

# Third Avenue Real Estate Value Fund UCITS

A Differentiated Approach to Global Real Estate Investing.

31 January 2018

## Portfolio Team

### Jason Wolf, CFA

Co-Lead Portfolio Manager  
23 years of investment experience

### Ryan Dobratz, CFA

Co-Lead Portfolio Manager  
13 years of investment experience

### Michael Winer

Co-Lead Portfolio Manager  
39 years of investment experience

## Objective

Founded in 1998, Third Avenue's global real estate strategy seeks long term capital appreciation by investing globally across an expansive universe that includes both real estate and real estate-related securities worldwide and across the capital structure.

## Total Strategy Assets\*

**\$2.15 bn**

\*Includes assets from all Third Avenue offerings under the Real Estate Value Strategy, as of December 31, 2017.

## Fund Information

Investment Manager	Third Avenue Management LLC
Fund Legal Name	Third Avenue Real Estate Value Fund
Domicile	Ireland
Administrator	RBC Investor Services Ireland Limited, Dublin
Auditor	Deloitte & Touche, Dublin
Currency	USD/Euro/GBP
Liquidity	Daily dealing deadline 5pm (Irish time); Valuation midday (Irish time)

### Dealing Enquiries

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## 4Q17 Highlights

- The Fund initiated a position in the common stock of Capital & Counties plc (a UK based REOC that controls Covent Garden and Earl's Court in London), Amerco (the owner of U-Haul, a leading provider of moving and storage services), and Wharf Holdings (a Hong Kong based REOC that recently streamlined its business by spinning-out certain properties). The Fund also implemented an options strategy around JBG Smith Properties, a leading owner of office properties in the D.C. metro area.
- Key contributors during the quarter included the Fund's residential-related investments including homebuilder Lennar Corp., timber REIT Rayonier, Inc., and home improvement retailer Lowe's Companies. Two of the Fund's holdings also received takeover bids during the quarter, including Westfield Corp. and Millennium & Copthorne plc, both of which also contributed. Detractors were limited but included Forest City Realty Trust, as US based REIT that is currently exploring strategic alternatives.
- Fund Management continues to strive to protect capital in a rising rate environment and potentially even benefit from it. As a result, approximately 60% of the invested capital is in REOCs and real estate-related businesses (not REITs) with another 10% in REITs that own timberlands that have historically been less interest rate sensitive. The Fund also has more than 10% of the Fund in Cash & Equivalents and selective options & hedges.

## Top Ten Holdings

Allocations are subject to change without notice

	TAREXU	INDEX <sup>3</sup>
CK Assets Holdings, Ltd.	6.2%	0.1%
Lennar Corp.	5.4%	-
Weyerhaeuser Co.	5.3%	0.1%
Forest City Realty Trust, Inc.	4.7%	-
Henderson Land Development Co. Ltd.	4.7%	-
Land Securities Group PLC	4.6%	-
Rayonier, Inc.	4.5%	-
Brookfield Asset Management, Inc.	4.3%	-
FivePoint Holdings LLC	4.2%	-
Wheelock & Co.	3.9%	-
<b>Total</b>	<b>47.8%</b>	<b>0.2%</b>

## Investment Performance

	3 mo.	YTD	1 yr	Annualized			Inception
	3 yr	5 yr					
Third Avenue Real Estate Value Fund Class A1 (USD) <sup>1</sup>	7.27%	1.90%	20.59%	6.14%	8.51%	14.02%	
FTSE EPRA/NAREIT Developed Index (USD) <sup>4</sup>	4.32%	0.03%	10.81%	3.71%	6.54%	15.85%	
Third Avenue Real Estate Value Fund Class A4 (USD) <sup>2</sup>	7.40%	1.94%	21.20%	6.67%	9.05%	13.26%	
FTSE EPRA/NAREIT Developed Index (USD) <sup>4</sup>	4.32%	0.03%	10.81%	3.71%	6.54%	10.96%	
Third Avenue Real Estate Value Fund Class A5 (EUR) <sup>3</sup>	6.48%	1.69%	18.34%	N/A	N/A	6.18%	
FTSE EPRA/NAREIT Developed Index (USD) <sup>4</sup>	4.32%	0.03%	10.81%	3.71%	6.54%	7.03%	

1 Class A1 Inception Date: 31 March 2009

2 Class A4 Inception Date: 29 November 2011

3 Class A5 Inception Date: 2 July 2015

4 The FTSE EPRA/NAREIT Developed Real Estate Index was developed by the European Public Real Estate Association (EPRA), a common interest group aiming to promote, develop and represent the European public real estate sector, and the North American Association of Real Estate Investment Trusts (NAREIT), the representative voice of the US REIT industry. The index series is designed to reflect the stock performance of companies engaged in specific aspects of the North American, European and Asian Real Estate markets. The Index is capitalization-weighted. The Indices are not securities that can be purchased or sold, and their total returns are reflective of unmanaged portfolios. The returns include reinvestment of interest, capital gains and dividends.

4 Source: FactSet Portfolio Analytics

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## Active Management, High Active Share\*

**99.26%**

Active Share vs. FTSE EPRA/NAREIT Developed Index<sup>3,4</sup>

**31**

Total Equity Holdings

\*Active Share is the percentage of a fund's portfolio that differs from the benchmark index.

# Third Avenue Real Estate Value Fund UCITS

31 January 2018

## Fund Highlights

### Focus on Total Return Over Income

Our focus is on maximizing after-tax returns through capital appreciation not generating current income like certain REIT funds

### Long-Term Deep Value Investing

Our patience is the result of an 19-year investment history in public and private markets

### Global Real Estate Universe

Flexible mandate among domestic and foreign REOCs, REITs & real estate-related companies; our investment universe is nearly 3x larger than that of our peers

### Actively Managed

Concentrated, high active share, use of options and hedging strategies

Potential investors are advised to read the full Prospectus dated 28 March 2017 before making an investment decision on whether or not to invest.

The Fund is a Sub-Fund of Gemcap Investment Funds (Ireland) plc, which is an umbrella type open-ended self-managed Investment Company with variable capital incorporated on 1 June 2010 with limited liability under the laws of Ireland with registered number 485081. The Company is authorised in Ireland by the Central Bank pursuant to the UCITS Regulations. Subscriptions will only be received and shares issued on the basis of the current Prospectus for the Fund. Copies of the Prospectus can be obtained from the Fund's administrator RBC Investor Services Ireland Limited, 4th Floor, One George's Quay Plaza George's Quay Dublin 2 Ireland, where the constitutional documents may be inspected, or from Gemini Investment Management Limited, Longcroft House, 2-8 Victoria Avenue, London EC2M 4NS.

The rights and duties of the investor as well as the legal relationship with the Company are laid down in the Prospectus. If you are in any doubt about the contents of this document, you should consult your stockbroker, bank manager, solicitor, accountant or an independent financial adviser.

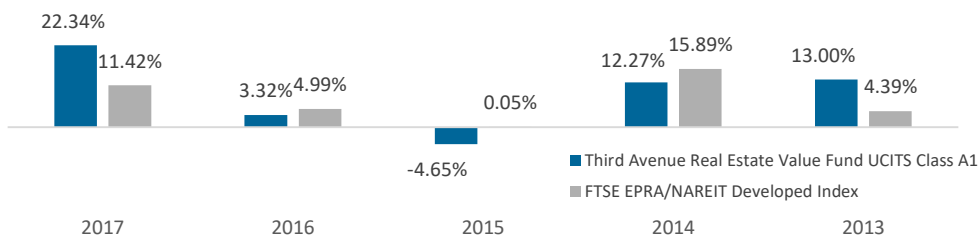
The information contained herein is for information only and does not constitute an offer, recommendation or solicitation to subscribe to or purchase any products. Past performance is not a guide to future performance. The value of investments may fall as well as rise and you may not get back the full amount invested. Further risk warnings can be found within the Full Prospectus.

For further information, contact

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## Performance Snapshot



## Portfolio Summary Characteristics

Weighted Market Cap <sup>2</sup>	\$20.15 Billion	Price-to-Book <sup>2</sup>	1.28x
Median Market Cap <sup>2</sup>	\$9.88 Billion		

## Evolution of Top Segments

Allocations are subject to change without notice

### Top 5 Industries

Non-U.S. Real Estate Operating Companies	28.8%
U.S. Real Estate Investment Trust	17.9%
Forest Products & Paper	9.8%
U.S. Real Estate Operating Companies	6.8%
U.S. Homebuilder	5.4%
Cash & Equivalents	13.9%

### Top 5 Countries

United States	44.5%
Hong Kong	17.5%
United Kingdom	12.7%
Canada	4.3%
Australia	3.9%

## Share Classes

Third Avenue Real Estate Value Fund- a sub-fund of GemCap Investment Funds (Ireland) plc

Class <sup>3</sup>	Class Currency	Minimum Investment	ISIN	CUSIP	Management Fee
Third Avenue Real Estate Value Fund Class A1	USD	\$1,000	IE00B57HGY48	G39117141	1.60%
Third Avenue Real Estate Value Fund Class A2	GBP	£1,000,000	IE00B57HGZ54	G39117133	1.10%
Third Avenue Real Estate Value Fund Class A4	USD	\$1,000,000	IE00B6WFK718	G39117182	1.10%
Third Avenue Real Estate Value Fund Class A5	EUR	€ 1,000,000	IE00B6WFK825	G39117190	1.10%

1. Fund Management has provided property sector exposures on a "look-through" basis for equity holdings only. Third Avenue Management LLC ("TAM") does not necessarily utilize these Property Types in its annual reporting. Narrow industries are utilized for compliance purposes, whereas broad sectors are utilized for reporting. TAM does not adhere to any pre-determined sector, industry, or geographic allocations.
2. Source: FactSet Portfolio Analytics; based on equity holdings only.
3. All classes are accumulation shares.

Fund Risks: In addition to general market conditions, the value of the Fund will be affected by the strength of the real estate markets. Factors that could affect the value of the Fund's holdings include the following: overbuilding and increased competition, increases in property taxes and operating expenses, declines in the value of real estate, lack of availability of equity and debt financing to refinance maturing debt, vacancies due to economic conditions and tenant bankruptcies, losses due to costs resulting from environmental contamination and its related clean-up, changes in interest rates, changes in zoning laws, casualty or condemnation losses, variations in rental income, changes in neighborhood values, and functional obsolescence and appeal of properties to tenants. For a full disclosure of principal investment risks, please refer to the Fund's Prospectus.

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