

Welcome to Peter Partnership Fund 2025

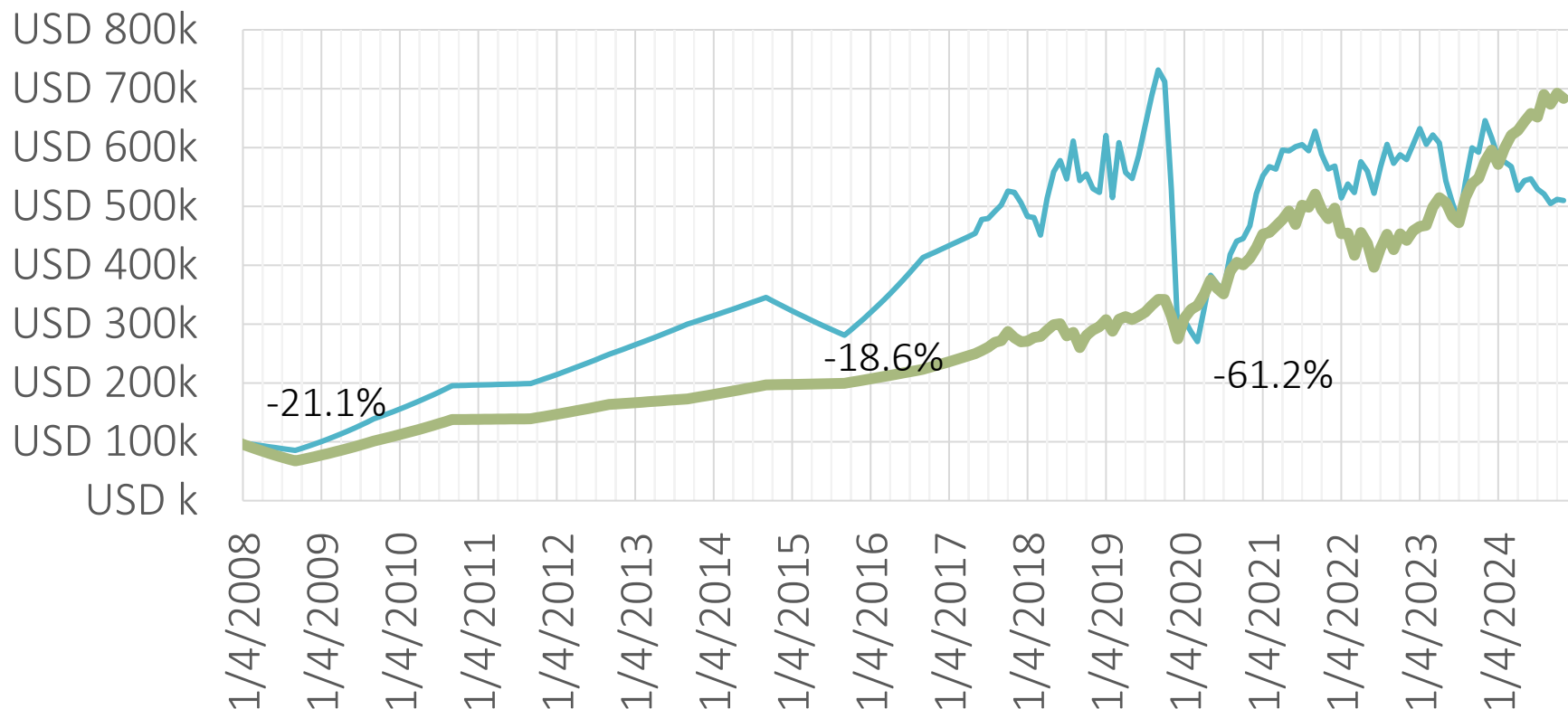
Annual General Meeting (and 2025 three months review)

Agenda

1. Review of Peter Partnership Fund's performance
2. A look into S&P 500's returns
3. A look into PPF's 2025 Portfolio
 - ✓ Evolution's Business Results and its Valuation
4. Berkshire's Valuation
5. Moving ahead
6. Q&A

1) Review of Peter Partnership Fund's performance

Growth of USD 100k with PP vs. Benchmark*



— Growth of USD 100k with PP (after Fees)

— * Benchmark (KLCI + 3% a year from Inception until year 2013. S&P 500 Total Return Index thereafter)

Annualised Return (USD to USD) (16.92 years)

Peter Partnership (PP) : 10.1%

Benchmark : 12.0%

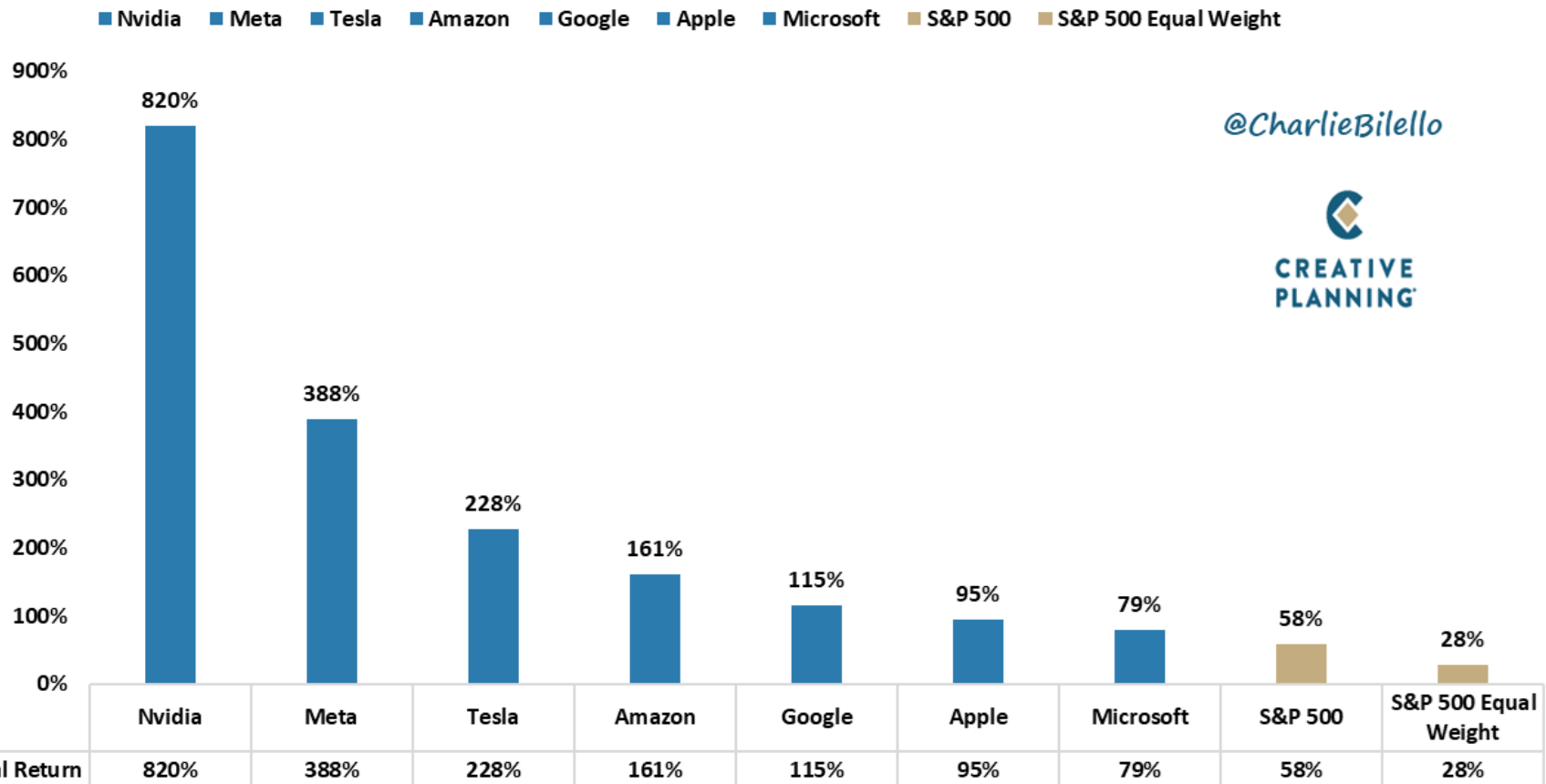
Source of underperformance: Evolution's stock price -30% (while its revenue and operating earning rises by 14.9% and 11.2%)



2) A look into S&P 500's returns

Magnificent 7 drives up 2023 and 2024's S&P 500 returns

The Magnificent Seven: 2023-24 Total Returns
(Data via YCharts)

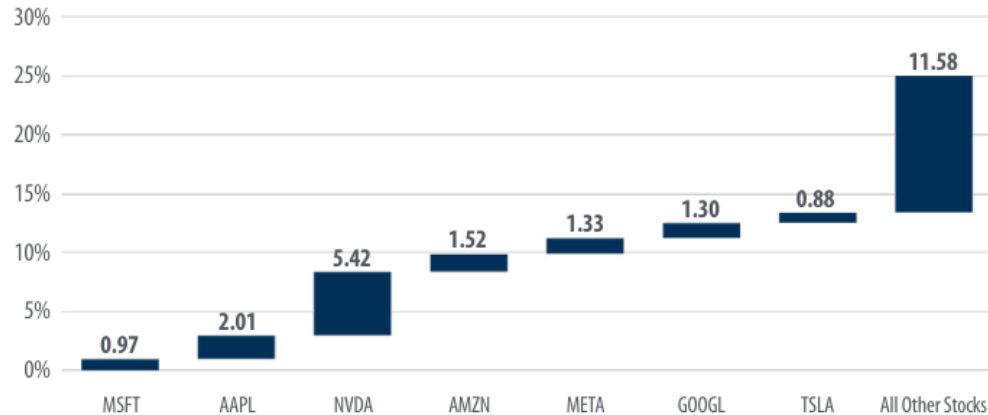


@CharlieBilello



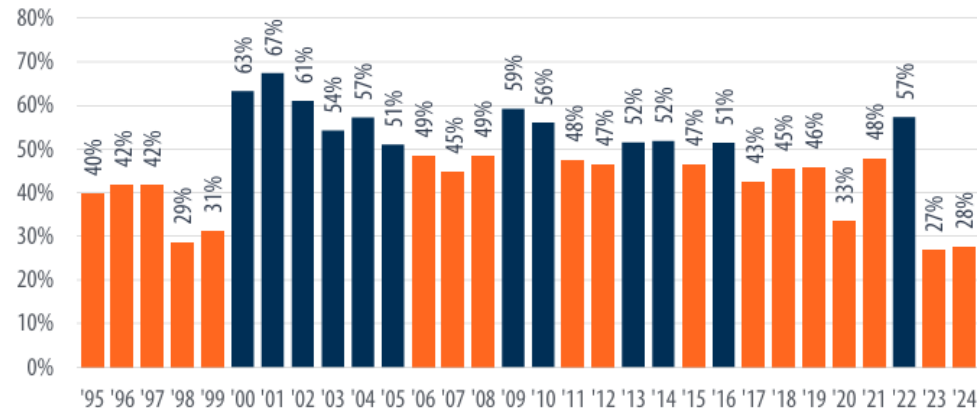
Magnificent 7's contribution to S&P 500 2024 returns

S&P 500 Index 2024 Attribution (Percentage Points)



Source: Bloomberg, First Trust Advisors. Data from 12/31/23 – 12/31/24.

Percentage of S&P 500 Index Members Outperforming the Index



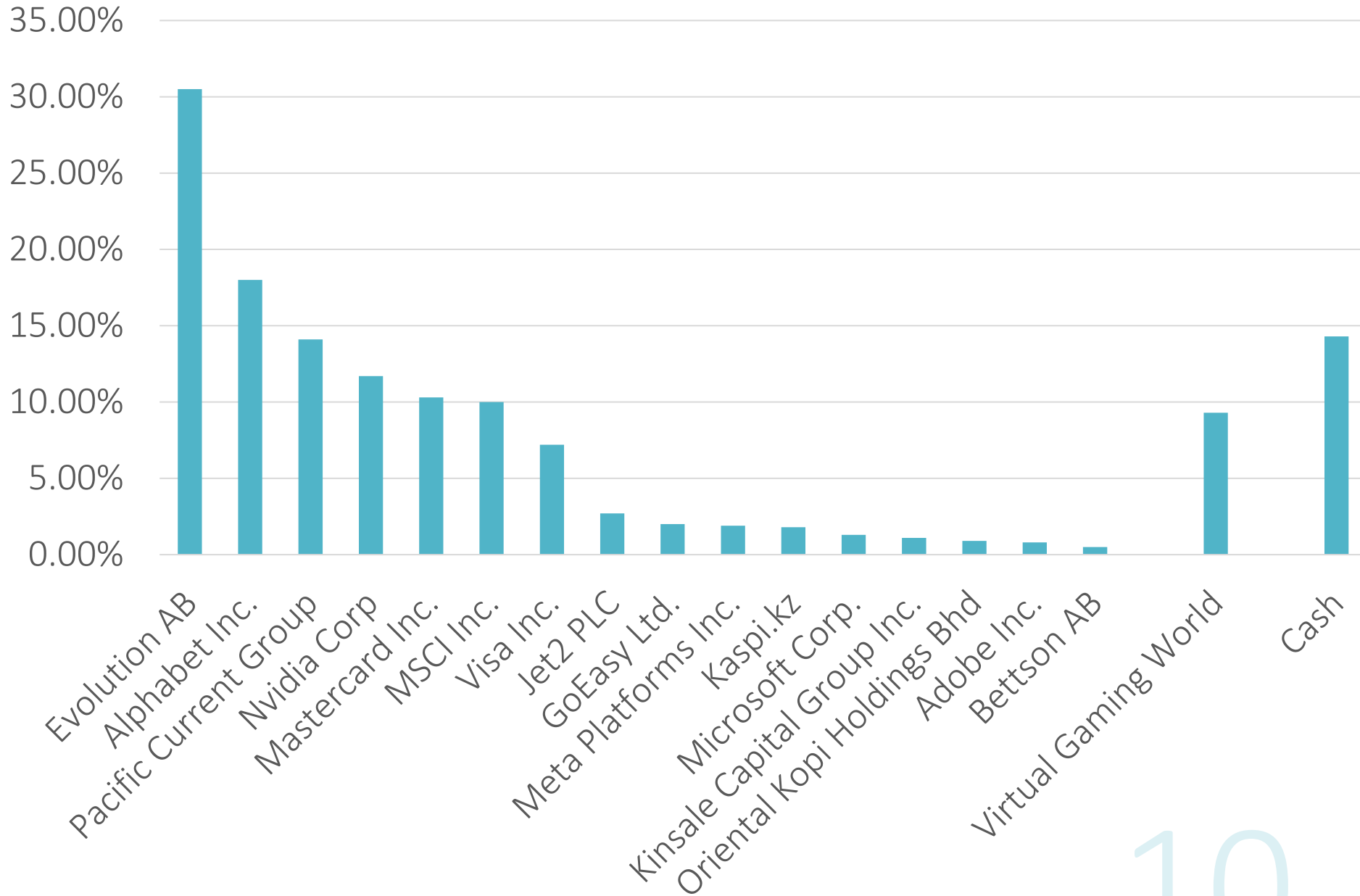
Source: Capital IQ, First Trust Advisors. Data from 12/30/94 - 12/31/24.

[Source](#)



3) A look into PPF's Portfolio

Exposure as a % of NAV



Relationship between Price and Earnings

Does Price follow earnings?



Goose = Price

Eggs = Earnings

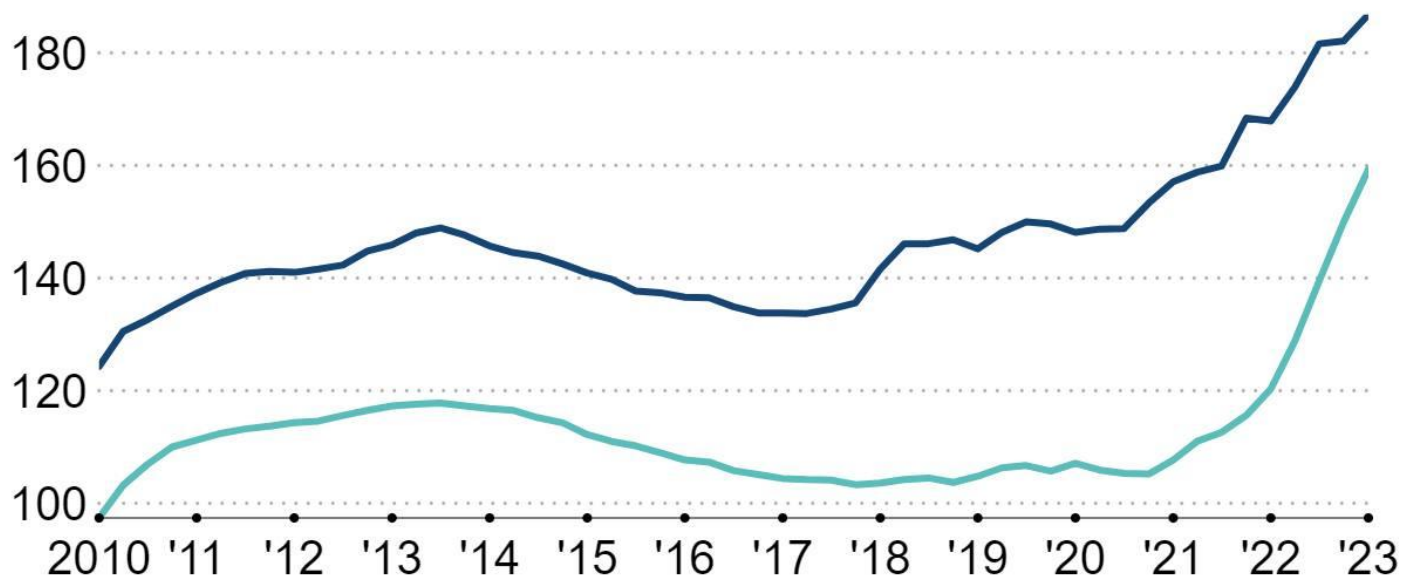
For instance, property prices increased because rental increases.

Private property in Singapore is pricier than ever

(Non-landed properties, 2009 Q1=100)

■ Price Index

■ Rental Index



Source: Urban Redevelopment Authority, Singapore

Farms, Car Parks, Shop Lots, Coffee Shops, etc.

Alphabet's Price up 15x, Earnings up 13x (15 years history)



Visa's Price up 16x, Earnings up 13x (15 years history)



Reasons Evolution's Stock price doesn't increase when its earnings increase

- 1) One-off earnings
- 2) Fake Earnings
- 3) Short period of time
- 4) Valuation too high back then
- 5) Market is pessimistic of the company's future

- 6) Growth rates reduced
- 7) Valuation too low right now

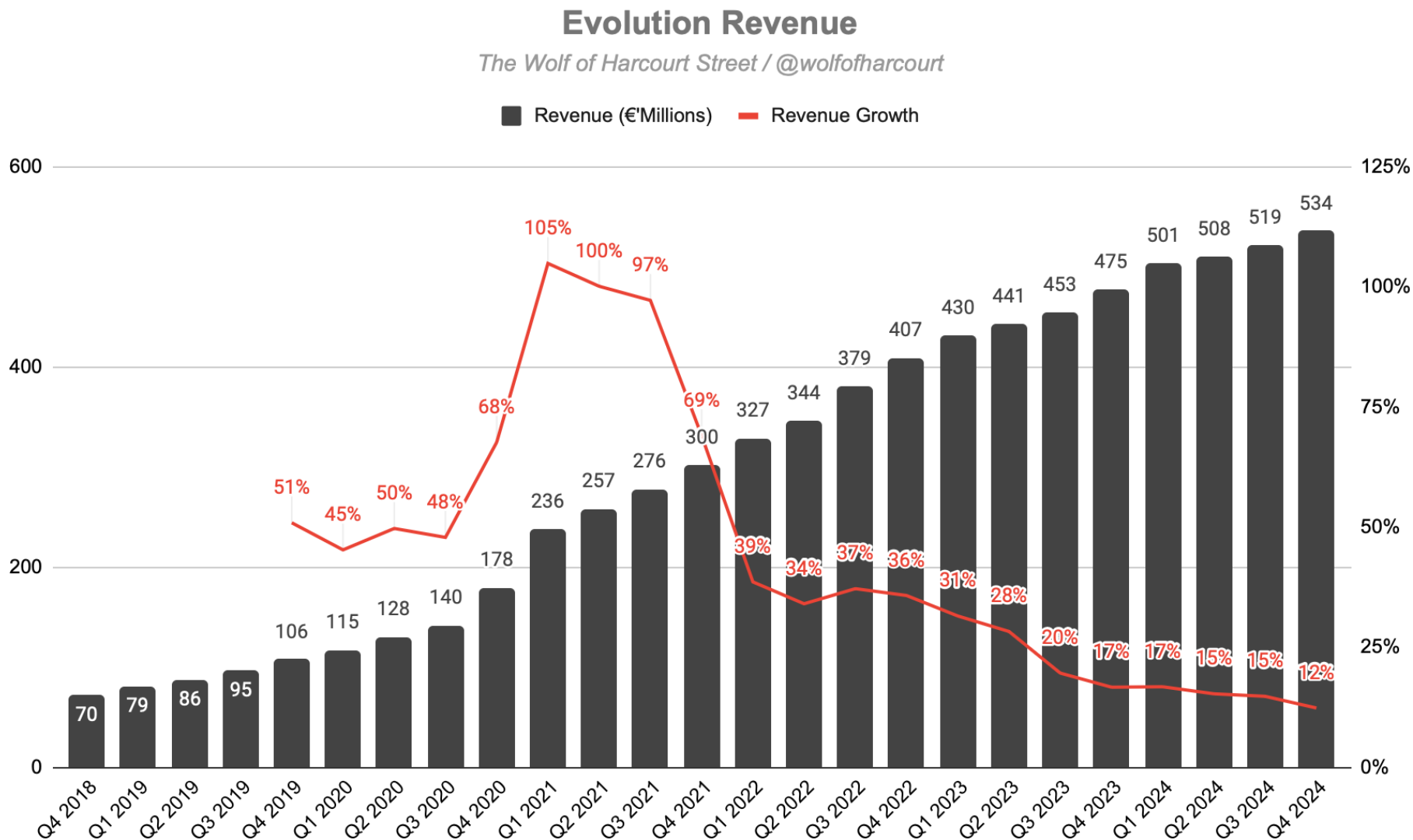
3) Evolution's Business Results and its Valuation

Our largest holdings in 2023 and 2024, Evolution



Earnings rises but its stock price went down instead
(in the last 4 years)

Evolution's Revenue Growth rate slows down



Evolution AB's PE ratio since listing



When I first invest in EVO ~ P/E 33
Current P/E ~ 13

Reasons Evolution's Stock price doesn't increase when its earnings increase

- 1) One-off earnings - X
- 2) Fake Earnings - X
- 3) Short period of time – X
- 4) Valuation too high back then – Depends.
- 5) Market is pessimistic of the company's future - ✓
- 6) Growth rates reduced - ✓
- 7) Valuation too low right now - ✓

Management/Directors buys too

Date	Name and position (if held)	Deal type	Number of shares dealt	Price per share	Value of trade	Shares remaining
17 March 2025	THE CAPITAL GROUP COMPANIES INC Investment Management Company	Sell Regular sell transaction (market)	9,780,512	797.00 SEK	7,795,068,064.00 SEK	21,095,330
13 February 2025	Sandra Ann Urie Independent Director	Buy Regular purchase transaction	350	842.80 SEK	294,980.00 SEK	650
10 February 2025	Kenneth Bryan Dart 10% Owner	Buy Regular purchase transaction	10,293,833	806.00 SEK	8,296,829,398.00 SEK	31,790,190
4 February 2025	THE CAPITAL GROUP COMPANIES INC Investment Management Company	Sell Regular sell transaction (market)	1,568,867	842.00 SEK	1,320,986,014.00 SEK	30,875,840
30 January 2025	Jacob Claesson Other CEO	Buy Regular purchase transaction	1,000	818.94 SEK	818,940.00 SEK	0
30 January 2025	Louise Wiwen-Nilsson Group Director	Buy Regular purchase transaction	2,450	816.80 SEK	2,001,160.00 SEK	25,230
27 December 2024	Jacob Claesson Other CEO	Buy Regular purchase transaction	1,500	853.95 SEK	1,280,925.00 SEK	0
19 December 2024	Kenneth Bryan Dart 10% Owner	Buy Regular purchase transaction	10,327,959	911.20 SEK	9,410,836,240.80 SEK	21,496,360
14 November 2024	Jacob Claesson Other CEO	Buy Regular purchase transaction	1,000	984.85 SEK	984,850.00 SEK	0
6 August 2024	Kenneth Bryan Dart 5% Shareholder	Buy Regular purchase transaction	11,168,406	966.40 SEK	10,793,147,558.40 SEK	11,168,406
19 July 2024	Jacob Claesson Other CEO	Buy Regular purchase transaction	2,000	1,043.73 SEK	2,087,460.00 SEK	0

Source

Evo's management executes EUR 500 Mil

Share repurchases recently

31/03/25

ACQUISITIONS OF OWN SHARES IN EVOLUTION AB (PUBL)

Evolution AB (publ) ("Evolution") has, during the period 24 March – 28 March, acquired a total of 178,880 own shares within the framework of the repurchase programme introduced by the board of directors to improve the capital structure of Evolution by reducing the capital, and thereby creating added shareholder value.

24/03/25

ACQUISITIONS OF OWN SHARES IN EVOLUTION AB (PUBL)

Evolution AB (publ) ("Evolution") has, during the period 17 March – 21 March, acquired a total of 207,854 own shares within the framework of the repurchase programme introduced by the board of directors to improve the capital structure of Evolution by reducing the capital, and thereby creating added shareholder value.

17/03/25

ACQUISITIONS OF OWN SHARES IN EVOLUTION AB (PUBL)

Evolution AB (publ) ("Evolution") has, during the period 10 March – 14 March, acquired a total of 557,731 own shares within the framework of the repurchase programme introduced by the board of directors to improve the capital structure of Evolution by reducing the capital, and thereby creating added shareholder value.

10/03/25

ACQUISITIONS OF OWN SHARES IN EVOLUTION AB (PUBL)

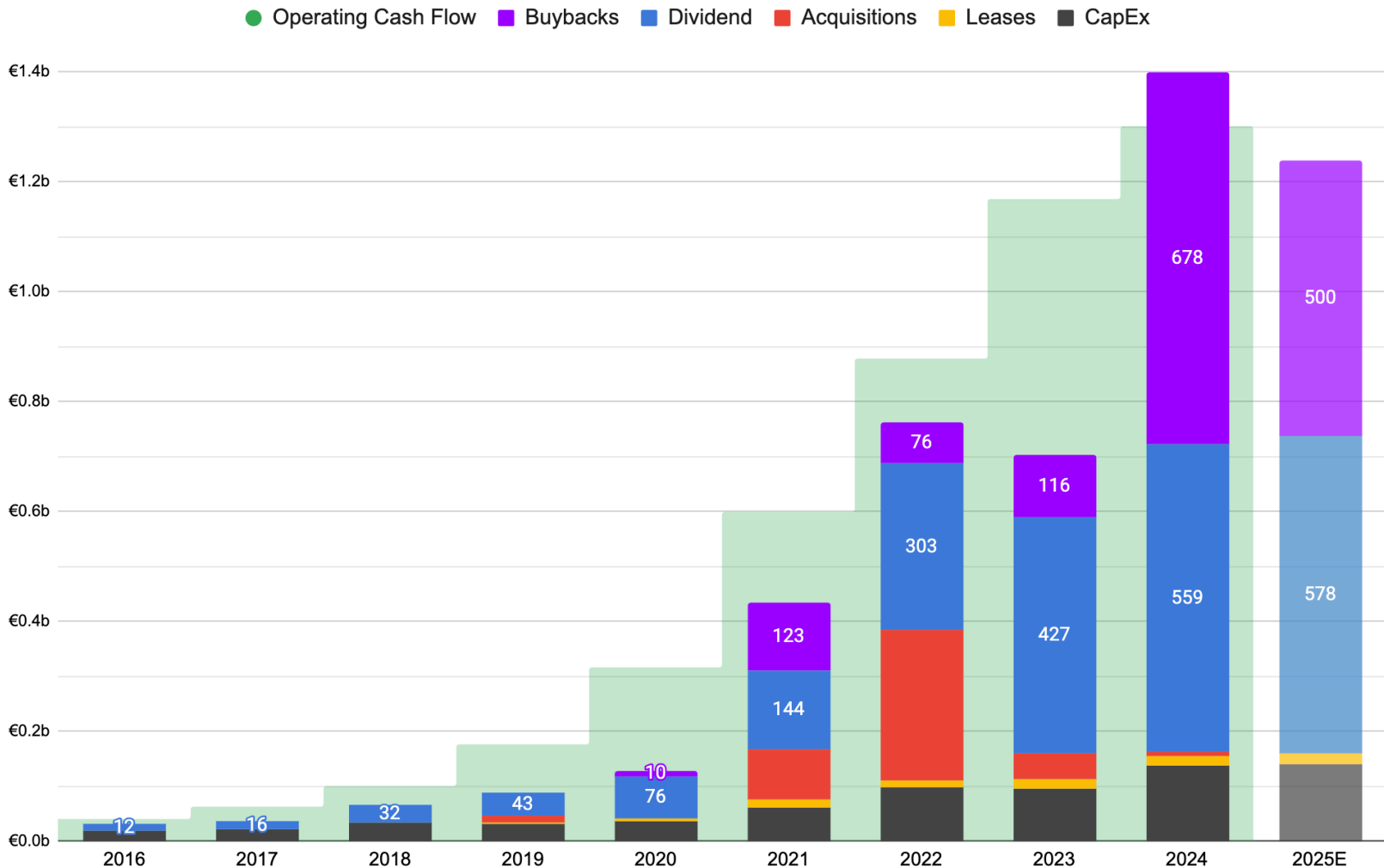
Evolution AB (publ) ("Evolution") has, during the period 03 March – 07 March, acquired a total of 297,324

EUR 154 Million have
been bought so far

Since 11 February up to and including 24 March, a total of 2,100,081 shares have been acquired within the scope of the programme. A maximum of 15,912,359 shares in total may be acquired.

23

Evolution: Sources & Uses of Cash



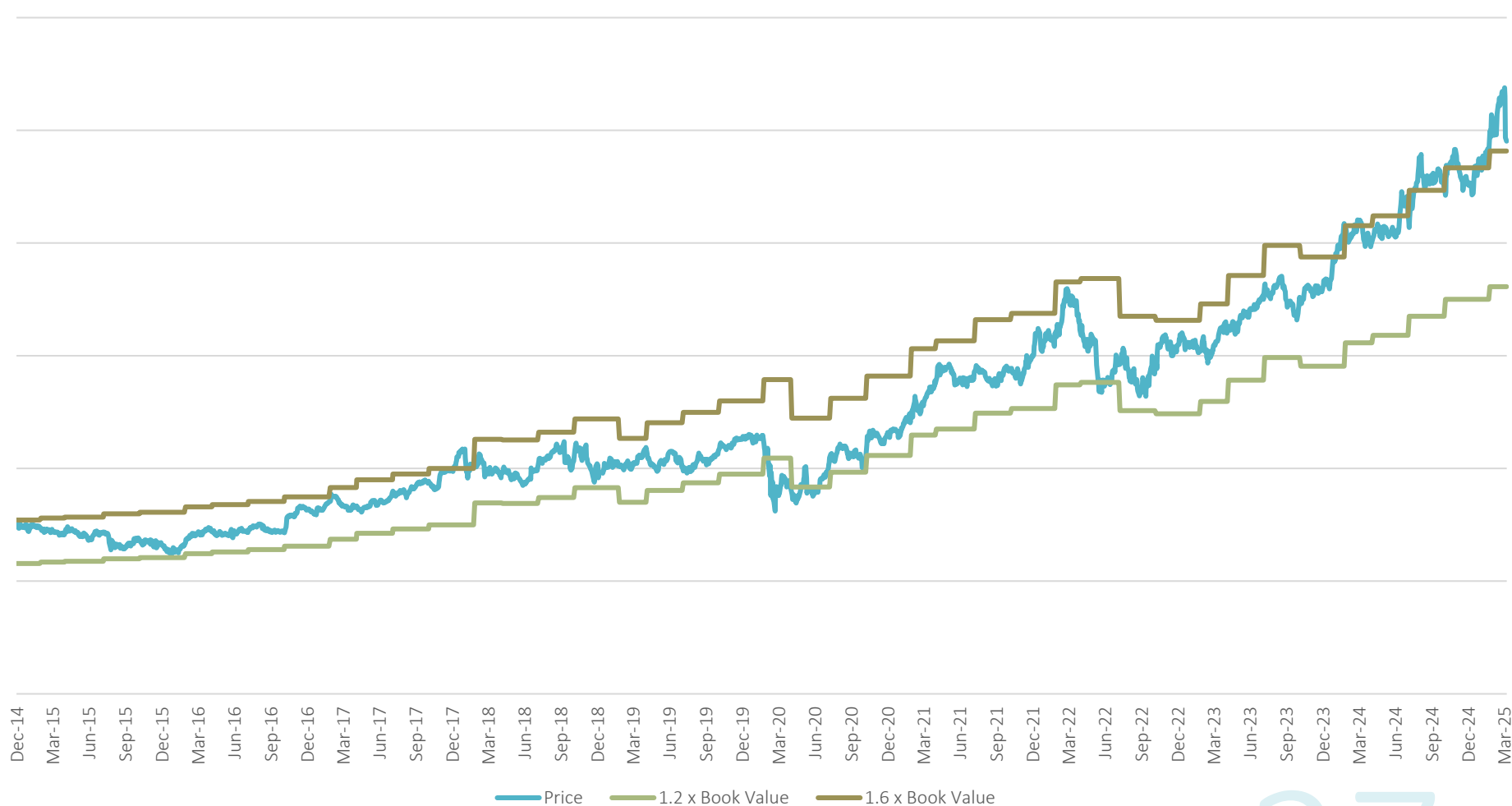
Virtually all the company's profits are returned to shareholders thru Dividends and Buybacks

Evolution's Valuation

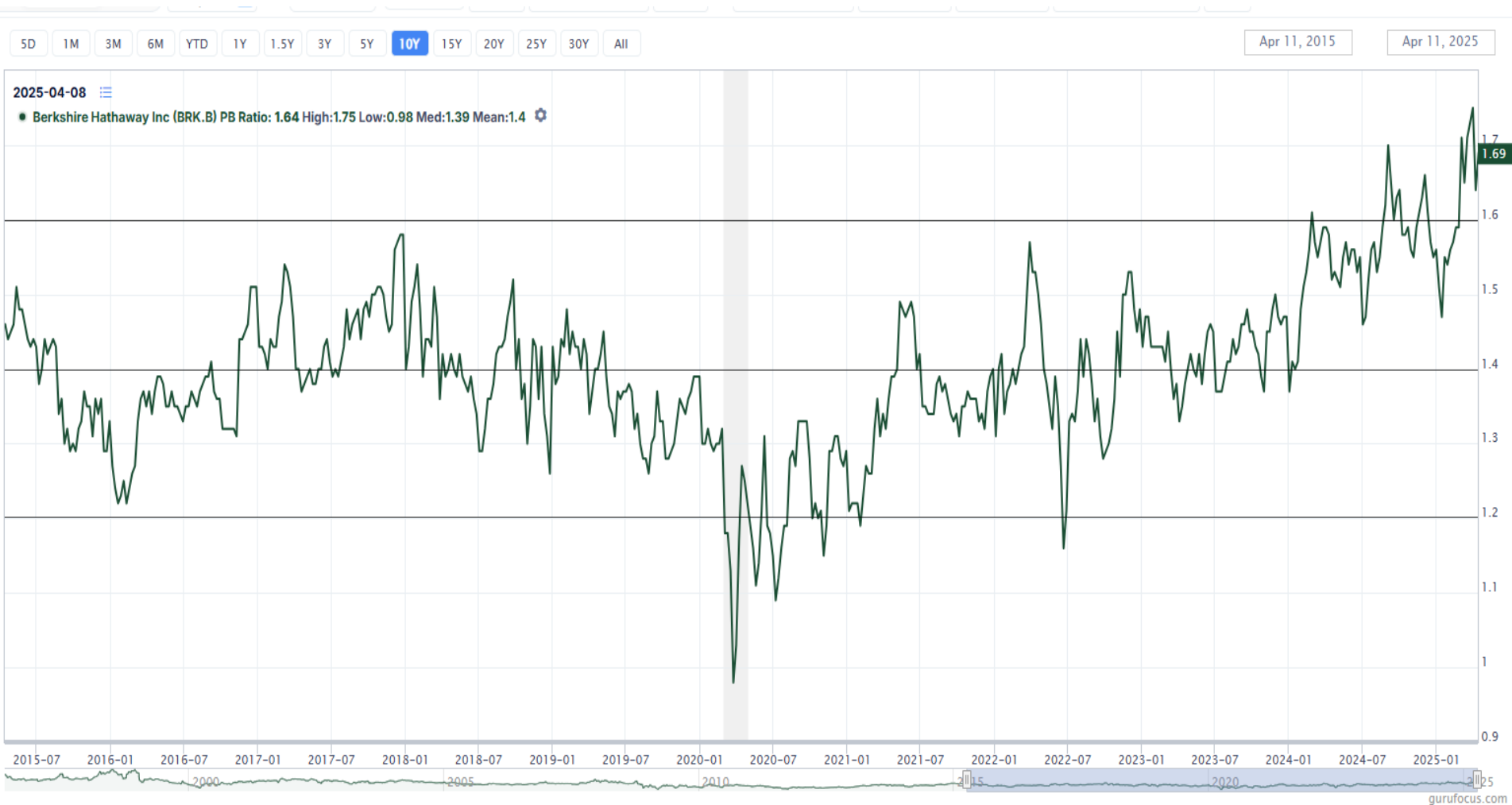
- 1) Dividend Yield = Dividend per share / Share Price
= (EUR 2.80 * 0.7) / EUR 70 (@SEK 780)
= 4% before Withholding tax, or
= 2.8% after Withholding tax
- 2) Buyback Yield = Buyback \$ for the year / Market Cap
= EUR 500 Mil / EUR 14.45 Bil
= 3.5%
- 3) Growth in EPS ~ estimate 8% to 15% a year
- 4) Change in P/E : Could be positive or negative.
But at current P/E 13, I believe the drop (if any) would be minimal.

4) Berkshire's Valuation

Berkshire's Stock Price, with 1.2 and 1.6 times its Book Value per share



Berkshire's Stock Price in relation to its Book Value in the last 10 years



In short, Berkshire is currently trading at the high end of its valuation

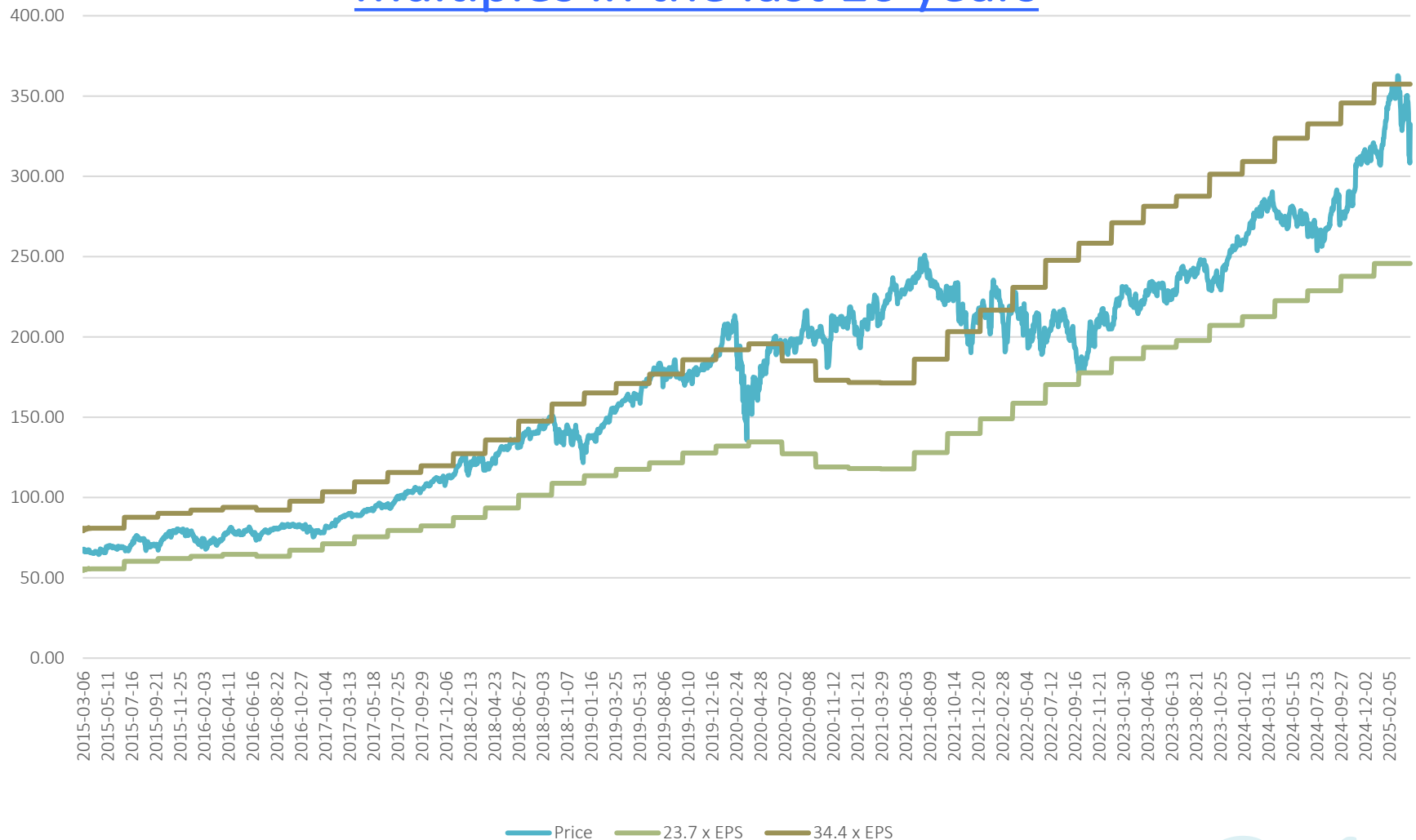
Moving Ahead:

- ✓ I will invest in Berkshire when it is fairly priced, and buy more if the valuation gets cheaper.
- ✓ If Berkshire is not fairly priced (or when there's cash in the fund), I'll invest in other stocks. Will not go above 30% in a single stock.
- ✓ Uses little or no debts (so that there's no margin call / forced selling).
- ✓ As always, my wife and I will invest virtually all our wealth in the fund alongside you.

Selected Stocks and its maximum % (if the fund have excess cash)

Stocks	Maximum Exposure in %	Current Exposure in %
Berkshire Hathaway	250%	0%
Evolution AB	30%	30.5%
Mastercard Inc.		10.3%
Visa Inc.		7.2%
Alphabet Inc.	20%	18.0%
VGW	10%	9.3%

Visa's stock price in relation to its high and low PE multiples in the last 10 years

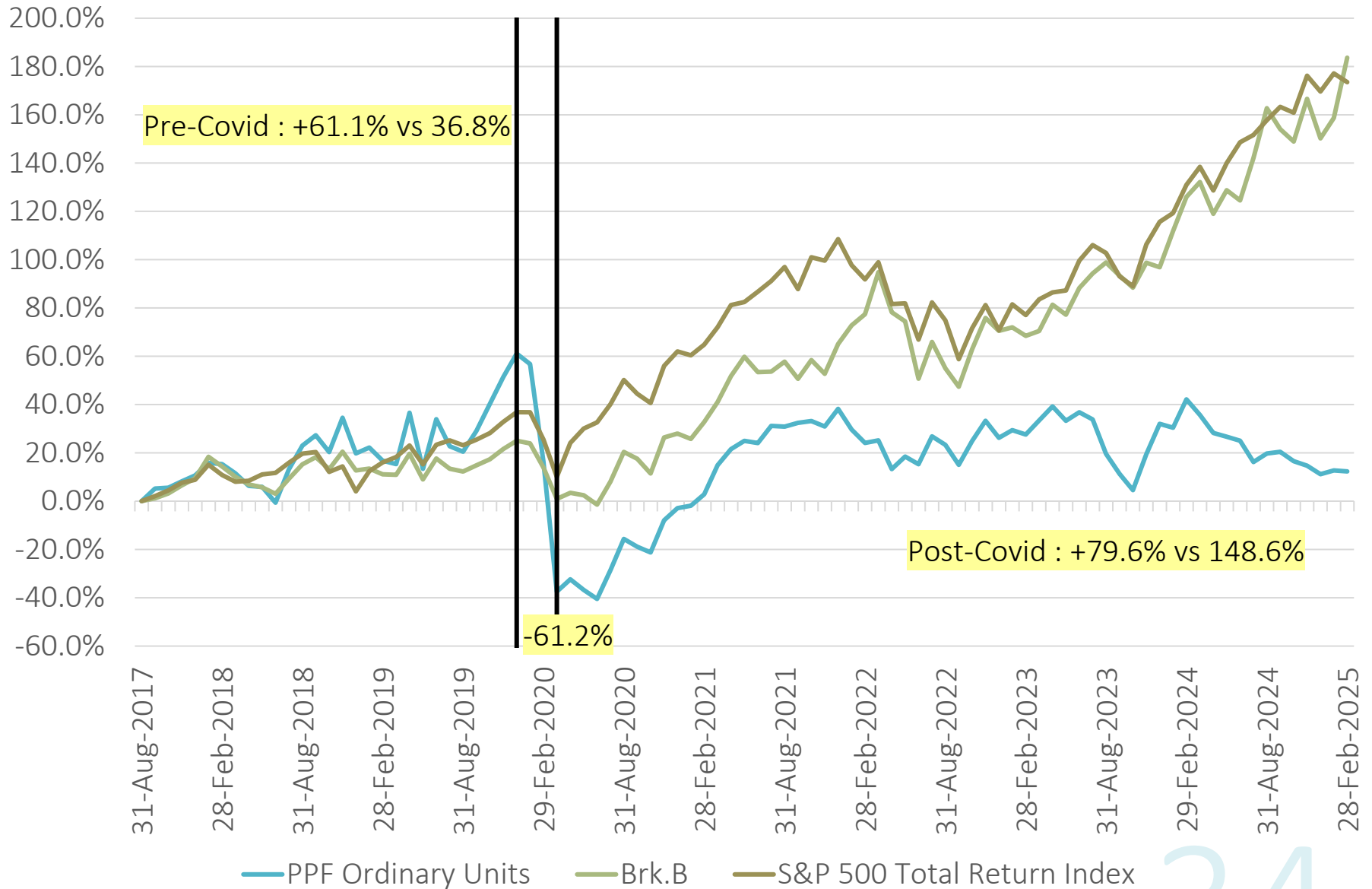


Q & A

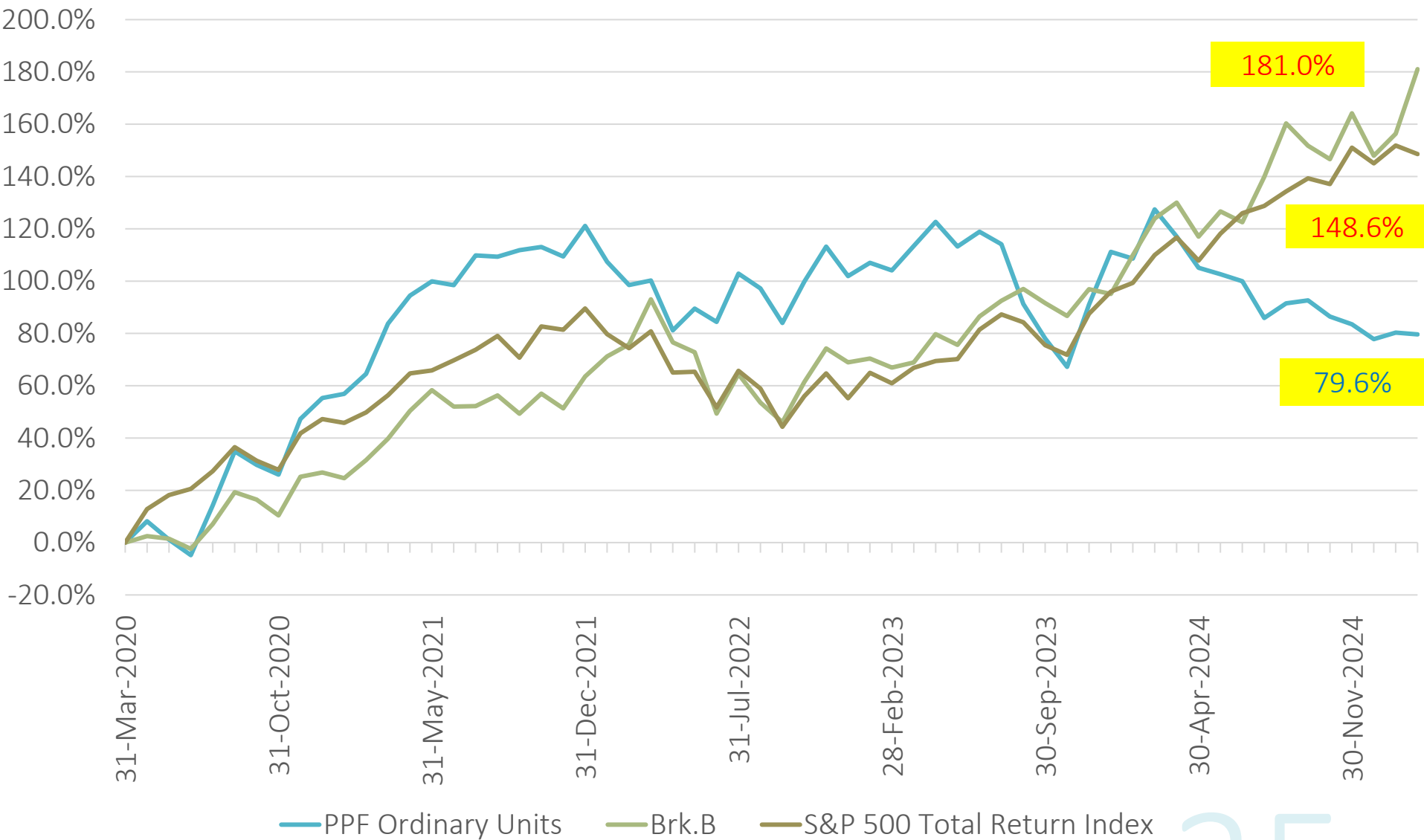
~ Peter Lim.

Other slides

PP Fund Ordinary Units vs Benchmarks



Post Covid-19: PP Fund vs Benchmarks



Evo's share repurchase of EUR 500 Mil (in Feb 2025)



Press release 10 February 2025 at 16:00 CET

The board of directors of Evolution AB (publ) has resolved on acquisitions of own shares

Evolution AB (publ) ("Evolution") has, based on the authorisation from the annual general meeting 2024, resolved that the company shall acquire own shares in accordance with its capital allocation framework. The purpose of the acquisition of own shares is to optimise and improve the capital structure of the company by reducing the capital, thereby creating added shareholder value.

Pursuant to Evolution's capital allocation framework, excess capital can be distributed through the repurchase of own shares. On 18 July 2024, the company announced a repurchase programme of EUR 400 million which, as announced on 23 October 2024, has been completed.

Against this background, the board of directors of Evolution has, based on the authorisation from the annual general meeting 2024, resolved that the company shall acquire its own shares on Nasdaq Stockholm or another regulated market before the annual general meeting 2025. The maximum amount for which shares may be repurchased under this repurchase programme is EUR 500 million. The board of directors also intends to seek an authorisation from the annual general meeting 2025 to resolve on repurchases of own shares and, provided that the authorisation is approved by the annual general meeting, to utilise the authorisation to carry out any repurchases that could not be completed before the annual general meeting 2025.



Since 28th April 2021 (highest Evolution Stock price)



Price down nearly 50%, while Earnings have increased to 3.2x

Evolution's PE Ratio

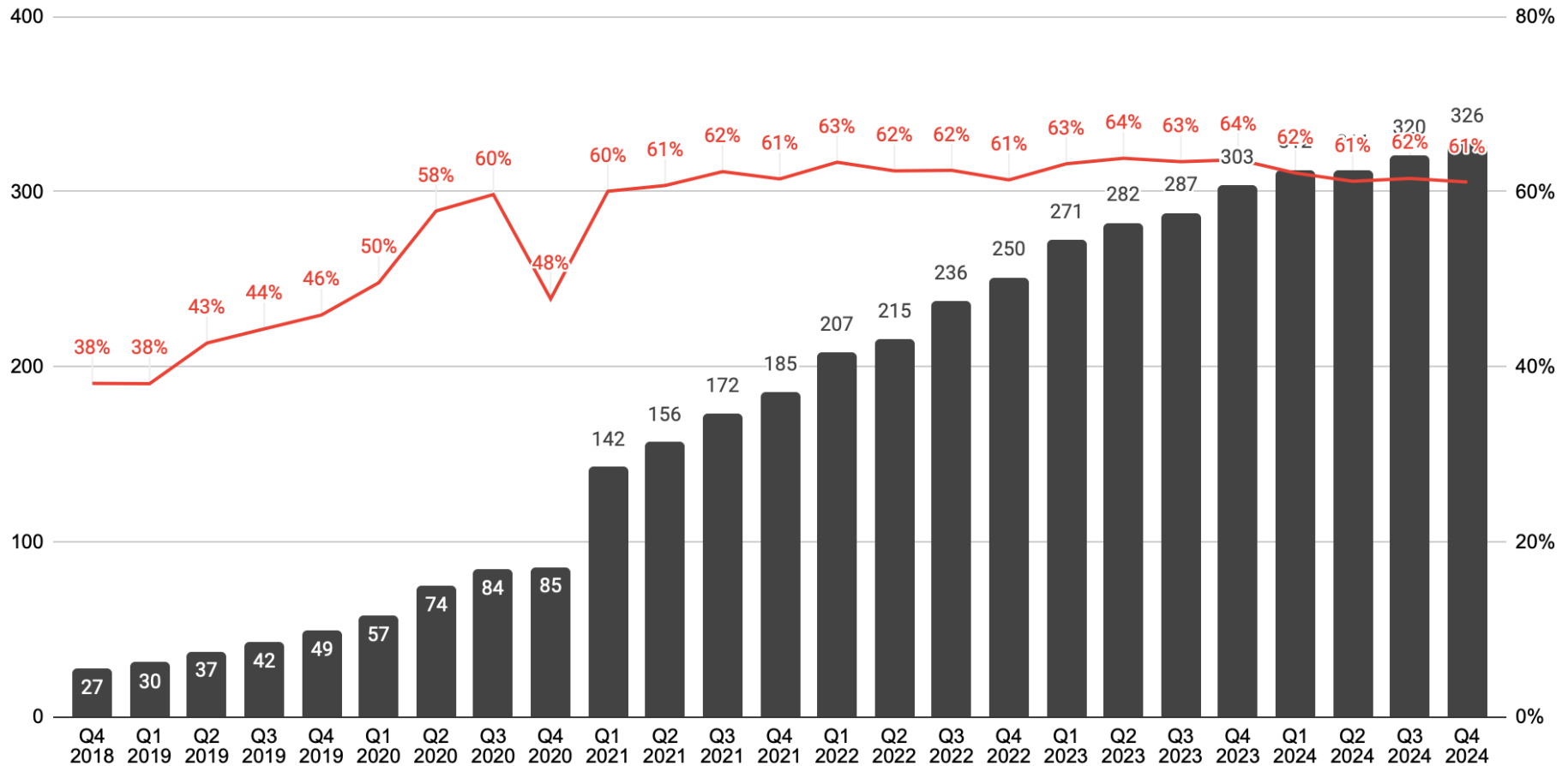


PE at its peak... 90
Current PE ... 14

Evolution Operating Income

The Wolf of Harcourt Street / @wolfofharcourt

■ Operating Income (€'Millions) — Operating Margin



Evolution in the year 2024

- 1) labour strikes at the **Georgian studio**,
- 2) **cyber-attacks in Asia**,
- 3) an **increased tax rate**, and
- 4) **significant foreign exchange headwinds**.

Despite all of this, Evolution still managed to grow revenue by 15% while maintaining a 64% operating margin—an impressive feat given the headwinds.

Almost all writers in SeekingAlpha rate Evolution as a Buy (or Strong Buy)

Analysis



I'm All In On Evolution AB: Stock Price May Shoot Up Following U.S. Expansion

STRONG BUY Eugenio Catone • Wed, Apr. 02 • 19 Comments •



Evolution AB: Don't Miss This High-Quality Business

STRONG BUY Yield Partners • Wed, Apr. 02 • 2 Comments •



Evolution AB - A Good Stock To Put Chips Down For

BUY Richard Edkins • Wed, Mar. 05 • 6 Comments •



Evolution AB: This Stock Won't Stay Cheap Forever

STRONG BUY Investor's Compass • Wed, Feb. 26 • 6 Comments •



Evolution: A Global Compounder Trading At Half The Valuation Of US Peers

BUY Broyhill Asset Management • Fri, Feb. 07 • 19 Comments •



Evolution AB: Why I Keep Buying This Fallen Knife

STRONG BUY Eugenio Catone • Thu, Jan. 30 • 27 Comments •



This Sin-Stock Is Offering Heaven-Like Potential

STRONG BUY Finance Flash • Thu, Jan. 23 • 12 Comments •



Evolution AB: Deep Dive Into A Long-Term Compounder On Sale

STRONG BUY Stock Research Platform • Wed, Jan. 01 • 31 Comments •



Evolution AB: Worth The Gamble

STRONG BUY Patrick Kroneman • Sun, Dec. 22, 2024 • 45 Comments •



Evolution AB: The Sin Stock That Can Spike Your Dividend Income

STRONG BUY Eugenio Catone • Tue, Nov. 26, 2024 • 59 Comments •



Evolution AB: The Market Keeps Overlooking This Cash Flow Machine

STRONG BUY Investor's Compass • Thu, Nov. 14, 2024 • 5 Comments •



Evolution: Evolving Into An Intriguing Opportunity

BUY Adam Rosander • Wed, Oct. 09, 2024 • 18 Comments •



Evolution AB: This Bargain-Priced Compounder Has Massive Upside Potential

STRONG BUY Investor's Compass • Tue, Sep. 24, 2024 • 8 Comments •



Evolution AB: The Odds Look Solid For This Beaten-Up Gaming Operator

BUY Thomas Lott • Mon, Jul. 22, 2024 • 17 Comments •



Evolution AB: Galaxy Gaming Acquisition Accelerates U.S. Expansion

BUY Eugenio Catone • Sun, Jul. 21, 2024 • 14 Comments •



Protean Funds - Evolution: Has Kept Sliding, But Has The Potential To Be Excellent

Fund Letter Stock Ideas • Wed, Jun. 12, 2024 • 11 Comments •



Evolution AB: Thesis Still On Track

BUY Dragon Rock Capital • Tue, Jun. 04, 2024 • 7 Comments •



Evolution AB: A More Robust Execution Needed

HOLD EQ Research • Mon, May 06, 2024 • 10 Comments •

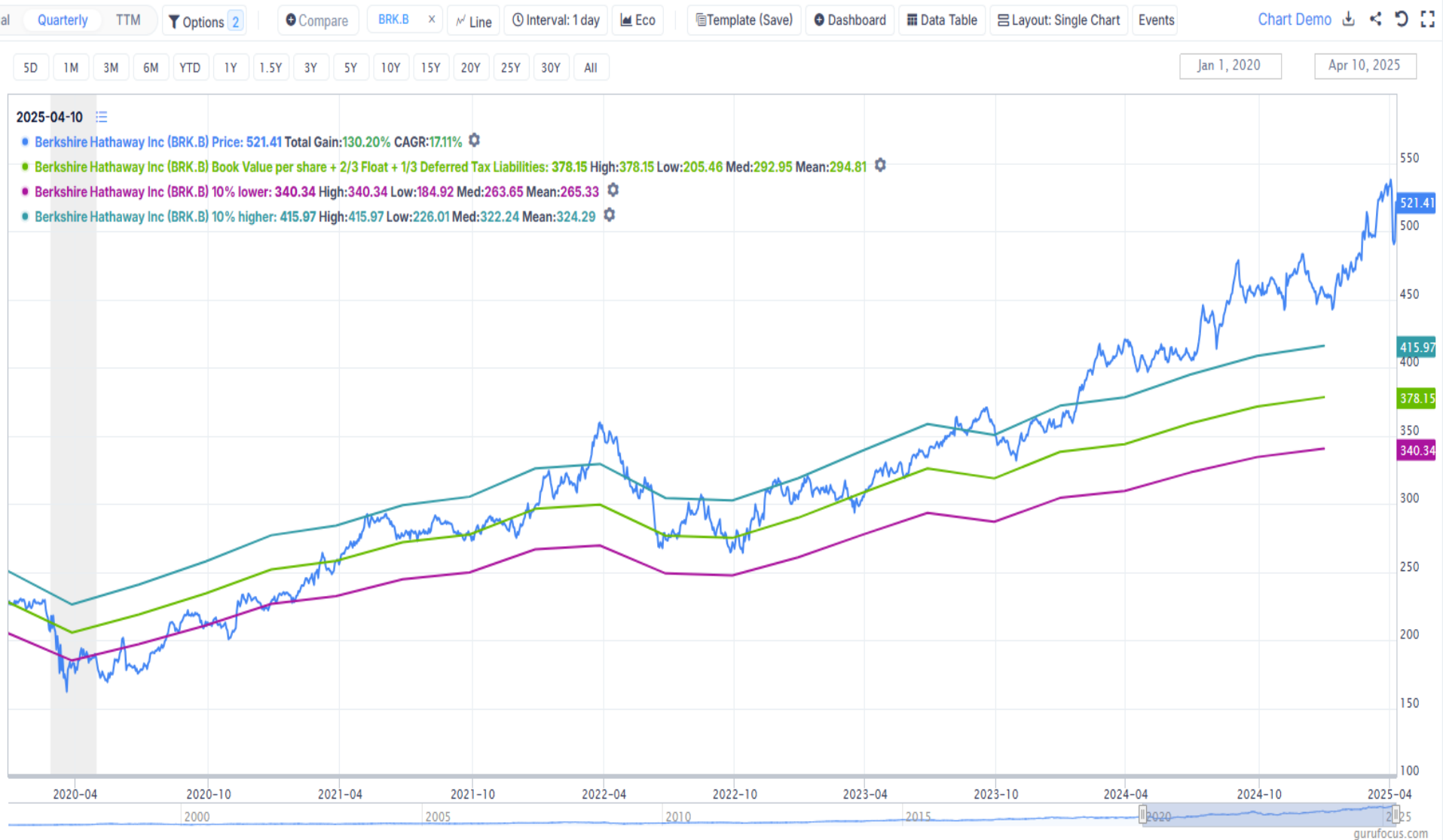
Berkshire's Market Cap vs Intrinsic Value in the last 20 years



In short, Berkshire is trading at a very high valuation currently (in relation to its 20 years history)

Intrinsic Value= Book Value + 2/3 Float + 1/3 Deferred Tax Liabilities

Berkshire's Price vs Intrinsic Value since 2020



Why cost is not shown

Fund's position in week x1

Financial Instrument Description	Company Name *	Exchange	Position	Currency	Market Value	Market Price	Average Price	Unrealized P&L
GOOGL NASDAQ.NMS Apr04'25 135 CALL	ALPHABET INC-CL A	AMEX	66	USD	143,485.85	21.74	19.85 ⁸	12,429.21
GOOGL NASDAQ.NMS Apr04'25 157.5 CALL	ALPHABET INC-CL A	AMEX	-49	USD	-9,827.30	2.00 ⁶	2.32 ²	1,555.08
GOOGL NASDAQ.NMS Apr04'25 160 CALL	ALPHABET INC-CL A	AMEX	-17	USD	-1,744.26	1.02 ⁵	1.24 ⁴	371.44

Fund's position in week x2

Financial Instrument Description	Company Name *	Exchange	Position	Currency	Market Value	Market Price	Average Price	Unrealized P&L
GOOGL NASDAQ.NMS	ALPHABET INC-CL A	NASDAQ	6,600	USD	1,009,865.96	153.01	135.00	118,865.96
GOOGL NASDAQ.NMS Apr11'25 157.5 CALL	ALPHABET INC-CL A	AMEX	-16	USD	-836.43	0.52 ³	0.61 ⁵	148.19
GOOGL NASDAQ.NMS Apr11'25 155 CALL	ALPHABET INC-CL A	AMEX	-17	USD	-2,125.68	1.25	1.15 ²	-165.63
GOOGL NASDAQ.NMS Apr11'25 152.5 CALL	ALPHABET INC-CL A	AMEX	-37	USD	-9,212.76	2.49	2.05 ⁶	-1,604.30