

The investment objective of the PHILEAS EQUITY EUROPE is to outperform, on an equity horizon, its benchmark, the MSCI Europe net return index. The fund invests in European Union equities through discretionary stock picking.

ISIN: FR0012749927

Launch date: 15 October 2015

Structure: «European Union equities» fund - French FCP

Management team: Ludovic LABAL / Cyril BERTRAND

Benchmark: MSCI Europe NR

Custodian: CACEIS BANK

Administrator: CACEIS FA

Auditor: MAZARS

Fund dealing: daily

Eligible for French equity savings plan: yes

NAV: 155.46€

AUM: 9.45 M€

Management fees: 1.20% incl.taxes

Performance fees: 15% incl.taxes above MSCI Europe NR

Currency: EURO

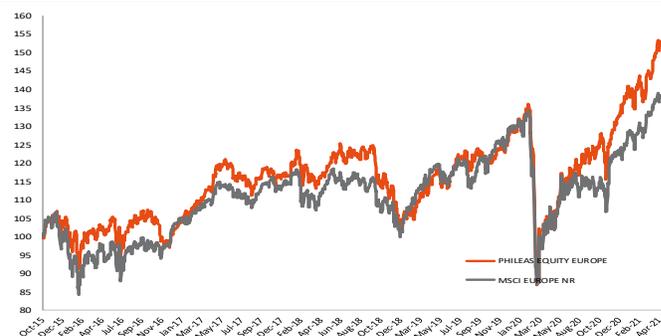
**Performance review**

In May, PHILEAS EQUITY EUROPE rose by 2.36% as its benchmark, MSCI Europe net return, rose by 2.56%.

- In the Automotive sector, Stellantis performed well following better-than-expected first-quarter 2021 earnings. We remain confident in the management's ability to deliver significant synergies from the Peugeot–Fiat Chrysler deal, not least given Carlos Tavares' excellent track record (c.f. PSA's Opel acquisition).
- In Industrials, Kion and Rational were the main contributors to performance. We suspected that the extreme caution exercised by Rational's management could result in a nice surprise, which it did in the form of its first-quarter earnings.
- In Services, underperformance by a number of stocks during the month has not shaken our convictions. Indeed, we are now even more optimistic about the upside potential for certain names such as Spie, Alten and Sopra.
- In Healthcare, GN Store's data release for its hearing aid division proved disappointing. We are not entirely convinced by the management's explanation for its loss of market share and as a result, we have scaled back our position.

Richemont's latest figures strengthened our confidence in our investment case. Following several years of market repositioning steered by Cartier's Cyrille Vigneron, the group's jewellery division achieved one of the best growth rates in the luxury sector for the first quarter of 2021 (up 28% from 2019). Alongside this, the e-commerce division is laying the foundations for a business model shift, which sees the introduction of a marketplace that will hopefully reduce losses. Both the watches division and the group's other brands appear well positioned to at least benefit from a cyclical recovery. All the necessary ingredients for the stock to break free from chronic underperformance compared to its peers finally seem to be in place, including a better-valued jewellery division (over 100% of group's combined results) and a smaller discount effect from its more problematic business activities.

**Performance since inception**



**Performance (%)**

	YTD	1 month	1 year	3 years	Annualized performance*
<b>PHILEAS EQUITY EUROPE</b>	13.17%	2.36%	40.81%	28.54%	8.15%
<b>MSCI EUROPE NR</b>	13.43%	2.56%	29.66%	23.34%	6.34%

\* I share launched as of 10/15/2015

**Top holdings**

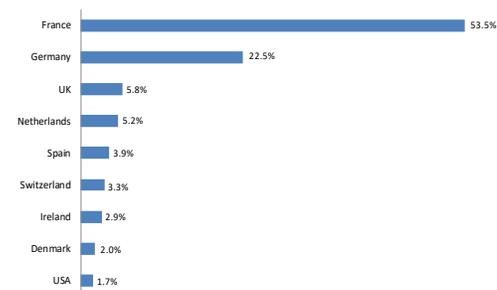
Holdings	%
LVMH	4.3%
Kion	4.2%
Brenntag	4.2%
Saint-Gobain	4.2%
Bureau Veritas	3.9%
Number of holdings	34
Investment rate	100.85%

**Risk indicators - 1-year data**

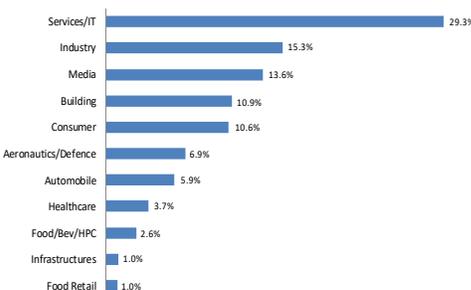
<b>Volatility of the fund</b>	15.99%
<b>Volatility of the benchmark</b>	16.14%
<b>Tracking error</b>	7.98%
<b>Beta</b>	0.85
<b>Information ratio</b>	1.01
<b>Sharpe ratio</b>	2.7

Source : Bloomberg

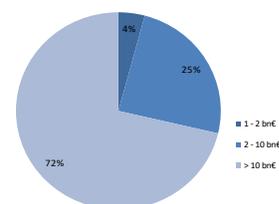
**Portfolio exposure by country**



**Portfolio exposure by sector**



**Portfolio exposure by market cap**



Source: Phileas Asset Management, unless otherwise noted

**Warning:** Past performances are no guarantee of future returns. This document has been published for information purposes only and does not constitute a commercial offer or investment proposal. The reader is invited to consult the full prospectus available on the company website.