

INVESTMENT STRATEGY



A EUROPEAN EQUITY FUND, blend style, large and mid capitalisations

ROCHE-BRUNE EUROPE 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 European equity markets with a reduced volatility

European Equities



ABOUT THE FUND

Fund managers : Bruno FINE & Grégoire LAVERNE

Net Asset Value per share (I): 1 283,80 EUR

1 month performance: 4,10%

Total AUM: 86 million EUR

Benchmark: STOXX Europe 600 Net Return

Holding duration: 5 - 7 years

Fund type: French Mutual Fund

Changes in management process: September 30, 2005

Inception date: March 17, 2003

Fund's share inception date: February 6, 2014

End of fiscal year: last working day in September

NAV Frequency: Daily

Type of valuation: Closing price

Type : Capitalisation

Settlement and delivery: D + 2

Dealing deadline: Day D before 12:30pm (Paris time)

Custodian: BNP Paribas Securities Services

Fund administrator: BNP Paribas Securities Services

ISIN Code (I) : FR0011686930

Annual Management fees (I): 0,85% TTC max

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

Performance fees: 20% of the outperformance

Bloomberg code: RBCAPAI FP

UCITS V: Yes

Performance engine: M.U.S.T.®

Risk and return profile:

1	2	3	4	5	6	7
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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, 75% of them posted sales growth and 68% net income growth. Nearly 60% 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 its 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

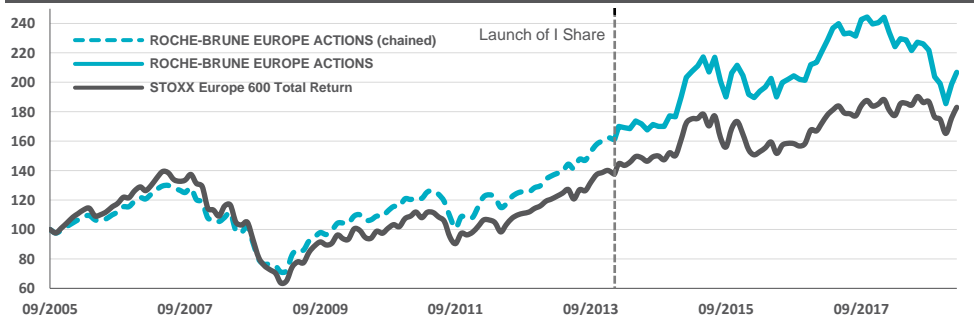
	Fund	Benchmark	Diff.
YTD	11,48%	10,74%	0,74%
1 month	4,10%	4,15%	-0,05%
1 year	-11,61%	1,05%	-12,66%
3 years	9,13%	21,40%	-12,27%
5 years*	21,65%	26,48%	-4,84%
10 years*	191,46%	187,55%	3,91%
Inception**	107,22%	83,02%	24,20%

ANNUAL PERFORMANCE - I share

	Fund	Benchmark	Diff.
2019	11,48%	10,74%	0,74%
2018	-22,85%	-10,77%	-12,08%
2017	13,44%	10,58%	2,87%
2016	3,56%	1,73%	1,83%
2015*	15,94%	9,60%	6,34%
2014*	8,89%	7,20%	1,69%
2013*	25,18%	20,79%	4,39%

Source : Internal performance (net of fees). Inception of the I Share the 6th February of 2014.\*Performances and NAV before inception of Part I have been chained with the ones of the oldest Part (P), adjusted for the management fees of this share. \*\* Since 30/09/2005, shift to a European Index

NAV EVOLUTION\* (SINCE OCTOBER 2005\*\*)



\*Performances and NAV before inception of Part I have been chained with the ones of the oldest Part (P), adjusted for the management fees of this share. \*\* Since 30/09/2005, shift to a European Index

MONTHLY RETURN - I share

	January	February	March	April	May	June	July	August	September	October	November	December	Year
2018	1,59%	-4,22%	-4,21%	2,43%	-0,32%	-3,20%	2,60%	-0,54%	-1,90%	-8,09%	-2,33%	-6,82%	-22,85%
2017	0,78%	3,30%	3,59%	3,62%	1,27%	-2,88%	0,28%	-0,91%	4,80%	0,73%	-1,92%	0,33%	13,44%
2016	-6,25%	-1,23%	2,36%	1,46%	3,01%	-6,29%	5,17%	1,14%	1,10%	-1,11%	-0,32%	5,26%	3,56%
2015	7,63%	7,01%	2,03%	1,80%	2,88%	-4,74%	4,82%	-7,50%	-5,27%	8,56%	2,56%	-3,30%	15,94%
2014*	-0,81%	5,72%	-0,47%	-0,41%	3,05%	-1,04%	-2,40%	2,16%	-0,71%	-0,01%	4,19%	-0,39%	8,89%
2013*	3,43%	1,61%	1,25%	0,82%	3,75%	-2,07%	4,49%	-0,51%	3,99%	3,23%	1,51%	1,39%	25,18%

Source : Roche-Brune (net of fees).

ROCHE-BRUNE EUROPE ACTIONS - February 2019



TOP TEN HOLDINGS

Company	Country	Weight	Attractiveness	RMV
ALTEN SA	France	3,58%	13,1	8,64%
VEOLIA ENVIRONNEMENT	France	3,55%	14,9	9,65%
TOTAL SA	France	3,45%	12,8	15,35%
DEUTSCHE POST AG-REG	Germany	2,98%	15,4	12,71%
GRANDVISION NV- W/I	Netherlands	2,74%	13,0	8,30%
ARKEMA	France	2,73%	12,6	13,48%
PRYSMIAN SPA	Italy	2,62%	18,7	15,32%
FNAC DARTY SA	France	2,56%	15,2	15,21%
JERONIMO MARTINS	Portugal	2,39%	14,7	7,88%
BARCO N.V.	Belgium	2,19%	15,1	6,62%

BEST CONTRIBUTORS

Company	Country	Performance
BARCO	Belgium	+25,7%
VOLKERWESSELS	Netherlands	+21,8%
FNAC DARTY	France	+20,4%
ELECTROLUX	Sweden	+13,1%
THALES	France	+12,0%

WORST CONTRIBUTORS

Company	Country	Performance
TARKETT	France	-10,1%
STABILUS	France	-6,8%
PRYSMIAN	Italy	-4,2%
MANITOU	France	-3,9%
AUTOGRILL	Italy	-3,8%

MAIN MOVES DURING THE MONTH

New	Strengthened	Reduced	Sold
BEIERSDORF (DEU)	DEUTSCHE POST (DEU)	BARCO (BEL)	CONZZETA (CHE)
	IMA (ITA)	IMERYS (FRA)	HENKEL (DEU)
	INDITEX (ESP)	MANITOU (FRA)	
	THALES (FRA)	PFEIFFER V. (DEU)	
		ROCHE (CHE)	

RISK INDICATORS (52 weeks) - I share

Fund volatility	14,36%
Benchmark volatility	12,64%
Tracking Error	5,34%
Active Share	83,75%
Information ratio	-2,42
Sharpe ratio	-0,86
Bêta	1,06

M.U.S.T.® INDICATORS

Fund attractiveness	14,1/20
Return on Market Value (RMV)	10,61%
Government bonds 10 y yield	1,10%
Required RMV	5,85%
Risk premium	476 pb

SECTOR BREAKDOWN

	Fund	Bench.
Consumer staples	12,8%	18,0%
Financials	8,8%	21,1%
Industry	28,1%	14,1%
Raw materials	8,4%	7,3%
Oil & Gas	5,3%	7,0%
Healthcare	8,0%	13,7%
Utilities	6,9%	4,0%
Consumer discretionary	14,1%	6,5%
Technology	5,3%	5,1%
Telecoms	2,5%	3,1%

COUNTRY BREAKDOWN

	Fund	Bench.
Germany	16,9%	13,4%
Others	4,8%	3,3%
Benelux	12,6%	8,2%
Spain	5,2%	4,7%
Finland	3,2%	2,2%
France	34,1%	17,0%
Italy	12,8%	3,3%
Danemark, Norway, Sweden	4,9%	7,9%
United-Kingdom	0,0%	25,4%
Switzerland	5,5%	14,6%

BREAKDOWN BY MARKET CAP

Higher than € 10 Bn	40,30%
From € 5 to 10 Bn	15,85%
From € 1 to 5 Bn	43,43%
Lower than € 1 Bn	0,42%

BREAKDOWN BY ASSET CLASS

Equities	88,86%
Bank & Insurance ETF	8,42%
Cash	2,72%

RELEVANT INFORMATION

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