

INVESTMENT STRATEGY



AN INTERNATIONAL EQUITY FUND, BLEND STYLE, LARGE AND MID CAPS

ROCHE-BRUNE FUNDS CAPITAL BRAIN® is a fund composed by 50 to 65 mid and large cap international stocks which benefit from a profitable growth.

Objective : Outperform international equity markets with a reduced volatility

International
Equities



FUND'S CHARACTERISTICS

Fund managers: Bruno FINE & Maud FOUILLOUX

Net Asset Value (FI class): 1 188,27 EUR

Performance février 2018 -3,64%

Assets Under Management: 4 M EUR

Benchmark: STOXX Global 1800 Net Return EUR

Investment horizon: 5 - 7 years

Legal form: SICAV under Luxembourg Law

Launch Date (Fund): December 18th 2015

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End of fiscal year: December 31st

Frequency of valuation: Daily

Type of valuation: Closing Price

Type: Accumulation

Settlement : D + 2

Cut off Before 12:30 PM daily

Custodian: BNP Paribas Securities Services

Fund administration: BNP Paribas Securities Services

ISIN (FI share class): LU1327023658

Management fees (FI share class): 0,60% TTC

Performance fees: 20% of outperformance over the index if the fund has a positive performance

Bloomberg code: RBFCBFI LX

UCITS V: Yes

Performance engine: M.U.S.T.®

FUND MANAGERS' COMMENTARY

Despite a favorable macroeconomic environment, the beginning of the year has been the witness until now of a clear increase of the volatility within the financial markets.

In the US, the intervention of Jerome Powell, the FED's Chairman, who is convinced that, to counter the inflationary risk, the pace of the monetary tightening has to speed up, caused a panic crisis among investors. On top of that, Donald Trump's recent speeches on the protectionism (steel, aluminum) should not ease tensions with potential retaliation from the US traditional trade partners (Europe, China, Canada). In Europe, geopolitics has returned to the forefront with the uncertainty of the Italian elections. From a microeconomic point of view, it should be noted that the published results were relatively good, but a number of companies remained cautious about 2018 outlook, leading to immediate and sometimes violent market corrections.

At a stock market level, **Salini-Impregilo** (ITA), Italy's leading construction and civil engineering group, saw some analysts reduce their recommendations on the basis of unfavorable interest rates. The win of a \$1.3 Bn 5-year contract in Saudi Arabia was not enough to turn the tide. Due to the emergence of controversies over governance and external stakeholders, we have lightened our position. As far as **Ingenico** (FRA) is concerned, the stock suffered from analysts' agony following the publication of its 2018 outlook; interpretation of 2018 guidelines was too quick. But the company was able to adapt its strategy to remain among the leaders, starting with the simplification of its 2-pole structure. We took advantage of this air gap to strengthen our position.

For the good news, electronic component manufacturers made the biggest contribution to our performance. Canadian-based **Celestica** (CAN), a leader in the production of complex printed circuit boards, was boosted by the very good publication and excellent prospects of its customer Cisco, of which it is one of the main suppliers (19% of its turnover). Japanese semiconductors **Tokyo Electron** (JAP) was driven by a recommendation to buy from Jefferies' analysts and a JP Morgan study on the exponential growth of Artificial Intelligence that should benefit the sector.

CUMULATIVE PERFORMANCE - FI CLASS

	Fund	Benchmark	Diff.
YTD	-2,19%	-0,58%	-1,61%
1 month	-3,64%	-2,01%	-1,63%
1 year	3,35%	2,54%	0,80%
3 years	-	-	-
5 years	-	-	-
10 years	-	-	-
Inception	18,83%	20,02%	-1,19%

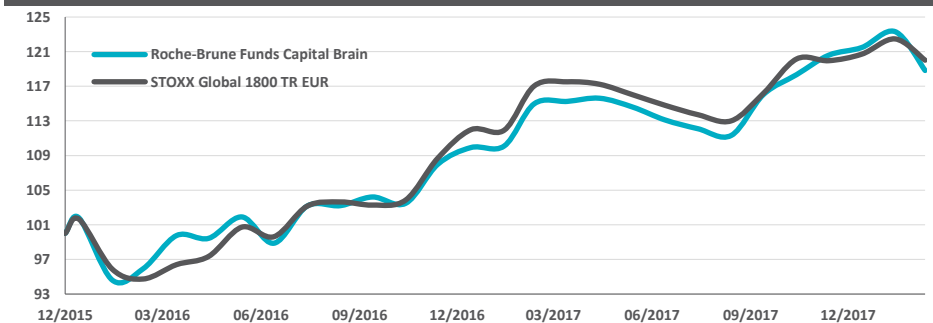
Source : Internal performance (net of fees)

YEARLY PERFORMANCE - FI CLASS

	Fund	Benchmark	Diff.
2018	-2,19%	-0,58%	-1,61%
2017	10,51%	7,79%	2,72%
2016	8,00%	10,18%	-2,18%
2015*	1,78%	1,64%	0,14%
2014	-	-	-
2013	-	-	-
2012	-	-	-

*18/12/2015 to 31/12/2015

NAV EVOLUTION (SINCE INCEPTION)



MONTHLY RETURNS

	January	February	March	April	May	June	July	August	September	October	November	December	Year
2018	1,51%	-3,64%											-2,19%
2017	0,16%	4,43%	0,24%	0,31%	-0,88%	-1,29%	-0,90%	-0,69%	4,24%	1,99%	1,90%	0,74%	10,51%
2016	-7,05%	1,40%	3,98%	-0,32%	2,49%	-2,98%	4,34%	0,05%	0,97%	-0,70%	4,36%	1,79%	8,00%
2015*												1,78%	1,78%
2014													
2013													

Source : Internal performance (net of fees) - *18/12/2015 to 31/12/2015

ROCHE-BRUNE FUNDS CAPITAL BRAIN® - February 2018

TOP TEN HOLDINGS

Name	Country	Weight	Attractiveness	RMV
IMERYS SA	United States	2,54%	11,4	9,24%
WILLIAMS-SONOMA INC	France	2,43%	14,1	11,11%
DUN & BRADSTREET CORP	France	2,20%	16,5	9,87%
OMNICOM GROUP	Germany	2,15%	16,1	11,26%
DANONE	United States	1,92%	11,0	8,74%
FEDEX CORP	Japan	1,92%	13,7	9,67%
CARDINAL HEALTH INC	United States	1,90%	16,2	13,04%
NEXANS SA	United States	1,86%	10,1	15,57%
NITTO DENKO CORP	United States	1,84%	18,1	11,69%
TECH DATA CORP	France	1,80%	17,4	15,46%

BEST CONTRIBUTORS

Name	Country	Performance
CELESTICA	United States	+12,4%
WPP	United States	+9,1%
RTL GROUP	United States	+5,6%
BROADRIDGE	United States	+4,1%
TECH DATA	United States	+3,1%

WORST CONTRIBUTORS

Name	Country	Performance
SALINI IMPREGILO	United States	-23,0%
INGENICO	Japan	-22,0%
NETGEAR	Switzerland	-20,0%
UPS	United States	-18,0%
TRACTOR SUPPLY	United States	-14,8%

SECTOR BREAKDOWN

	Fund	Bench
Consumer Goods	16,4%	12,3%
Finance	6,5%	22,4%
Industry	23,3%	13,9%
Commodities	5,7%	4,5%
Oil and Gas	0,0%	5,3%
Health	3,9%	11,4%
Utilities	2,8%	2,9%
Consumer services	29,6%	11,3%
Technology	9,8%	13,3%
Telecommunications	2,0%	2,8%

GEOGRAPHICAL BREAKDOWN

	Fund	Bench
United States	56,9%	56,3%
Japan	13,8%	10,6%
Germany	3,4%	3,6%
France	15,0%	4,1%
United Kingdom	3,7%	6,3%
Switzerland	1,5%	3,6%
North Europe	2,5%	2,5%
Other Europe (OECD)	1,6%	3,8%
Other (OECD)	1,6%	5,9%
Non OECD	0,0%	2,2%

MARKET CAP BREAKDOWN

Greater than 10 billion €	54,98%
5 to 10 billion €	14,60%
1 to 5 billion €	30,42%
Less than 1 billion €	0,00%

ASSET CLASS BREAKDOWN

Equities	91,11%
Finance ETF	6,03%
Cash	2,86%

IMPORTANT INFORMATION

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MAIN MOVEMENTS OVER THE MONTH

Entry	Reinforced	Reduced	Sold
IPSEN (FRA)	INGENICO (FRA)	BROADRIDGE (USA)	-
	MAXLINEAR (USA)	BT GROUP (GBR)	
	NITTO DENKO (JAP)	LENNOX (USA)	
	STEPAN (USA)	SALINI IMPREGILO (ITA)	
		SODEXO (FRA)	
		TENNECO (USA)	

RISK INDICATORS (52 weeks) - FI share class

Fund Volatility	9,90%
Benchmark Volatility	9,38%
Tracking Error	3,86%
Active Share	87,32%
Information Ratio	0,44
Sharpe ratio	0,42
Beta*	0,97

*Weighted portfolio Beta

M.U.S.T.® INDICATORS

M.U.S.T.®

Fund attractiveness	14,0/20
Return on Market Value (RMV)	8,99%
Government Bond (10Y)-RB Composite	2,00%
RMV requirement	6,38%
Risk Premium	261 bp



An investor initiative in partnership with UNEP FI and the UN Global Compact