

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: 121.83€  
AUM: 43 ME  
Management fees: 1.20% incl. taxes  
Performance fees: 20% incl. taxes above ESTR + 100 bps  
Currency: GBP

**Performance review**

In March, PHILEAS L/S EUROPE decreased by 0.62%.

In IT Services (-91 bps), our long positions on IT companies experienced profit taking after their good annual publication. Capgemini and Alten underperformed the market. We decided to sell our position on Teleperformance. The debate about the automation of the customer experience through the functionalities of language platforms such as OpenAI makes us cautious in the short term. So far, chat bots have not been a problem for call center players. On the contrary, they have used them as productivity drivers. We do not yet have all the elements that will allow us to judge the impact of OpenAI on this industry (i.e. to what extent will the machine replace the human being? what will be the deflationary effect on the call center model?...). It seems to us, however, that these unanswered questions can fuel the derating of the sector's stocks. We prefer to stay away from this debate.

In Consumer (+46 bps), our long positions performed well. The best contributions came from Adidas, LVMH and Moncler. In the luxury sector, the best positioned brands will benefit fully from the reopening of the Chinese market. At Adidas, Bjorn Gulden's first public communication as CEO de-risked short-term expectations and showed strong medium-term ambition. At the current price, the market is very far from valuing the return to normal earnings levels.

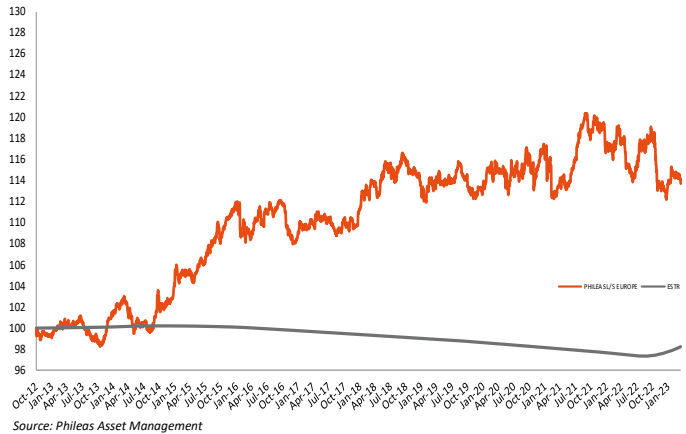
In Infrastructure (+27 bps), our hedges on real estate companies have been effective. In a context of tight credit conditions, companies with high (or even excessive) debt are logically suffering from less easy and more expensive refinancing prospects.

We initiated two new positions during the month: Hugo Boss and Sodexo.

Hugo Boss benefits from the impetus of a new management team with a convincing track record at Tommy Hilfiger. The strategy of systematically reinvesting margin gains in marketing and product innovation is paying off. Market positioning remains mixed. We expect the company to raise its medium-term guidance at the next investor day in June.

Sodexo's absolute and relative valuation levels (vs. Compass) have compressed too far in our view. Sophie Bellon's takeover of the group's management was initially poorly perceived by the market, which saw it as a questionable decision in terms of governance. However, it seems to us that the primary motivation for this change is the turnaround of the company's commercial performance, a key condition for a lasting rerating.

**Performance since inception**



**Performance (%)**

|                    | YTD   | 1 month | 1 year | 3 years | Annualized performance* |
|--------------------|-------|---------|--------|---------|-------------------------|
| PHILEAS L/S EUROPE | 0.64% | -0.62%  | -3.96% | -0.86%  | 1.24%                   |
| ESTR               | 0.55% | 0.21%   | 0.69%  | -0.28%  | -0.16%                  |

\* 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 | 0.01 | 4.32%      | -1.56        | -5.78%           | 0.03           |

\* 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% | +0.93% | -0.70% | -2.99% | -0.37% | -5.34% |
| 2023 | +0.83% | +0.44% | -0.62% |        |        |        |        |        |        |        |        |        | +0.64% |

\* I GBP share class historical monthly returns

**Portfolio exposure**

|                            | %       |
|----------------------------|---------|
| Gross exposure             | 146.29% |
| Net exposure               | 6.3%    |
| Net beta-adjusted exposure | -0.23%  |

Source: Phileas Asset Management, unless otherwise noted

**Portfolio exposure by instrument**

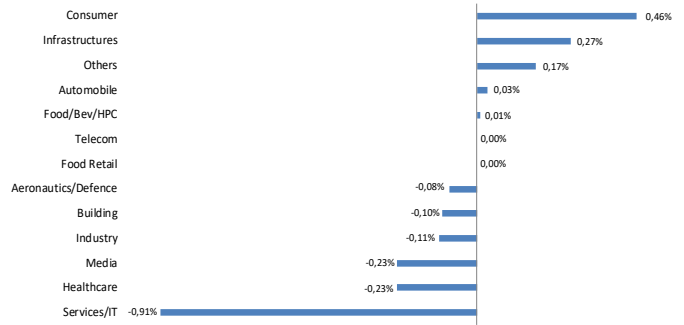
|               | %     | N° of positions |
|---------------|-------|-----------------|
| Long equity   | 76.3% | 39              |
| Short equity  | 55.3% | 74              |
| Short indices | 14.7% | 2               |

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

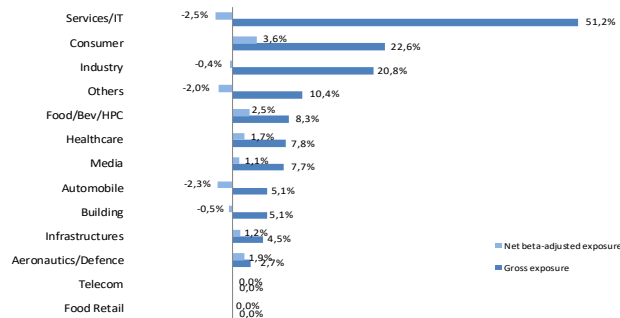
**Top holdings**

| Long           | %     | Short       | %     |
|----------------|-------|-------------|-------|
| AIR LIQUIDE    | 3.70% | Consumer    | 1.66% |
| BUREAU VERITAS | 3.59% | Sweden      | 1.45% |
| INFORMA PLC    | 3.38% | Services/IT | 1.33% |
| WOLTERS KLUWER | 3.17% | Germany     | 1.31% |
| VINCI SA       | 3.14% | Netherlands | 1.26% |
|                |       | Consumer    |       |
|                |       | France      |       |
|                |       | Services/IT |       |
|                |       | Germany     |       |

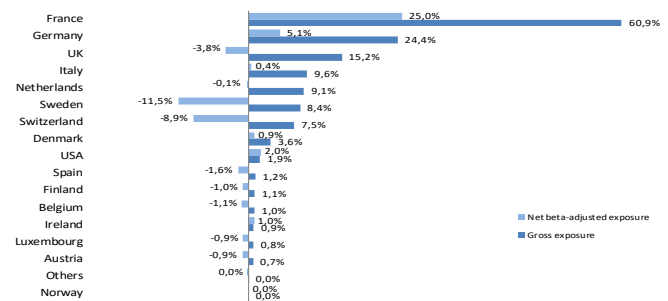
**Gross performance contributors by sector - 1 month**



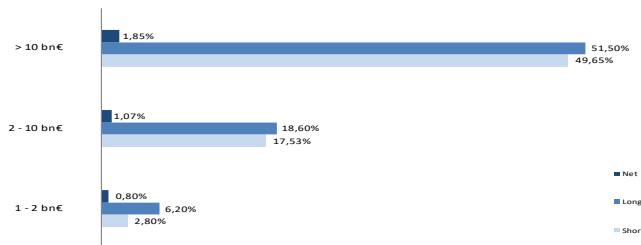
**Portfolio exposure by sector**



**Portfolio exposure by country**



**Portfolio exposure by market cap**



**Performance analysis**

|                           |        |
|---------------------------|--------|
| Number of positive months | 65     |
| Number of negative months | 61     |
| % positive months         | 51.59% |
| Best month                | +4.47% |
| Worst month               | -2.99% |

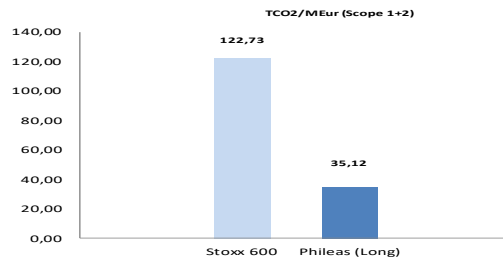
**ESG notation - Net exposure**

|                 | -2   | -1    | 0     | +1    | +2    |
|-----------------|------|-------|-------|-------|-------|
| Decarbonization | 0.0% | 2.6%  | -9.9% | 11.2% | 2.5%  |
| Human Capital   | 0.0% | -2.1% | -4.1% | 12.7% | -0.1% |
| Governance      | 1.4% | -3.4% | 2.5%  | 2.3%  | 3.6%  |

**Style Factors - Net exposure**

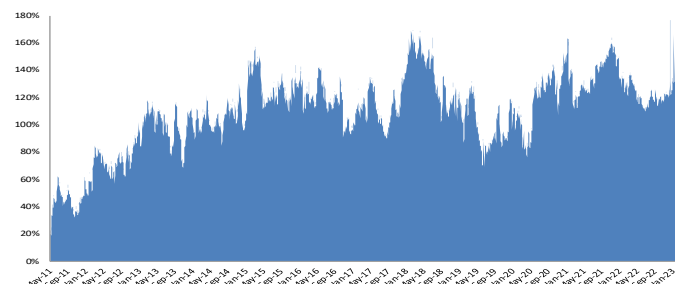
|         |       |
|---------|-------|
| Quality | 10.4% |
| Value   | 3.9%  |
| N/A     | -8.0% |

**Carbon Intensity**

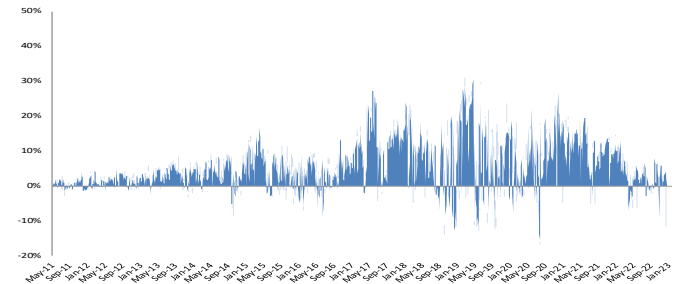


Source: Trucost

**Gross exposure**



**Net beta-adjusted exposure**



Source: Phileas Asset Management, unless otherwise noted

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