

The investment objective of the PHILEAS L/S EUROPE Fund is to generate absolute performance, over the recommended 2-years investment horizon, decorrelated from equity markets (Stoxx 600 index), with lower volatility. The Fund invests in long and short equity positions, through discretionary stock picking mainly in Europe.

ISIN: FR0011335355  
Launch date: 12 October 2012  
Structure: UCITS V - French FCP  
Management team: Ludovic LABAL / Cyril BERTRAND  
Benchmark: ESTR

Custodian: CACEIS BANK  
Administrator: CACEIS FA  
Auditor: MAZARS  
Fund dealing: daily  
Dividend policy: accumulation

NAV: 124.97€  
AUM: 93 ME  
Management fees: 1.20% incl.taxes  
Performance fees: 20% incl.taxes above ESTR + 100 bps  
Currency: GBP

### Performance review

In August, PHILEAS L/S EUROPE fell by 0.65%, recording 3.59% losses on the long portfolio and 2.94% gains on the short portfolio in a market down 0.01% (Stoxx 600).

The increase in the ECB's key rate is very good news for our long-short strategy. The fund's assets are remunerated at a proxy of the ESTR on both the sizeable cash position and on the short part of the portfolio (on which we receive ESTR - interests on securities borrowing). In total and all things being equal, the 125 bps rise in rates will translate positively into our performance. Any further rise will be welcome in this respect!

In Services/IT (-100 bps), our positioning on quality stocks such as Teleperformance, Bureau Veritas and Wolters Kluwer weighed in a context of long duration stocks underperformance. During the month, we sold our positions in Adyen. The company remains an exceptional growth stock, but we expected revenue growth to accelerate in the second quarter, which was just in line with consensus expectations. In addition, the company slightly disappointed on the evolution of its operating margin, notably due to the acceleration of its recruitment. Given the demanding valuation multiples in the short term (justified by the company's very high growth rate) and the lack of a short-term catalyst, we decided to exit the position.

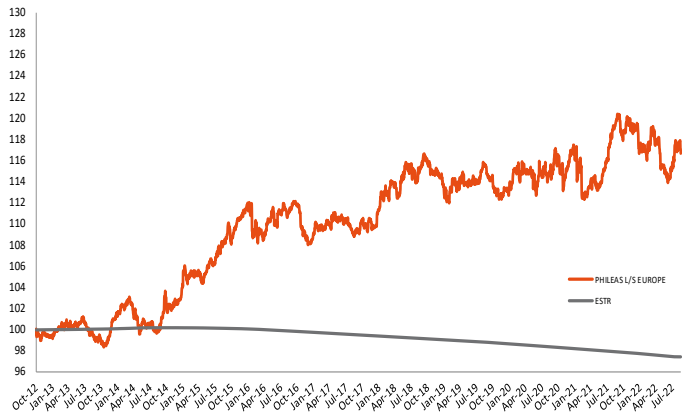
In Industrials (-29 bps), Schneider, Croda and ASML underperformed without any specific reason, while the short part of our portfolio, which is a bit more cyclical, held up better in the market downturn. The recent feedback we have received from companies such as Schneider and Rexel reinforces our conviction that the energy transition remains a major issue whose economic implications will be visible in the short, medium and long term for the best positioned companies.

In Consumer (+36 bps), our hedging in clothing retail was effective. The macroeconomic environment is weighing on the sector, as household consumption is pressured by falling real income whilst a strong dollar is hurting gross margins.

In Infrastructure (+31 bps), Vinci outperformed the market while our short positions in real estate were good contributors to performance.

During the month, we initiated a position in Campari. We have historically had reservations about valuation and overall growth being heavily skewed to the Aperol brand. After a long period of underperformance, the valuation of the spirits business has returned to a reasonable level, while the growth profile seems more balanced thanks to the success of the Campari, Espolon and Wild Turkey brands. Three years after the acquisition of Grand Marnier, the company's balance sheet again allows for a major acquisition, historically a good catalyst for the stock.

### Performance since inception



Source: Phileas Asset Management

### Performance (%)

	YTD	1 month	1 year	3 years	Annualized
PHILEAS L/S EUROPE	-2.27%	-0.65%	-2.37%	0.96%	1.57%
EONIA	-0.33%	-0.01%	-0.49%	-1.42%	-0.26%

\* I GBP share launched as of 10/12/2012

### Risk indicators - 1-year data

	Beta	Volatility	Sharpe ratio	Maximum drawdown	Calmar ratio *
PHILEAS L/S EUROPE	0.04	4.17%	-0.77	-5.41%	0.05

\* Calmar ratio computed over the last 3 years

Source: Bloomberg

### Historical monthly returns\*

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2012										-0.52%	+0.15%	-0.41%	-0.77%
2013	+0.61%	+0.14%	+0.56%	-0.44%	+0.18%	+0.74%	-1.13%	-0.52%	-0.35%	-0.51%	+0.85%	+1.73%	+1.84%
2014	+1.16%	+0.09%	-0.01%	-1.19%	-0.45%	-0.41%	-0.15%	-0.20%	+1.96%	+0.53%	+0.26%	+0.24%	+1.79%
2015	+2.16%	+0.41%	-0.13%	-0.94%	+1.44%	+0.25%	+1.50%	+0.45%	+0.98%	+0.19%	+0.98%	+0.74%	+8.32%
2016	-0.16%	-1.31%	-0.76%	+1.01%	+1.09%	-0.14%	+0.72%	-0.60%	+0.69%	-0.79%	-2.11%	-0.49%	-2.81%
2017	+1.45%	-0.07%	+0.27%	+0.40%	-0.16%	-0.21%	-0.04%	-0.92%	+0.41%	+0.53%	+0.41%	-0.50%	+1.54%
2018	+2.69%	+0.24%	+0.66%	-1.25%	+2.19%	+0.46%	-0.48%	+0.39%	+0.83%	-0.95%	+0.08%	-0.46%	+4.43%
2019	-1.97%	+1.15%	-0.43%	+1.21%	-0.56%	+0.33%	-0.26%	+1.32%	-1.10%	-1.15%	-0.12%	+0.32%	-1.32%
2020	+0.63%	+1.27%	-0.54%	-0.01%	-0.13%	+1.19%	-0.46%	-0.51%	+1.77%	-1.58%	+0.00%	+1.58%	+3.19%
2021	-2.15%	-1.60%	+0.81%	+0.77%	-0.52%	+1.19%	+2.28%	+1.59%	-0.50%	+0.55%	-0.05%	-0.10%	+2.21%
2022	-1.59%	+0.03%	+0.77%	-0.21%	-2.44%	-0.72%	+2.60%	-0.65%					-2.37%

\* I GBP share class historical monthly returns

### Portfolio exposure

	%
Gross exposure	119.40%
Net exposure	-1.0%
Net beta-adjusted exposure	1.1%

Source: Phileas Asset Management, unless otherwise noted

### Portfolio exposure by instrument

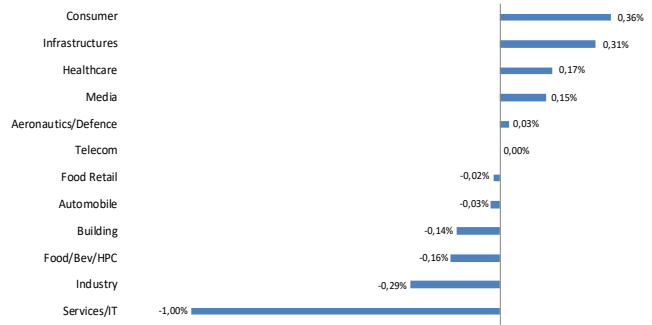
	%	N° of positions
Long equity	58.5%	35
Short equity	52.9%	85
Short indices	8.0%	2

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

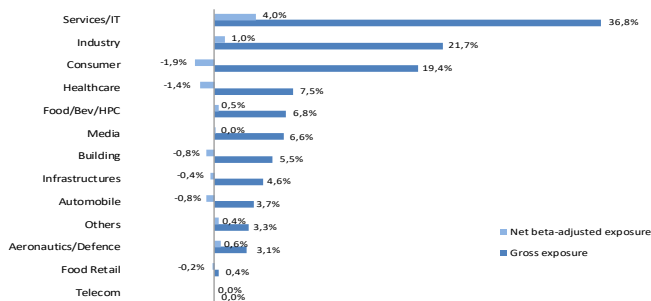
**Top holdings**

Long	%	Short	%
LVMH	3.1%	Consumer	1.0%
TELEPERFORMANCE	2.6%	Sweden	1.0%
PUMA	2.5%	Consumer	0.9%
CAPGEMINI	2.4%	Germany	0.9%
SPIE	2.4%	Consumer	0.9%
		Germany	0.9%
		Services/IT	0.9%
		Germany	0.9%
		Building	0.9%
		Germany	0.9%

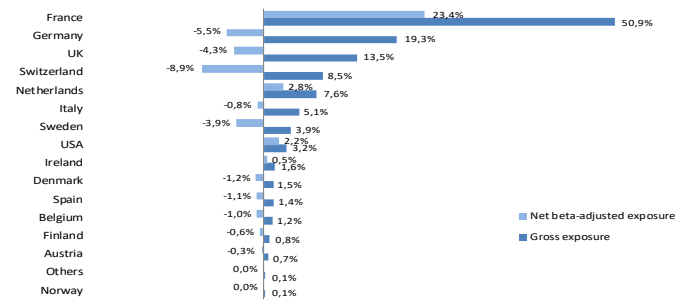
**Gross performance contributors by sector - 1 month**



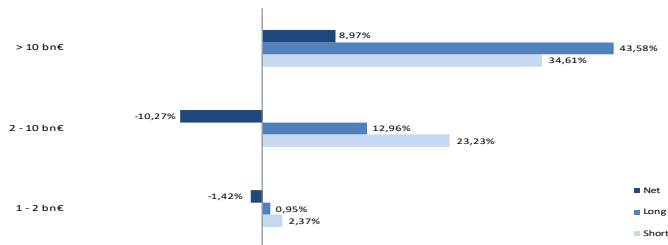
**Portfolio exposure by sector**



**Portfolio exposure by country**



**Portfolio exposure by market cap**



**Performance analysis**

Number of positive months	62
Number of negative months	57
% positive months	52%
Best month	+4.47%
Worst month	-2.44%

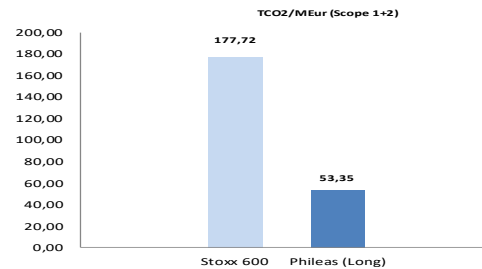
**ESG notation - Net exposure**

	-2	-1	0	+1	+2
Decarbonization	-0.0%	-1.4%	-10.0%	6.4%	3.9%
Human Capital	0.0%	-2.1%	-6.7%	6.4%	1.3%
Governance	-0.8%	-1.6%	-2.1%	1.1%	2.3%

**Style Factors - Net exposure**

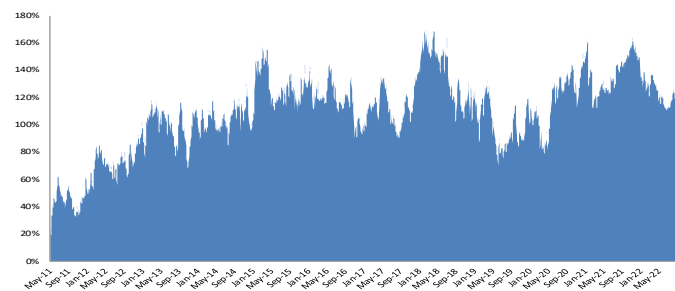
Quality	1.6%
Value	0.9%
N/A	-3.6%

**Carbon Intensity**

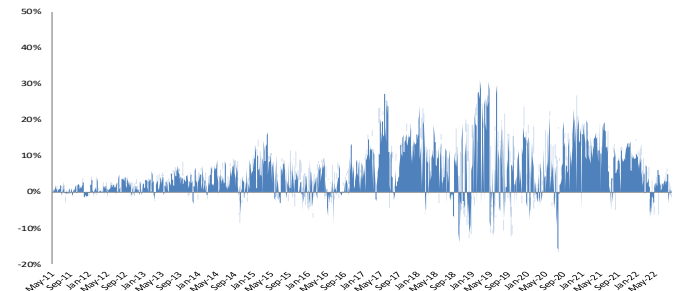


Source: Trucost

**Gross exposure**



**Net beta-adjusted exposure**



Source: Phileas Asset Management, unless otherwise noted

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