

Monthly Reporting



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SELECTION ALPHA VALEURS EUROPE

October 2018

Net Asset Value : 103,64 €	Currency	Euro
Benchmark : DJ EuroStoxx 600 Net Div. Reinvested in Euros	ISIN Code	FR0013179900
Management fees : 1,50%	Bloomberg Code	CARASAE FP
Performance Fees : 15% of the performance over the Benchmark if the performance is positive.	Legal Form	French UCITS Fund
Indicateur SRRI	1 2 3 4 5 6 7	

October was marked by a significant correction in equity markets. Trade tensions and signs of slowing Chinese exports have led the central bank of China to strengthen its economic support measures. In the United States, the Fed is worried about global growth because of protectionist measures on both sides of the globe, while remaining confident about short-term prospects. Also, the delicate discussions on the Italian budget, the rise in government bond yields, the disappointing publications in Europe and the comments of Mr Draghi on the signs of weakening growth in Europe have been decisive factors in led to a decline in equity markets.

Some sectors were hit harder this October, including luxury, technology and small and midcaps. This can be seen as a broad wave of profit taking on the sectors that have performed the most in recent years. The various European indices suffered with a stoxx 600 losing 5.63% over the month when the CAC 40 yields 7.28% and the S & P 500 6.94%.

Sélection Alpha Valeurs Europe fund held up well against the sharp fall in equity markets in October. All sectors suffered strong declines with one exception, the Telecoms sector. All other sectors finish the month down.

The defensive positioning of the fund during this period made it possible to resist the decline with some good performances in our stock-picking. Several stocks strongly contribute to the outperformance of the fund, including Novartis (+ 4.57%, whose results were better than expected, Nokia (+ 3.53%, which posted good results for Q3 and ensures even better results for Q4) thanks to the development of 5G in Europe) and insurers Scor and Swiss Life (+ 1.16% and + 1.47%, which benefit from the current interest rate environment).

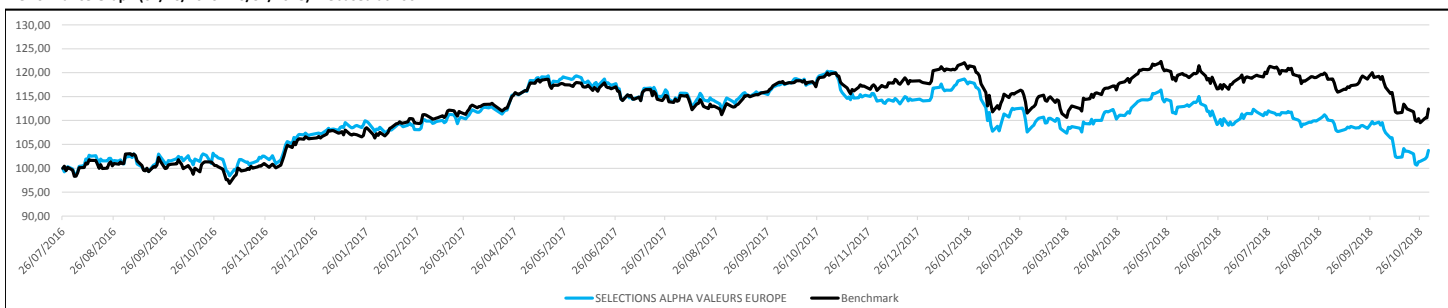
On the other hand, the worse than expected results of Fresenius Medical Care (-22.34%), DSM (-15.89%) and Schindler (-12.38%) weighed on the fund's performance.

The month of November will undoubtedly be marked by the midterm elections in the US which will print the trend of the next weeks. However, we believe that the decline in equity markets seems to have bottomed out. Only a defeat of magnitude (loss of the two chambers for the benefit of the Democrats) could cause a new wave of decline.

Performances of the fund	January	February	March	April	May	June	July*	August	Sept.	October	Nov.	Dec.	Ytd*
2016 Fund							0,24%	0,74%	0,54%	0,25%	0,77%	4,53%	7,30%
Benchmark							3,75%	0,74%	-0,11%	-1,03%	1,02%	5,75%	6,65%
2017 Fund	0,37%	0,65%	3,54%	2,76%	2,94%	-3,69%	-0,38%	0,05%	2,66%	2,36%	-4,05%	-0,68%	6,34%
Benchmark	-0,31%	3,05%	3,32%	1,98%	1,45%	-2,53%	-0,35%	-0,79%	3,90%	1,91%	-2,02%	0,72%	10,58%
2018 Fund	2,33%	-4,17%	-2,83%	2,12%	0,33%	-0,91%	0,69%	-0,96%	-0,74%	-5,06%			-9,08%
Benchmark	1,66%	-3,81%	-1,99%	4,49%	0,13%	-0,63%	3,14%	-2,14%	0,32%	-5,53%			-4,68%

* fund created on 07/04/2016 and invested on 07/26/2016

Performance Graph (07/26/2016 - 10/31/2018)- Rebased at 100



Equity Exposure	91,0%	Beta	0,97	Currency Exposure		
Equity Futures Exposure	-2,2%			(With Currency Hedging)		
Cash Position	4,4%					
Sectors Breakdown				Country Breakdown		

Performance Attribution from 09/28/2018 to 10/31/2018

Positive Contributions				Negative Contributions			
Stock	Contrib.	Perf.	Curr. Effect	Stock	Contrib.	Perf.	Curr. Effect
NOVARTIS AG-REG	0,17%	4,57%	-0,28%	FRESENIUS MEDICAL CARE AG &	-0,86%	-22,34%	0,00%
NOKIA OYJ	0,16%	3,53%	0,00%	KONINKLUKE DSM NV	-0,64%	-15,89%	0,00%
SHIRE PLC	0,05%	1,22%	0,45%	SCHINDLER HOLDING-PART CERT	-0,52%	-12,38%	-0,28%
SCOR SE	0,04%	1,16%	0,00%	EIFFAGE	-0,45%	-11,02%	0,00%
SWISS LIFE HOLDING AG-REG	0,03%	1,47%	-0,28%	DEUTSCHE POST AG-REG	-0,43%	-10,79%	0,00%

Main long Positions	Weight
ORSTED A/S	4,0%
AIRBUS SE	4,0%
SIKA AG-REG	3,9%
QIAGEN N.V.	3,8%
DANONE	3,8%
DEUTSCHE POST AG-REG	3,8%
LONZA GROUP AG-REG	3,8%
NOKIA OYJ	3,8%

Main short Positions	Weight

Main Buy / Sell
Bought
ACCIONA SA
ORSTED A/S
Sold
GROUPE BRUXELLES LAMBER
IMPERIAL BRANDS PLC