



ECHIQUIER CONVEXITE SRI EUROPE I

MARCH 2021 (data as of 03/31/2021)



Echiquier Convexité SRI Europe applies a conviction-driven management approach largely based on a bottom-up process to identify the best investment vehicles possible. Investing in convertible bonds and equivalent securities of the European Union, it seeks to optimize convexity and maximize the risk/return ratio of the fund.



347 M€
Net assets



1,514.49 €
NAV

Characteristics

Inception date	10/12/2006
ISIN	FR0010383448
Bloomberg code	AAMACEI FP
Base currency	EUR
Income allocation	Accumulation
Ref. Indic.	ECI-EUROPE HEDGED

Financial information

Subscription/ redemption fee	3% max. / None
Yearly management fees	0.70% 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	6.9	6.7	5.9
Ref. indicator volatility	7.3	6.8	6.1
Sharpe ratio	2.0	0.4	0.5
Beta	0.9	0.9	0.9
Correlation	1.0	1.0	0.9
Information ratio	-1.1	-1.1	-0.7
Tracking error	1.8	2.2	2.0
Max. drawdown of the fund	-3.5	-12.3	-12.3
Max. drawdown of the benchmark	-4.3	-12.8	-12.8
Recovery (business days)	-	191.0	191.0

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

2 years

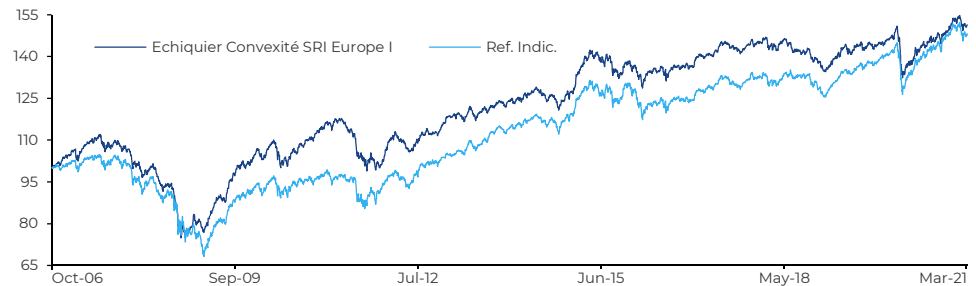
Fund Manager comments

Echiquier Convexité SRI Europe I turned in a positive monthly performance of 0.33% and turned in a negative performance of -0.01% year-to-date.

Equity markets stepped up their ascent in March thanks to encouraging macroeconomic figures combined with a lull in the rise of long-term interest rates, which had weighed on them heavily at the beginning of the year. The market preference for value themes persisted, though the rotation away from growth stocks was much less violent than the previous month. Convertible bonds rose moderately with the markets, suffering from a general decline in valuations. The frantic issue activity in the US (USD 23 billion) and, to a lesser extent, in Europe (EUR 4 billion) weighed on the entire universe. Nonetheless, the fund outperformed its benchmark once again thanks to its value allocation and, more particularly, to SANOFI, which continued its momentum from last month on the back of some very good results. We actively participated in the primary market by opening a position in the AMERICA MOVIL-KPN exchangeable and by subscribing to the FNAC DARTY issue, whose performance in 2020 confirmed the robustness of the group with growing revenues, market share gains in online sales and improved logistics efficiency.

Fund Managers: Emmanuel Martin, Guillaume Jourdan

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	+0.3	+0.3
YTD	0.0	-1.0
3 Y	+6.1	+13.8
5 Y	+12.4	+20.6
10 years	+30.0	+54.6
Since inception	+51.5	+48.2

Annualised performance (%)

	Fund	Ref. Indic.
1 year	+12.5	+14.6
3 Y	+2.0	+4.4
5 Y	+2.4	+3.8
10 years	+2.7	+4.5
Since inception	+2.9	+2.8

Performance history (%)

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year	
													Fund	Ref. Indic.
2012	+5.5	+3.4	+0.1	-1.1	-3.1	+0.2	+2.7	+1.5	+0.1	+0.3	+1.2	+2.2	+14.4	+11.2
2013	+1.6	+0.4	-0.4	-0.3	+2.2	-3.0	+1.9	-0.5	+1.8	+1.4	+0.4	+0.4	+6.7	+10.1
2014	-0.4	+1.2	+1.0	+0.5	+1.2	-1.0	-1.0	-0.3	-1.0	-0.3	+2.8	+0.7	+2.6	+4.5
2015	+5.0	+3.0	+1.3	+0.6	+0.1	-2.0	+1.1	-2.8	-1.8	+3.0	+1.0	-1.2	+7.5	+7.6
2016	-2.4	-0.8	+1.7	+0.0	+1.1	-2.2	+2.0	+0.2	+0.3	+0.1	-0.2	+2.5	+2.2	-0.4
2017	-0.5	+0.9	+0.8	+1.4	+0.7	-1.2	-0.1	-0.8	+1.3	+1.4	-0.4	-0.0	+3.6	+3.5
2018	+0.7	-1.2	-1.1	+1.8	-1.1	-1.3	+0.1	-0.3	+0.7	-2.3	-1.0	-2.0	-6.7	-4.9
2019	+1.4	+1.9	+0.9	+2.6	-2.4	+1.9	+0.5	-0.3	+0.4	-0.2	+0.6	+0.6	+7.9	+11.4
2020	+0.2	-0.4	-7.5	+2.5	+1.5	+1.6	+0.5	+2.0	+0.0	-0.9	+3.1	+1.6	+3.8	+6.7
2021	+0.3	-0.6	+0.3										-0.0	-1.0

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.

Fund Profile

Number of positions	61
Average rating (rated issuers)	BBB+
Average maturity	3.4

Yield of bond component	-2.5%
Modified duration	3.1

Source: LFDE

Convertible Bond Profile

Average premium	32.3%
Distance to bond floor	-11.3%
Convexity -20%	-5.6%
Convexity +20%	10.3%

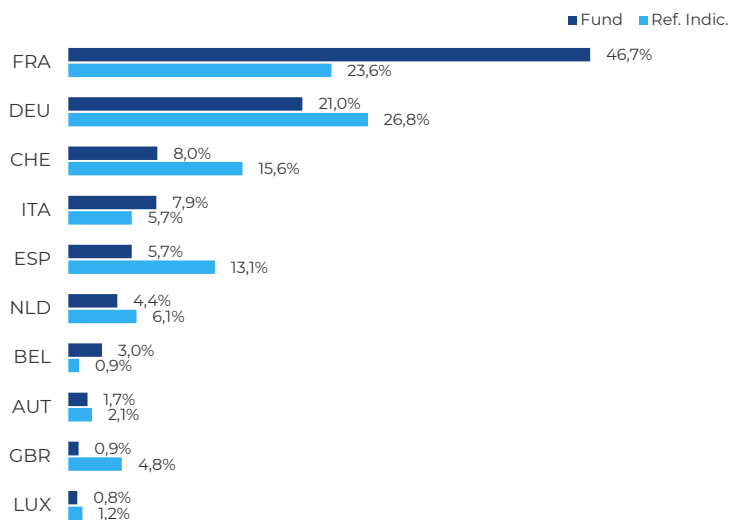
Equity sensitivity breakdown

Equity sensitivity	38.9%
<i>Including convertible bonds</i>	31.6%
<i>Including options</i>	7.3%

Source: LFDE

Geographic breakdown

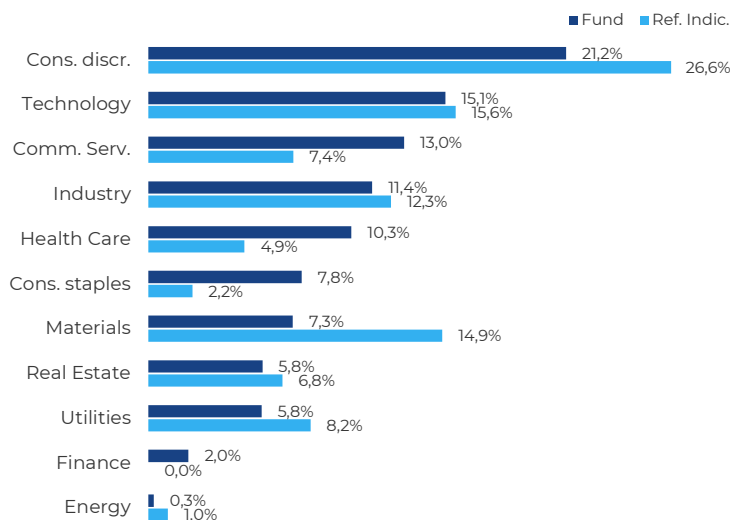
(equity sensitivity %)



Source: LFDE

Sector breakdown (GICS)

(equity sensitivity %)



Source: Bloomberg

Top holdings

% of the net assets

Name	Country	Sector	%
STM CV 0 % 08/25	NLD	IT	3.5
Rag/Evonik CV 0% 03/23	DEU	Materials	3.4
Michelin CV 0% 01/22	FRA	Cons. discr.	3.3
Nexi CV 0% 02/28	ITA	IT	3.2
Carrefour CV 0% 03/24	FRA	Cons. staples	3.1

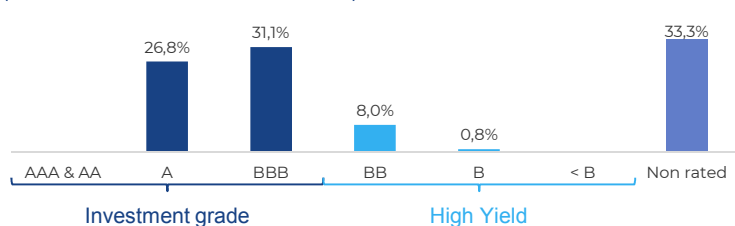
% of the equity sensitivity

Name	Country	Sector	%
LVMH	FRA	Cons. discr.	2.0
SANOFI	FRA	Health Care	2.0
STMICROELECTRONICS	NLD	IT	1.6
SIKA	CHE	Materials	1.5
ORANGE	FRA	Comm. Serv.	1.5

Source: LFDE

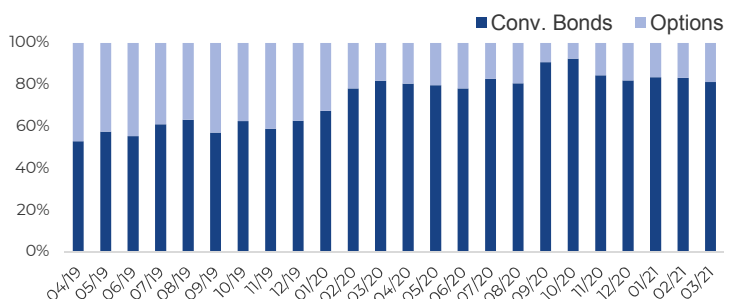
Rating breakdown

(% of the net assets without cash)



Source: LFDE

Historical breakdown of equity sensitivity by instruments over two years



Source: LFDE

ESG Data

Selectivity rate*	27.9%	
Minimum ESG score	5,5/10	
	Fund	Investment universe**
Number of issuers covered by the ESG analysis	50	1590
% of positions covered by the ESG analysis	100%	51%
Average ESG rating	6.7/10	5.1/10

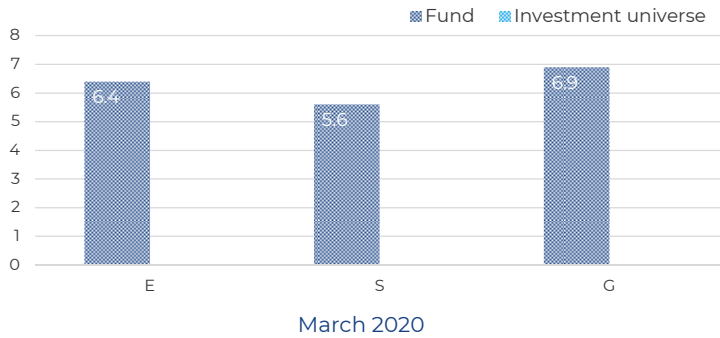
*Selectivity rate: percentage of the investment universe excluded due to ESG criteria
 **As of 03/31/2021

Top ESG ratings of the fund

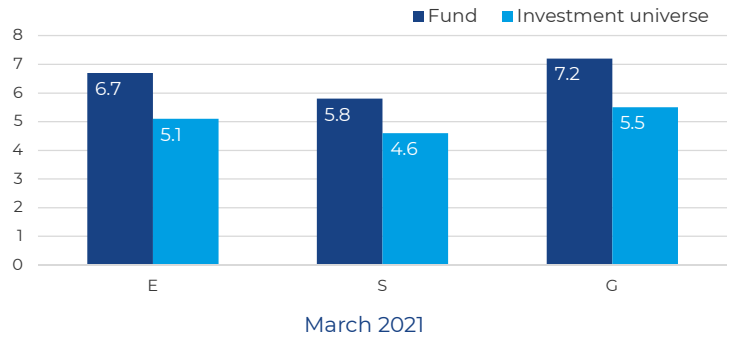
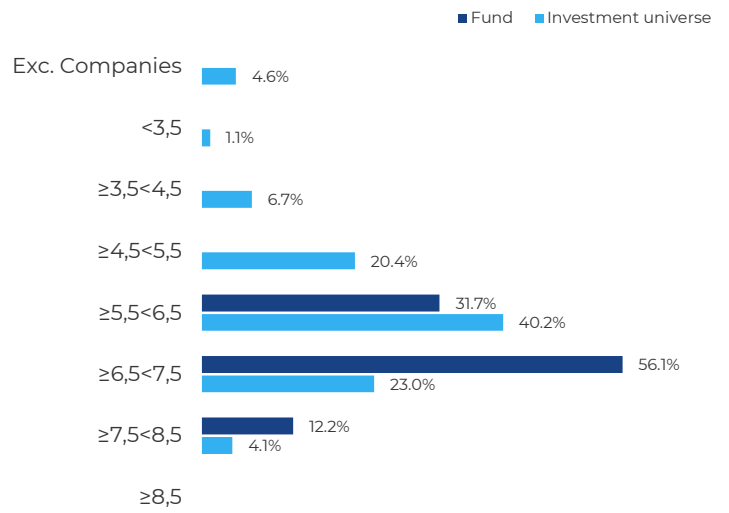
Name	Country	ESG score	E	S	G
SCHNEIDER ELECTRIC	France	8.4	9.1	7.9	8.3
WORLDLINE	France	8.0	8.2	7.8	8.0
AMADEUS IT	Spain	7.9	7.3	8.2	7.9
ORANGE	France	7.9	10.0	5.9	8.3
SIKA	Switzerland	7.8	7.0	6.4	8.5

Weight of the 5 best ESG score: **9.6%**

Average scores compared to the investment universe*

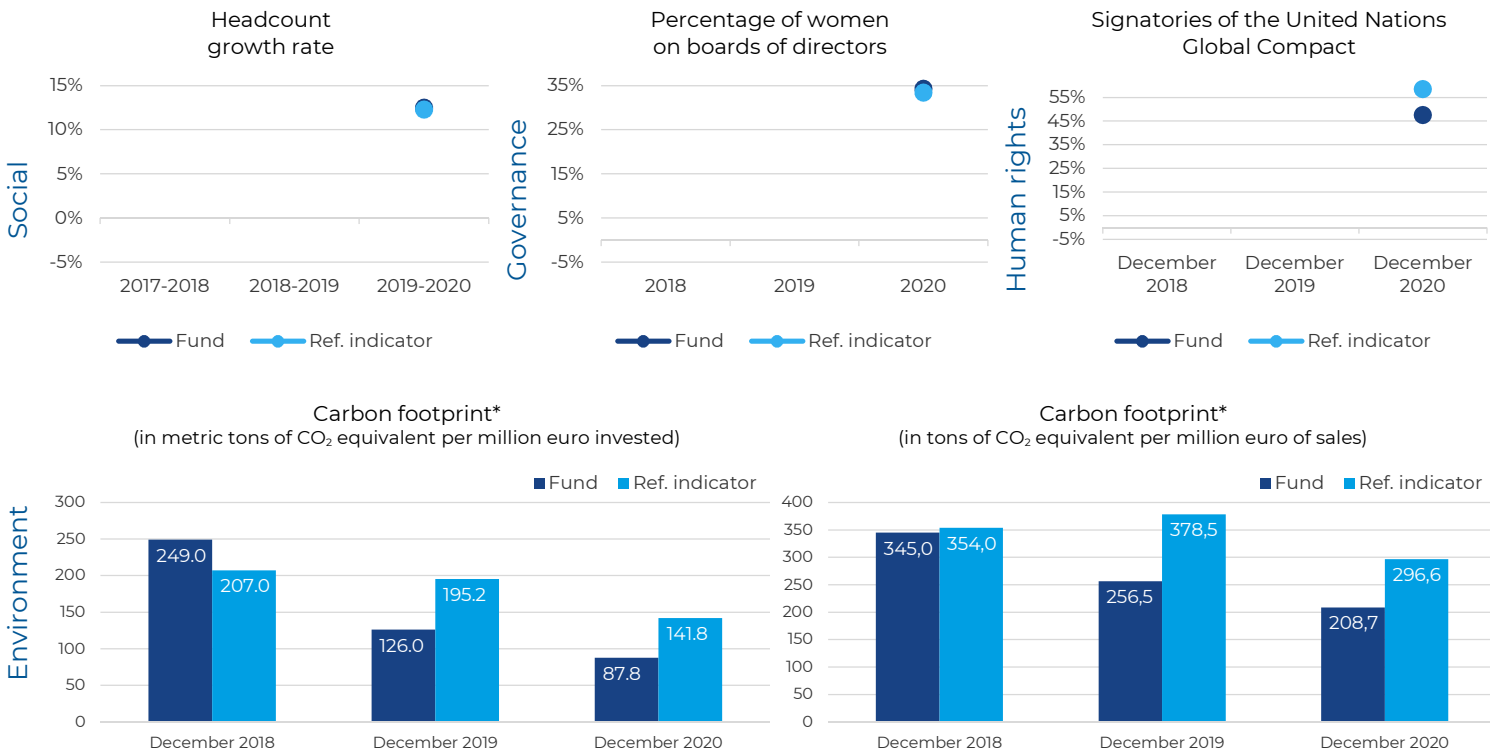


Distribution of ESG ratings of the fund and the investment universe*



*Quarterly data as of 03/31/2021.

ESG performance indicators



Semi-annual data as 12/31/2020. Data communicated provided >80% of the portfolio covered by Trucost.

News

Lastest five ESG analyses (in the investment universe)

Name	Country	Invested company?	ESG score	Evolution of the rating
PIRELLI	Italy	YES	6.5/10	Down
IPSOS	France	NO	7.6/10	Up
OCADO	UK	YES	5.5/10	Down
FFP	France	NO	6.1/10	Notation stable
INDRA SISTEMAS	Spain	NO	6.6/10	Up

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

Comment

La Financière de l'Echiquier (LFDE) is adopting an ambitious climate strategy and adapting its climate governance. This strategy is broken down into nine commitments for clients and companies that go beyond the recommendations of the Task Force on Climate-related Financial Disclosures (TCFD). LFDE, a pioneer in responsible investment in France, is deploying the pragmatic and transparent strategy in combination with an annual evaluation and review process in order to respond to the climate emergency. Designed in partnership with I Care & Consult, the ambitious plan includes training in climate-finance issues for LFDE's Board of Directors and Executive Committee, as well as for all of its teams, in order to integrate climate issues into its various businesses and decision-making processes. Its scope is identical to that of LFDE's approach for environmental, social and governance (ESG) integration. The strategy is available on the LFDE website under "Responsible Investment – To find out more".

Methodology

	Hedging	2017-2018	2018-2019	2019-2020		Hedging	2018	2019	2020
Headcount growth rate	Portfolio	-	-	92.5%	Percentage of women on boards of directors	Portfolio	-	-	88.8%
	Ref. indicator	-	-	99.2%		Ref. indicator	-	-	99.2%
Calculation method: (Headcount year N/Headcount year N-1)-1					Calculation method: (Number of women on board/Total number of board members)				
	Hedging	Dec 2018	Dec 2019	Dec 2020		Hedging	Dec 2018	Dec 2019	Dec 2020
Percentage of UN GC signatories	Portfolio	-	-	100.0%	Carbon data	Portfolio	81.0%	95.2%	93.0%
	Ref. indicator	-	-	100.0%					

The table above shows the data coverage rates for each of the ESG performance indicators shown opposite.

We have not encountered any difficulties in measuring these ESG performance indicators.

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

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/

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