

Investor Presentation - March 2021

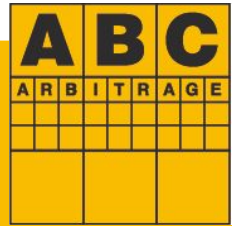
ECB, COVAX & Sun, the next paradigm ?

DISCLAIMER

This slideshow is a communication support for the investor presentation on FY 2020. This document includes some forward-looking statements as statements regarding ABC arbitrage business operations. Although ABC arbitrage believes its expectations are based on reasonable assumptions, these forward-looking statements are subject to numerous risks and uncertainties, which could cause actual results to differ materially from those anticipated in these forward-looking statements.

These documents and information are given for illustrative purposes and do not substitute for official documents relating to the 2020 financial year.

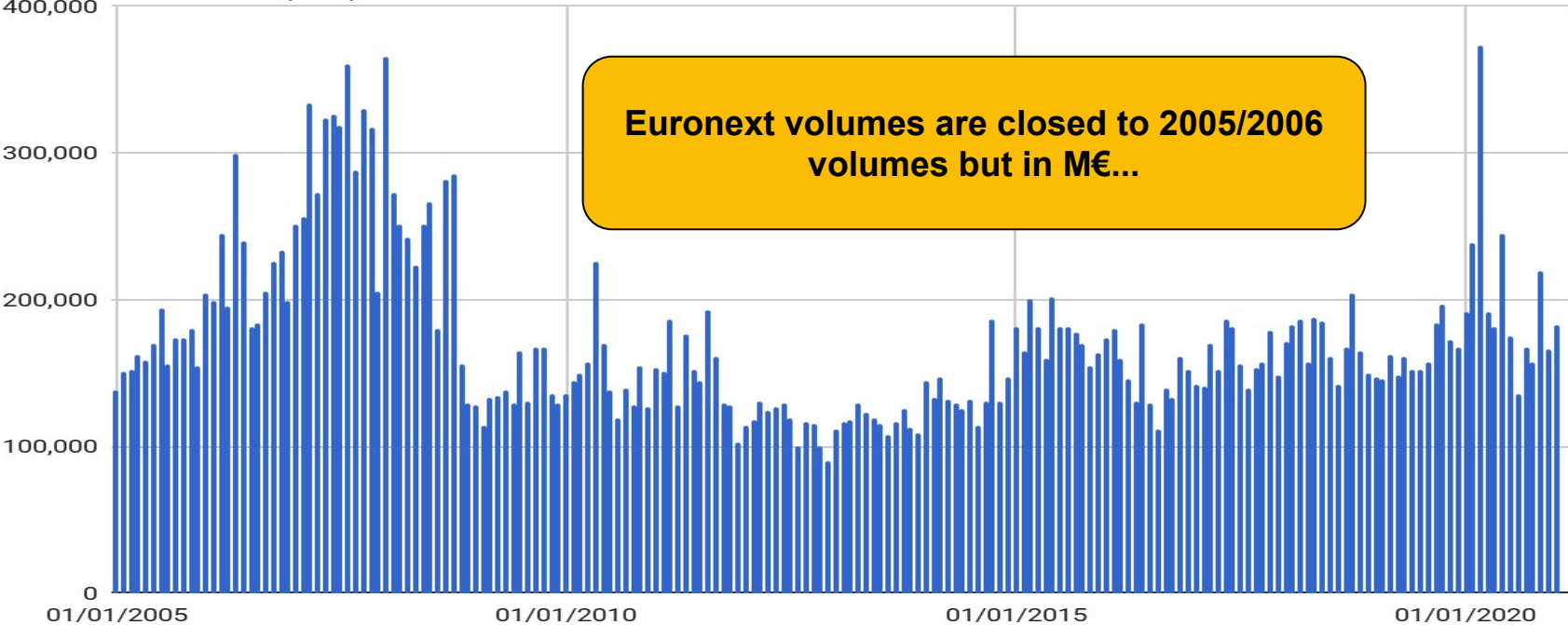
- 1. 2020 Markets parameters**
- 2. Group performances**
- 3. Group risk parameters**
- 4. Group revenues**
- 5. Group costs**
- 6. Asset Management business**
- 7. 2021 - ECB, COVAX & Sun**
- 8. ABC 2022 - Situation**
- 9. ABC arbitrage - Shares & dividends**



1. Market parameters

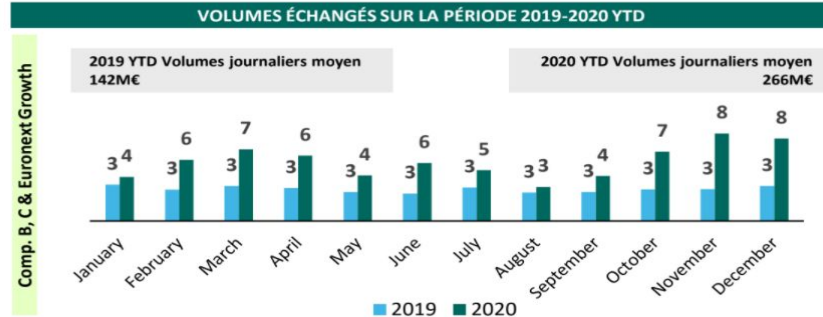


Traded Volume (M€) - Euronext



LES VOLUMES DE NÉGOCIATIONS SUR LES MARCHÉS EURONEXT

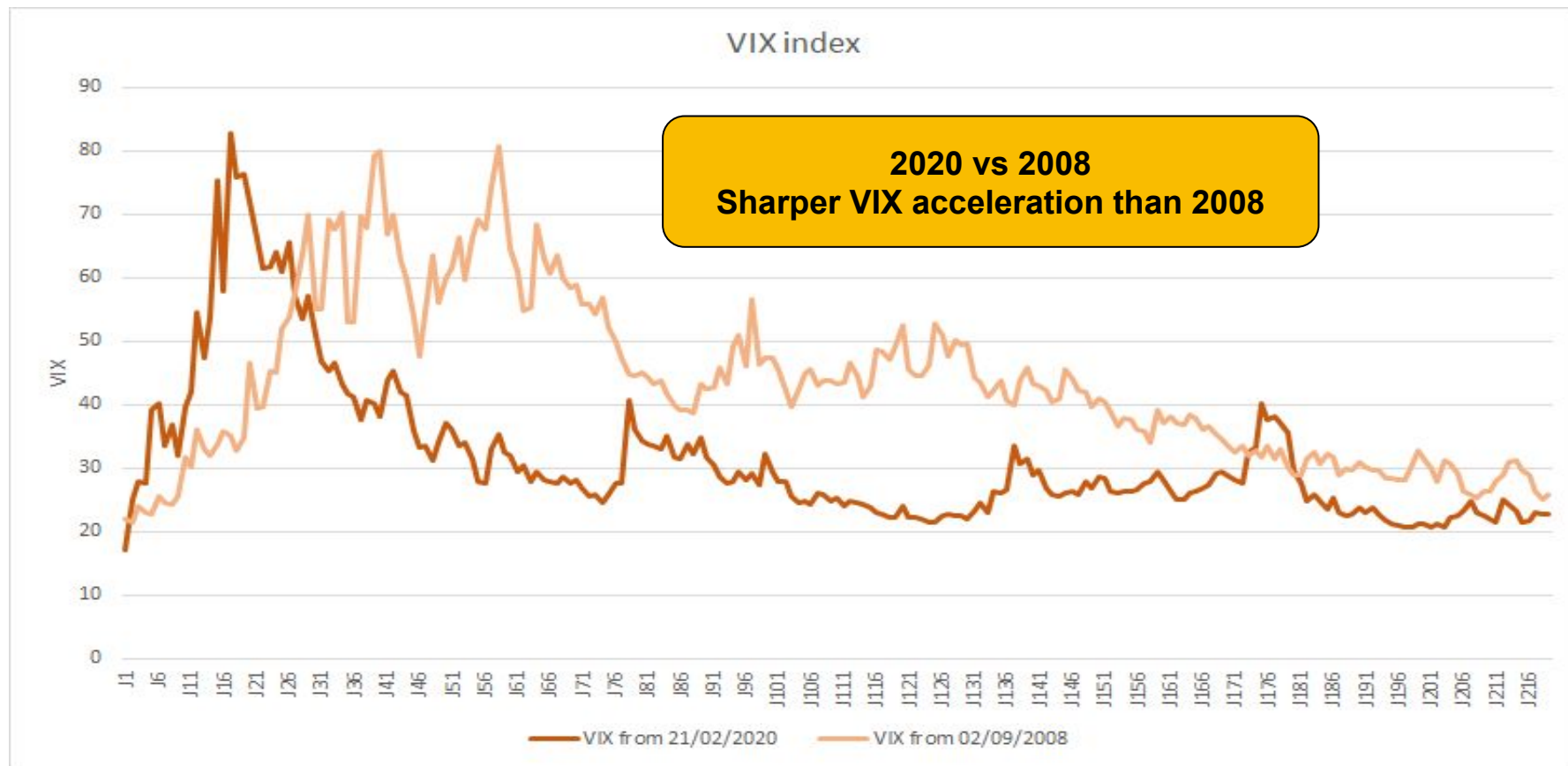
Analyses par segments et comparaison 2019 / 2020

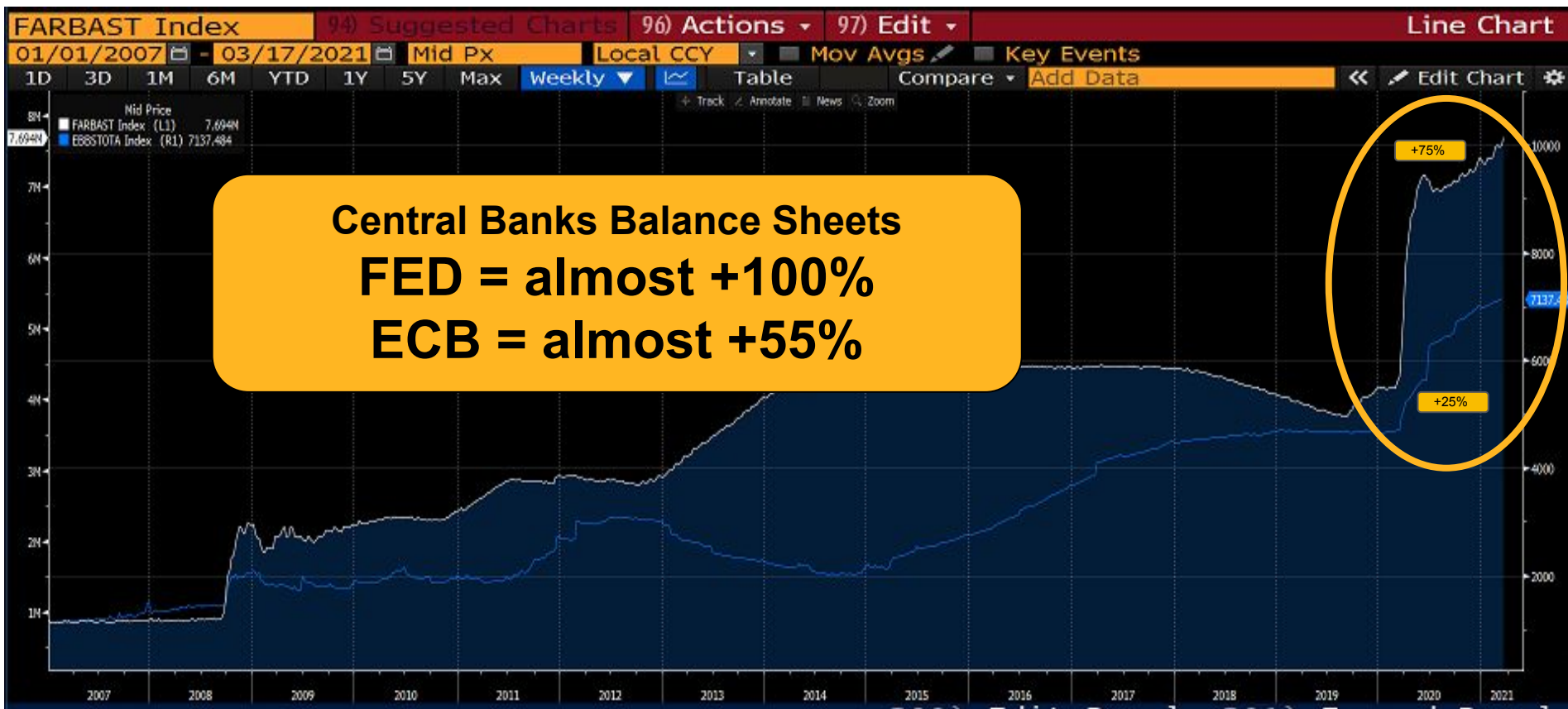


VOLUME JOURNALIER MOYEN ÉCHANGÉ (M€) SUR LES MARCHÉS

Period	Comp. A	Comp. B	Comp. C	Growth	Total
Dec-20	6 090	182	47	128	6 447
Dec-19	6 406	126	20	21	6 573
Nov-20	8 684	211	68	119	9 081
Nov-19	6 355	113	14	18	6 499
Q4 2020	6 882	170	56	126	7 234
Q4 2019	6 454	114	14	19	6 601
Q3 2020	5 868	112	27	48	6 054
Q3 2019	6 282	103	13	15	6 413
Q2 2020	7 536	151	35	75	7 796
Q2 2019	6 561	107	12	18	6 698
Q1 2020	9 716	190	27	47	9 980
Q1 2019	6 305	118	17	20	6 460

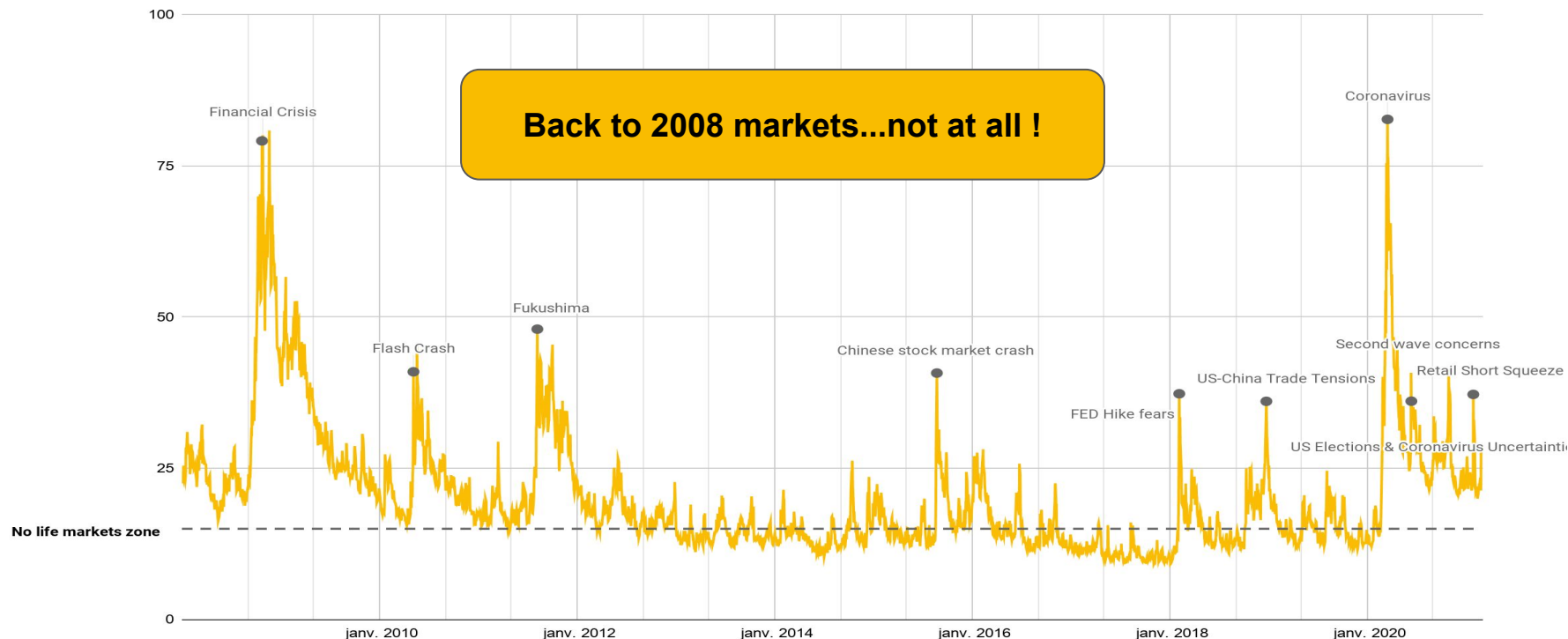


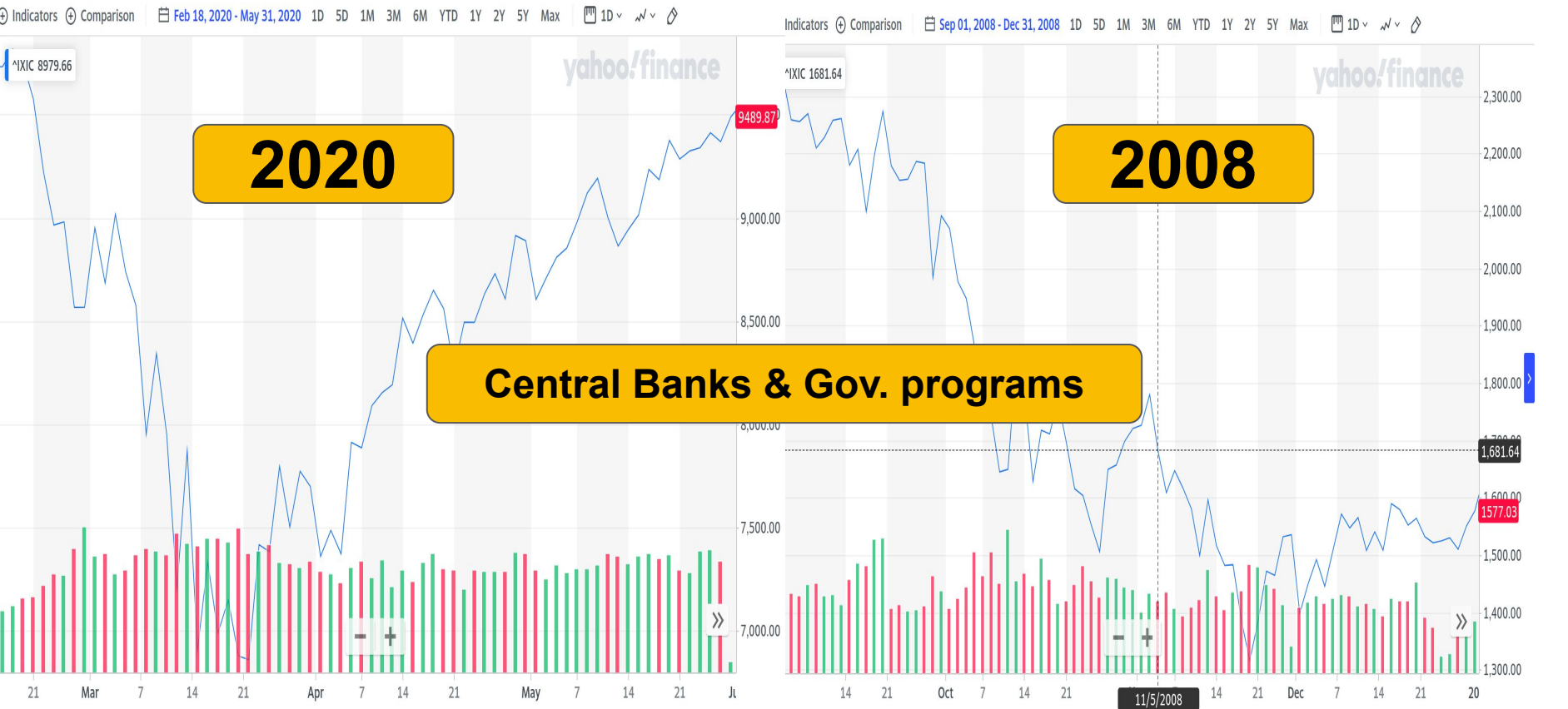


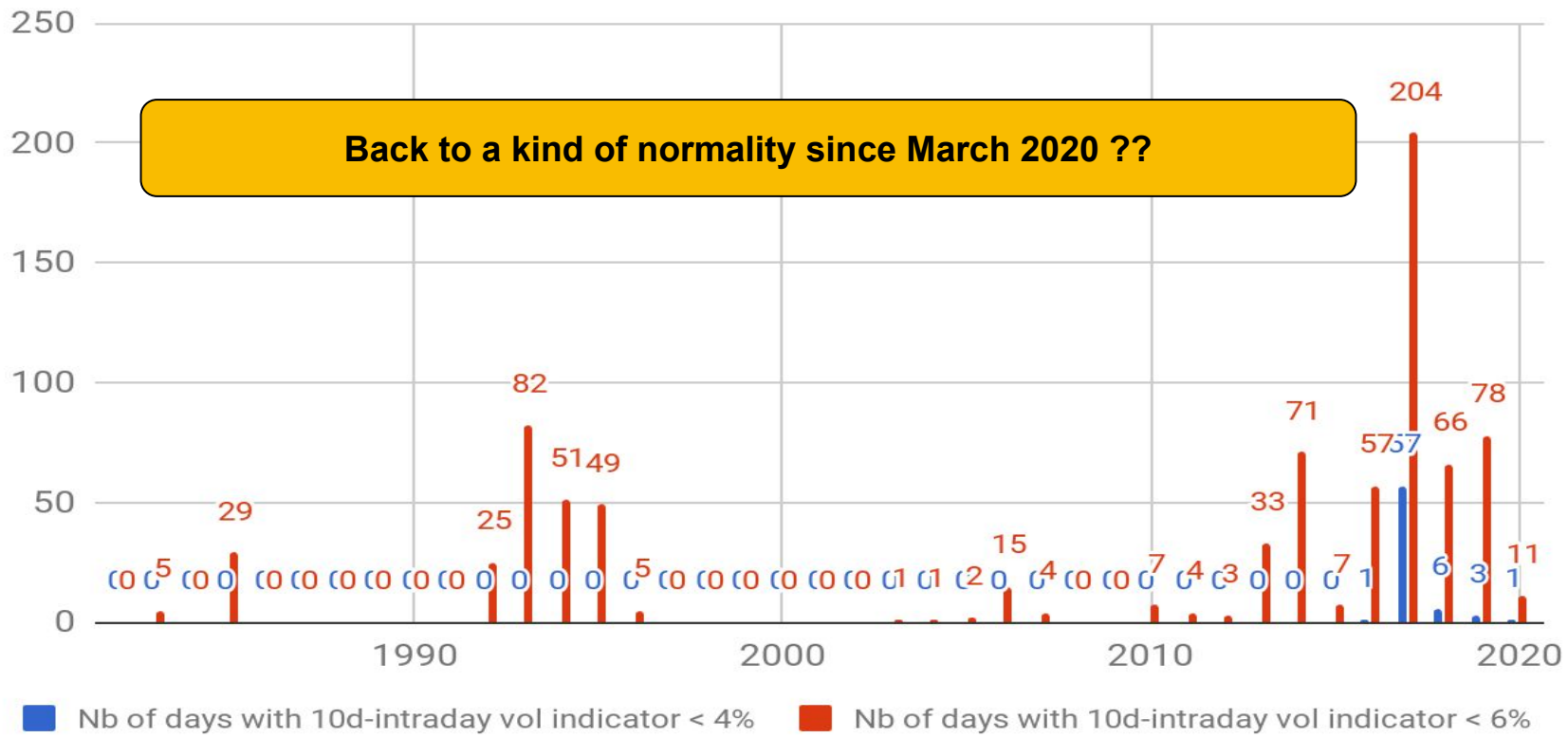


Historical VIX since Jan 2008

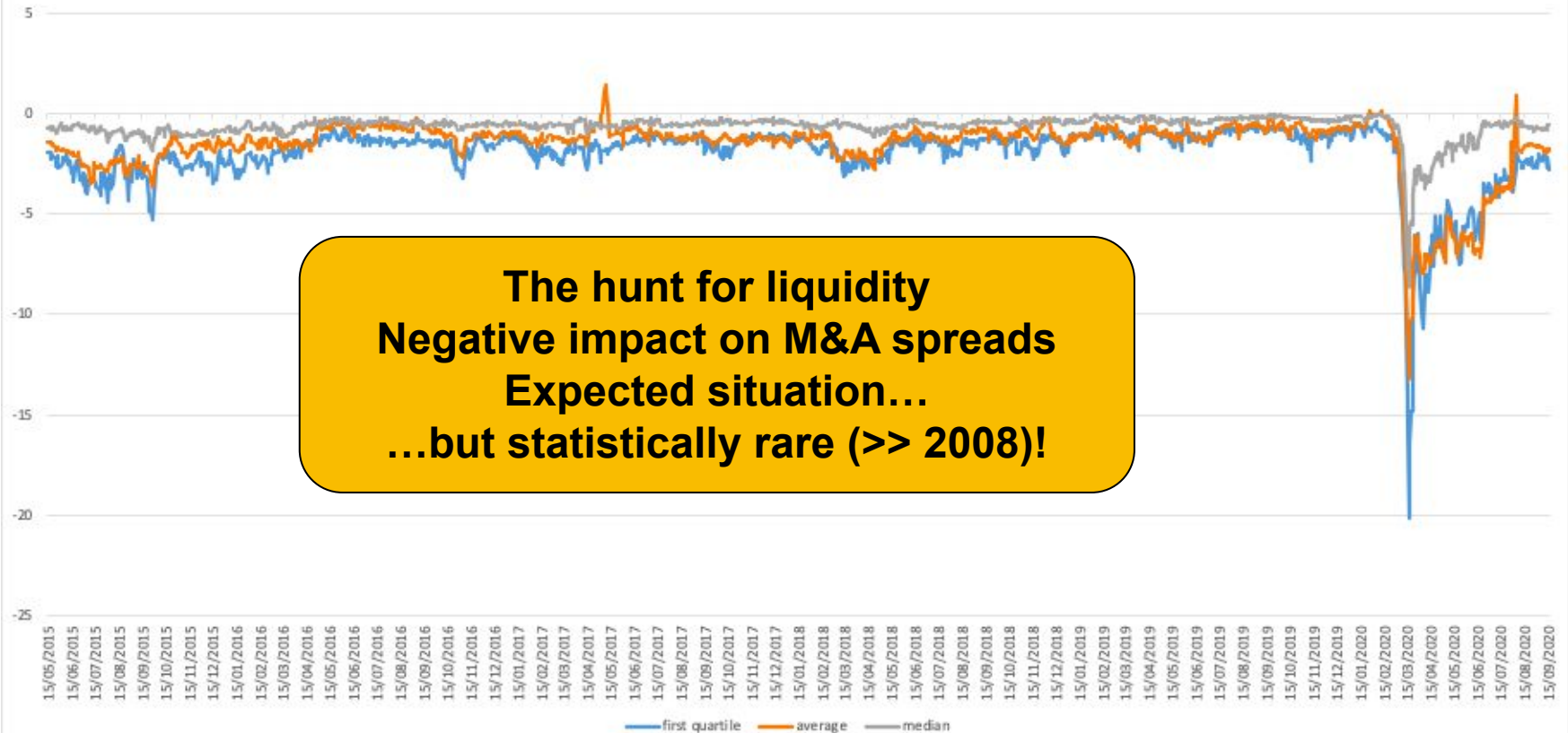
Back to 2008 markets...not at all !



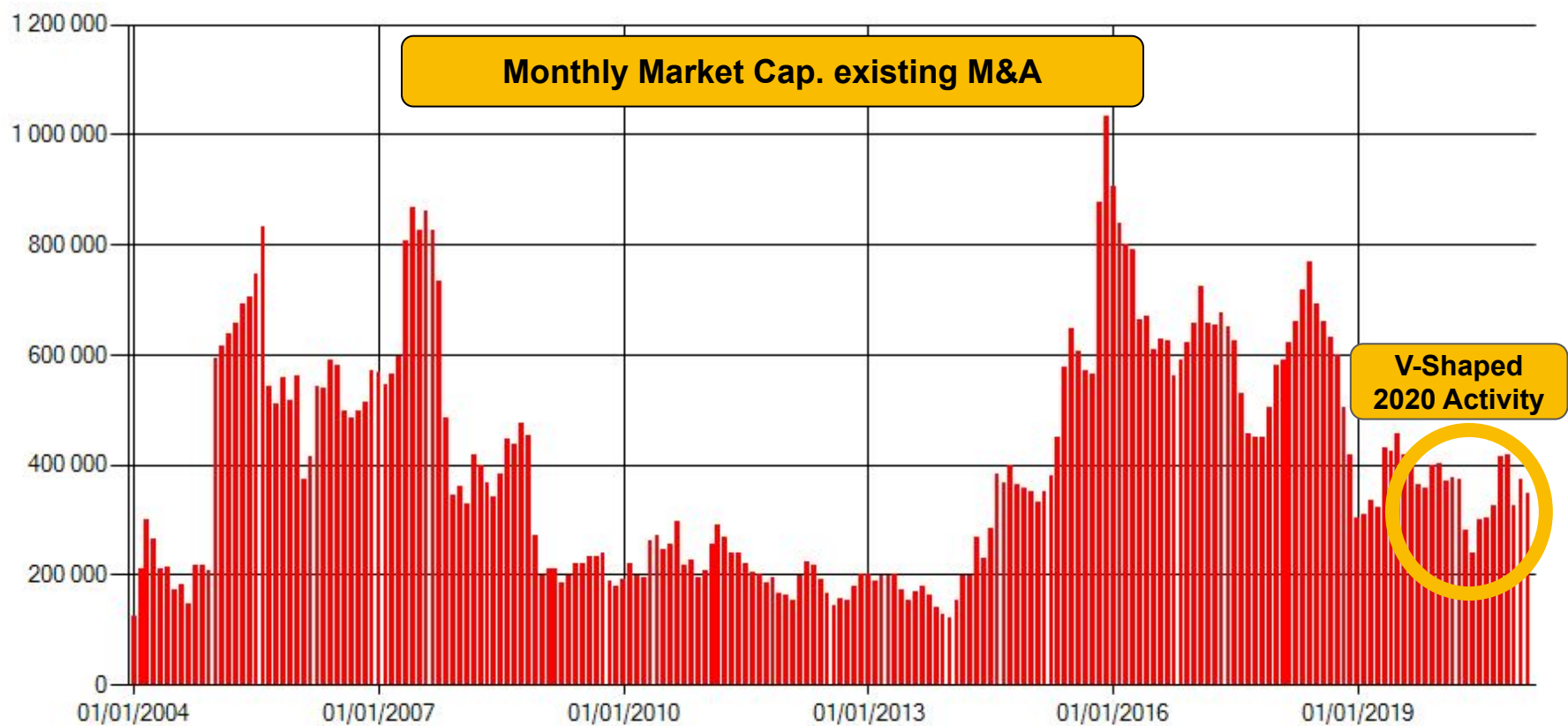


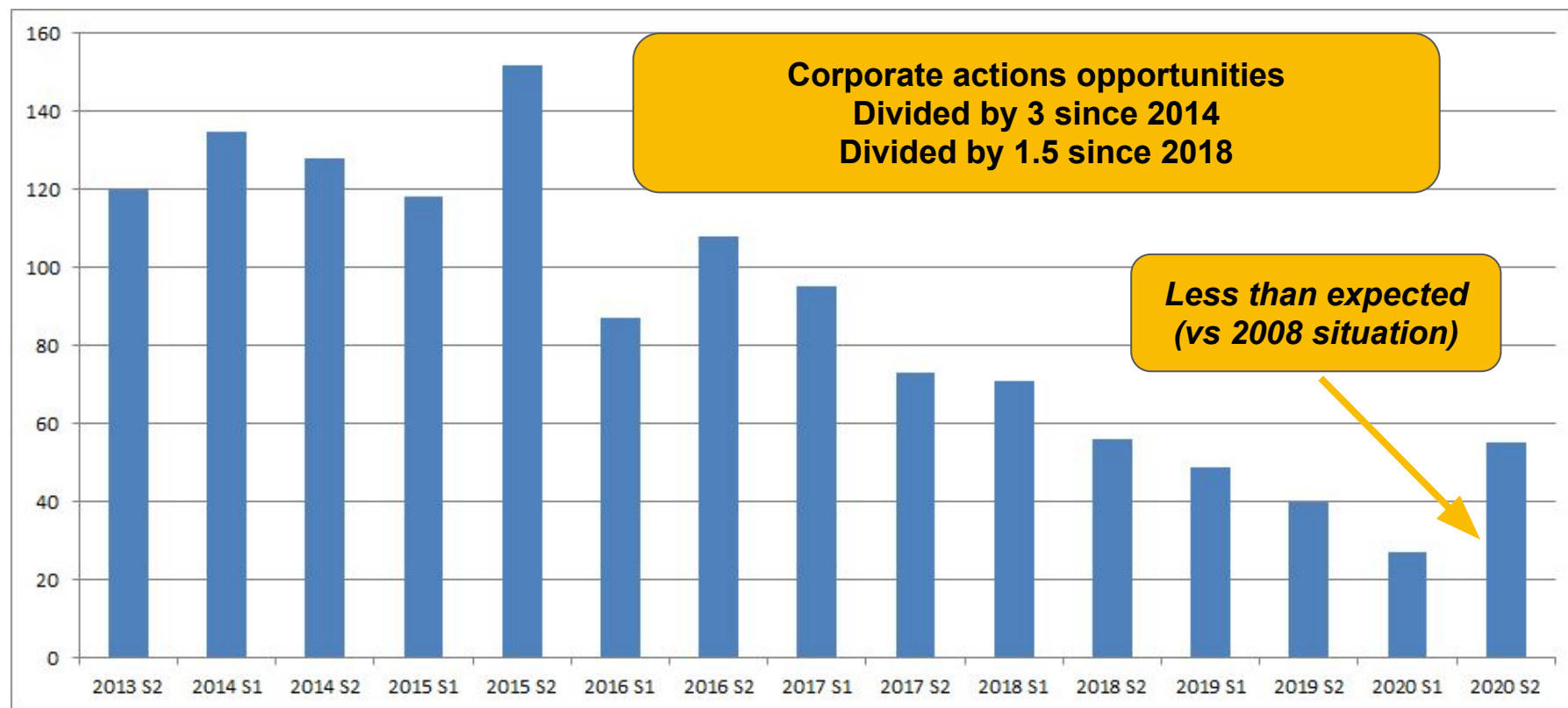


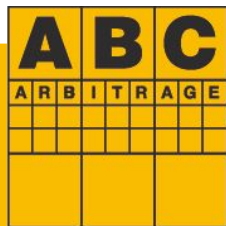
Risk arbitrage discount average, median & first quartile



**The hunt for liquidity
Negative impact on M&A spreads
Expected situation...
...but statistically rare (>> 2008)!**







2. Group performances

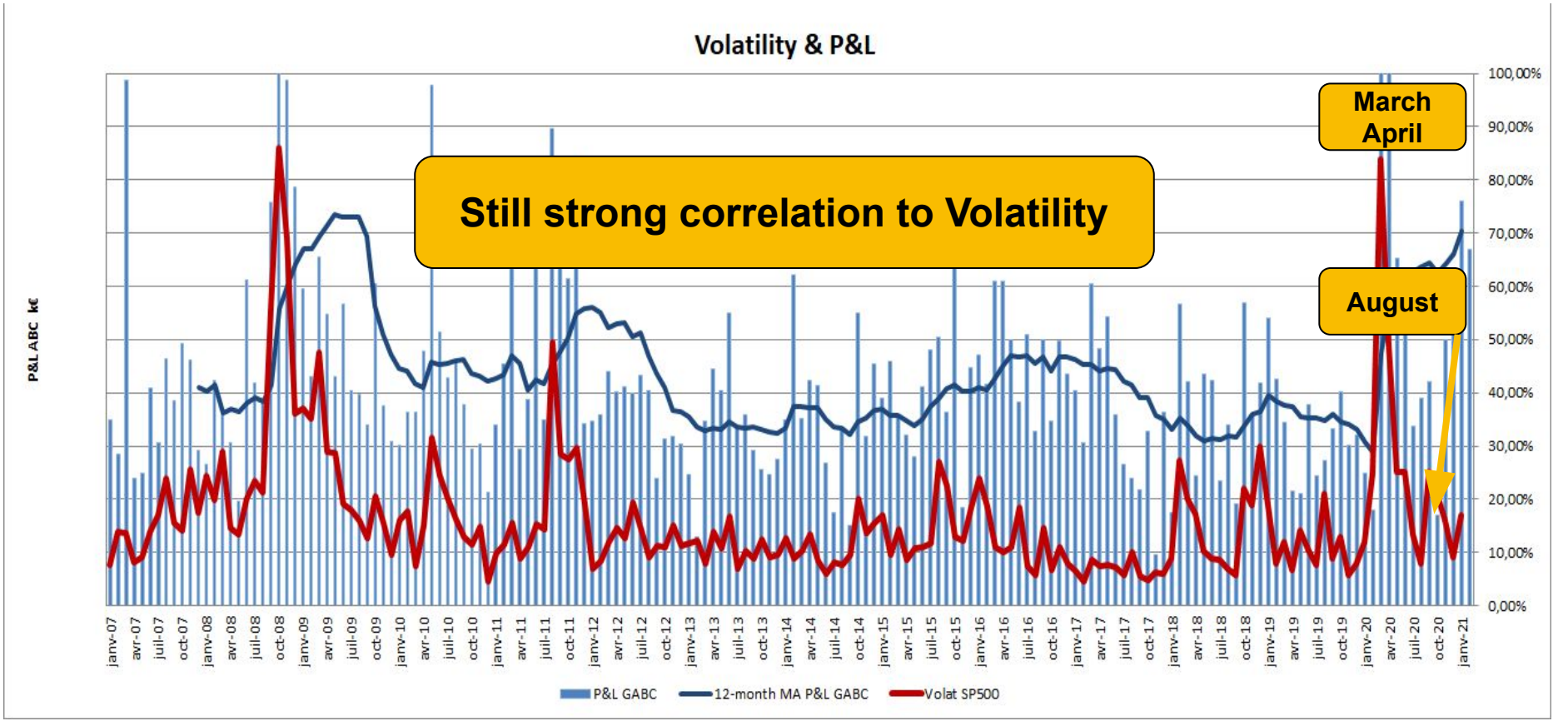
Volatility

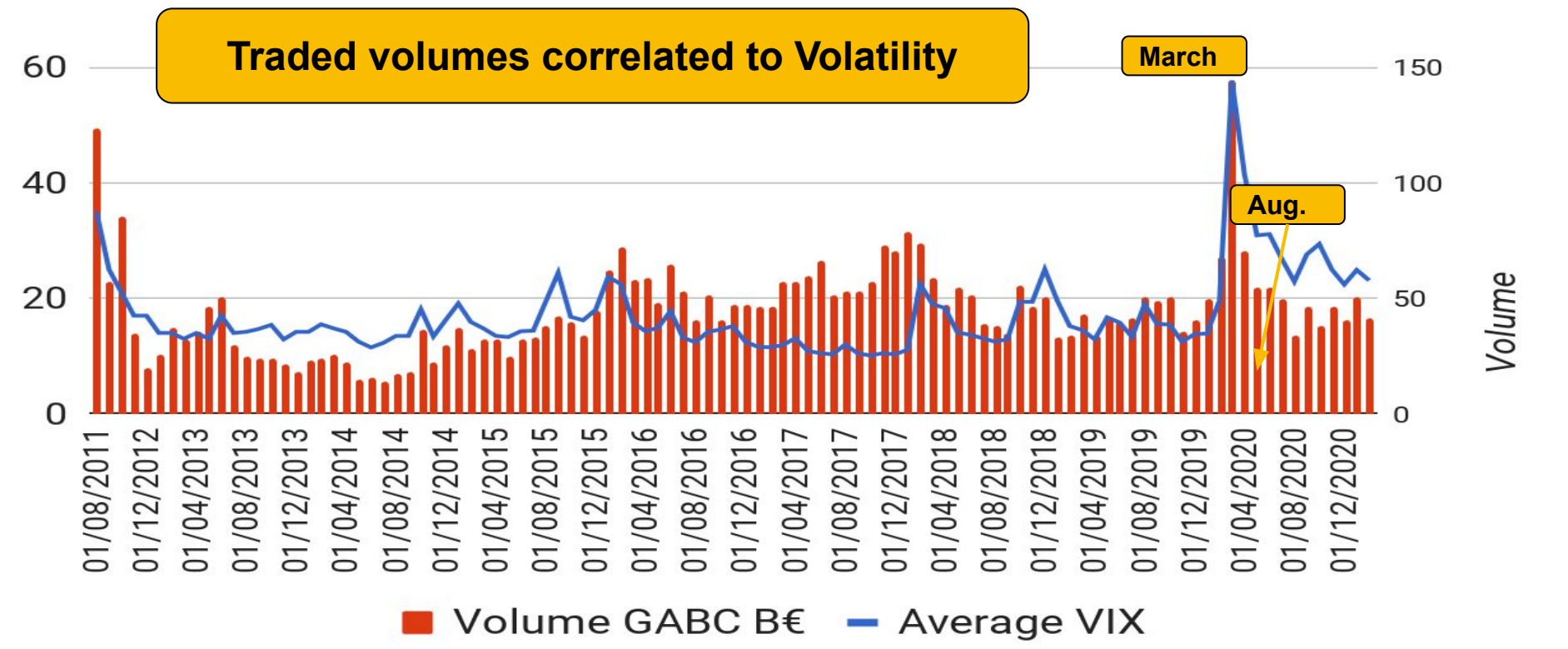
M&A and Corporate Actions

Traded Volumes

In EUR million	31/12/2020 IFRS	31/12/2019 IFRS	Evolution	31/12/2018 IFRS
Advisory revenues	-	-	na	-
Investment Services Fees*	22.5	14.4	56%	16.8
Net gains at fair value through profit or loss	46.3	22.6	104.9%	23.3
Net revenues	68.8	37	85.9%	40.1
Payroll costs			116.1%	(13.1)
Occupancy costs			7.8%	(1.6)
Other expense			6.4%	(5.8)
Other taxes	(0.1)	(0.1)	42.6%	(0.2)
Total costs	(33.4)	(18.9)	76.1%	(20.8)
Income before tax	35.4	18.1	96.1%	19.3
Net income attributable to equity holders	35.1	18.3	91.4%	19.7

ROE - almost 24%

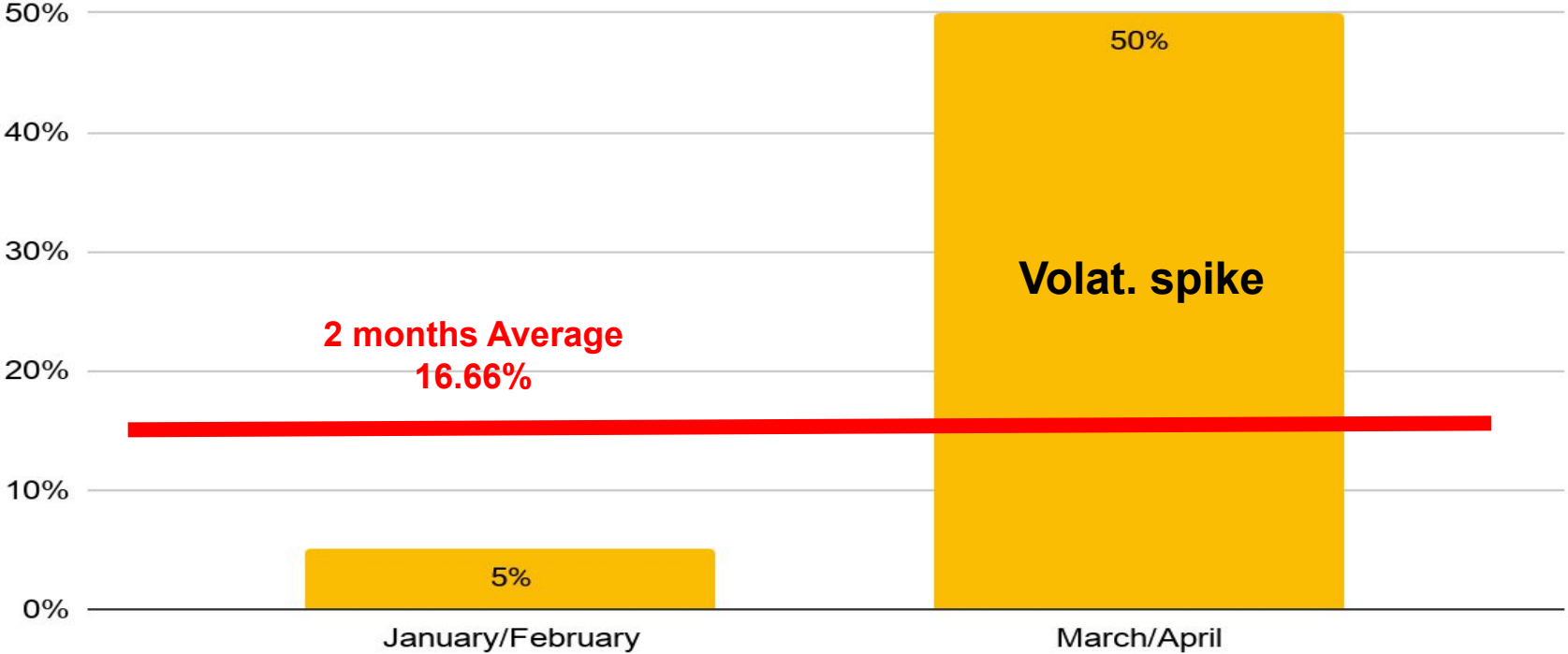




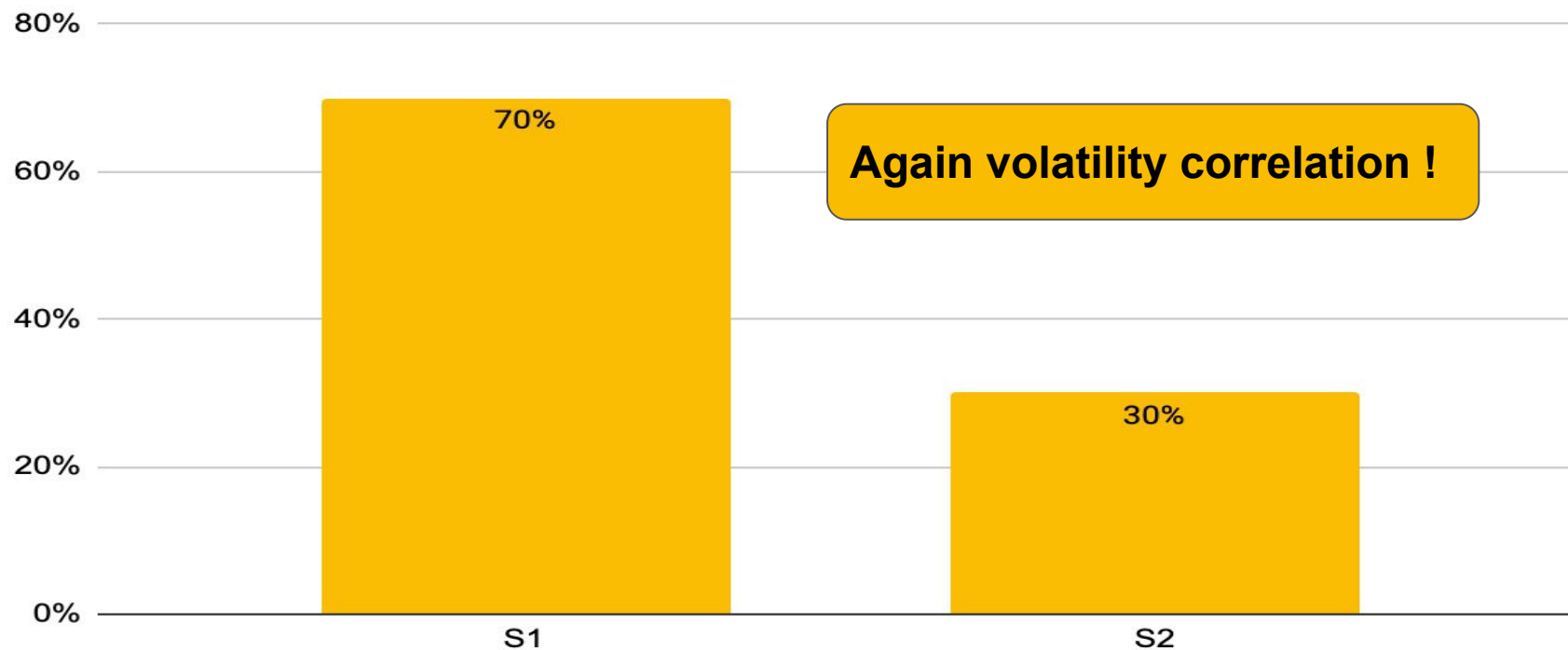
Historical yearly volume from 2011 to 2020 (Mds€)



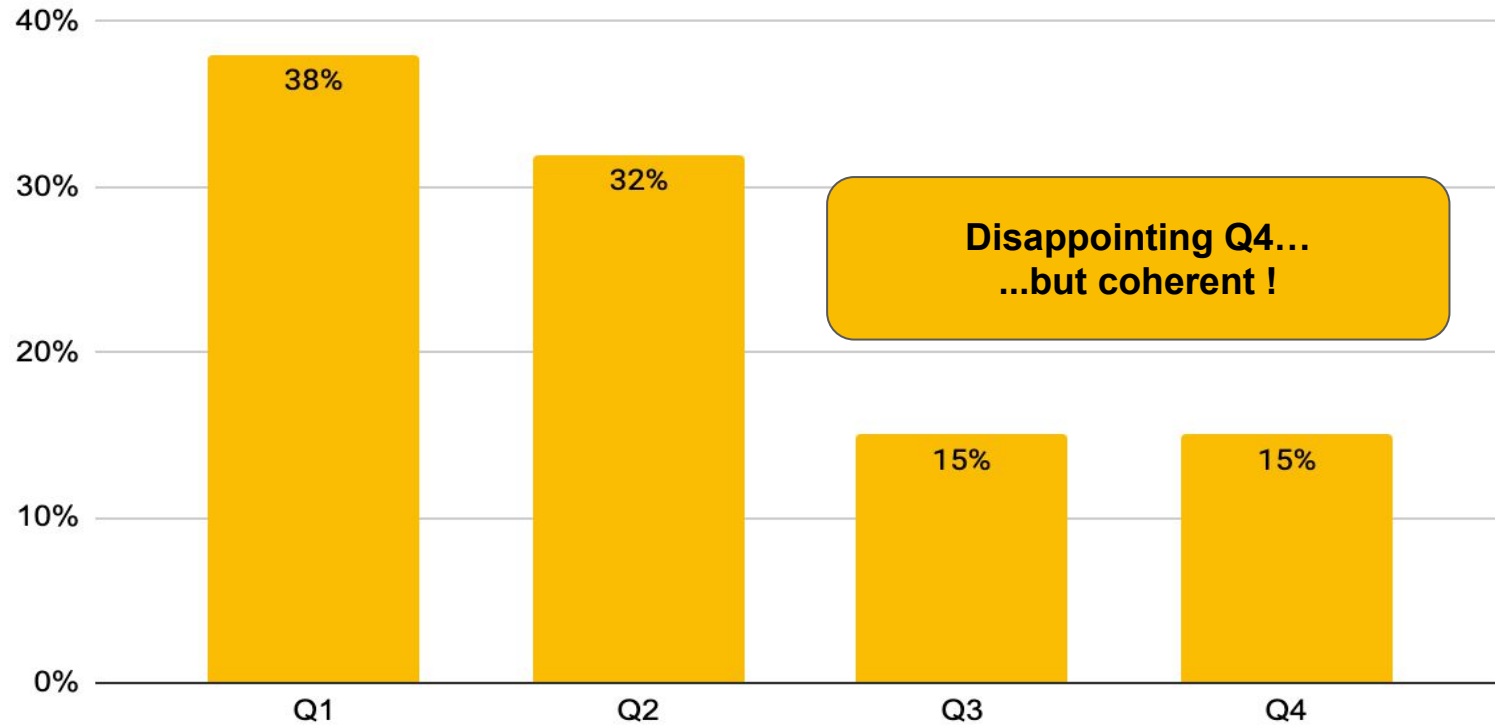
P&L - Proportion of the year

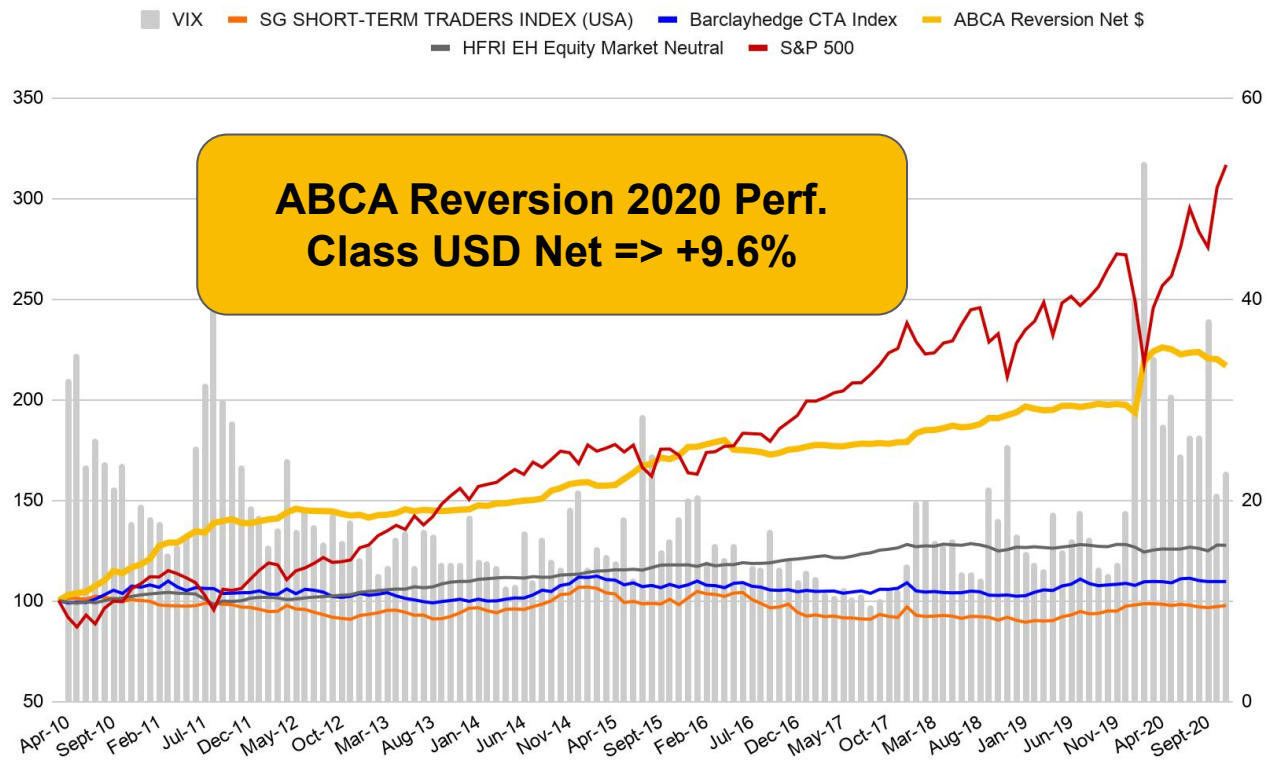


P&L - Proportion of the year

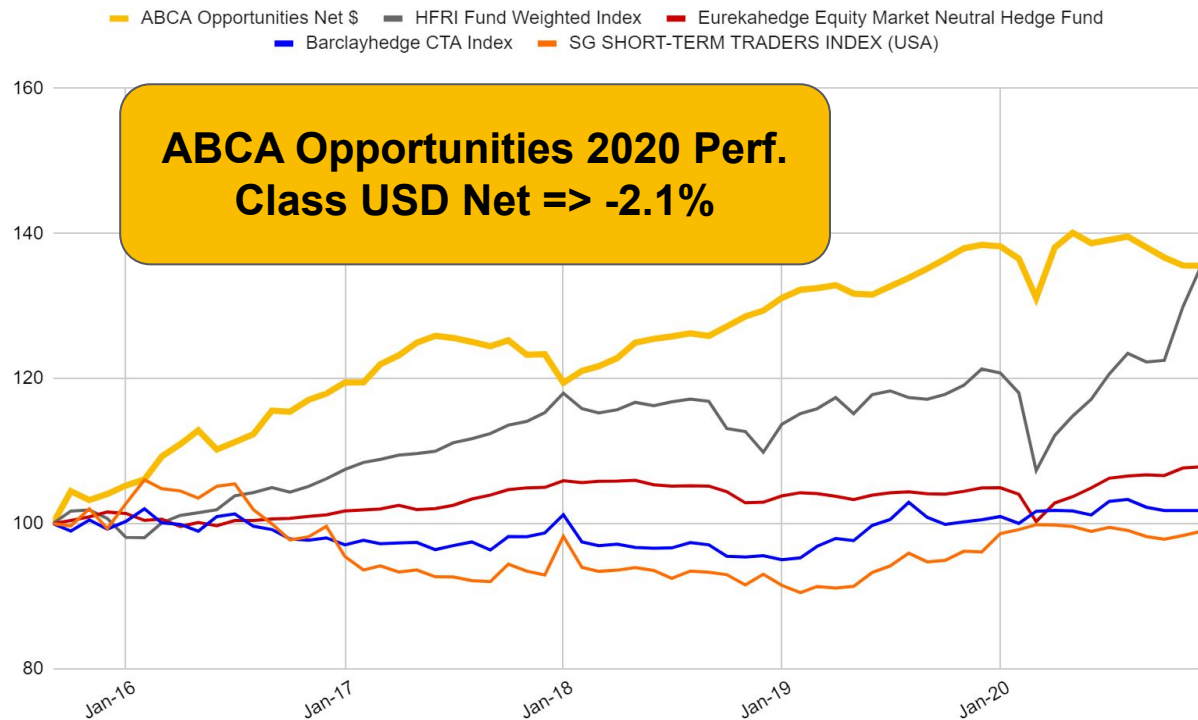


P&L - Proportion of the year

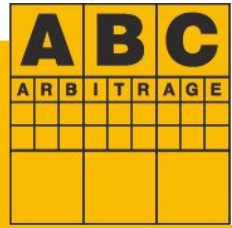




	Annualized Performance	Volatility
ABCA Reversion Net \$	7.42%	5.53%
SG Short-Term Traders Index	-0.09%	5.32%
Barclayhedge CTA Index	0.95%	4.55%
HFRI Equity Market Neutral	2.31%	2.51%
S&P 500	11.84%	14.12%

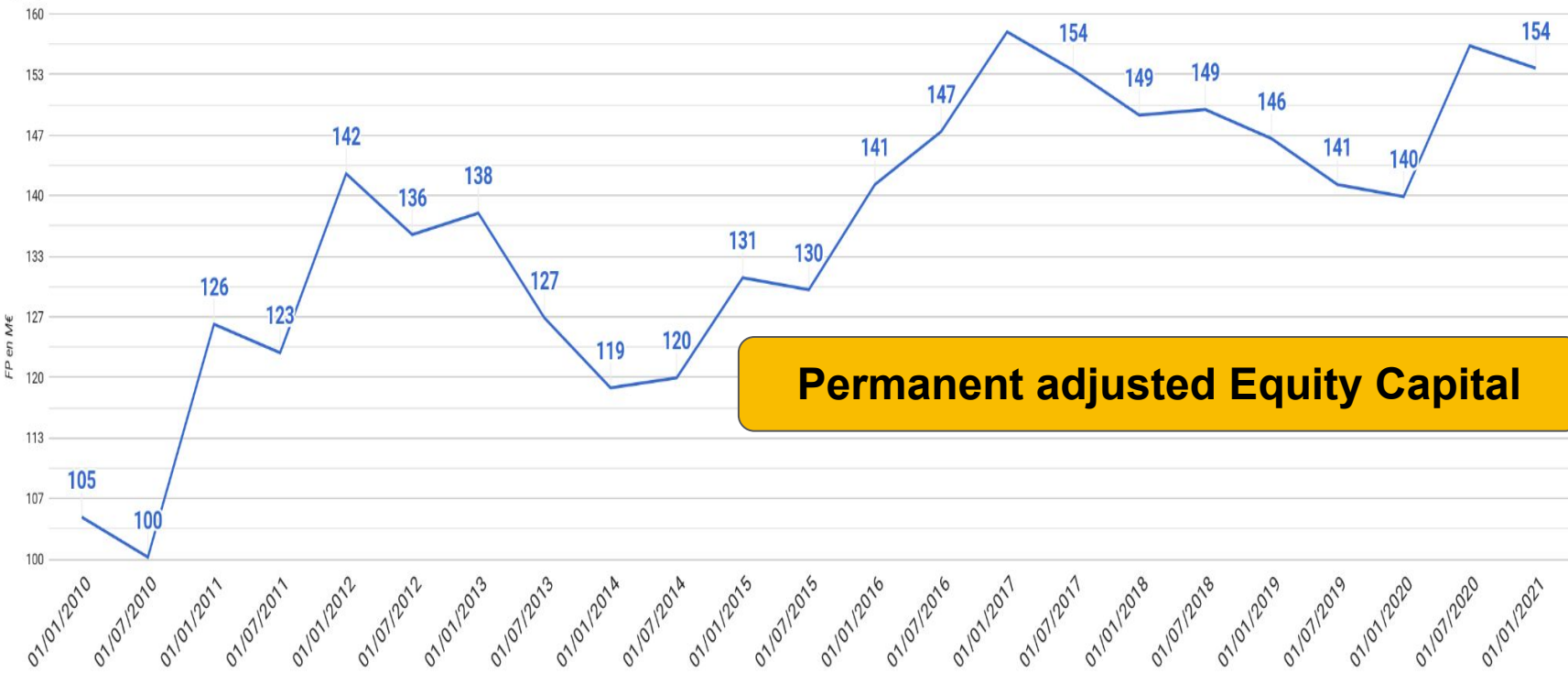


	Annualized Performance	Volatility
ABCA Opportunities Net \$	6.16%	4.92%
HFRI Fund Weighted Index	4.99%	6.85%
Eurekahedge Equity Market Neutral Hedge Fund	1.55%	2.66%
SG Short-Term Traders Index	-0.04%	5.87%
Barclayhedge CTA Index	0.52%	4.03%



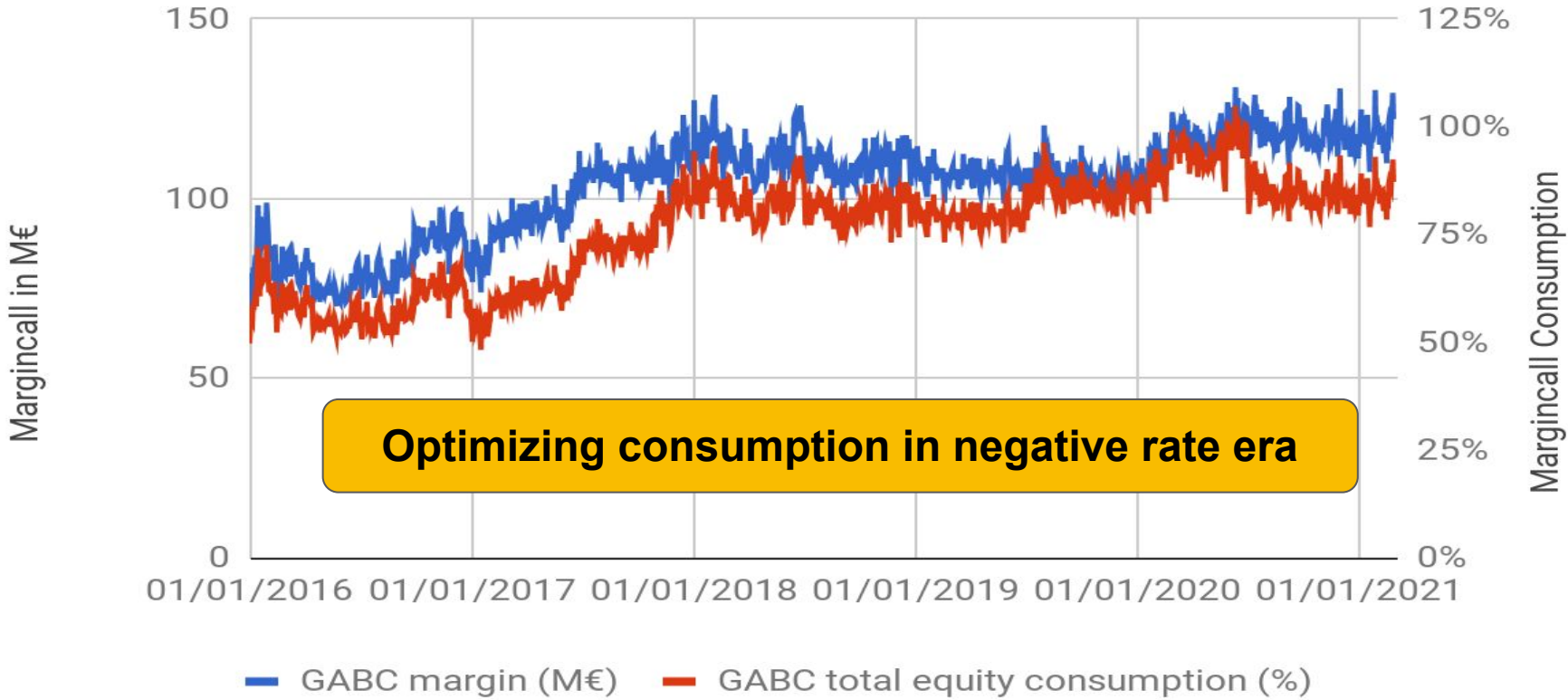
3. Risk parameters

Equity in m€ vs Date



Permanent adjusted Equity Capital

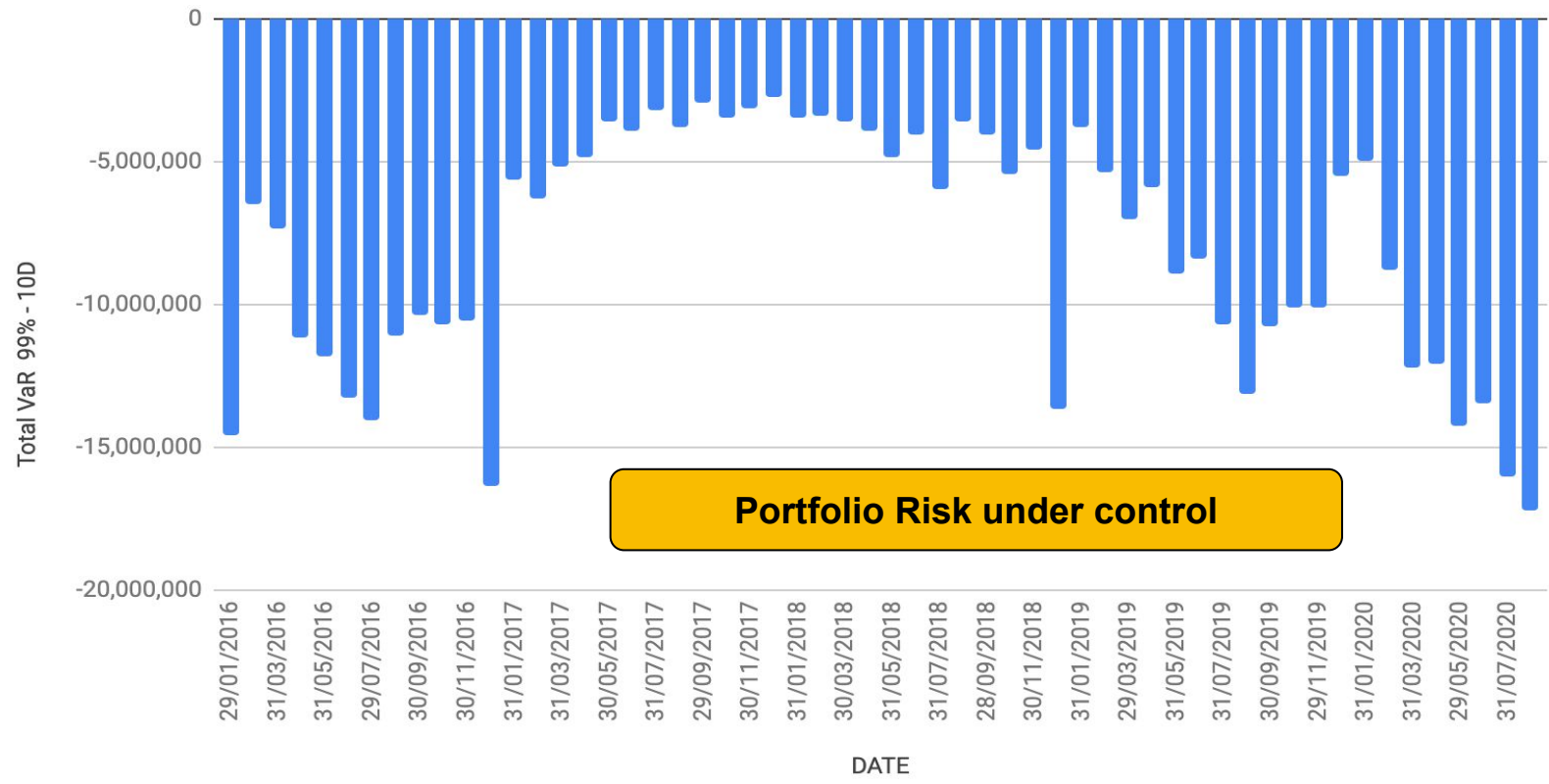
GABC



Average number of operations in progress



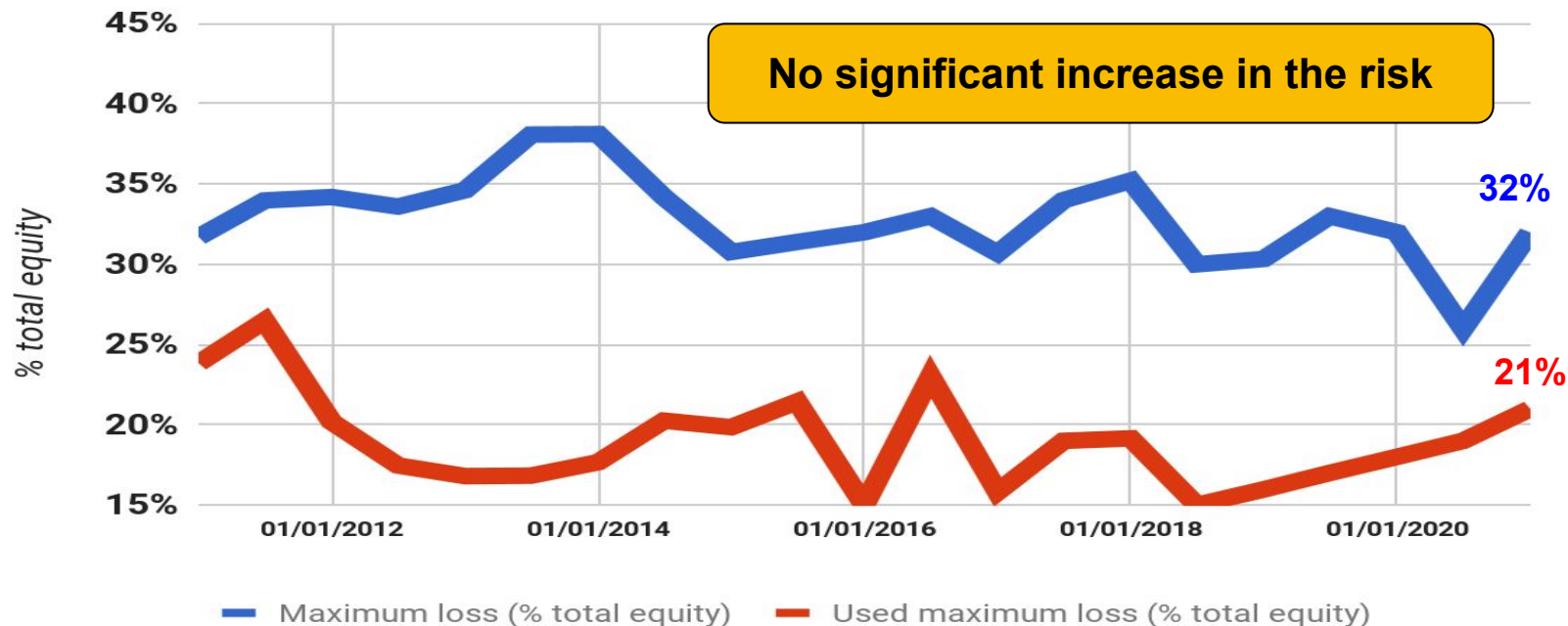
10d VaR GABC



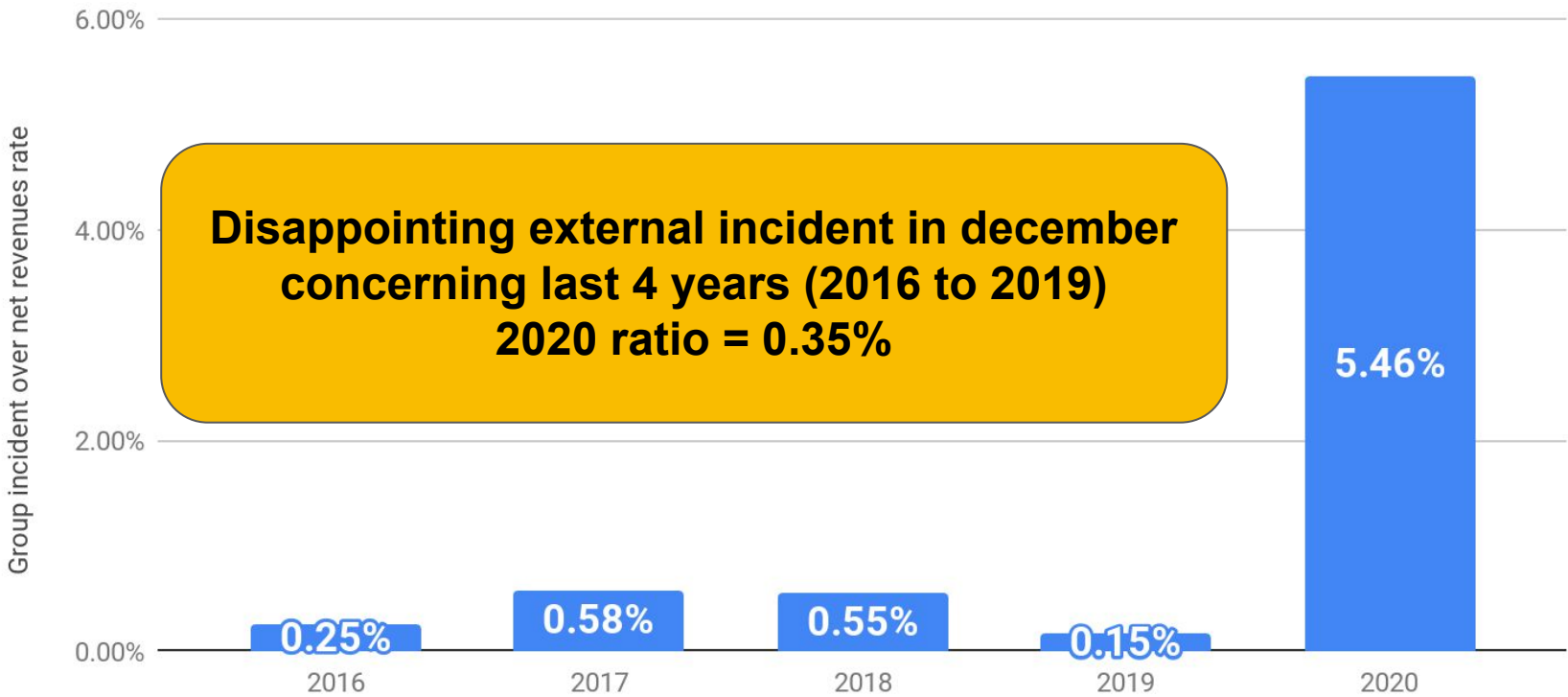
Portfolio Risk under control

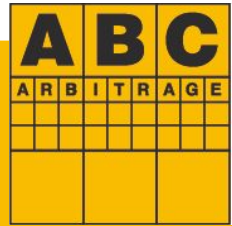
Warning - Gross sum calculation on “every” possible risk even “opposite” risks.

Maximum loss GABC since 2010



Group incident over net revenues rate





3. Revenues

In EUR million	31/12/2020 IFRS	31/12/2019 IFRS	Evolution	31/12/2018 IFRS
Advisory revenues	-	-	na	-
Investment Services Fees*	22.5	14.4	56%	16.8
Net gains at fair value through profit or loss	46.3	22.6	104.9%	23.3
Net revenue				40.1
Payroll costs				(13.1)
Occupancy costs				(1.6)
Other expenses				(5.8)
Other taxes	(0.1)	(0.1)	42.6%	(0.2)
Total costs	(33.4)	(18.9)	76.1%	(20.8)
Income before tax	35.4	18.1	96.1%	19.3
Net income attributable to equity holders	35.1	18.3	91.4%	19.7

46M€ = Quartys financial result
Quartys costs included (People / Fees / External providers)
and Quartys taxes included (IFRS 10)

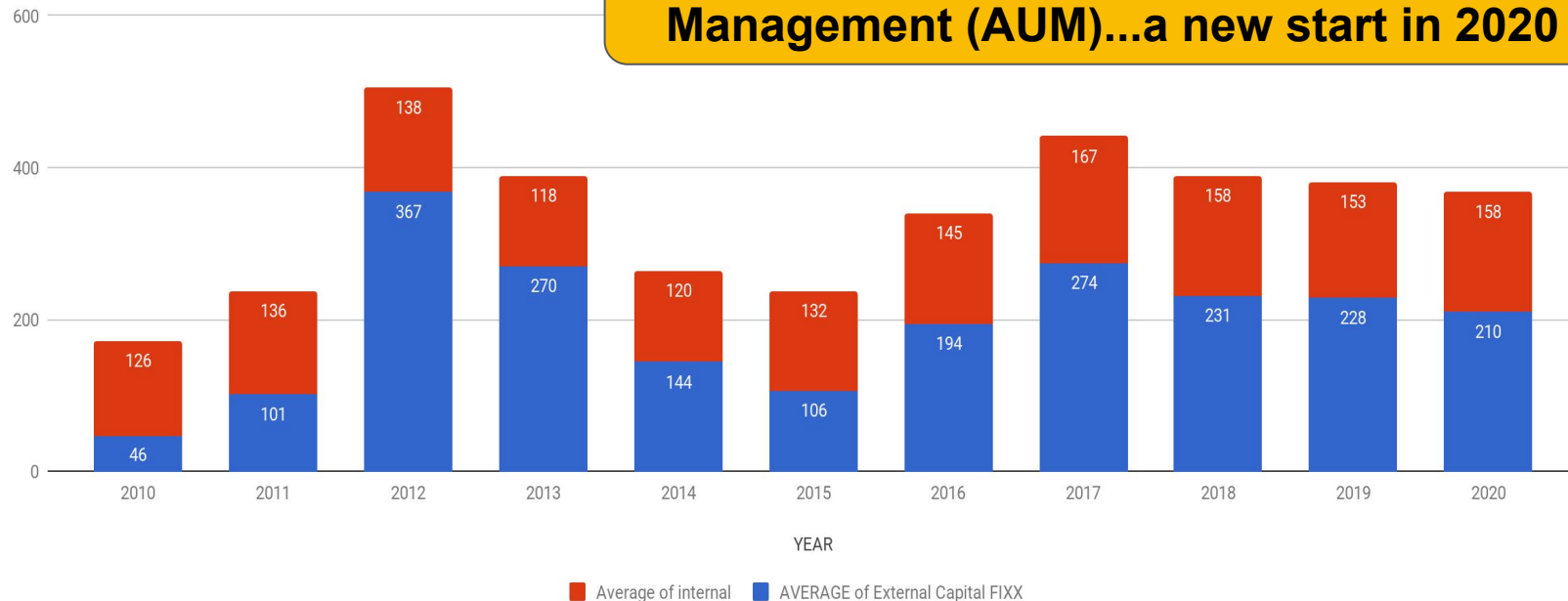
In EUR million	31/12/2020 IFRS	31/12/2019 IFRS	Evolution	31/12/2018 IFRS
Advisory revenues	-	-	na	-
Investment Services Fees*	22.5	14.4	56%	16.8
Net gains at fair value through			1.9%	23.3
Net revenues			9%	40.1
Payroll costs			1%	(13.1)
Occupancy costs			8%	(1.6)
Other expense			4%	(5.8)
Other taxes			5%	(0.2)
Total costs	(10.7)	(10.6)	16.1%	(20.8)
Income before tax	35.4	18.1	96.1%	19.3
Net income attributable to equity holders	35.1	18.3	91.4%	19.7

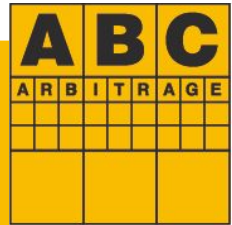
**22.5 = 14.9 from Quartys +
7.6 from ABCA Funds**

Turnover outsourced clients



Average of Group's AUM including external AUM



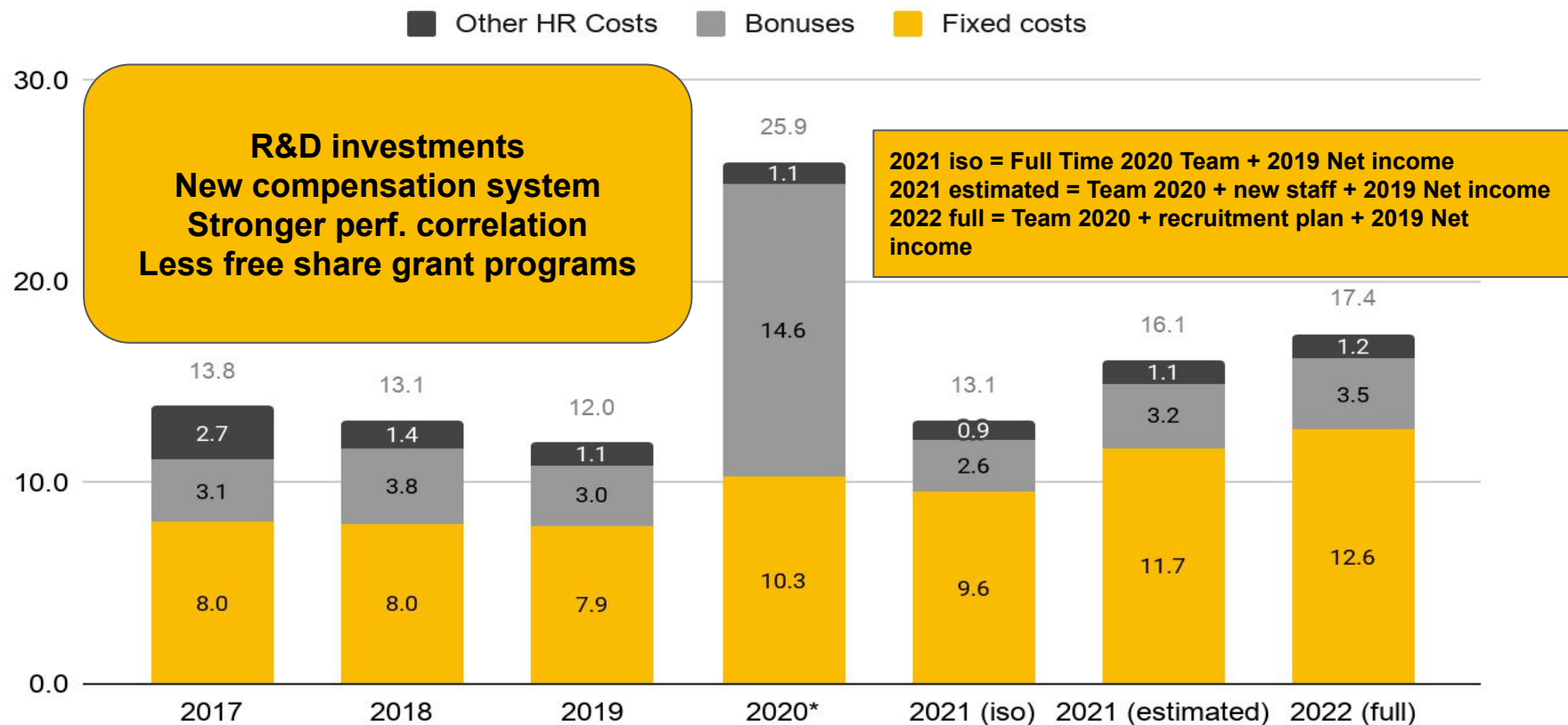


4. Costs

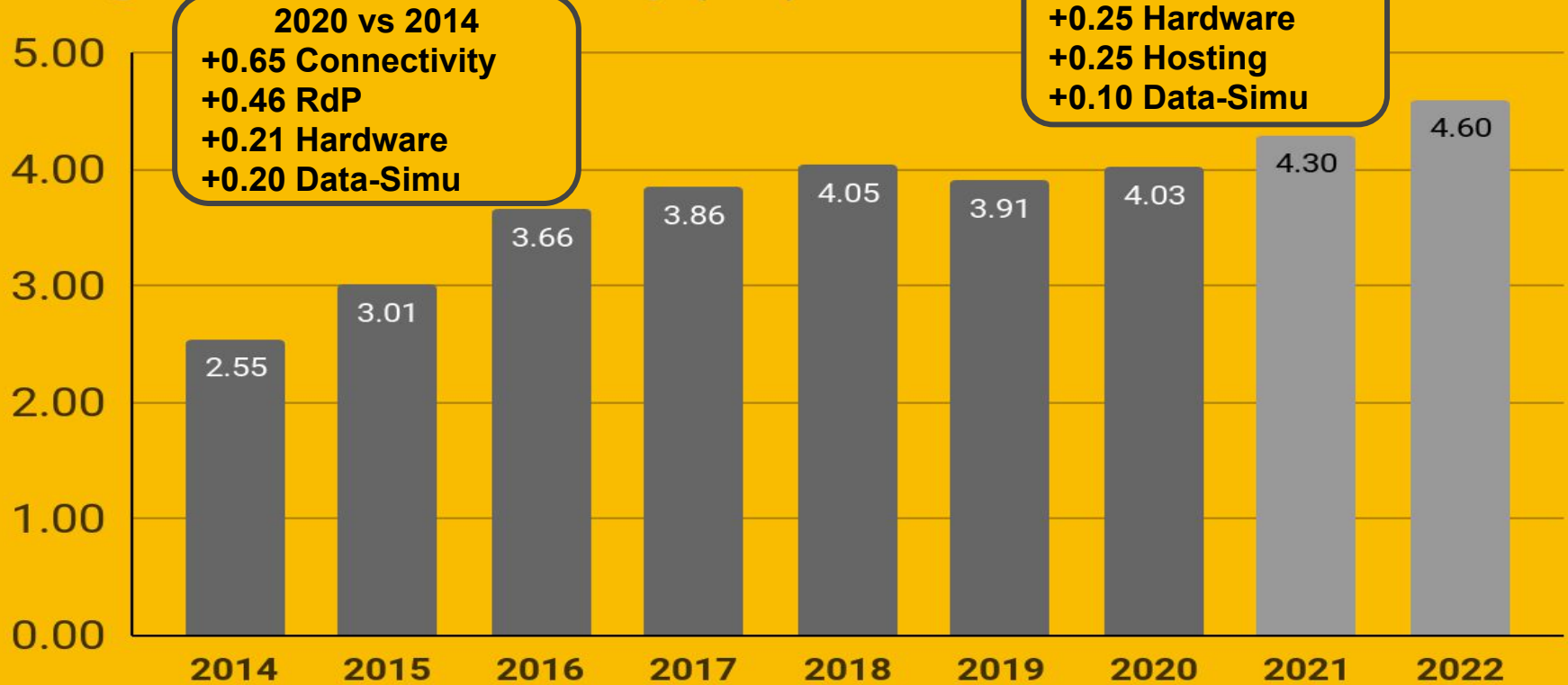
In EUR million	31/12/2020 IFRS	31/12/2019 IFRS	Evolution	31/12/2018 IFRS
Advisory revenues	-	-	na	-
Investment Services				16.8
Net gains at fair value				23.3
Net revenues				40.1
Payroll costs	(25.9)	(12)	116.1%	(13.1)
Occupational pension costs				(1.6)
Other personnel costs				(5.8)
Other taxes				(0.2)
Total costs	(33.4)	(18.9)	76.1%	(20.8)
Income before tax	35.4	18.1	96.1%	19.3
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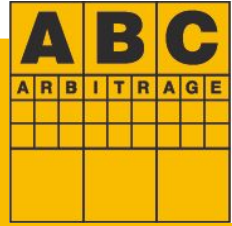
People are the main asset for ABC arbitrage

New people + New compensation system + Correlation to the excellent performance



Budget Data annual history (M€)





5. Asset Management

**Facing
Very low vol. paradigm**

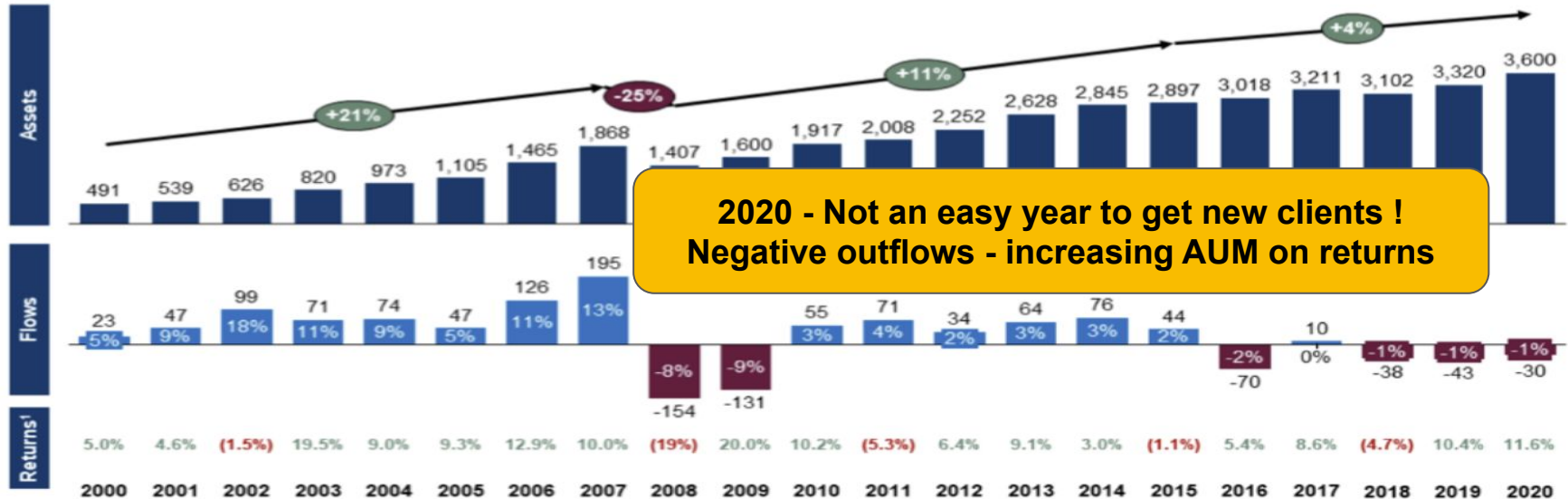
**Developing
Client Turnover**

**Increasing company
valorisation**

HF Industry Status

For the HF industry, 2020 turned out to be a relatively strong year, led by reduced outflows compared to the past two years and the best performance in over a decade

Total Industry Assets, Flows, and Returns

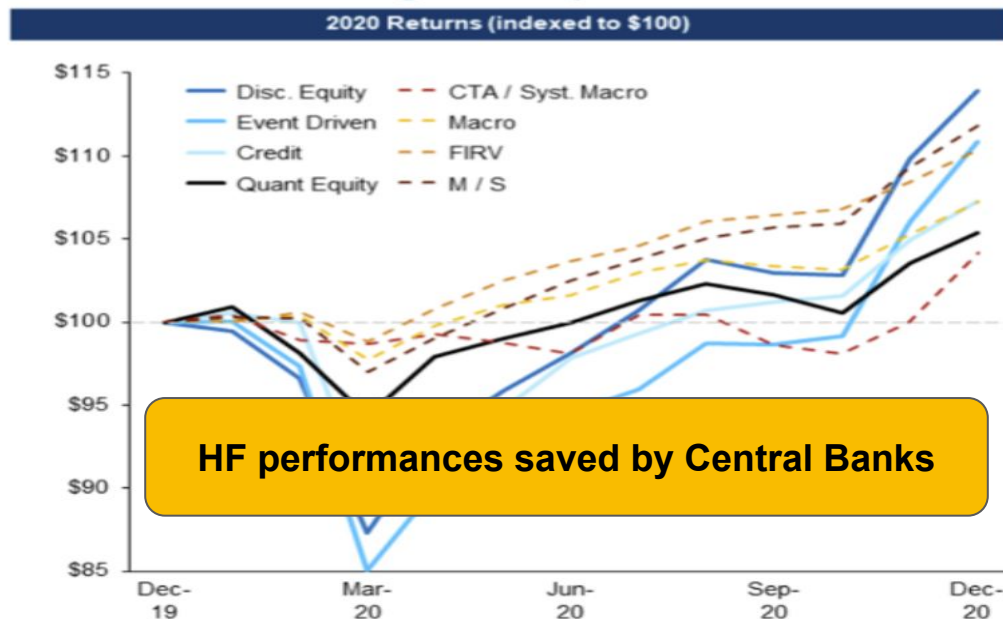


- ◆ HF AUM reached an all time high of \$3.6tn in 4Q20, ~8% growth y-o-y – the last time the industry grew this much was from 2013 to 2014
- ◆ Unlike 2013 to 2014, however, the growth in 2020 was driven solely by strong performance
- ◆ Flows were marginally negative for the third consecutive year, as investors pulled ~\$30bn from HFs, though the last two quarters in 2020 both had inflows – there haven't been any quarters with inflows since 1Q18

Source: HFR, Barclays Strategic Consulting Analysis; 1) HFRi Fund Weighted Index

Hedge Fund Performance by Strategy

The 1Q20 drawdown affected each HF strategy differently, though all strategies were able to bounce back and generate positive returns in 2020

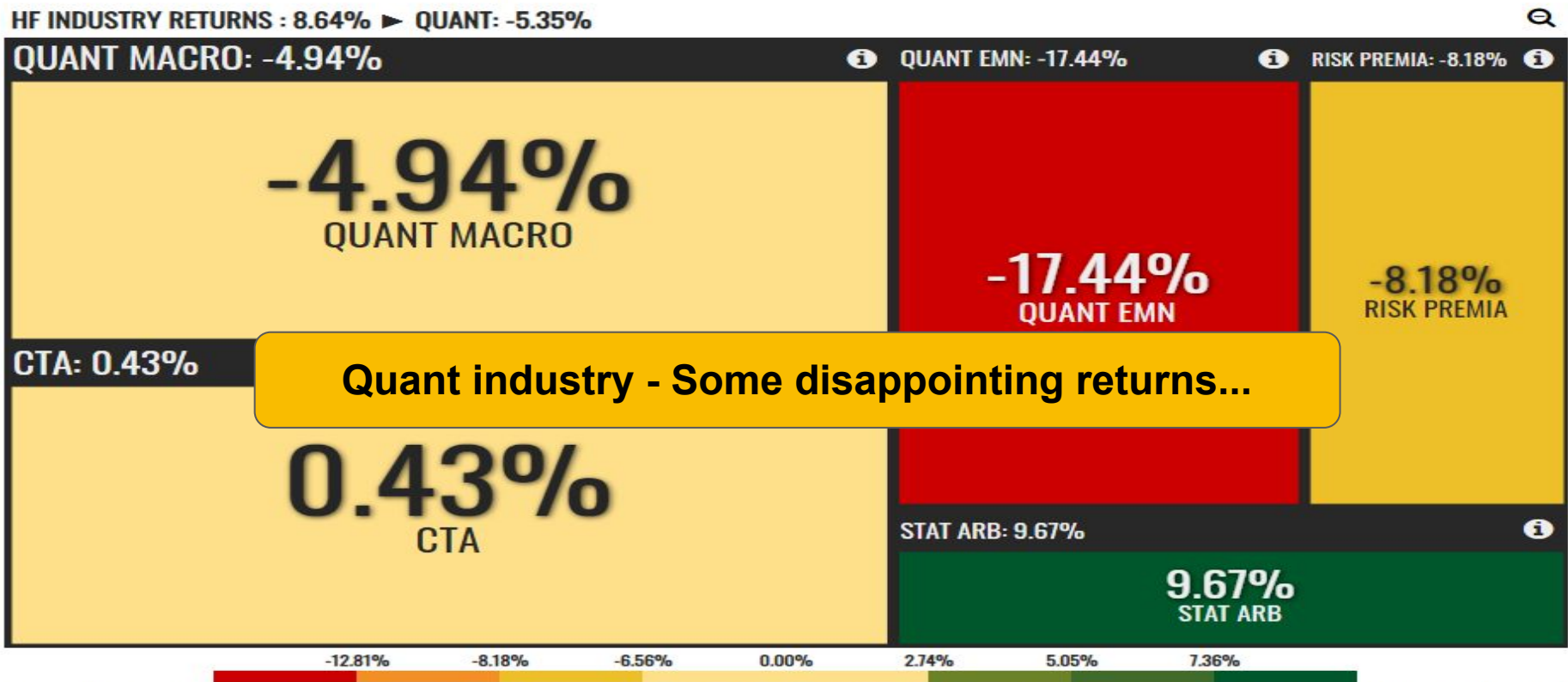


Annualized Returns			
Strategy	5-yr	3-yr	2020
Disc. Equity	8%	7%	14%
Quant Equity	3%	1%	5%
Event Driven	8%	6%	11%
Credit	6%	5%	7%
Disc. Macro	4%	4%	7%
FIRV	5%	6%	10%
Syst. Macro	4%	3%	4%
Multi-Strategy	6%	6%	12%
Overall	7%	6%	12%
MSCI World	12%	11%	16%

- ◆ Event Driven, Disc. Equity, and Credit were the hardest hit strategies in 1Q20 (ranging from -10% to -15%), while FIRV, Macro, Syst. Macro, and M/S had only slightly negative performance in 1Q20 (ranging from -1% to -3%)
- ◆ Quant Equity was in the middle from a performance standpoint in 1Q20 (-6%), due to its mix of Risk Premia and Stat Arb funds
- ◆ Over the balance of 2020, each strategy overcame its drawdown and finished the year with positive returns, the 9th year since 2010 that has occurred

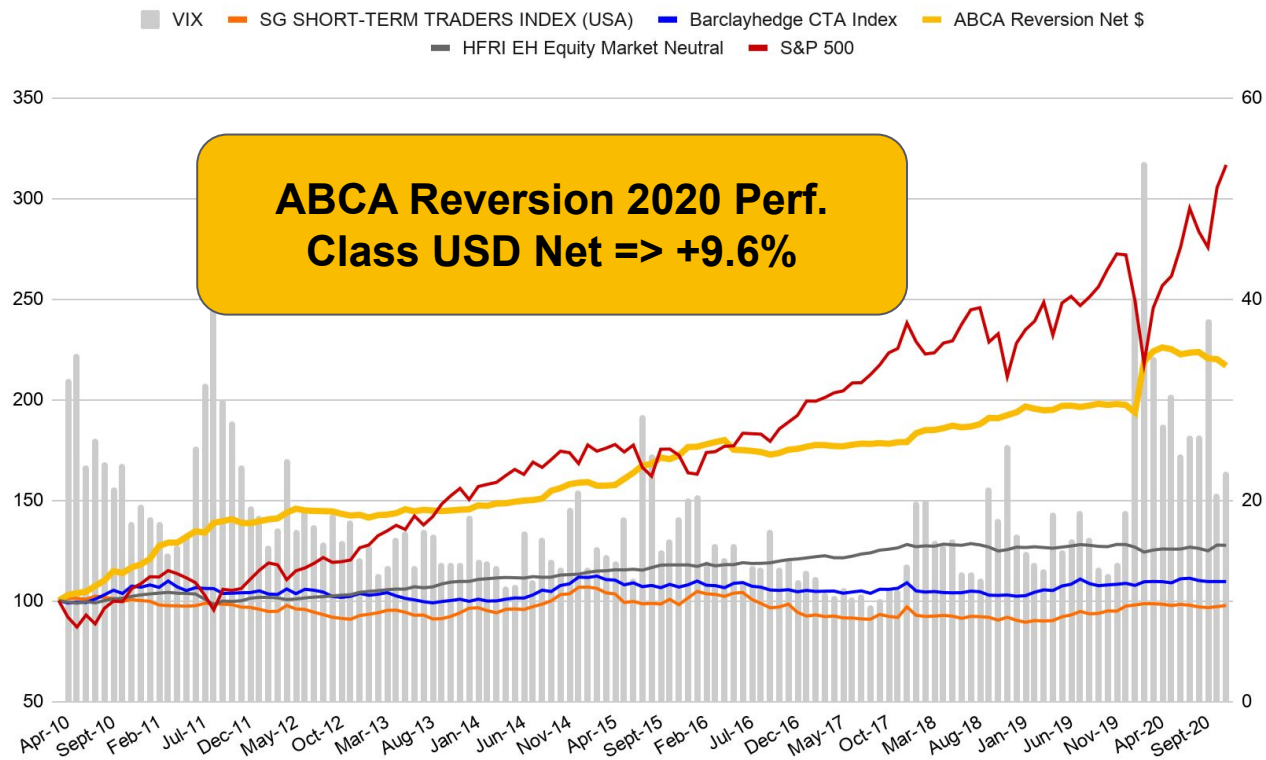
Source: HFR, HFM, Capital Solutions

Reporting indicator of eligible funds having reported (as at 27-Jan-2021). By fund assets (Dec): 86%. By no. of funds (Dec): 73%.

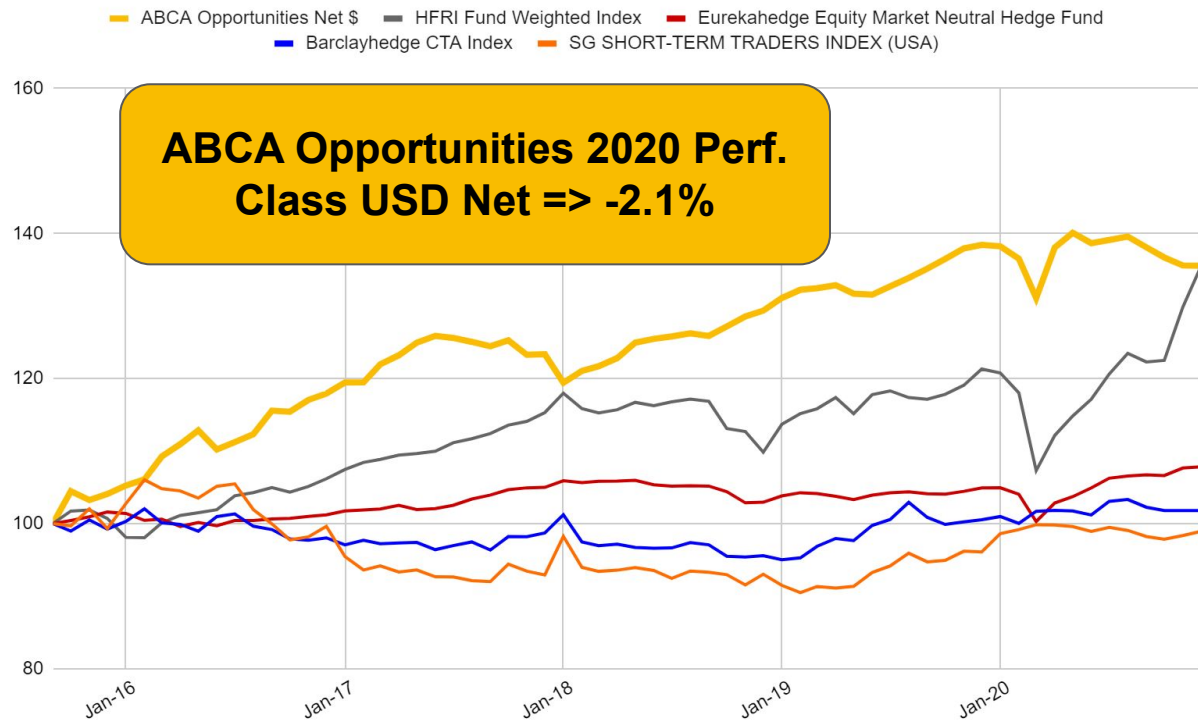


Source: Aurum's proprietary Hedge Fund Data Engine database containing data on over 4,000 hedge funds representing in excess of \$2.9 trillion of assets as at June 2020. Information in the database is derived from multiple sources including Aurum's own research, regulatory filings, public registers and other database providers. Performance in the above chart is asset weighted. Box size reflects the AUM of the hedge fund industry, as tracked by Aurum. See the [disclaimer](#) and [strategy definition](#) for further details.



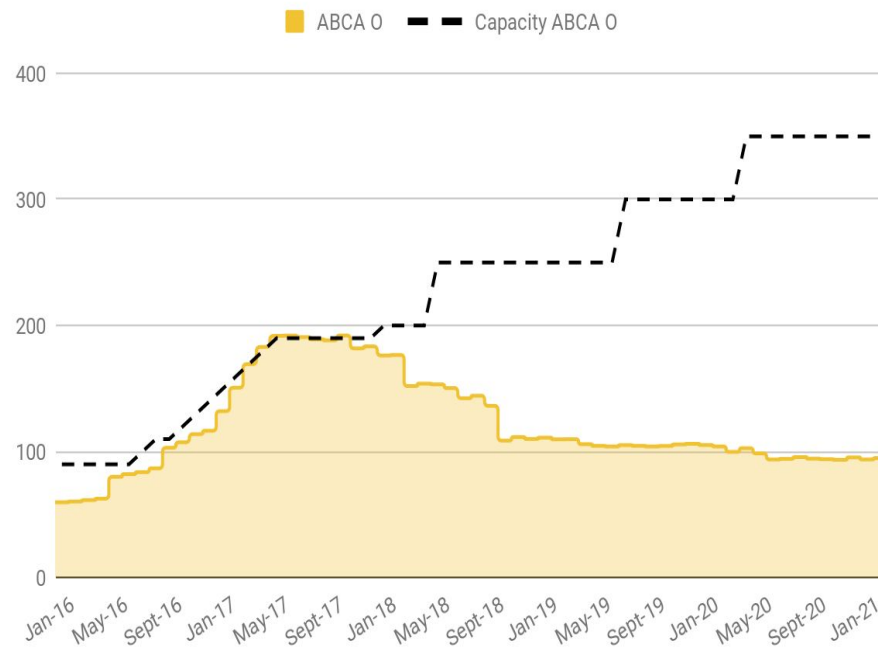
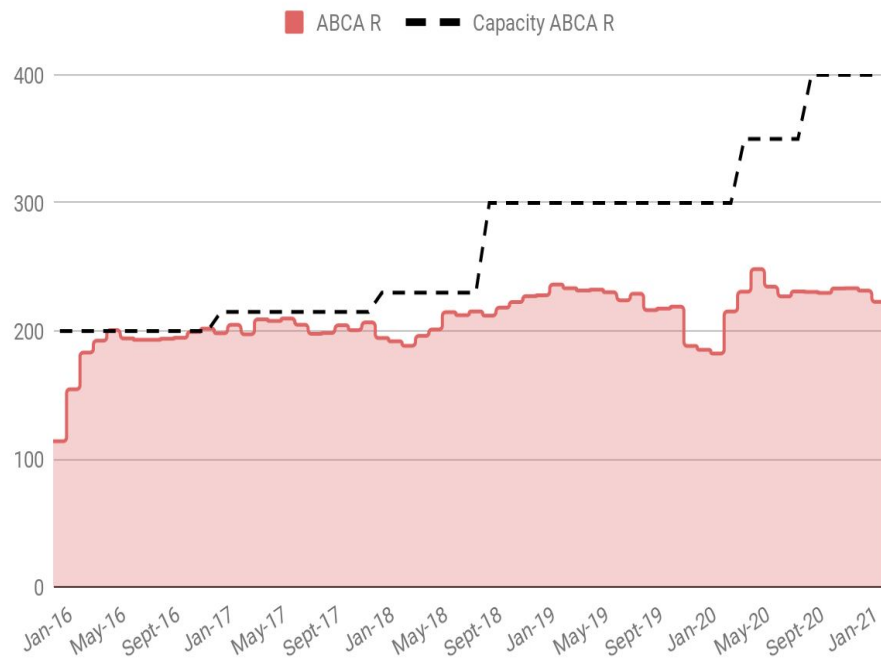


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HFRI Equity Market Neutral	2.31%	2.51%
S&P 500	11.84%	14.12%



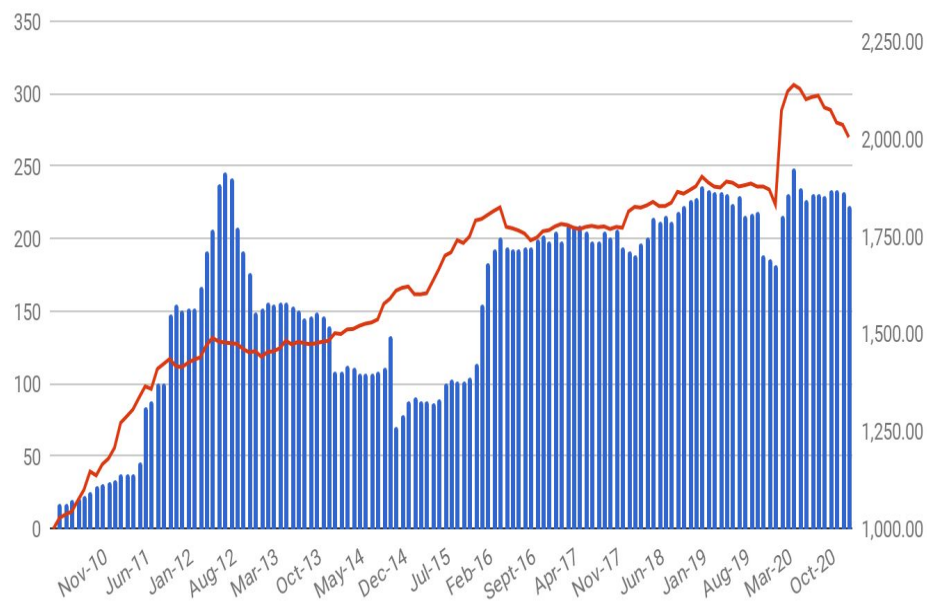
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Lot of work to increase capacity...and still working !

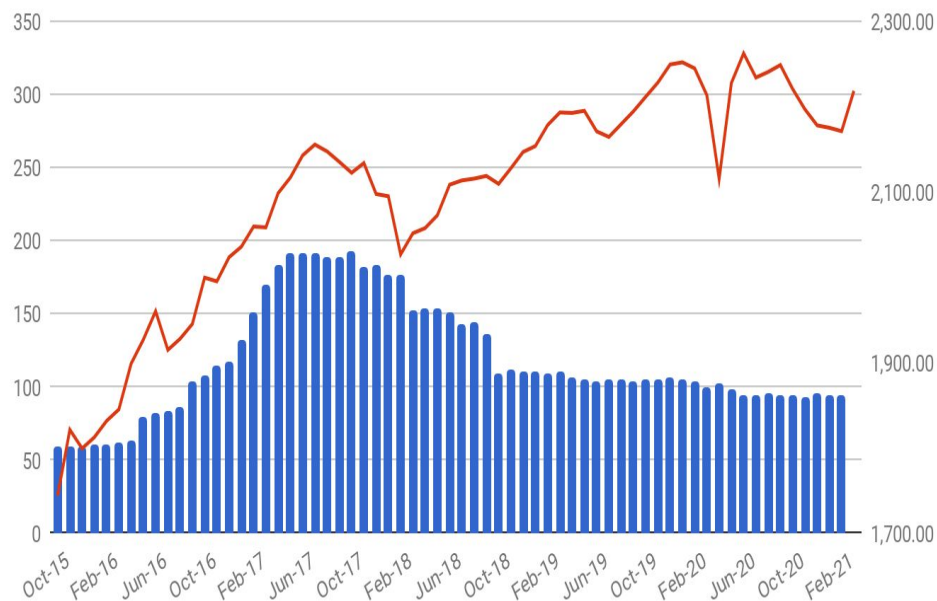


Still under targeted AUM...a pity with such returns

ABCA Reversion AUM (Blue) vs Performance NAV (Red - Right axis)



ABCA Opportunities AUM (Blue) vs Performance NAV (Red - Right axis)



**Building a sales team
(3 people eoy 2020)**

**Developing new products and
over 1Bn capacity**

**Developing
ABC AM brand**

Support	QTYS**
	FI01
	FI02
	MAxx
	XXxx

Total AUM	en m€
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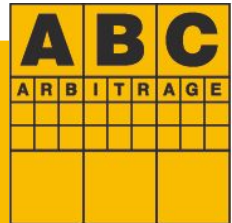
** Fonds propres au 31/12/19

Targeting a net return of 2%

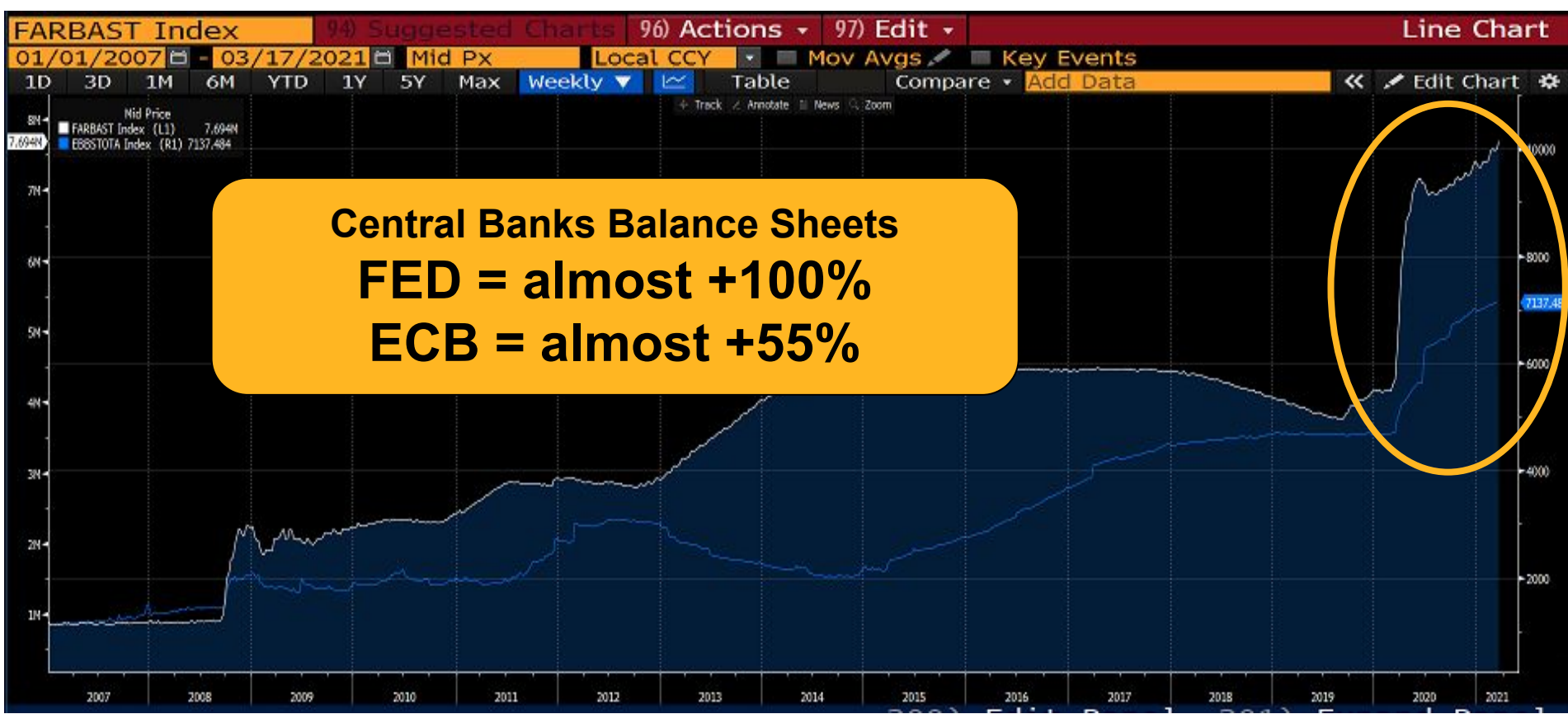
Revenu MF/PF	en m€
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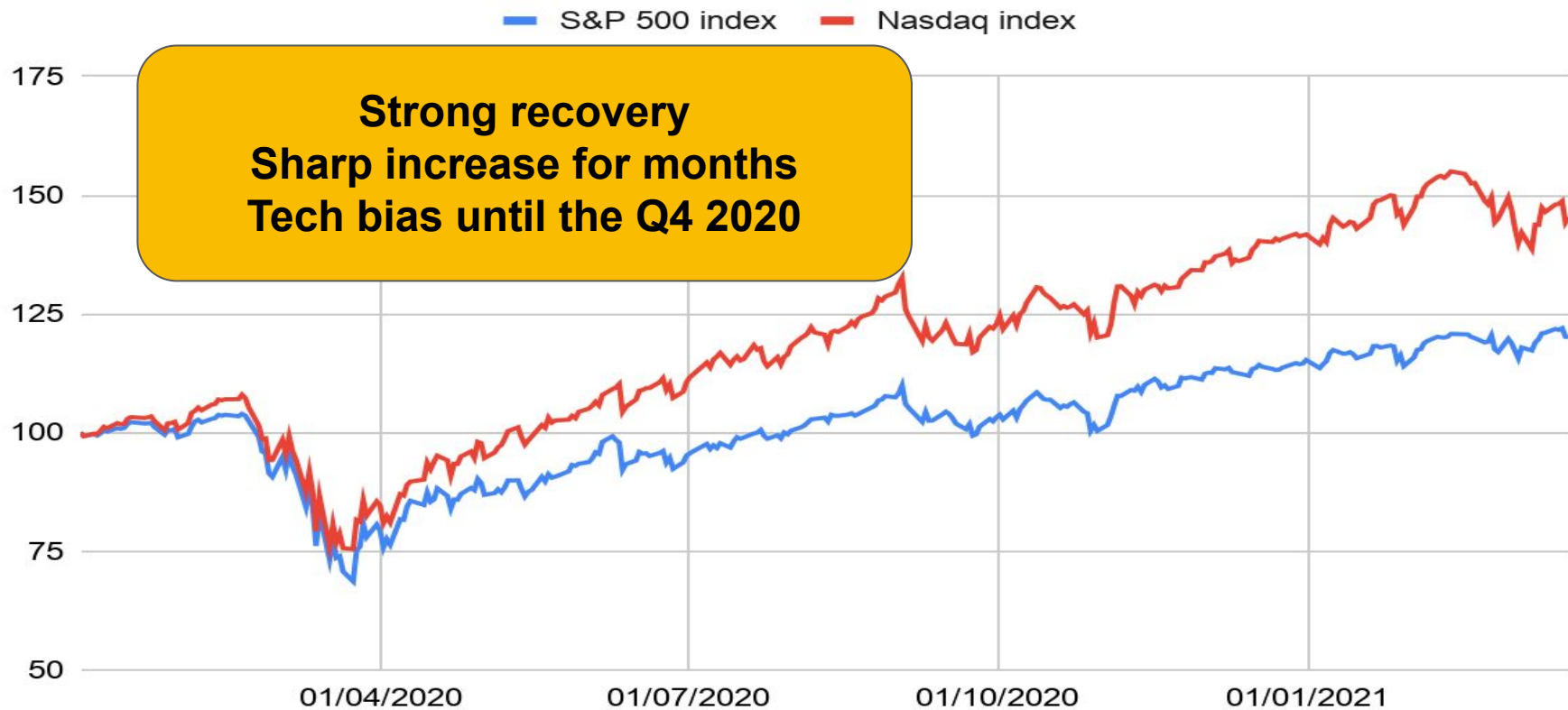
Hors Client Quartys

AUM (Asset Under Management) du groupe										
Fin 2019		=>	Fin 2020		=>	Fin 2021		=>	Fin 2022	
130			130			130			130	
105			95			150			200	
185			235			300			400	
0			0			100			230	
0			0			100			150	
310*			350*			670*			1000*	
* QTYS investi dans FIXX			2020 Eoy @350M€ vs 470M€ targeted				* FI01 investi dans FI02			
Gross PnL Clients Externes du groupe										
2019		=>	2020		=>	2021		=>	2022	
4.7			6.3			8 - 12			12 - 18	

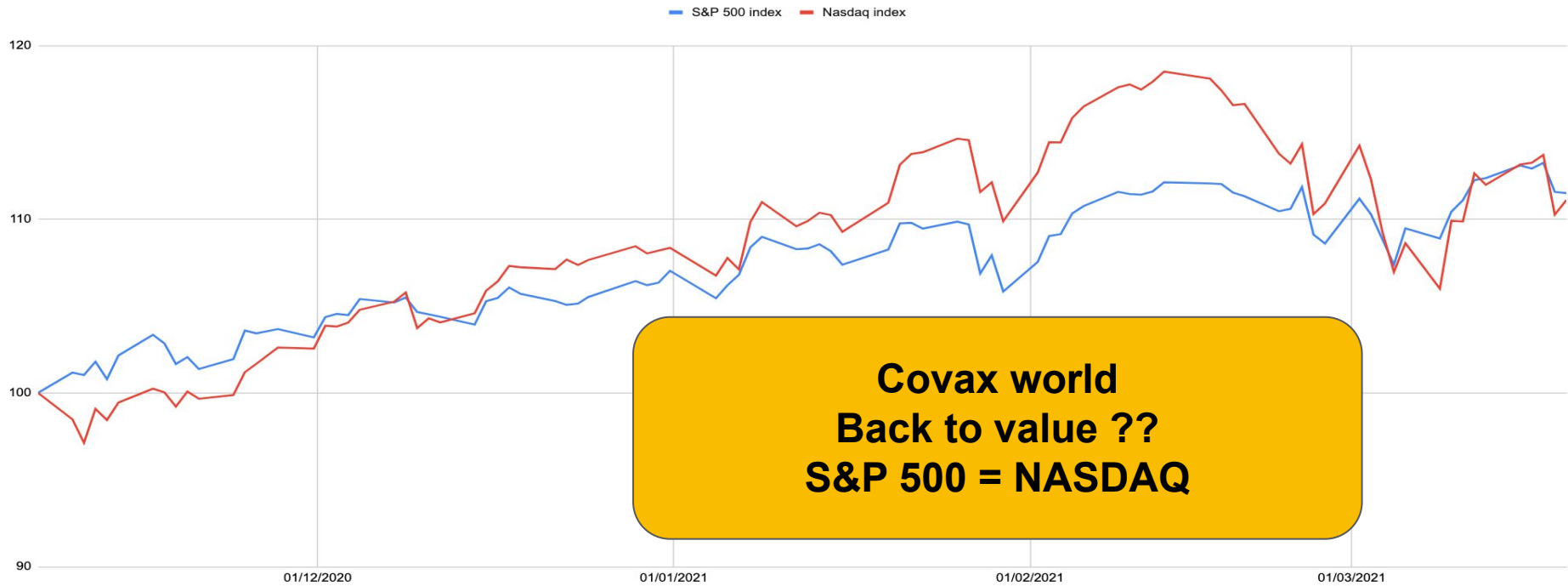


7. 2021 - ECB, COVAX & Sun

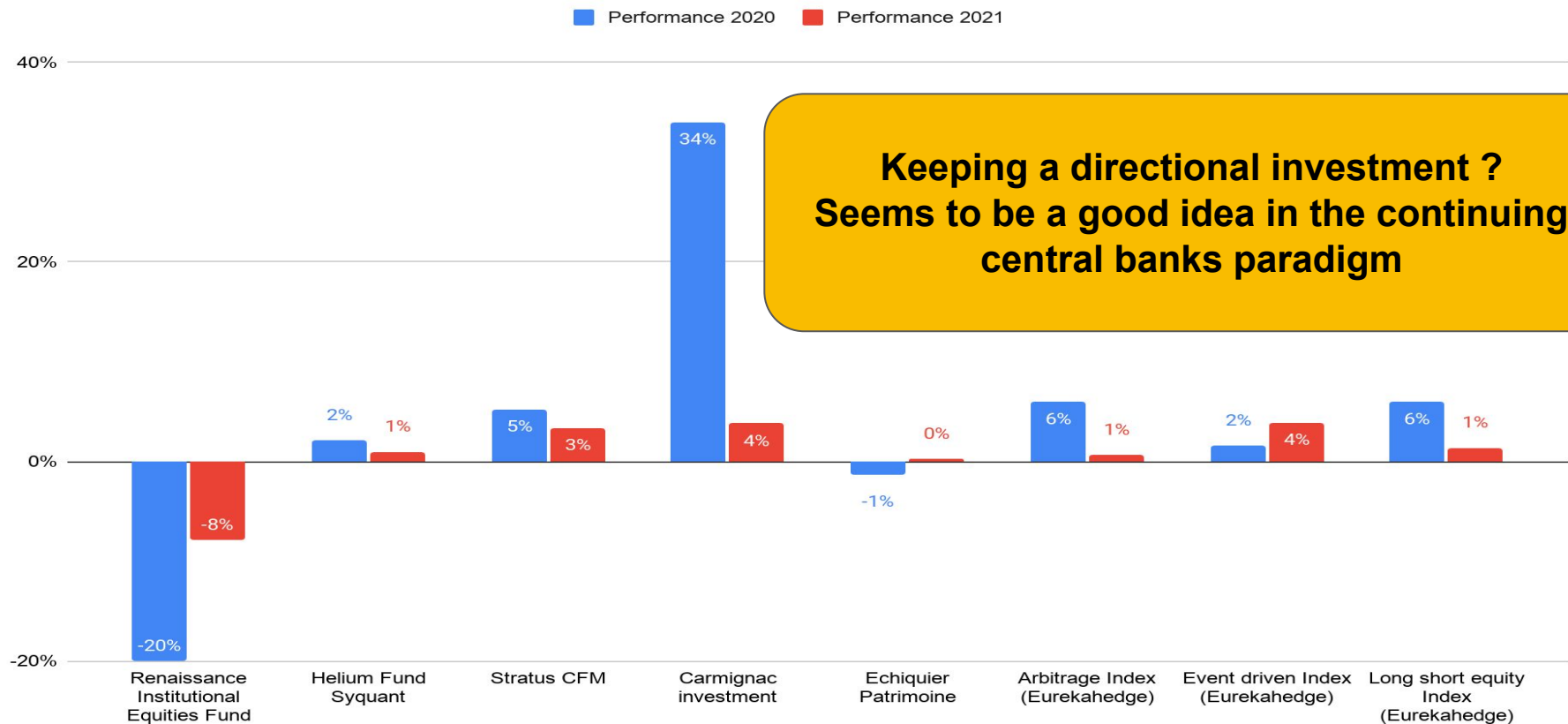




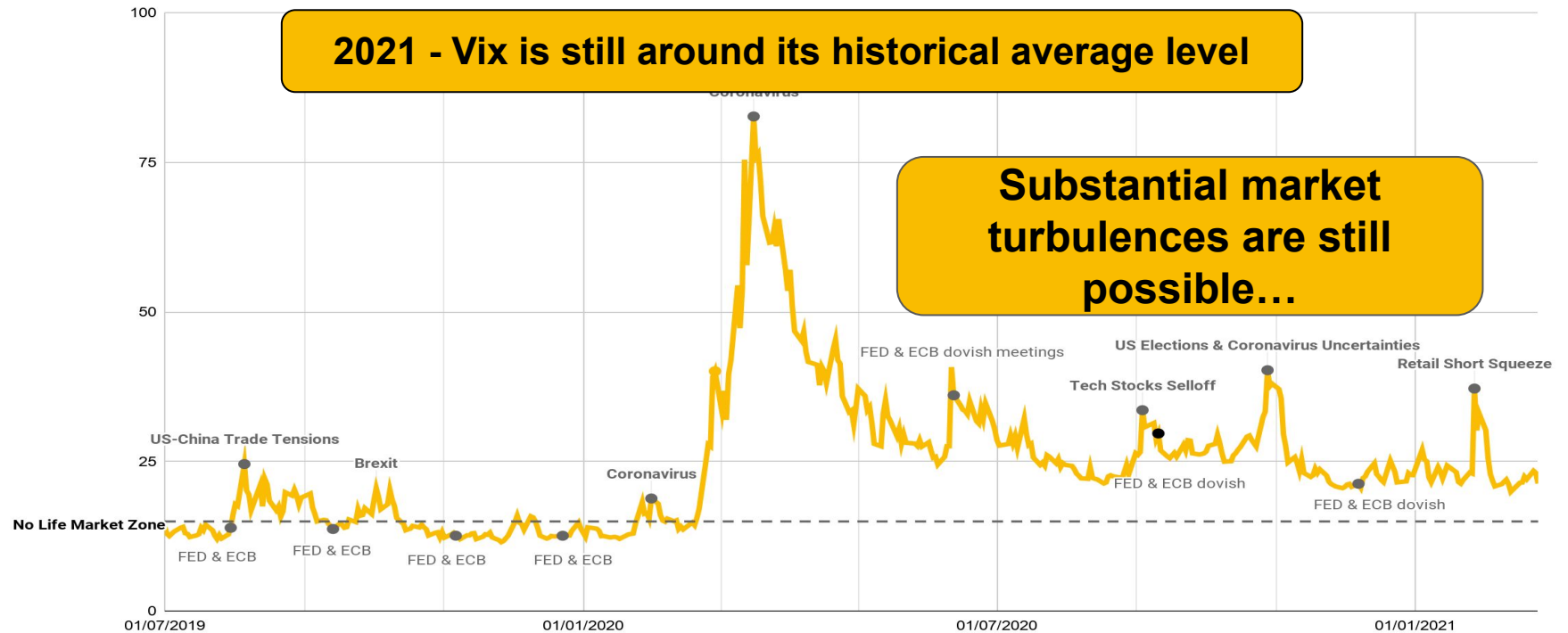
Performance since 9 nov. 2020 : on Nov. 9, Pfizer Inc. and BioNTech SE announced that the vaccine they are developing has prevented more than 90% of COVID infections in their trial

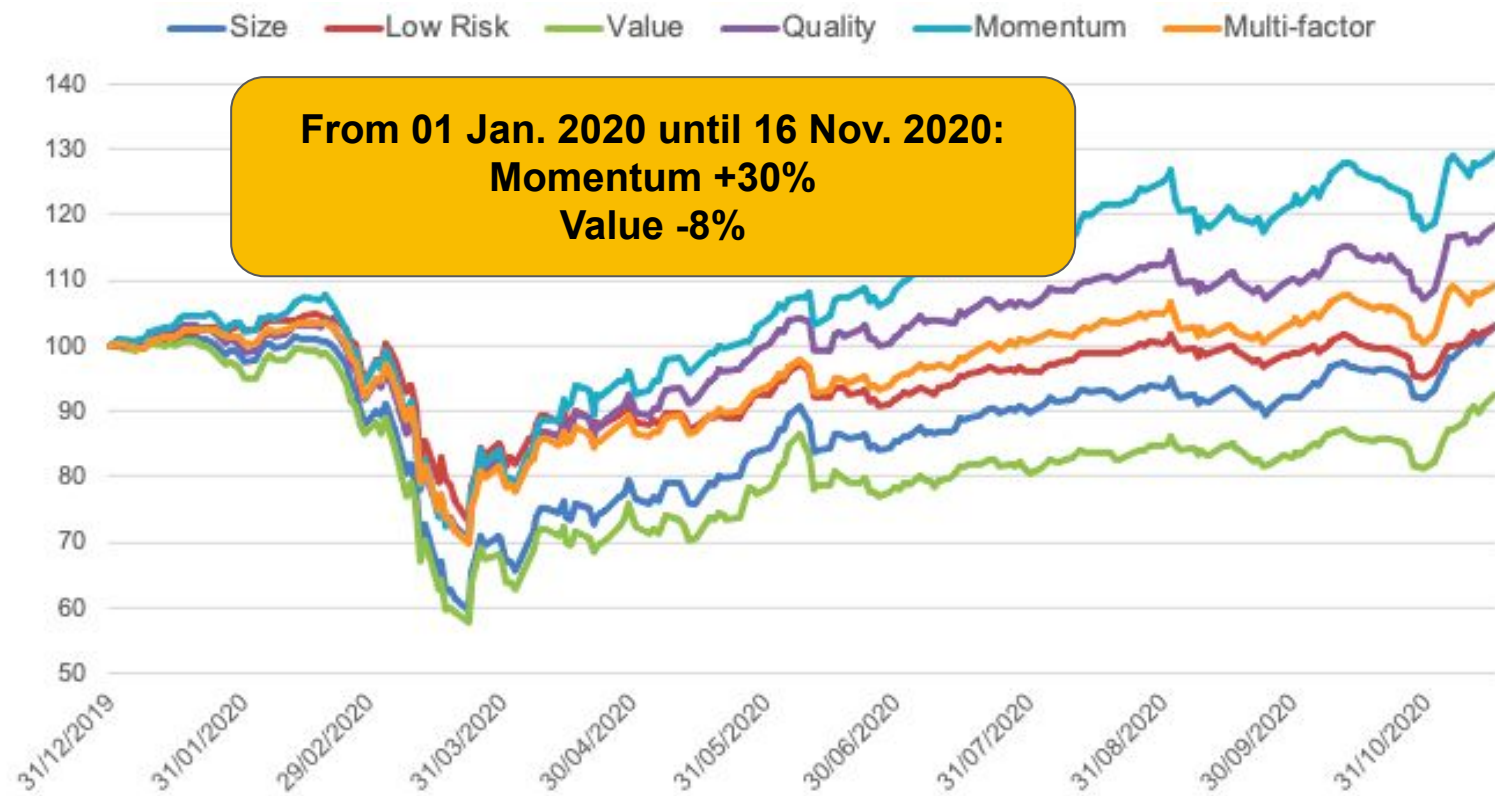


**Covax world
Back to value ??
S&P 500 = NASDAQ**



Historical VIX since July 2019





On Nov. 9, Pfizer Inc. and BioNTech SE announced that the vaccine they are developing has prevented more than 90% of COVID infections in their trial



Graphic shows the outperformance of the **STOXX® Global 1800 Ax Value Index**, which jumped 6.2% in the six days through Nov. 16. At the other end, the **STOXX® Global 1800 Ax Momentum Index** was little changed. Value's outperformance must be put in context: the Momentum index has jumped 29.2% in 2020, compared with a 7.5% loss for the Value Index

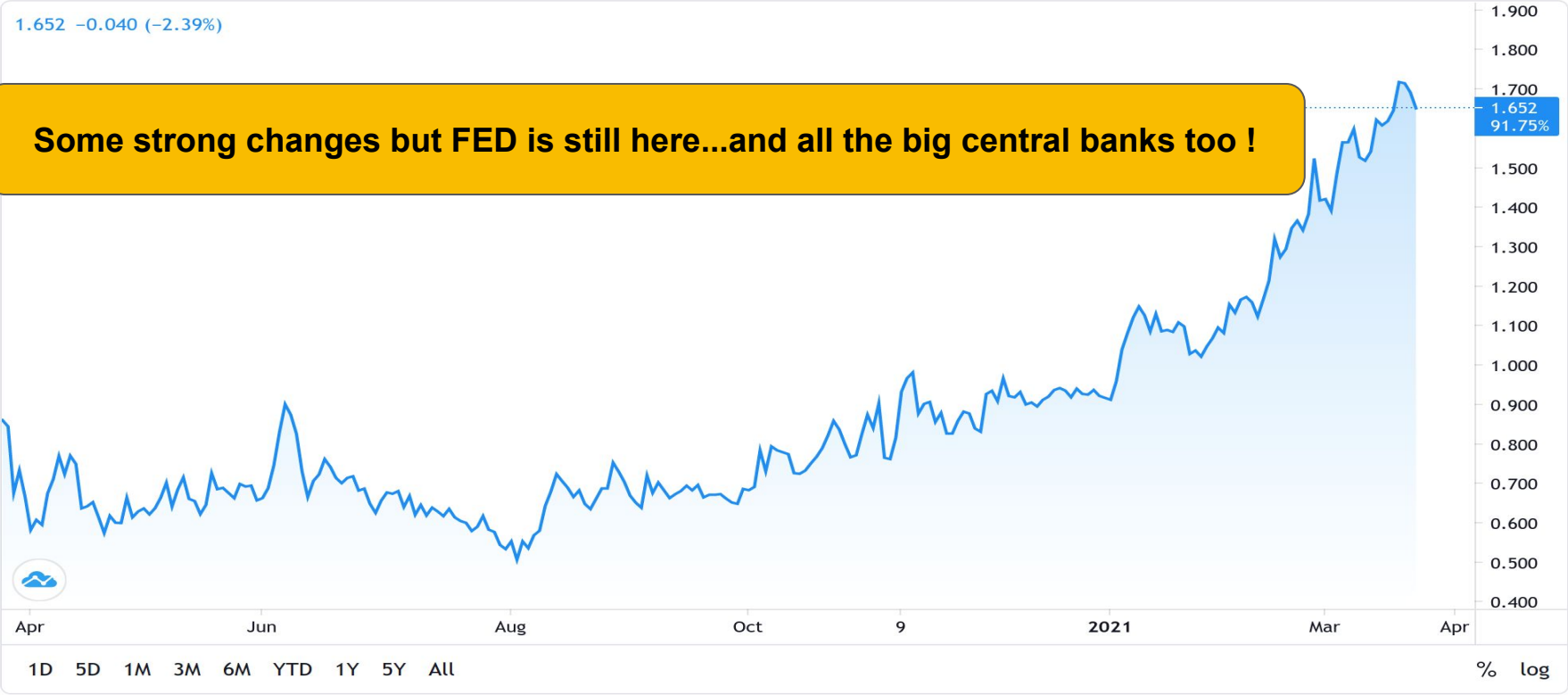


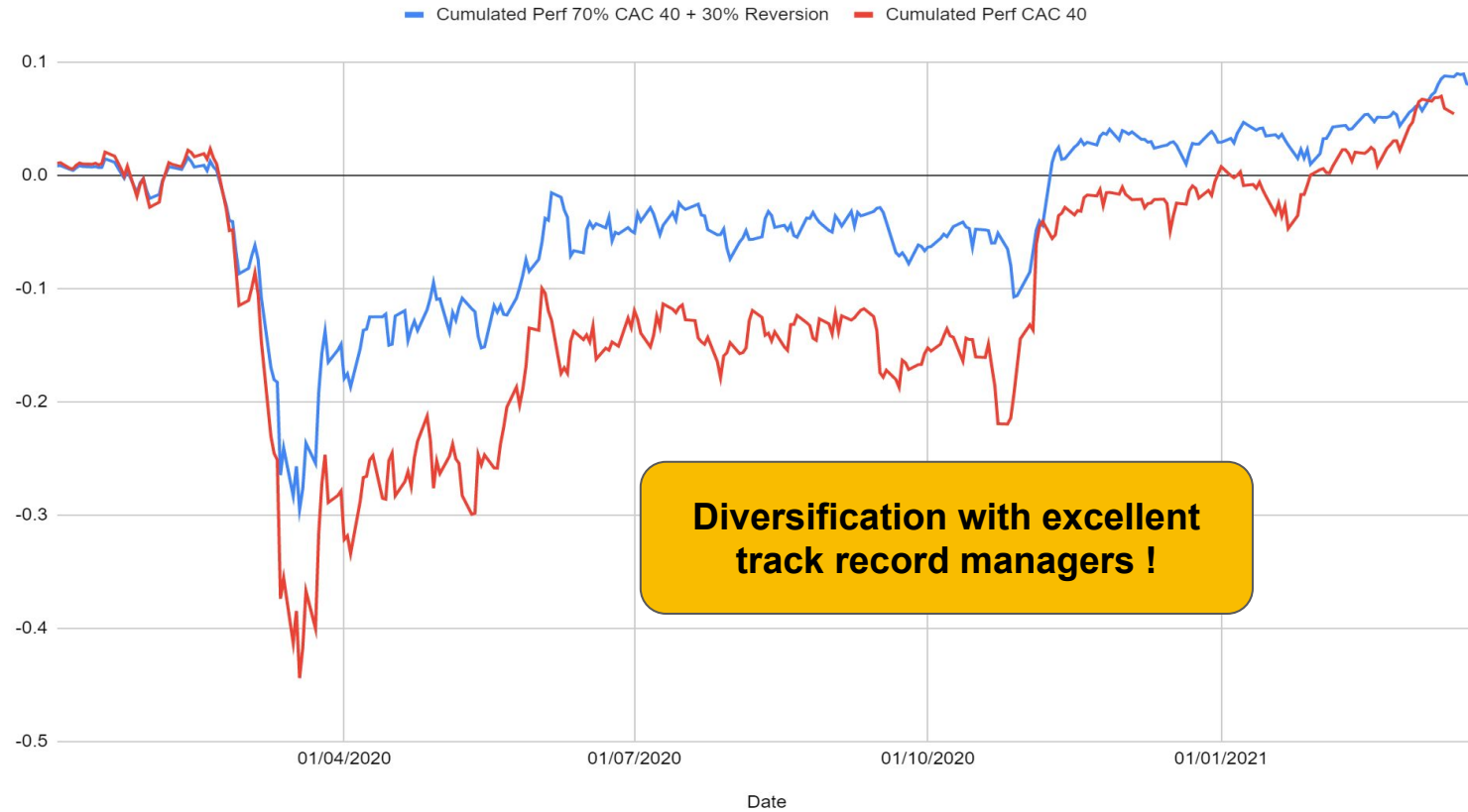
US10Y Chart

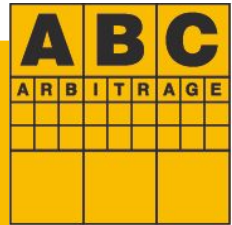
 Full-featured chart

1.652 -0.040 (-2.39%)

Some strong changes but FED is still here...and all the big central banks too !

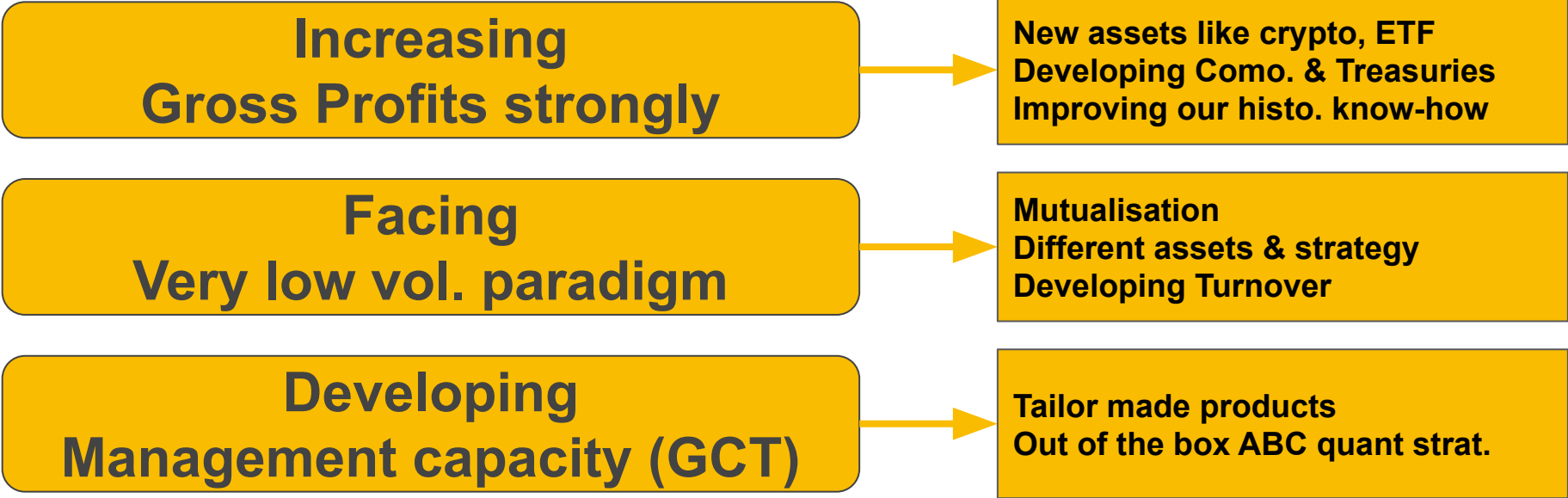


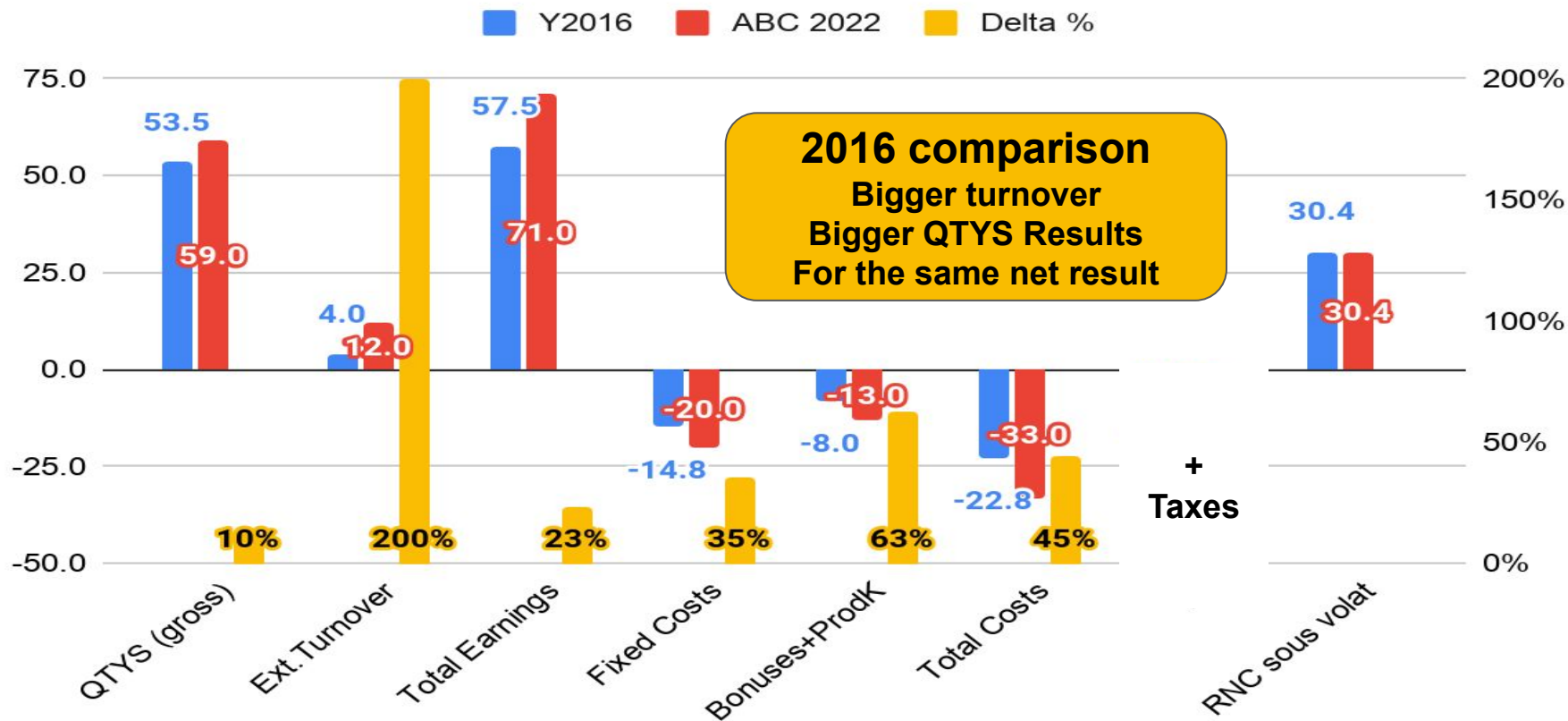


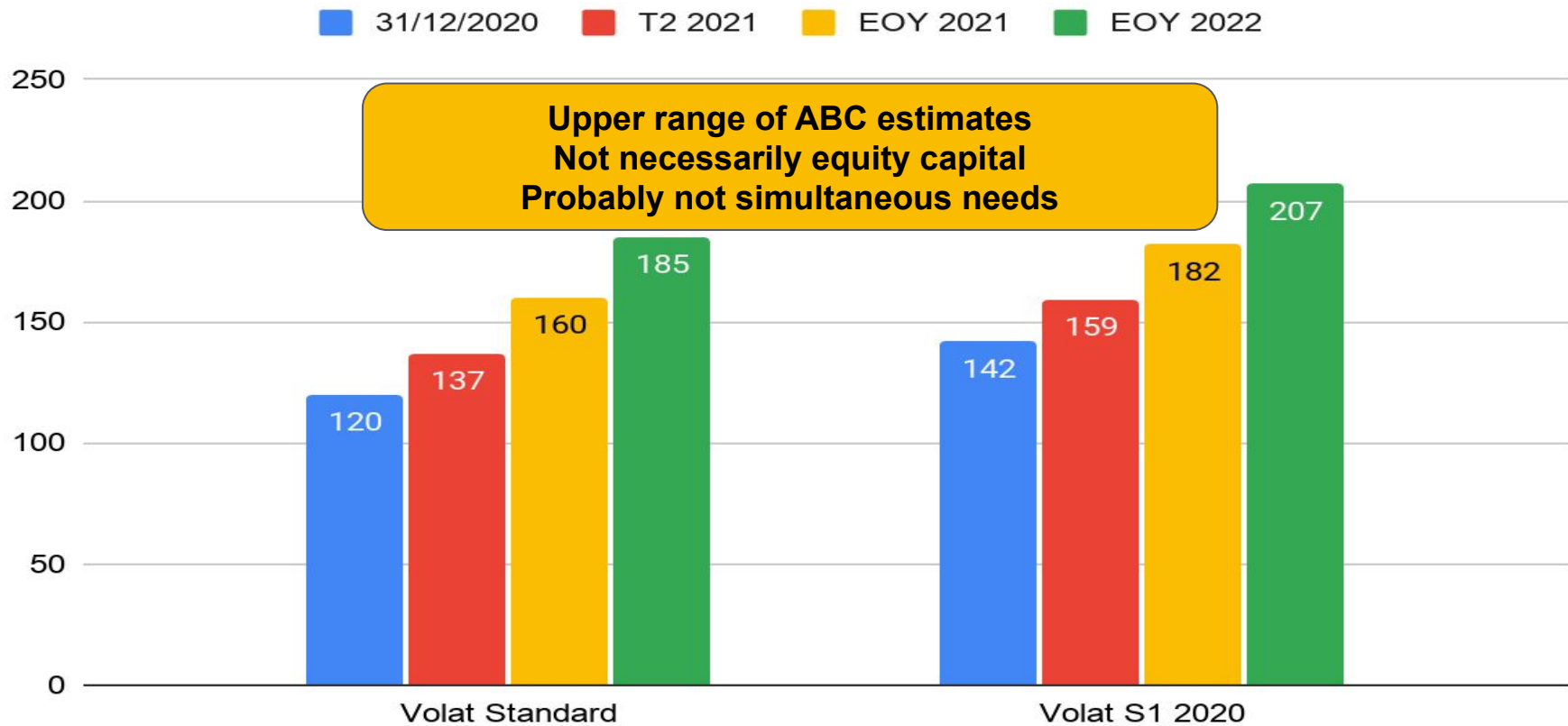


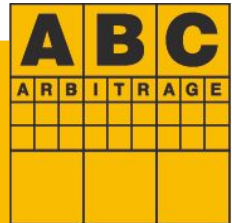
8. ABC 2022





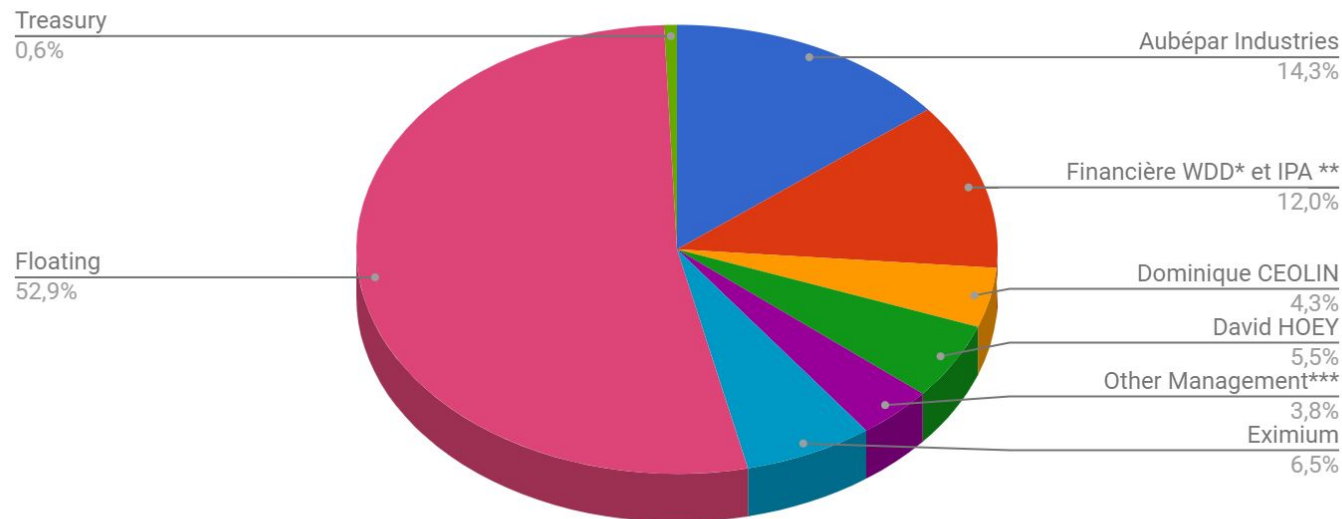






9. ABCA Shares & dividends

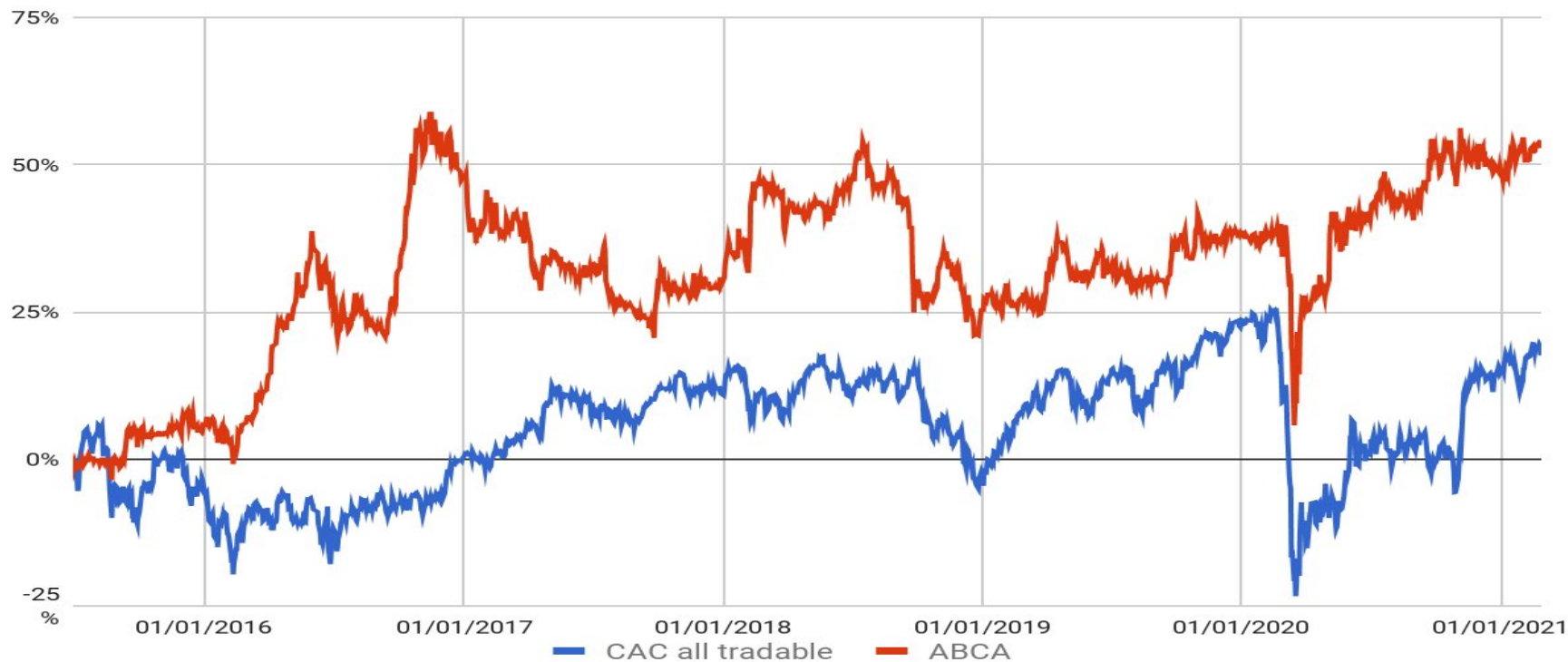
Share ownership as of 31/12/2020



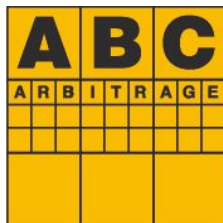
*** Holding company 50.01% held by Dominique Ceolin**

**** IPA (Investissements et Prestations Administratives) is a company acting in concert with Financière WDD, owning 0.6% of the capital**

***** Executive management and independent non-executive directors excluding Dominique Ceolin and David Hoey**



Quarter Distribution Program



0.48€ FY2020



0.10€ - Ex-date 6 Oct. 2020

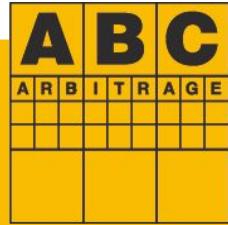
0.10€ - Ex-date 8 Dec. 2020

0.10€ - interim dividend - ex-date 13/04/2021

0.18€* - 2020 final dividend - FY2020 distribution 0.48€

Distribution from 2000 = 9.86€

** To be voted in Annual General Meeting - 11 June 2021*



Q&A