

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): 1 205,46 EUR

Performance mai 2018 3,15%

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

Launch Date (Fund): December 18th 2015

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: RBFCBF1 LX

UCITS V: Yes

Performance engine: M.U.S.T.®



FUND MANAGERS' COMMENTARY

With the return to the forefront of Italian and Spanish political risk and Trump's statements on tariff barriers on steel and aluminium, May will have been half in jest, half in earnest.

The bad news were quickly offset by the favourable inflation dynamics in the Euro zone and the United States, which embellished Central Banks' expectations. In Europe, the ECB will be able to exit its accommodative monetary policy, which will lead to a gradual rise in sovereign rates over the medium term. On the other side of the Atlantic, statistics have reassured and the FED will be able to normalise its monetary policy without jeopardising the economic activity and the rise in prices.

Since mid-April, despite the violence of some market movements due to current events, we have seen a change of regime and a standardisation of the market after 5 months of unjustified outperformance of the most expensive stocks.

In terms of contributors, the American furniture and home furnishings distributor Williams-Sonoma (+15.8%) posted a first quarter above expectations and positively revised its 2018 target. The American distribution chain Lowe's (+15.3%), specialised in construction and gardening equipment, has benefited from several effects this month: the nomination of a new CEO (the former CEO of JC Penney), the publication of disappointing semi-annual figures and the entry into the capital for 1 billion dollars of the activist investor Bill Ackman.

In contrast, Cardinal Health (-18.8%) which provides products and services for health professionals, issued an alert on its results for the current fiscal year caused by a tax rate that will be 7% higher than expected. In Japan, Penta-Ocean Construction (-18.0%), which is specialized in infrastructure works, published mixed annual figures, but significantly improved compared to the previous financial year.

CUMULATIVE PERFORMANCE - FI CLASS

	Fund	Benchmark	Diff.
YTD	-0,77%	3,23%	-4,00%
1 month	3,15%	3,97%	-0,82%
1 year	5,19%	7,41%	-2,22%
3 years	-	-	-
5 years	-	-	-
10 years	-	-	-
Inception	20,55%	24,61%	-4,07%

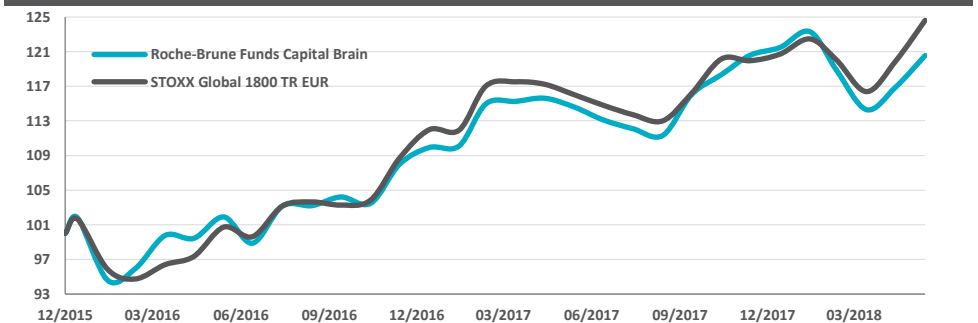
Source : Internal performance (net of fees)

YEARLY PERFORMANCE - FI CLASS

	Fund	Benchmark	Diff.
2018	-0,77%	3,23%	-4,00%
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%	-3,81%	2,24%	3,15%								-0,77%
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® - May 2018

### TOP TEN HOLDINGS

Name	Country	Weight	Attractiveness	RMV
TRACTOR SUPPLY COMPANY	United States	2,70%	14,4	7,42%
WILLIAMS-SONOMA INC	France	2,68%	14,2	10,71%
DUN & BRADSTREET CORP	France	2,23%	15,4	9,20%
COLGATE-PALMOLIVE CO	Germany	2,16%	12,7	7,35%
NITTO DENKO CORP	United States	2,13%	17,0	9,87%
THALES SA	Japan	2,11%	17,5	5,75%
OMNICOM GROUP	United States	2,10%	16,5	12,46%
ULTA BEAUTY INC	United States	1,98%	16,7	5,59%
SPIRIT AEROSYSTEMS HOLD-CL A	United States	1,96%	17,4	8,87%
CONTINENTAL AG	France	1,94%	13,6	10,48%

### BEST CONTRIBUTORS

Name	Country	Performance
WILLIAM SONOMA		+15,8%
LOWE'S		+15,3%
TECH DATA		+13,8%
W.W. GRAINGER		+9,8%
TOKYON ELECTRON		+9,3%

### WORST CONTRIBUTORS

Name	Country	Performance
CARDINAL HEALTH		-18,8%
PENTA OCEAN		-18,0%
DEUTSCHE POST		-10,1%
DOLLAR GENERAL		-9,4%
MCKESSON		-9,1%

### SECTOR BREAKDOWN

	Fund	Bench
Consumer Goods	14,5%	11,8%
Finance	0,0%	21,2%
Industry	29,4%	14,0%
Commodities	8,1%	4,5%
Oil and Gas	0,0%	6,0%
Health	3,6%	11,6%
Utilities	3,4%	3,0%
Consumer services	31,6%	11,3%
Technology	8,0%	14,0%
Telecommunications	1,4%	2,7%

### GEOGRAPHICAL BREAKDOWN

	Fund	Bench
United States	61,3%	56,9%
Japan	16,3%	10,4%
Germany	5,7%	3,5%
France	9,5%	4,0%
United Kingdom	0,0%	6,4%
Switzerland	2,9%	3,4%
North Europe	1,1%	2,4%
Other Europe (OECD)	1,6%	5,0%
Other (OECD)	1,6%	5,9%
Non OECD	0,0%	2,2%

### MARKET CAP BREAKDOWN

Greater than 10 billion €	48,91%
5 to 10 billion €	16,64%
1 to 5 billion €	34,45%
Less than 1 billion €	0,00%

### ASSET CLASS BREAKDOWN

Equities	93,37%
Finance ETF	5,79%
Cash	0,84%

### MAIN MOVEMENTS OVER THE MONTH

Entry	Reinforced	Reduced	Sold
ALTEN (FRA)	AVERY DENISON (USA)	DEUTSCHE POST (DEU)	AZA (ITA)
AUTOGRILL (ITA)	COLGATE PALMOLIVE (USA)	DOLLAR GENERAL (USA)	CYBERAGENT (JAP)
BREMBO (ITA)		IMERYS (FRA)	ELECTROLUX (SWE)
FNAC DARTY (FRA)		INTUIT (USA)	H&M (SWE)
KUEHNE NAGEL (CHE)		LOWE'S (USA)	NETGEAR (USA)
OSHKOSH (USA)		UPS (USA)	NEXANS (FRA)
PRYSMIAN (ITA)			RTL GROUP (LUX)

### RISK INDICATORS (52 weeks) - FI share class

Fund Volatility	11,42%
Benchmark Volatility	11,37%
Tracking Error	4,06%
Active Share	88,04%
Information Ratio	-0,44
Sharpe ratio	0,57
Beta*	0,94

\*Weighted portfolio Beta

### M.U.S.T.® INDICATORS

M.U.S.T.®

Fund attractiveness	13,9/20
Return on Market Value (RMV)	9,15%
Government Bond (10Y)-RB Composite	2,90%
RMV requirement	7,13%
Risk Premium	202 bp
Holdings in portfolio	63

### IMPORTANT INFORMATION

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