



# ECHIQUIER MAJOR SRI GROWTH EUROPE A

OCTOBER 2020 (data as of 10/31/2020)



Echiquier Major SRI Growth Europe is a bottom up stock-picking fund. It invests in European large-cap growth stocks, leaders in their industry.



737 M€  
Net assets



278.29 €  
NAV

## Characteristics

Inception date	03/11/2005
ISIN	FR0010321828
Bloomberg code	ECHMAJR FP
Base currency	EUR
Income allocation	Accumulation
Ref. Indic.	MSCI EUROPE NR

## Financial information

Subscription/ redemption fee	3% max. / None
Yearly management fees	2.392% incl. taxes
Performance fee	No
Liquidity	Daily
Cut off	Noon
Settlement	D+2
Fund administrator	Société Générale
Custodian	BNP Paribas Securities Services

## Risk and reward profile (%)

(based on weekly figures)

	1 year	3 Y	5 Y
Fund volatility	26.6	18.9	16.7
Ref. indicator volatility	29.0	19.5	17.6
Sharpe ratio	0.2	0.4	0.4
Beta	0.9	0.9	0.9
Information ratio	1.9	1.3	0.7
Tracking error	6.9	6.1	5.9

Lower risk, potentially lower return Higher risk, potentially higher return



This indicator represents the risk profile shown in the KIID. The risk category is not guaranteed and can change during the month.

Recommended investment horizon

5 years

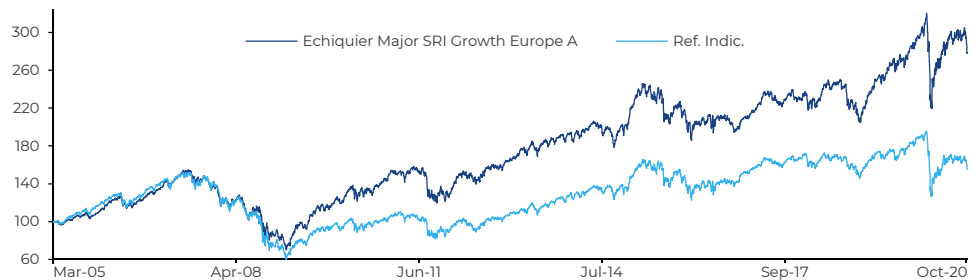
## Fund Manager comments

Echiquier Major SRI Growth Europe A turned in a negative performance of -5.91% monthly and of -5.30% year-to-date.

October was marked by a sharp and continuous rise in the number of Covid-19 cases in Europe, a tragic phenomenon that reached its height with the lockdown announced in the last week of the month in most European countries. In addition to this, there were concerns about the US presidential elections, questions about a US recovery plan and the stalling of negotiations between the European Union and the UK. With this climate of anxiety, the European market underwent a correction. In the light of this, the fund underperformed its index. The greatest detractors included our securities in two software companies, SAP and TEMENOS. These two companies reported figures somewhat below expectations but, more importantly, announced more rapid migration to a Cloud-subscription model, which will have a dilutive effect in the short term, but should lead to growth in the medium term. The best performances were primarily seen in so-called defensive securities, such as CELLNEX, MICHELIN, PARTNERS GROUP or L'ORÉAL, which benefited from their safe-haven status. In terms of movements, we have sold our position in PRUDENTIAL in order to reduce our exposure to the UK.

Fund Manager: Adrien Bommelaer

## Evolution of the performance of the fund and its reference indicator since inception (base 100)



Ref. Indic.: source Bloomberg

## Cumulative performance (%)

	Fund	Ref. Indic.
1 month	-5.9	-5.0
YTD	-5.3	-17.1
3 Y	+16.8	-7.5
5 Y	+26.5	+2.8
Since inception	+178.3	+55.6

## Annualised performance (%)

	Fund	Ref. Indic.
1 year	-0.6	-13.6
3 Y	+5.3	-2.6
5 Y	+4.8	+0.5
Since inception	+6.8	+2.9

## Performance history (%)

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year	
													Fund	Ref. Indic.
2016	-5.7	-1.8	+1.5	+0.6	+3.5	-3.1	+2.1	-0.6	-1.0	-4.0	+0.8	+4.0	-4.0	+2.6
2017	+0.0	+3.2	+4.2	+2.9	+1.9	-2.8	-1.3	-0.4	+3.0	+3.5	-4.6	+0.2	+9.6	+10.2
2018	+2.3	-2.7	-1.4	+3.4	+4.0	-0.3	+1.5	+1.8	-1.9	-7.3	-1.3	-6.0	-8.3	-10.6
2019	+5.2	+6.1	+4.9	+3.9	-2.1	+5.0	+2.6	+0.6	+0.9	+2.0	+3.6	+1.8	+40.0	+26.1
2020	+0.8	-5.6	-9.9	+6.8	+3.7	+2.9	+0.1	+3.5	-0.6	-5.9			-5.3	-17.1

## For more information

The fund is invested on financial markets. It presents a risk of capital loss.

Past performance is not a reliable indicator of future performance and is not constant over time.

Performance of the fund and the benchmark are calculated net of income (as of the 2013 financial year). Until 2012, however, the performance of the benchmark did not include income.

This commercial document aims to inform you in a simple way on the fund's characteristics.

For more information about risks and fees, please refer to the KIID, prospectus or contact your usual representative.

4 stars in Morningstar category Europe Large-Cap Growth Equity as at 30/09/2020.

© 2020 Morningstar, Inc. All Rights Reserved. The information contained herein: (1) is proprietary to Morningstar; (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.

## Fund Profile

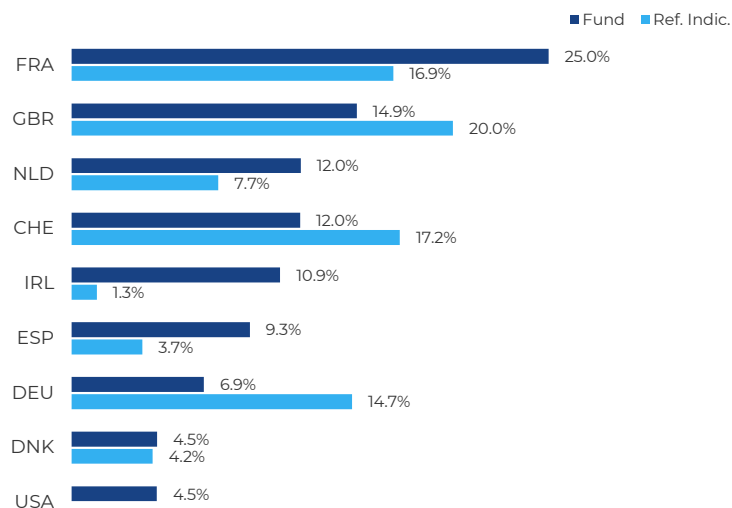
EV/Sales 2020	6.5
PER 2020	27.4
Active share	81.4%
Cash (% of the net assets)	2.6%

Yield	1.4%
Number of positions	33
Average market capitalization (M€)	70,867
Median market capitalization (M€)	32,853

Source: LFDE

## Geographic breakdown

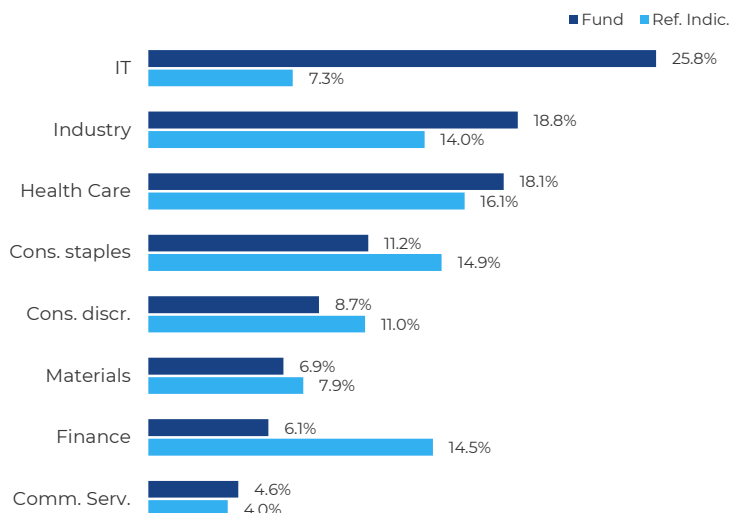
(% of the net assets without cash)



Source: LFDE

## Sector breakdown (GICS)

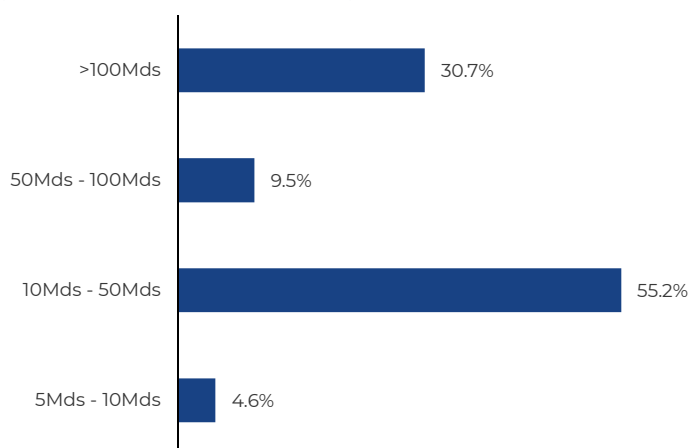
(% of the net assets without cash)



Source: Bloomberg

## Capitalization breakdown (€)

(% of the net assets without cash)



Source: LFDE

## Top holdings

Holdings	Country	Sector	% of the net assets
Cellnex	ESP	Comm. Serv.	4.5
Novo Nordisk	DNK	Health Care	4.4
Infineon	DEU	IT	3.9
Kerry	IRL	Cons. staples	3.9
ASML	NLD	IT	3.8
Air Liquide	FRA	Materials	3.7
Schneider	FRA	Industry	3.7
Accenture	IRL	IT	3.5
Philips	NLD	Health Care	3.5
Teleperformance	FRA	Industry	3.4
Total weight of the top 10 holdings:			<b>38.3%</b>

Source: LFDE

## Performance analysis (monthly)

Top 3 contributors		
Holdings	Performance	Contribution
Cellnex	+6.0	+0.2
Straumann	+3.7	+0.1
LVMH	+0.7	+0.0
Weight of the 3 best performers: <b>8.7%</b>		

Flop 3 contributors		
Holdings	Performance	Contribution
SAP	-31.1	-1.2
Temenos	-19.9	-0.5
Fidelity Nat. Info.	-14.8	-0.4
Weight of the 3 worst performers: <b>6.8%</b>		

Source: LFDE

ESG Data

<b>Selectivity rate*</b>	<b>34%</b>
Minimum ESG score	6.0/10
Number of issuers covered by the ESG analysis	33
% of positions covered by the ESG analysis	100%
Average ESG rating	7.2/10

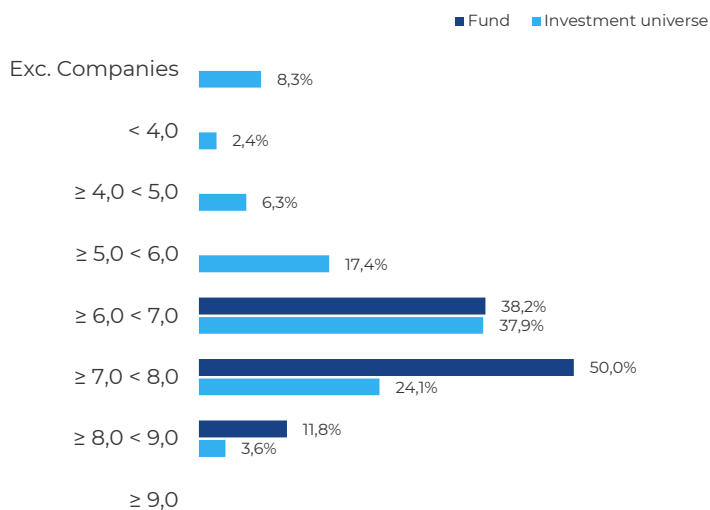
\*Selectivity rate: percentage of the investment universe excluded due to ESG criteria

Top ESG ratings of the fund

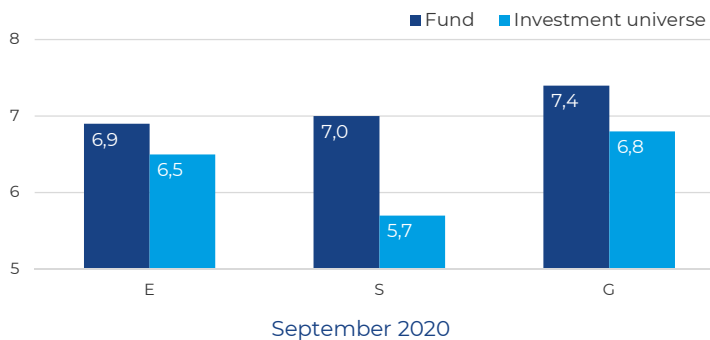
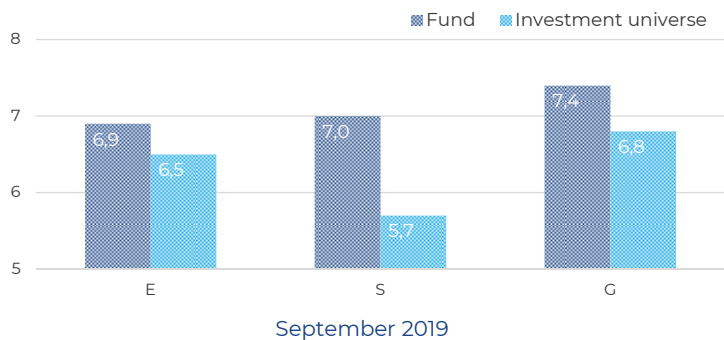
Name	Country	ESG score	E	S	G
SCHNEIDER	France	8.4	9.1	7.9	8.3
ASML	Netherlands	8.1	8.2	7.7	8.2
RELX	UK	8.0	8.2	7.7	8.1
L'OREAL	France	8.0	8.3	7.8	7.9
AMADEUS IT	Spain	7.9	7.3	8.2	7.9

Weight of the 5 best ESG score: **16.0%**

Distribution of ESG ratings of the fund and the investment universe\*

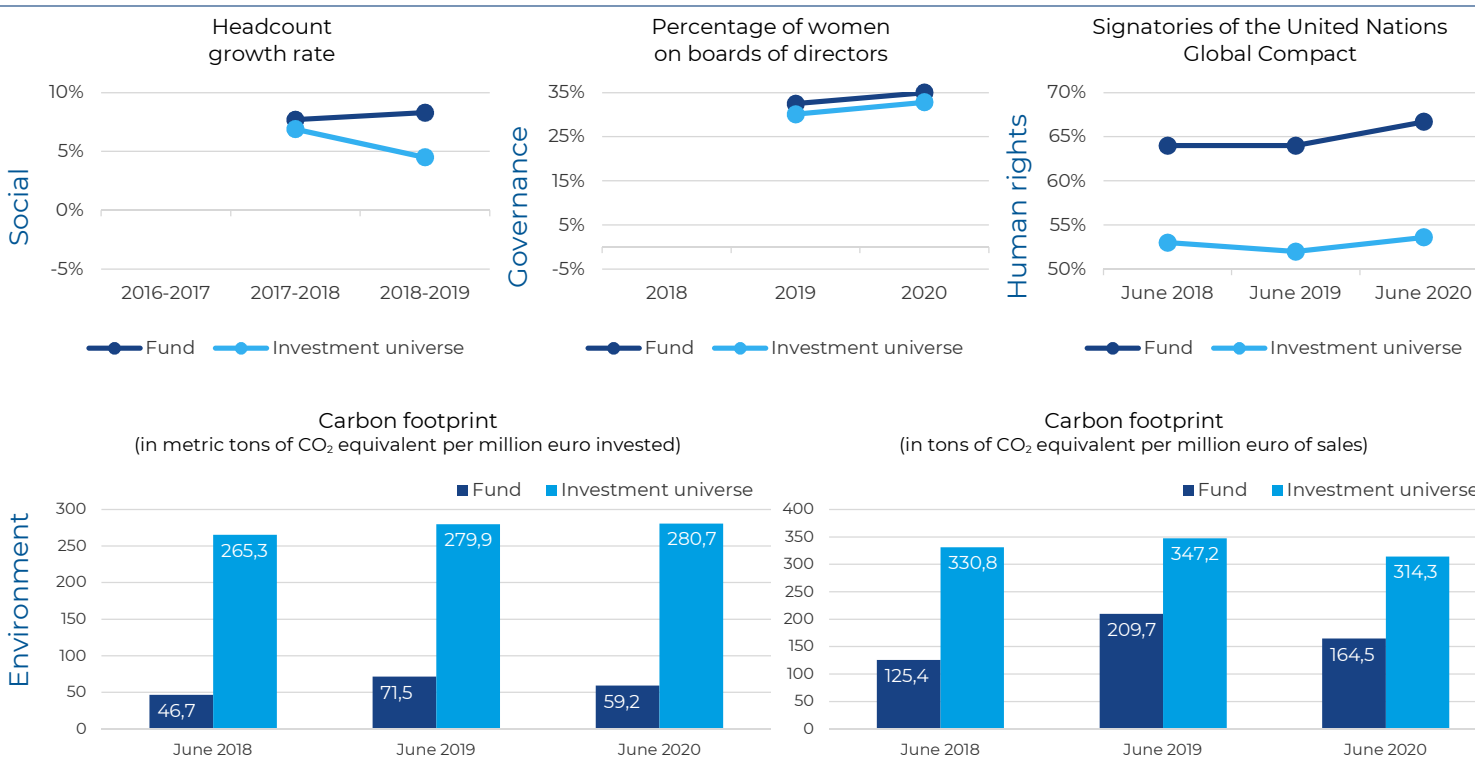


Average scores compared to the investment universe\*



\*Quarterly data as of 09/30/2020

Impact data



Semi-annual data as 06/30/2020

News

**Latest five ESG analyses (in the investment universe)**

Name	Country	Invested company?	ESG score	Evolution of the rating
KERRY GROUP	Ireland	YES	7.0/10	Down
DSM	Netherlands	YES	7.8/10	Up
SCHNEIDER	France	YES	8.4/10	First rating
EXPERIAN	UK	YES	6.6/10	Up
STRAUMANN	Switzerland	YES	6.6/10	Down

The ESG score is not the only criteria taken into account to invest in a company. Other criterias are also taken into account

**Comment**

Financière de l'Echiquier (LFDE) has partnered with communications agency Rébellion to launch a training podcast on socially responsible investment (SRI) for all responsible investors, from mere beginners to the most experienced. Following on from the SRI School it created, this innovative initiative reflects LFDE's commitment to contributing on a broader scale to financial education. This novel podcast, entitled "Un pied devant l'autre" (One step at a time), looks at the whole question of responsible finance, step by step. It explores a range of responsible investment issues, from corporate governance through SRI labels to impact investing. In the various episodes, Coline PAVOT, Head of Responsible Investment Research for LFDE, holds discussions with a panel of experts, including the ELIS group Director for Human Resources and Corporate Social Responsibility, with a representative of the "Forum pour l'investissement Responsable" (Responsible finance forum or "FIR") and even the Chief Executive Officer of Novethic. The podcasts are available in French on the main listening platforms (Apple Podcast, Deezer, Spotify, YouTube, etc.) and on our website: <https://shows.acast.com/un-pied-devant-lautre/>

Methodology

	Hedging	2016-2017	2017-2018	2018-2019		Hedging	2018	2019	2020
Headcount growth rate	Portfolio	-	97.0%	93.9%	Percentage of women on boards of directors	Portfolio	-	93.9%	100.0%
	Investment universe	-	95.5%	93.9%		Investment universe	-	94.3%	98.5%
Calculation method: (Headcount year N/Headcount year N-1)-1					Calculation method: (Number of women on board/Total number of board members)				
	Hedging	Jun 2018	Jun 2019	Jun 2020		Hedging	Jun 2018	Jun 2019	Jun 2020
Percentage of UN GC signatories	Portfolio	100.0%	100.0%	100.0%	Carbon data	Portfolio	100.0%	100.0%	100.0%
	Investment universe	100.0%	100.0%	100.0%		Data communicated provided >80% of the portfolio covered by Trucost			

The table above shows the data coverage rates for each impact indicator presented above.

We found no difficulty in measuring those impact indicators.

ESG: Environmental, Social and Governance criteria. At la Financière de l'Echiquier, the Governance score accounts for 60% of the ESG score.

Investment universe: companies that can be invested according to the fund prospectus, before ESG filters.

For further information related to the methodologies used to calculate ESG indicators above and on our approach as a responsible investor, please refer to our transparency code and other documents available on La Financière de l'Echiquier's website at the following link: [www.lfde.com/en/responsible-investment/to-find-out-more/](http://www.lfde.com/en/responsible-investment/to-find-out-more/)

Sources: La Financière de l'Echiquier, Bloomberg, The United Nations Global Compact, Trucost