

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): 1 447,11 EUR

1 month performance: -0,24%

Total AUM (million €): 138

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

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.

On the portfolio side, this month our underweight accounting to the financial securities' sector positively impacted our performance.

In terms of contributors, Pfeiffer Vacuum Technology (+22.3%), a German vacuum pump manufacturer that joined the fund in April, had a very good month in May after the publication of excellent results for the first quarter of 2018. Devoteam (+17.6%), a specialist in IT consulting, posted an organic growth of 17% in the first quarter 2018 and is revising upwards its 2018 revenue and operating margin objectives.

In contrast, the German Deutsche Post (-10.1%) published disappointing results in the first quarter, penalized in particular by negative currency impacts. The company remains very attractive in a context of strong volume growth in its "Express" division. The French cablemaker Nexans (-12.9%) has disappointed on its first quarter figures with a 2% drop in sales penalized by a 30.5% drop in its high voltage submarine activity which suffers from a very unfavourable base effect. In the sector, we are focusing on Prysmian, the industry benchmark which is currently completing the acquisition of General Cable in the United States.

CUMULATED PERFORMANCE - I share

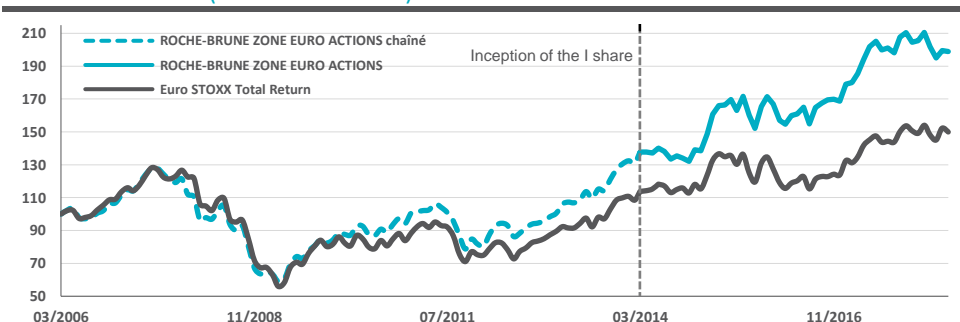
	Fund	Benchmark	Diff.
YTD	-3,15%	0,53%	-3,67%
1 month	-0,24%	-1,50%	1,27%
1 year	-3,05%	1,64%	-4,69%
3 years	17,24%	10,60%	6,64%
5 years*	75,04%	53,76%	21,28%
10 years*	89,10%	36,91%	52,19%
Origin*	99,01%	49,98%	49,03%

ANNUAL PERFORMANCE - I share

	Fund	Benchmark	Diff.
2018	-3,15%	0,53%	-3,67%
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%	-3,37%	2,28%	-0,24%								-3,15%
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 - May 2018



TOP TEN HOLDINGS

Company	Country	Weight	Attractiveness	RMV
THALES SA	France	3,19%	18,2	5,66%
CONTINENTAL AG	Allemagne	2,66%	13,6	10,59%
FNAC DARTY SA	Germany	2,40%	15,8	12,14%
AUTOGRILL SPA	Italie	2,28%	12,1	5,91%
BARCO N.V.	Italy	2,20%	13,7	5,82%
VEOLIA ENVIRONNEMENT	France	2,20%	13,4	9,01%
UCB SA	Belgique	2,16%	12,5	8,47%
DUERR AG	Spain	2,13%	14,7	9,97%
ALTEN SA	France	2,07%	12,4	8,17%
PRYSMIAN SPA	Italy	2,03%	13,8	9,24%

BEST CONTRIBUTORS

Company	Country	
PFEIFFER VACUUM	Germany	+22,3%
DEVOTEAM	France	+17,6%
STABILUS	Luxembourg	+15,7%
LISI	France	+10,8%
KENDRION	Netherlands	+7,9%

WORST CONTRIBUTORS

Company	Country	
AZA	Italy	-12,9%
NEXANS	France	-12,9%
SALINI IMPREGILO	Italy	-11,3%
DEUTSCHE POST	Germany	-10,1%
CARREFOUR	France	-9,5%

MAIN MOVES DURING THE MONTH

New	Strengthened	Reduced	Sold
-	ACERINOX (ESP)	A2A (ITA)	EVONIK (DEU)
	AKZO NOBEL (NLD)	DEUTSCHE POST (DEU)	SODEXO (FRA)
	ALTEN (FRA)	MONCLER (ITA)	
	BREMBO (ITA)	NEXANS (FRA)	
	CARREFOUR (FRA)	PORR (AUT)	
	DUERR (DEU)	RTL GROUP (LUX)	
	FNAC-DARTY (FRA)	WOLTERS KLUWER (NLD)	
	GRANDVISION (NLD)		
	PRYSMIAN (ITA)		
	...		

RISK INDICATORS (52 weeks) - I share

Fund volatility	11,46%
Benchmark volatility	12,26%
Tracking Error	4,61%
Active Share	86,65%
Information ratio	-1,15
Sharpe ratio	-0,13
Bêta	0,87

M.U.S.T.® INDICATORS



Fund attractiveness	13,8/20
Return on Market Value (RMV)	9,40%
Government bonds 10 y yield	1,03%
Required RMV	4,93%
Risk premium	447 bp
Holdings in portfolio	57

SECTOR BREAKDOWN

	Fund	Bench.
Consumer staples	16,7%	18,5%
Financials	7,3%	20,6%
Industry	35,9%	16,8%
Raw materials	8,2%	7,9%
Oil & Gas	0,0%	5,6%
Healthcare	6,0%	7,8%
Utilities	6,5%	5,3%
Consumer discretionary	13,9%	6,2%
Technology	5,5%	7,8%
Telecoms	0,0%	3,4%

COUNTRY BREAKDOWN

	Fund	Bench.
Germany	18,6%	28,5%
Others	5,1%	7,1%
Austria	6,5%	0,8%
Belgium	6,2%	3,4%
Spain	6,9%	9,3%
Finland	3,8%	3,5%
France	34,2%	32,7%
Italy	12,3%	6,5%
Netherlands	6,3%	8,3%

BREAKDOWN BY MARKET CAP

Higher than € 10 Bn	37,7%
From € 5 to 10 Bn	13,6%
From € 1 to 5 Bn	41,3%
Lower than € 1 Bn	10,9%

BREAKDOWN BY ASSET CLASS

Equities	91,2%
ETF Equities	4,8%
Futures on equities	2,3%
Cash	4,0%

RELEVANT INFORMATION

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