



Sea Meadow House  
PO Box 116  
Road Town, Tortola VG-1110  
British Virgin Islands

Kutani  
Kigamboni  
Dar es Salaam  
Tanzania

13 November, 2020

Dear Investor,

Just a short note to thank you for trusting me to manage a portion of your hard-won capital in the African Lions Fund Ltd.

October was our first month of trading. We ended the month with **net gains of 0.6156%**. Gross investment gains were 1.8523%.

The reason for the large difference between our gross gains and our net gains is the initial cost of establishing positions. Brokerage rates are very high in the markets where we invest, when compared to what you may be used to in Asia, Australia, Europe, and North America.

The Fund spent approximately \$33,800, or 1.36% of the amount used to purchase stocks, on brokerage commissions and other purchasing charges. The good news is that this is not a recurring monthly cost, since we now hold the positions we bought.

We made excellent progress deploying more than two-thirds of our capital in nine different stocks on our watch list, at attractive prices. So far in November we have added to our positions and have now deployed over 80% of the Fund.

Four of the companies we own so far are based in Tanzania, two in Rwanda, one in Uganda, one in Senegal, and one in Ivory Coast.

We are doing our final due diligence and further research on several more companies, in Mauritius, Nigeria, and Kenya.

We are also attempting to buy one thinly traded stock in Namibia, with no joy thus far. Two more companies in Tanzania interest us, but we have been unable to get any shares at the low prices we want.

Circle Partners, the Administrator, will send you your Holding Statement showing the change in valuation of your shares for the period 1 October - 30 October. This should happen on Friday 13 November.



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If you added to your investment in the fund, or were a first-time investor in November, the Administrator should also have sent you a Contract Note indicating your initial investment in the November 2020 African Lions Fund Class B Participating Shares Series.

I, for one, added to my own initial investment. It is my intention to continue to add to it at least once every quarter for the initial two years of the fund's existence, barring extraordinary circumstances.

As indicated in the Information Memorandum (downloadable at [africanlionsfund.com](http://africanlionsfund.com)) I will provide a more in-depth commentary on our investments once a quarter.

I believe one month is too short a time-span in which to report on any meaningful changes in our portfolio. After all, we are long-term investors, with a five- to ten-year investment horizon.

However, I am committed to much greater transparency than many similar investment funds.

If you have not yet joined our Telegram Channel, I encourage you do so. There you will find almost daily updates on aspects of my life and travels in Africa, as it relates to things that are relevant to African Lions Fund. Specific stocks are also discussed.

You can join here: [https://t.me/joinchat/AAAAAE6iI5\\_GjwTQ0IyNwg](https://t.me/joinchat/AAAAAE6iI5_GjwTQ0IyNwg)

Should you have any questions, please reach out. The easiest way to contact me is via email: [tim@africanlionsfund.com](mailto:tim@africanlionsfund.com).

Until next time...

Kind regards,

Tim Staermose  
Founder & Director  
African Lions Fund Ltd  
[tim@africanlionsfund.com](mailto:tim@africanlionsfund.com)