Monthly Review June 2022

torck capital management

Exponential Opportunities Energy Revolution Fund

t

Market Review

The uranium spot price rose 4% to $49, supported by Western sanctions on Russian enriched uranium products and the U.S. decision to declare uranium a strategic metal and build a government reserve.

Copper had its worst month since March 2020, losing 13.6% to $3.71, largely due to emerging recession fears around the world. Further losses are possible, but should be limited by the strong support zone between $3.30 and $3.50.

Lithium also traded lower in June, losing about 6.5% to $75.

Nickel lost only about 3% and managed to close the month above the $2'000 mark at $2'018.

Performance Data as of June 30th, 2022

Unit Class	NAV	Monthly Performance	QTD Performance	YTD Performance	Since Inception*
Class A USD	88.84	-13.82%	-27.19%	-14.20%	-11.16%
Class A CHF	91.18	-13.93%	-24.53%	-10.00%	-8.82%
Class A EUR	90.04	-11.70%	-22.90%	-7.43%	-9.96%
Class B CHF	88.93	-14.00%	-24.79%	-12.16%	-11.07%

* Class A USD & Class A CHF: 30.09.2021 / Class A EUR: 20.10.2021 / Class B CHF: 22.12.2021

Exponential Opportunities Energy Revolution Fund

For June, the fund is down -13.82% for the A-USD class, -13.93% for the A-CHF class, -11.7% for the A-EUR class and -14.0% for the B-CHF class.

The overall portfolio breakdown has not changed significantly in the past month. Uranium continues to represent the largest exposure at 50.6%, followed by copper at 9.7% and nickel at 8.65%. We participated in the private placement of a graphite company, which increased our exposure to this metal to 6.75%.

June showed all the signs of a financial market in disarray, across all asset classes, including energy metals. For example, while the spot market for uranium was up 4% month over month, two physical uranium trusts which should track the spot market fairly closely lost about 10% and are now trading at a discount to NAV of about 15% and 25%, respectively. We have seen these trusts trading at discounts in the high single-digits in the past but these discounts have generally been recovered fairly quickly. The price levels of uranium related stocks are even more extreme. A respective ETF is trading at price levels similar to February 2021, completely ignoring any positive developments in the underlying price but also on the political front. Such markets and the corresponding drawdowns are difficult to grasp for investors but they open up a plethora of opportunities.

Based on performance and subscriptions/redemptions, assets under management decreased by -14.1% from $4.69m to $4.02m during of June.