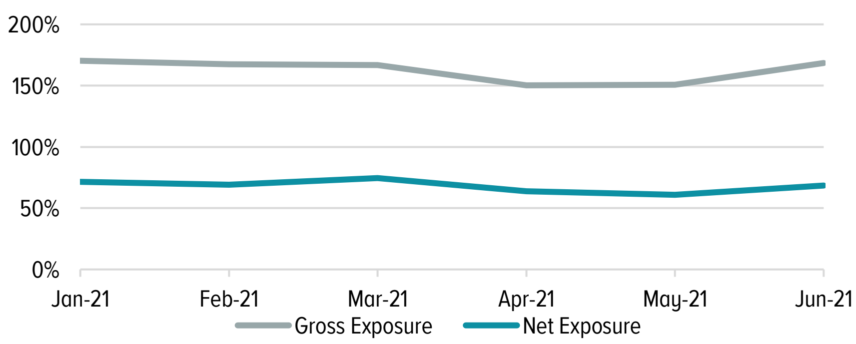
Zaaba

Zaaba had a good quarter (+6.9%) during which both the long and the short book contributed positively. Furthermore, Zaaba's performance was quite diverse as all geographies Zaaba is active in contributed well while performance was also dispersed across sectors. Portfolio activity during the quarter occurred mostly with profit taking in some positions while a few new longs and shorts were initiated. Zaaba finished the quarter with 65% of net exposure.

ESG commentary

As mentioned above, Lone Pine was recently added to the LSEP portfolio. Aside from its strong investment pedigree, Lone Pine is showing strong results in terms of Diversity & Inclusion. We are pleased to see that the firm is able to show some impressive statistics in terms of their male/female balance, their diversity of employee backgrounds in various parts of the firm and in the firm's ownership and leadership (two of the three Co-PMs are females). Furthermore, Lone Pine strongly advocates equal pay and equal employment opportunity. Lone Pine is of the belief that this focus on Diversity & Inclusion has been instrumental to their success and Kempen certainly shares that view.

Gross and Net Exposure over time



Geographical Allocation over time (Net Exposure)