

INVESTMENT STRATEGY



A EURO ZONE EQUITY FUND, blend style, all capitalisations

ROCHE-BRUNE ZONE EURO ACTIONS is a pure stock picking fund with a portfolio of 50 to 65 European large and mid-cap stocks which benefit from profitable growth and an international presence.

Target : to outperform the Euro Zone equity markets with a reduced volatility

Euro Zone
Equities



ABOUT THE FUND

Fund managers : Bruno FINE & Grégoire LAVERNE

Net Asset Value per share (I): 1 467,64 EUR

1 month performance: -4,14%

Total AUM (million €): 166

Benchmark: Euro STOXX Net Return

Holding duration: 5 - 7 years

Fund type: French FCP (Fonds Commun de Placement)

Changes in management process: No

Inception date: March 1, 2006

Inception date I share: February 26, 2014

End of fiscal year: last working day in June

NAV Frequency: Daily

Type of valuation: Closing price

Type : Capitalisation

Settlement and delivery: D + 2

Dealing deadline: D Day before 11am (Paris time)

Custodian: BNP Paribas Securities Services

Fund administrator: BNP Paribas Securities Services

ISIN Code I share : FR0011720960

Annual Management fee (I): 1,00% TTC

Performance fees: 20% of the outperformance

Bloomberg code: RBEURSI FP

UCITS V: Yes

Performance engine: M.U.S.T.®

FUND MANAGER COMMENT

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.

Regarding the holdings in the portfolio, **Technicolor** (FRA) and **Ingenico** (FRA) downed sharply following these publications of yearly results. Technicolor's activity was again undermined at the end of 2017 and the company had to lower its 2020 strategic plan once again. Negotiations on the disposal of its patent business, the only positive prospect for the Group, proved to be more complicated than expected. After an excellent year 2016 and a gradual reduction of our investment, we liquidated our position in reaction to this publication. As far as Ingenico 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.

Among the positive contributors, the luxury brand **Moncler** (ITA), well-known for its down coats, the company posted a very good monthly performance with a 15% turnover growth in 2017 and promising prospects in 2018, based in particular on a new strategy that plans to increase the pace of new collections. In Healthcare, **Ipsen** (FRA) posted excellent results in 2017, with sales up by 21% and, above all, the outlook for 2018 growth once again very positive.

CUMULATED PERFORMANCE - I share

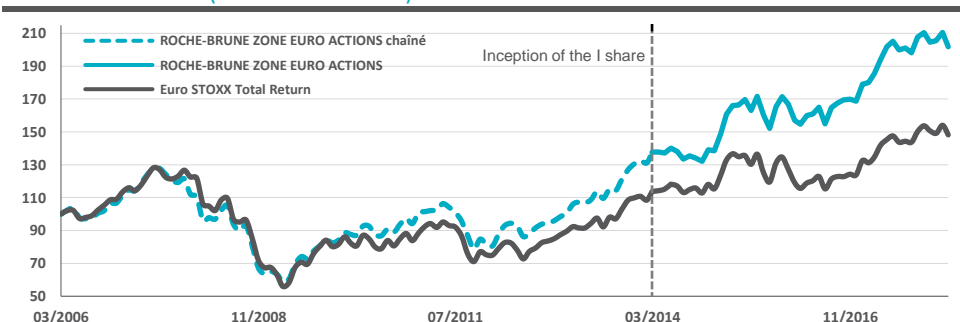
	Fund	Benchmark	Diff.
YTD	-1,77%	-0,65%	-1,12%
1 month	-4,14%	-3,79%	-0,35%
1 year	8,83%	10,07%	-1,24%
3 years	25,63%	11,66%	13,97%
5 years*	88,15%	61,83%	26,32%
10 years*	106,33%	41,24%	65,09%
Origin*	101,83%	48,22%	53,61%

ANNUAL PERFORMANCE - I share

	Fund	Benchmark	Diff.
2018	-1,77%	-0,65%	-1,12%
2017	14,72%	12,55%	2,17%
2016	7,22%	4,15%	3,07%
2015	20,58%	10,33%	10,25%
2014*	4,61%	4,14%	0,47%
2013*	31,80%	23,74%	8,06%
2012*	24,69%	19,34%	5,36%

Source: Internal performance (net of fees). Inception of the I Share the 26th February of 2014. *Past performances and NAV prior the I share inception date have been chained with the ones of the oldest share (P) adjusted for the management fees of this share

NAV EVOLUTION* (SINCE INCEPTION)



*Past performances and NAV prior the I share inception date have been chained with the ones of the oldest share (P) adjusted for the management fees of this share

	January	February	March	April	May	June	July	August	September	October	November	December	Year
2018	2,47%	-4,14%											-1,77%
2017	0,54%	2,99%	4,76%	3,88%	1,71%	-2,63%	0,65%	-1,51%	4,88%	1,29%	-2,75%	0,39%	14,72%
2016	-5,94%	-1,53%	3,43%	0,54%	2,57%	-6,13%	6,38%	1,64%	1,15%	0,28%	-0,65%	6,12%	7,22%
2015	7,45%	7,92%	3,38%	0,22%	1,98%	-3,90%	5,20%	-6,66%	-5,00%	8,74%	3,63%	-2,58%	20,58%
2014*	-1,01%	5,05%	0,07%	-0,41%	2,00%	-1,27%	-3,47%	1,52%	-1,12%	-1,38%	5,32%	-0,43%	4,61%
2013*	5,44%	1,25%	-0,37%	1,64%	4,66%	-3,66%	5,15%	-0,73%	5,90%	4,91%	2,75%	1,47%	31,80%

*Past performances and NAV prior the I share inception date have been chained with the ones of the oldest share (P) adjusted for the management fees of this share

ROCHE-BRUNE ZONE EURO ACTIONS - February 2018



TOP TEN HOLDINGS

Company	Country	Weight	Attractiveness	RMV
IMERYSA SA	France	2,95%	12,2	9,97%
DANONE	France	2,87%	12,5	8,83%
CONTINENTAL AG	Germany	2,17%	13,9	11,38%
RTL GROUP	Luxembourg	2,13%	13,4	11,96%
JERONIMO MARTINS	Italy	2,10%	18,6	8,53%
THALES SA	France	2,04%	17,9	9,40%
VEOLIA ENVIRONNEMENT	France	2,03%	13,6	10,29%
DEUTSCHE POST AG-REG	Spain	1,90%	14,0	8,66%
PRYSMIAN SPA	Italie	1,89%	13,3	10,53%
CARREFOUR SA	Italy	1,77%	10,0	11,30%

BEST CONTRIBUTORS

Company	Country	
MONCLER	Italy	+8,1%
IPSEN	France	+7,0%
AKZO NOBEL	Netherlands	+5,8%
RTL GROUP	Luxembourg	+5,6%
BPOST	Belgium	+4,1%

WORST CONTRIBUTORS

Company	Country	
SALINI IMPREGILO	Italy	-23,0%
INGENICO	France	-22,0%
VALEO	France	-15,8%
BREMBO	Italy	-11,5%
NEXANS	France	-11,1%

MAIN MOVES DURING THE MONTH

New	Strengthened	Reduced	Sold
GrandVision (NLD)	A2A (ITA)	Bpost (BEL)	Technicolor (FRA)
	Beiersdorf (DEU)	CIE Automotive (ESP)	
	Carrefour (FRA)	Salini Impregilo (ITA)	
	Danone (FRA)	Sodexo (FRA)	
	Suez (FRA)		
	Vinci (FRA)		

RISK INDICATORS (52 weeks) - I share

Fund volatility	11,46%
Benchmark volatility	11,83%
Tracking Error	4,04%
Active Share	84,23%
Information ratio	-0,15
Sharpe ratio	0,91
Bêta	0,91

M.U.S.T.® INDICATORS



Fund attractiveness	13,4/20
Return on Market Value (RMV)	10,26%
Government bonds 10 y yield	1,06%
Required RMV	5,15%
Risk premium	511 bp

SECTOR BREAKDOWN

	Fund	Bench.
Consumer staples	20,2%	18,1%
Financials	5,1%	23,0%
Industry	30,9%	16,7%
Raw materials	10,0%	7,8%
Oil & Gas	0,0%	5,0%
Healthcare	4,8%	7,5%
Utilities	7,3%	5,1%
Consumer discretionary	16,5%	6,1%
Technology	5,2%	7,0%
Telecoms	0,0%	3,6%

COUNTRY BREAKDOWN

	Fund	Bench.
Germany	13,9%	28,5%
Others	6,4%	6,5%
Austria	6,1%	0,9%
Belgium	6,8%	3,7%
Spain	5,7%	9,6%
Finland	3,0%	3,5%
France	40,9%	32,3%
Italy	11,7%	6,8%
Netherlands	5,4%	8,2%

BREAKDOWN BY MARKET CAP

Higher than € 10 Bn	39,2%
From € 5 to 10 Bn	15,4%
From € 1 to 5 Bn	35,4%
Lower than € 1 Bn	10,1%

BREAKDOWN BY ASSET CLASS

Equities	91,7%
ETF Equities	4,9%
Futures on equities	0,0%
Cash	3,4%

RELEVANT INFORMATION

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