

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): 1 267,72 EUR

1 month performance: 3,92%

Total AUM (million €): 105

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 fees (I): 0,85% TTC max

External administrative fees (I): 0,15% TTC max

Performance fees: 20% of the outperformance

Bloomberg code: RBEURSI FP

UCITS V: Yes

Performance engine: M.U.S.T.®

Risk and return profile:

1	2	3	4	5	6	7
---	---	---	---	---	---	---

FUND MANAGER COMMENT

February 2019 was characterized by the publication of results that led the way on the market. Indeed, 80% of the STOXX Europe 600 companies published their annual results, 70% of them posted sales growth and 65% net income growth. Nearly 58% of these European companies positively surprised the analysts! After a tough 2018 year and some drastic revisions by the analysts, this trend seems to look like a "soft landing". Nonetheless we will remain very careful on stock selection in order to avoid disappointments!

From a sector point of view, our monthly performance benefited from our exposure and stock selection in the sector of Consumer Services; on the other side, the Industrial stocks penalized the portfolio performance.

Regarding negative contributors, Tarkett (-10.1%) 2018 results disappointed as the company expects a weak dynamic for the current year. The flooring specialist will introduce its new strategic plan in June. Prysmian (-4.2%) is once again penalized by an incident affecting the WesternLink project, but the problem is located on a land-based part of the cable, making it easier and faster to repair than if it had occurred on an underwater section.

As for positive contributors, Barco (+25.7%) keeps going on with a remarkable performance : 2018 results exceeded expectations with a solid 2019 outlook. We keep on reducing gradually ot weight in the portfolio, while share price rises. FNAC Darty (+20.4%) warned about its results in January due to the "Gilets Jaunes" demonstration, but still manage to publish 2018 results in line with expectations. The company also confirmed its mid-term objectives.

CUMULATED PERFORMANCE - I share

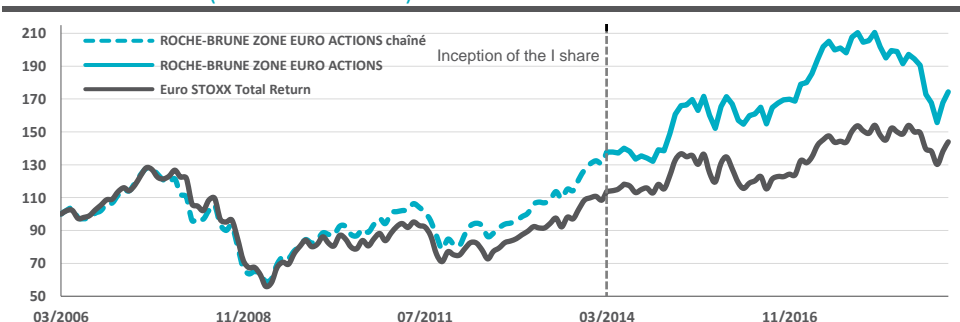
	Fund	Benchmark	Diff.
YTD	11,93%	10,56%	1,37%
1 month	3,92%	4,05%	-0,13%
1 year	-13,62%	-2,88%	-10,75%
3 years	12,68%	24,50%	-11,82%
5 years*	26,59%	26,47%	0,11%
10 years*	195,37%	157,07%	38,29%
Origin*	74,34%	43,96%	30,38%

ANNUAL PERFORMANCE - I share

	Fund	Benchmark	Diff.
2019	11,93%	10,56%	1,37%
2018	-24,20%	-12,72%	-11,47%
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%

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%	-3,71%	2,90%	-1,41%	-1,99%	-9,28%	-3,00%	-7,11%	-24,20%
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 2019

### TOP TEN HOLDINGS

Company	Country	Weight	Attractiveness	RMV
VEOLIA ENVIRONNEMENT	France	3,73%	14,9	9,65%
ALTEN SA	France	3,51%	13,1	8,64%
TOTAL SA	Germany	3,44%	12,8	15,35%
GRANDVISION NV- W/I	Pays-Bas	2,90%	13,0	8,30%
DEUTSCHE POST AG-REG	Italy	2,84%	15,4	12,71%
PRYSMIAN SPA	Italie	2,47%	18,7	15,32%
JERONIMO MARTINS	Portugal	2,47%	14,7	7,88%
FNAC DARTY SA	Spain	2,38%	15,2	15,21%
BREMBO SPA	Italie	2,31%	14,3	10,53%
ARKEMA	Italy	2,24%	12,6	13,48%

### BEST CONTRIBUTORS

Company	Country	
BARCO	Belgium	+25,7%
VOLKERWESSELS	Netherlands	+21,8%
FNAC DARTY	France	+20,4%
VILLEROY & BOCH	Germany	+16,6%
THALES	France	+12,0%

### WORST CONTRIBUTORS

Company	Country	
TARKETT	France	-10,1%
RECTICEL	Belgium	-8,5%
STABILUS	France	-6,8%
PRYSMIAN	Italy	-4,2%
MANITOU	France	-3,9%

### SECTOR BREAKDOWN

	Fund	Bench.
Consumer staples	12,4%	17,7%
Financials	8,9%	20,8%
Industry	31,0%	15,8%
Raw materials	8,7%	8,5%
Oil & Gas	3,6%	6,1%
Healthcare	6,6%	8,4%
Utilities	7,5%	5,2%
Consumer discretionary	13,1%	5,7%
Technology	7,6%	8,4%
Telecoms	0,7%	3,6%

### COUNTRY BREAKDOWN

	Fund	Bench.
Germany	17,9%	29,0%
Others	5,9%	6,3%
Austria	4,1%	0,8%
Belgium	5,9%	3,4%
Spain	5,3%	9,1%
Finland	2,8%	3,7%
France	38,3%	33,1%
Italy	13,0%	6,3%
Netherlands	6,8%	8,5%

### BREAKDOWN BY MARKET CAP

Higher than € 10 Bn	34,3%
From € 5 to 10 Bn	13,0%
From € 1 to 5 Bn	41,8%
Lower than € 1 Bn	10,9%

### BREAKDOWN BY ASSET CLASS

Equities	89,8%
ETF Equities	5,4%
Futures on equities	3,0%
Cash	4,8%

### MAIN MOVES DURING THE MONTH

New	Strengthened	Reduced	Sold
BEIERSDORF (DEU)	DEUTSCHE POST (DEU)	ACERINOX (ESP)	HENKEL (DEU)
	IMA (ITA)	BARCO (BEL)	
	INDITEX (ESP)	ID LOGISTICS (FRA)	
	THALES (FRA)	IMERYS (FRA)	
	TOTAL (FRA)	PFEIFFER V. (DEU)	

### RISK INDICATORS (52 weeks) - I share

Fund volatility	14,78%
Benchmark volatility	13,50%
Tracking Error	5,83%
Active Share	81,98%
Information ratio	-1,85
Sharpe ratio	-0,95
Bêta	1,01

### M.U.S.T.® INDICATORS

	M.U.S.T.®
Fund attractiveness	13,9/20
Return on Market Value (RMV)	10,74%
Government bonds 10 y yield	1,10%
Required RMV	5,63%
Risk premium	511 bp
Holdings in portfolio	52

### RELEVANT INFORMATION

Past performances provide no guide for the future, and nor are they a guarantee of future yields. Performances presented include all fees, excluding potential commissions for subscription and repurchase. This document is not contractual and only provides information indicatively. In no way does it represent an offer to purchase securities or a public request for savings if this fund does not gain prior authorisation. The subscriber, the holder of shares in this fund, acknowledges having received the information note or the prospectus previously required by the AMF. Any additional information may be obtained on request from the asset management company of this fund.

© 2018 Morningstar. All Rights Reserved. The information contained herein: (1) is proprietary to Morningstar and/or its content providers; (2) may not be copied or distributed; and (3) is not warranted to be accurate, complete or timely. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this information. Past performance is no guarantee of future results.

Roche-Brune AM is a signatory to the PRI (Principles for Responsible Investment) - [www.unpri.org](http://www.unpri.org)

This document is a free translation of the French document, which alone is authentic.



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

