

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: 155.97€
AUM: 8.40 M€
Management fees: 1.20% incl.taxes
Performance fees: 15% incl.taxes above MSCI Europe NR
Currency: EURO

Performance review

In April, PHILEAS EQUITY EUROPE fell back by 1.34% as its benchmark, MSCI Europe net return, fell back by 0.59%.

- In Services/IT, Edenred and Bureau Veritas performed well after posting solid quarterly results. Organic growth at Bureau Veritas significantly exceeded analysts' expectations. The testing, inspection and certification company is benefiting from faster growth that is being driven by a rise in demand for certification. Sustainable corporate activity is a current focus and the need to audit sustainability is providing Bureau Veritas with business opportunities. Elsewhere, the rise in oil and commodity prices is driving the recovery in energy and minerals-related activities. Spie's Capital Markets Day confirmed our view that the company's organic growth rate will increase towards 4%, well ahead of its historical average of around 1%. Energy transition-related investment expenditure will be a key driver for the company in the years ahead.
- In Industrials, Rational, Schneider and ASML all suffered from rotation trades away from growth stocks in a wave that was triggered by rising interest rates. We limited the damage by considerably scaling back our Kion position ahead of the company's profit warning. Aside from a squeeze in margins due to rising production costs, we are cautiously interpreting Amazon's comments about the likelihood of more moderate investment spending going forward. This may be a sign that Kion's Supply Chain Solutions division (warehouse automation) is more mature than expected.
- In the Consumer sector, Puma, Logitech, and Nike accounted for most of the underperformance. We sold our Logitech position after lukewarm messaging from its competitors pointed to slowing demand from high baseline levels inflated by increased teleworking during the Covid-19 lockdowns. Meanwhile, Puma reported better-than-expected results while confirming its annual guidance. We remain confident about our operating scenario for the company and its current valuation appears particularly attractive.
- In Healthcare, Sartorius and Danaher suffered from their growth stock status.

Companies exposed to electrification investments are increasingly remarking on the positive effects that energy transition is having on their businesses. We recently noted optimistic comments from Rexel, Spie, Nexans and Legrand. This fundamental trend is likely to be a key driver for these companies over the next five or ten years. Current valuation levels appear to suggest the market has yet to price-in the faster growth rates that lie ahead for these companies.

Performance since inception



Performance (%)

	YTD	1 month	1 year	3 years	Annualized performance*
PHILEAS EQUITY EUROPE	-10.99%	-1.34%	2.69%	31.77%	7.03%
MSCI EUROPE NR	-5.88%	-0.59%	6.48%	22.54%	6.03%

* I share launched as of 10/15/2015

Top holdings

Holdings	%
Cap Gemini	5.5%
Sopra Steria	4.9%
Thales	4.6%
Spie	4.2%
Pernod-Ricard	4.0%
Number of holdings	33
Investment rate	97.42%

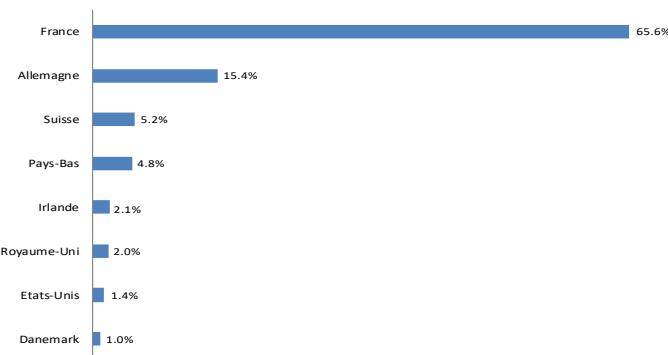
Risk indicators - 1-year data

Volatility of the fund	17.93%
Volatility of the benchmark	16.26%
Tracking error	6.63%
Beta	1.02
Information ratio	-0.48
Sharpe ratio	0.27

Source : Bloomberg

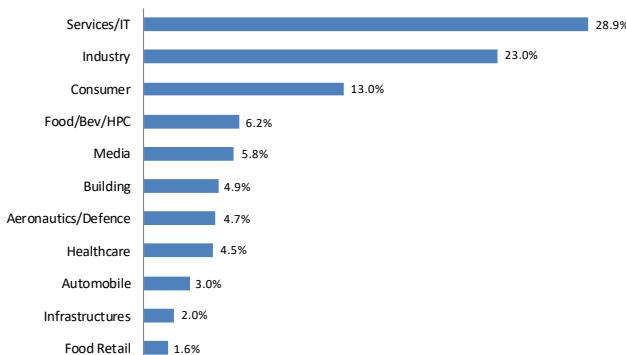
Warning: Past performances are no guarantee of future returns. This document has been published for information purposes only and does not constitute a commercial offer or investment proposal. The reader is invited to consult the full prospectus available on the company website.

Portfolio exposure by country



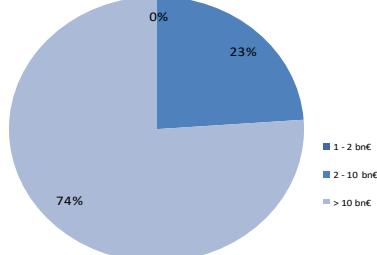
Source : Phileas

Portfolio exposure by sector



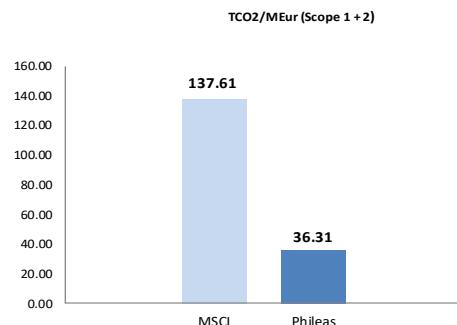
Source : Phileas

Portfolio exposure by market cap



Source : Bloomberg

Carbon intensity



Source: Trucost

ESG notation—Net exposure

	-2	-1	0	+1	+2		
Decarbonization	0.0%	2.0%	71.4%	16.1%	7.8%	Quality	55.0%
Human Capital	0.0%	0.0%	71.8%	25.5%	0.0%	Value	28.3%
Governance	0.0%	15.6%	69.5%	8.8%	3.3%	N/A	14.0%

Source : Phileas

Style factors - Net exposure

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Source : Phileas