



sycamore
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sycamore

allocation patrimoine

SEPTEMBER 2022

Share RD

Isin code | FR0012818227

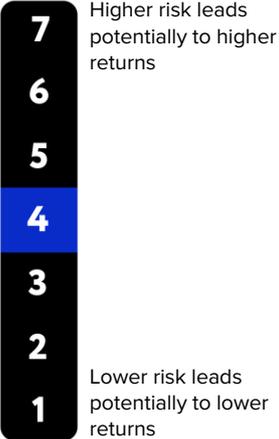
NAV | 120.4€

Assets | 242.5 M€

European Sustainable Classification



SRRI



The fund does not offer any guarantee of return or performance and presents a risk of capital loss

Investment Team



Stanislas de BAILLIENCOURT
Fund Manager



Alexandre TAIEB
Fund Manager



Emmanuel de SINETY
Fund Manager



Ariane HIVERT
SRI analyst



France

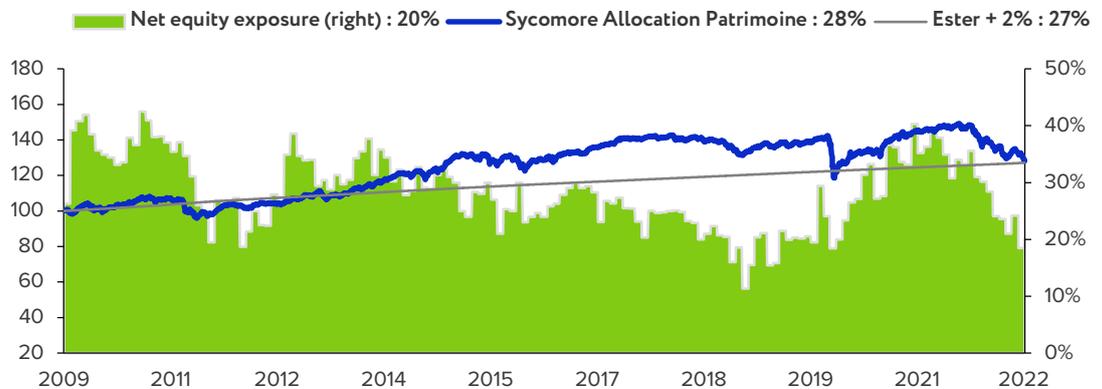


Belgium

Investment strategy

Sycamore Allocation Patrimoine, is a feeder funds of Sycamore Next Generation, sub-funds of Sycamore Funds Sicav (Luxembourg). Sycamore Next Generation is a flexible, multi-asset SRI fund that combines Sycamore's proven expertise in responsible stock and bond picking and international asset allocation, to achieve performance and diversification. The fund's investment process draws from a thorough fundamental analysis, combined with the ESG analysis of companies and countries, with an additional macroeconomic overlay. Managed actively, the fund's exposure to equities (0-50%) and fixed income (0-100%) - including corporate and sovereign debt - is designed to enhance its risk-return profile, to achieve steady capital growth. Employing a multi-themed SRI approach, the fund seeks to invest in companies addressing social, environmental, and technological challenges as highlighted by the United Nations' Sustainable Development Goals, for the generations to come.

Performances as of 30.09.2022



Past performances do not guarantee future performances

	Sep	2022	1 year	3 yrs	5 yrs	Inc. Annu.	2021	2020	2019	2018	
Fund %	-3.2	-13.5	-12.9	-7.6	-9.7	28.0	2.0	5.1	0.3	6.4	-6.7
Index %	0.2	1.2	1.5	4.5	8.0	27.2	1.9	1.4	1.5	1.6	1.6

Statistics

	Corr.	Beta	Alpha	Vol.	Sharpe Ratio	Info Ratio	Draw Down	Sensi.	Yield to mat.	Yield to worst
3 years	0.9	0.3	-3.3%	6.5%	-0.3	-0.2	-16.8%			
Inception	0.8	0.2	0.8%	4.6%	0.4	-0.2	-17.1%	1.1	7%	7%

Fund commentary

High inflation readings continued to take many by surprise, while central banks - and particularly the Fed - showed determination in fighting price rises. The impact of high interest rate rises, including the risk of a recession, has been fully considered by central banks, revealing a total change of paradigm compared to the previous decade. In this environment, interest rates rose sharply across the yield curve to adjust to this new doctrine. Equity markets declined as financial conditions became much tighter and signs of an economic slowdown became increasingly apparent. We kept the fund's equity exposure rather low, while our interest rate hedging strategy helped to offset some of the rise. This positioning is expected to persist over the short term.



Fund Information

Inception date

27/11/2002

ISIN codes

Share I - FR0010474015

Share RD - FR0012818227

Bloomberg tickers

Share I - SYCOPAI FP Equity

Share RD - SYCOPRD FP Equity

Benchmark

ESTR + 2%

Legal form

Mutual fund

Domiciliation

France

PEA eligibility

No

Investment period

3 yrs

Minimum investment

100 EUR

UCITS V

Yes

Valuation

Daily

Currency

EUR

Cut-Off

J avant 9h (BPSS)

Cash Settlement

T+2

Management fees

Share I - 0.80%

Share RD - 1.60%

Performance fees

15% > Benchmark with HWM

Transaction fees

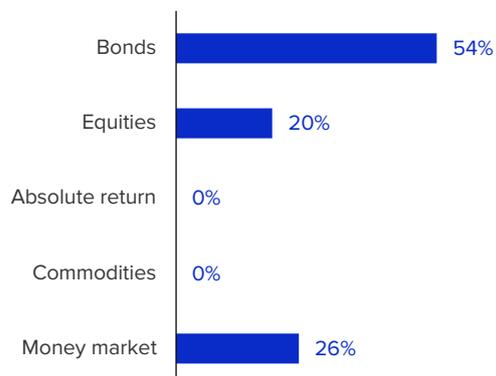
None

Equities

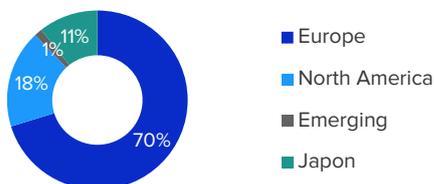
Number of holdings 45

Weight of top 20 stocks 14%

Asset class breakdown



Equity country breakdown

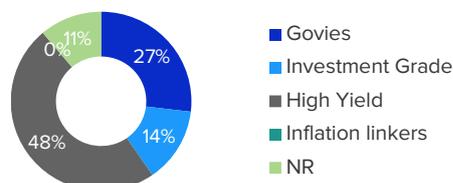


Bonds

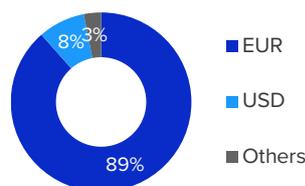
Number of bonds 123.0

Number of issuers 68.0

Bond allocation



Currency breakdown



SPICE, for Society & Suppliers, People, Investors, Clients, Environment is our tool for assessing a company's performance on sustainability criteria. This tool incorporates the analysis of economic, governance, environmental, social, and societal risks and opportunities covering both the company's daily operations and its product and service offer.

The analysis process covers 90 criteria and leads to a rating per letter. These 5 ratings are weighted based on the company's most material impacts*.

	Fund
SPICE	3.4/5
S score	3.2/5
P score	3.3/5
I score	3.4/5
C score	3.5/5
E score	3.4/5

Performance contributors

Positive	Aver. weight	Contrib	Negative	Aver. weight	Contrib
FinecoBank	0.16%	0.04%	Ubisoft	0.25%	-0.12%
Publicis	0.14%	0.02%	Vivendi	0.81%	-0.10%
Euroapi	0.09%	0.02%	Alphabet	0.74%	-0.09%

Direct Equities

	Weight	Note SPICE	Note NEC	Note CS
Eni	1.1%	3.1/5	-12%	3%
Alphabet	1.0%	3.3/5	-6%	24%
Sanofi	0.9%	3.2/5	0%	92%
Vivendi	0.9%	3.5/5	-4%	-7%
STMicroelectronics	0.8%	3.7/5	5%	28%

Bond holdings

	Weight
Italy 4.5% 2023	3.9%
USA 2.5% 2025	2.1%
USA 2.75% 2023	1.9%
Italy 2.8% 2028	1.5%
Eramet 5.875% 2025	1.4%



Sustainability thematic



ESG score

	Fund
ESG*	3.3/5
Environment	3.4/5
Social	3.3/5
Governance	3.3/5

Environmental analysis

Net Environmental Contribution (NEC)**

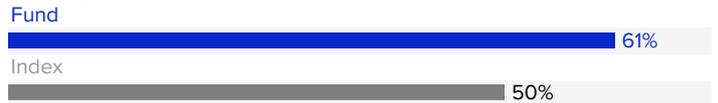
Extent to which business models are aligned with the environmental transition, measured based on the net environmental contribution (NEC) that includes biodiversity and climate issues.
Coverage rate : fund 97%



NEC 1.0 calculated by Sycomore AM according to the 1.0 (nec-initiative.org) based on data from 2018 to 2021. 0% refers to the global average level.

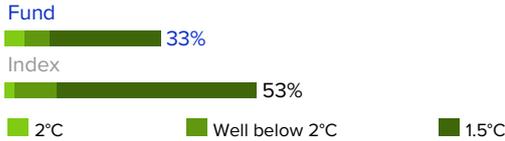
European taxonomy

Turnover percentage of companies eligible to UE taxonomy
Coverage rate : fund 62%



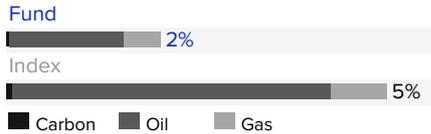
Climate alignment - SBTi

Share of companies that have validated their greenhouse gas reduction targets with the Science-Based Targets initiative.



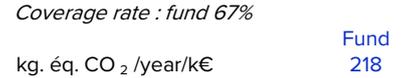
Fossil fuel exposure

Percentage of income derived from the three fossil energies.



Carbon footprint

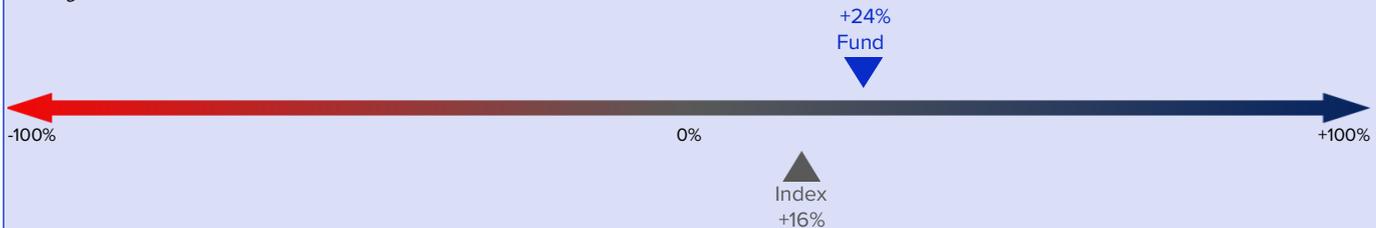
Annual greenhouse gas emissions (GHG Protocol) from upstream scopes 1, 2 and 3 per k€ invested***.



Societal and social analysis

Societal contribution**

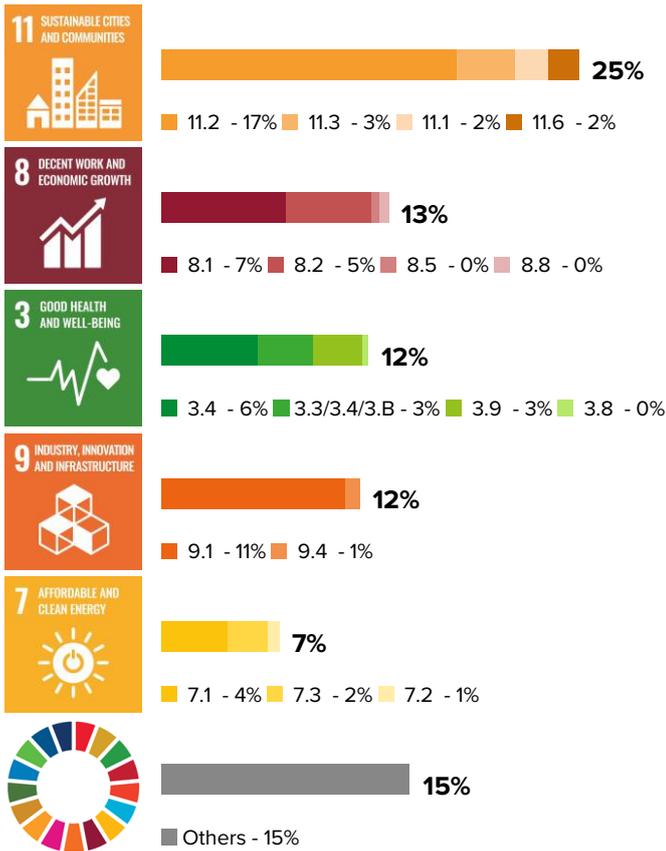
Contribution of the economic activity of companies to the resolution of major societal issues, on a scale from -100% to +100%.
Coverage rate : fund 76% / index 93%



Sources: company data, Sycomore AM, Trucost, Bloomberg, Science Based Targets, Vigeo. Methodologies and approaches may differ between issuers and providers of extra-financial data. Sycomore AM does not guarantee the accuracy, completeness, and exhaustiveness of the extra-financial reports.*ESG-SPICE correspondence: E=E, S=(P+S+C)/3, G is a sub-part of I, which represents 40%. **The fund has committed to outperforming the Euro Stoxx on these two indicators. The other indicators are shown for illustrative purposes.***Footprint allocated prorata to enterprise value (market capitalization for financials).



Sustainable development goals exposure



This chart represents the main UN's SDG exposures to its 169 targets. Exposure is defined as the opportunity, for each company, to contribute positively to reaching SDGs, providing their products and services. This exercise doesn't aim to measure the companies effective contribution to SDGs, which is computed through our societal contribution (CS) and net environmental contribution (NEC) metrics. For each invested company, activities are analysed in order to identify those which are exposed to SDGs. For a same activity, its number of targets can vary between 0 and 2. The company target exposure to one of its activities is weighted by the revenue share gained from this activity. For more details, our annual SRI report is available in our ESG documentation.

No significant exposure : 27%

ESG follow-up, news and dialogues

Dialogues and engagements

Microsoft

Collaborative engagement on human rights violation risks linked to facial recognition technologies launched in 2021 - While the company was already working on the issue, it published, in 2022, its approach on the matter: Microsoft restricts access to its face recognition tools; use of its tool will be limited, and certain functions blocked, in particular those enabling the characterisation of identifying attributes and the emotional state of a person.

Altearea

Met with the Deputy CFO and the Head of Environment to initiate a dialogue on the Group's environmental strategy. We encouraged the company to be more transparent on the data published in order to facilitate the monitoring of its objectives, regarding 1/ the adaptation of cities and assets to climate change, 2/ the energy efficiency of buildings, in anticipation of the obligations set out in the Kyoto Protocol (RE 2020) that will come into force in 2028.

ESG controversies

Sanofi

Sanofi and several other laboratories are facing several thousand complaints in the US and Canada, following the 2019 market withdrawal of Zantac, a medication used to decrease stomach acid production and containing a potentially carcinogenic ingredient. Initial proceedings should begin in early 2023. The legal risk is difficult to forecast at this point, with the amount of compensation in similar cases being very variable.

Paprec

Jean-Luc Petithuguenin, Chairman and founding member of the Paprec Group, has been warned and then investigated at his request, for favouritism, corruption, taking illegal advantage and unlawful intent at end June 2022. This regards a 70M€ contract over 11 years awarded in 2017 for the construction of a waste sorting site at Compiègne. The company's management has been entrusted to his son, Sébastien Petithuguenin. We have engaged a dialogue with the group on this issue.

Votes

0 / 0 voted general assembly over the month.

Details on our votes are available here the day following the company's AGM [Here](#).