

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: 153.17€

AUM: 8.29 M€

Management fees: 1.20% incl.taxes

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

Currency: EURO

Performance review

For the month of January, the fund increased by 8.59% while the MSCI Europe rose by 6.79%.

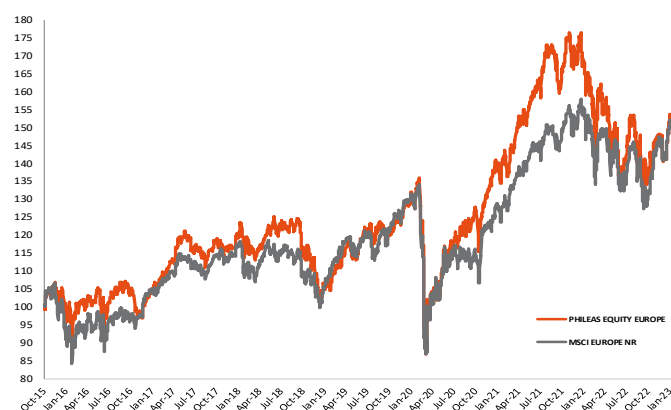
In Services / IT (+262 bps), the best contributors to performance were Alten, Teleperformance and Capgemini. Alten reassured the market of its growth trajectory with organic growth in Q4 of 15%, above market expectations. The company remains confident for 2023 with a growth target of over 7%. In view of these factors, the derating suffered by Alten in 2022 seems exaggerated to us. We remain positive on the stock. Teleperformance has experienced a significant rebound since the controversy over its employees' working conditions emerged. The company has been very active and transparent about its human resources management, which has largely contributed to calming fears about its practices, which we believe are above industry standards. In the end, after an initial drop of 34% on November 10, the stock recovered all of its decline, rising by more than 50% in just over two months. The stock's behavior illustrates the market's sensitivity to ESG but also - at times - its lack of maturity on this subject. On this type of controversy, it is important to keep a cool head. Based on a good knowledge of the company, it is important to assess the materiality of a possible controversy and to take into account the fact that the market can sometimes be overly emotional. In this case, we maintained our position.

In Industrials (+201 bps), ASML, Nexans and Schneider had a good month. ASML reported good Q4 numbers and communicated a 2023 revenue growth guidance above consensus forecasts. ASML's unique positioning in its market allows it to go through the semiconductor industry cycles without major hitches. Demand for its products far exceeds its production capacity.

In Consumer (+144 bps), our positions in luxury goods (LVMH and Moncler) benefited from the prospects of reopening in China.

In Media (+73 bps), Publicis continued its good performance. The excellent results published in early February fully validate our investment case.

Performance since inception



Performance (%)

	YTD	1 month	1 year	3 years	Annualized performance*
PHILEAS EQUITY EUROPE	8.59%	8.59%	-5.77%	20.25%	6.01%
MSCI EUROPE NR	6.79%	6.79%	-0.15%	18.41%	5.77%

* I share launched as of 10/15/2015

Top holdings

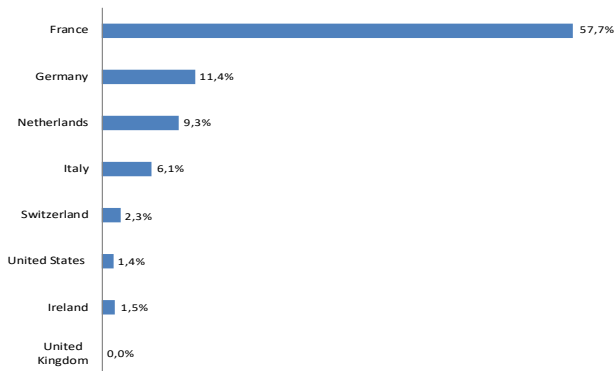
Holdings	%
LVMH	5.08%
CAP GEMINI	4.93%
SPIE	4.69%
PUBLICIS GRP	4.67%
SOPRA STERIA	4.43%
Number of holdings	29
Investment rate	89.71%

Risk indicators - 1-year data

Volatility of the fund	21.61%
Volatility of the benchmark	18.25%
Tracking error	8.03%
Beta	1.10
Information ratio	-0.60
Sharpe ratio	-0.19

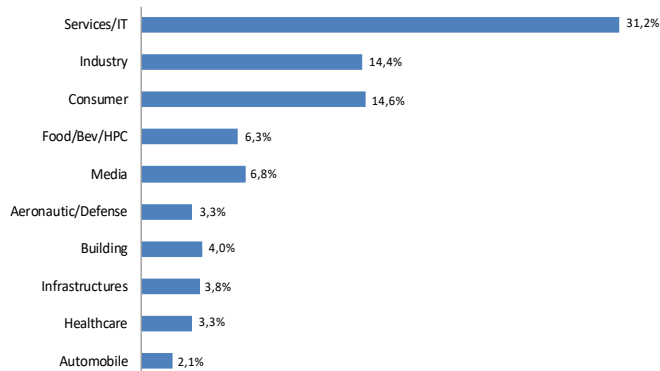
Source : Bloomberg

Portfolio exposure by country



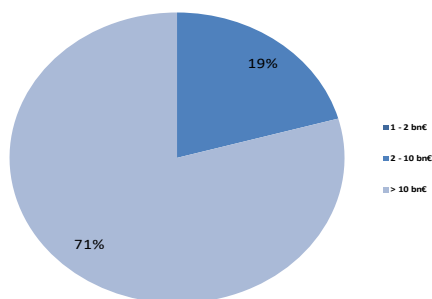
Source : Phileas

Portfolio exposure by sector



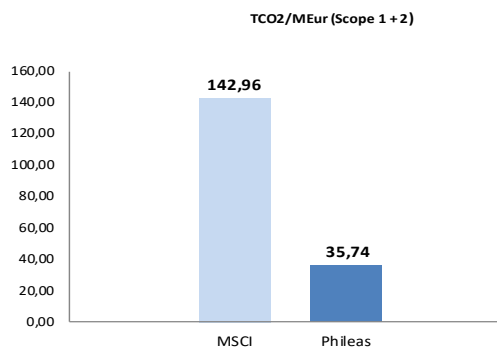
Source : Phileas

Portfolio exposure by market cap



Source : Bloomberg

Carbon intensity



Source : Trucost

ESG notation—Net exposure

	-2	-1	0	+1	+2
Decarbonization	0.0%	3.8%	60.0%	14.6%	8.0%
Human Capital	0.0%	2.4%	61.3%	21.0%	1.7%
Governance	2.0%	4.0%	67.7%	8.8%	3.8%

Source : Phileas

Style factors - Net exposure

Quality	52.1%
Value	23.2%
N/A	14.4%

Source : Phileas