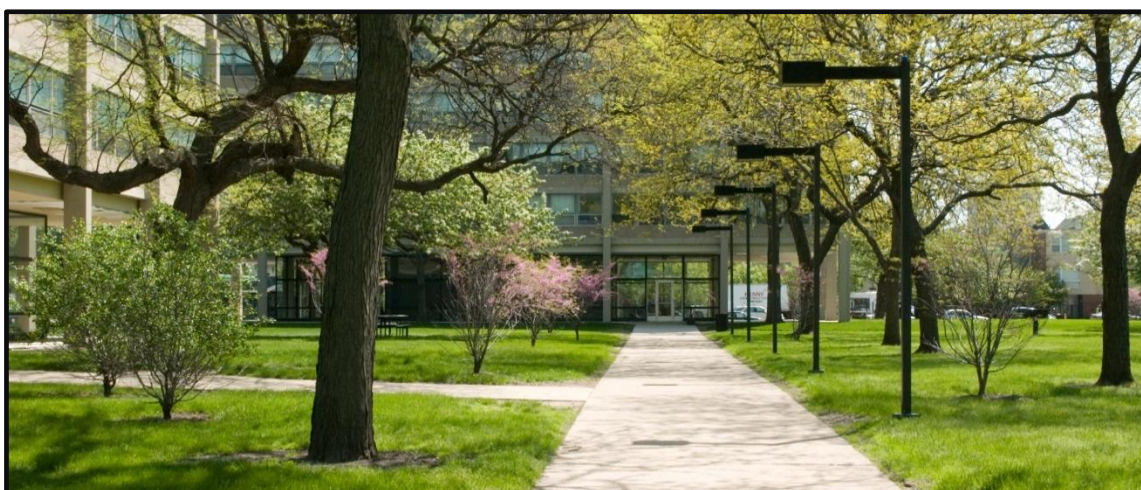


# AAM European Equities

French FCP (mutual fund)

Semi-Annual Report as of 30 June 2016



Asset Management Company: ANAXIS ASSET MANAGEMENT S.A.S.  
Registered office: 9, rue Scribe, 75009 Paris  
Custodian: BNP Paribas Securities Services  
Auditors: PwC Sellam



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## Management report

### Fund Management Comments

The fund got off to a rocky start in 2016, with markets undermined by persistent stress over oil prices, the Chinese economy, the Fed's monetary policy, and the UK Brexit referendum. The situation was gradually improving until the Brexit announcement in June caused volatility to spike. In such an adverse environment, the fund held up remarkably well compared to the main market indices.

The portfolio's positioning was unchanged during the first half. The management team favours large capitalisations of the European Union and does not invest in the financial sector. The companies are selected for their regular growth, their value creation capacity, and the upside potential of their market price.

Our financial analysis process also seeks to select stocks which are expected to be less volatile than the market in general, so as to build a robust portfolio able to weather turbulent market phases.

As a result the fund's *beta* with the Stoxx Europe 600 index, excluding financials, is only 0.80, which means that the magnitude of price variations is actually lower for the fund's unit price than for the index.

### Performance

The different unit categories delivered the following performances during first-half 2016:

Unit	Performance
E1	-5.41%
I	-5.06%

Source: BNP Paribas Fund Services, Anaxis Asset Management. Each performance is given in the currency of denomination of the unit category in question. These figures only refer to a half-year and cannot be considered as representative. The data provided pertain to past performances, which are not reliable indicators of future performances

### Dividends

All existing units are capitalisation units. Accordingly, no dividend payment is scheduled.

### Measurement of overall risk

The commitment method is used to measure overall risk. The fund's leverage is limited to 100% of net assets.

### Information on financial contracts

The fund only used forward foreign exchange contracts entered into with BNP Paribas Securities Services. The purpose of these contracts was to hedge against foreign exchange risk arising from investments in currencies other than the EUR, for example when the fund bought securities denominated in GBP, CHF, etc.

During first-half 2016, no financial contracts were used in order to generate additional exposure to a given market or underlying instrument, nor were any financial guarantees implemented for this purpose.

### Securities and affiliated funds

The fund does not invest in securities issued by the portfolio management company or affiliated entities.

At no time during first-half 2016 did the fund hold any units or shares in collective investment undertakings managed by Anaxis Asset Management or affiliated entities.

**Affiliated unitholders**

3 900 I units are held by the Swiss company Anaxis S.A. This company is held and controlled by the same individuals as the portfolio management company Anaxis Asset Management S.A.S.

**ESG criteria**

The investment policy implemented by Anaxis Asset Management is based primarily on an economic and financial analysis. It does not explicitly incorporate criteria such as environmental protection, corporate social responsibility or governance of the companies issuing the securities under consideration (ESG criteria).

**Intermediation and other fees**

Anaxis Asset Management does not charge intermediation or account activity fees on the transactions carried out for the fund. The company does not receive rebates from the custodian or from any other service provider or market intermediary involved in the management of the fund.

The account activity fees charged by the custodian are very limited and did not have a material impact on the fund's performance during first-half 2016.

**Intermediary selection procedure**

The portfolio managers work with intermediaries which are required to be on the list of intermediaries approved by the portfolio management company in accordance with internal procedures. This list is prepared on the basis of objective criteria that notably take into consideration the quality of service provided and pricing conditions. Additional information may be obtained on request from the portfolio management company.

**Significant events since the date of this report**

None.

## Statement of net assets

	Net asset value (€ thousands)
<b>Eligible financial securities referred to in point I.1 of article L.214-20 / point I.1 of article L.214-24-55</b>	
Capital securities issued by public companies	19 444.71
Debt securities, except for commercial paper and savings certificates	-
<b>Cash at bank</b>	<b>1 673.53</b>
<b>Other assets held by the fund</b>	
Deposits	-
Fund units or shares	-
Temporary securities transactions	-
Forward financial instruments	-
Other financial instruments	-
Receivables	3 656.81
- Foreign currency forward foreign exchange transactions	3 028.90
- Others	627.91
<b>Total assets held by the fund</b>	<b>24 775.06</b>
<b>Liabilities</b>	
Financial instruments	-
- Sales of financial instruments	-
- Temporary securities transactions	-
Forward financial instruments	-
Debts	-4 182.07
- Foreign currency forward foreign exchange transactions	-2 946.74
- Others	-1 235.33
Financial accounts	-19.34
<b>Net asset value</b>	<b>20 573.65</b>

## Breakdown of portfolio by currency

	% of net assets	% of total assets
<b>Eligible financial securities and money market instruments admitted for trading on a regulated market within the meaning of article L. 422-1</b>		
Capital securities issued by public companies		
DKK	7.38	6.13
EUR	59.73	49.60
GBP	12.90	10.72
SEK	7.86	6.53
Debt securities, except for commercial paper and savings certificates	-	-
<b>Eligible financial securities and money market instruments admitted for trading on another regularly operating regulated market that is recognised and open to the public, having its registered office located in a European Union member state or in another State party to the European Economic Area Agreement</b>		
Capital securities issued by public companies	-	-
Debt securities, except for commercial paper and savings certificates	-	-
<b>Eligible financial securities and money market instruments admitted to an official exchange listing in a third country or traded on a regularly operating regulated third-country market that is recognised and open to the public, provided that said exchange or market does not appear on a list established by the AMF or that the choice of said exchange or market is provided for by law or by the internal rules or articles of association of the undertaking for collective investment in transferable securities</b>		
Capital securities issued by public companies		
CHF	6.63	5.51
Debt securities, except for commercial paper and savings certificates	-	-
<b>Newly issued financial securities referred to in point I.4 of article R. 214-11 / point I.4 of article R. 214-32-18 of the French Monetary and Financial Code</b>		
Capital securities issued by public companies	-	-
Debt securities, except for commercial paper and savings certificates	-	-

<b>Other assets: assets referred to in point II of article R. 214-11 of the French Monetary Financial Code or article R. 214-32-19 point I and II</b>		
Fund units or shares	-	-
- Units or shares of field of interest professional funds	-	-
- Units or shares of specialized professional funds	-	-
- Capital Investment Funds ( French FCPR, FCPI, FIP, FPCI)	-	-
- Real Estate Collective Investment Scheme (French OPCI)	-	-
- Other units or shares of Collective Investment Scheme	-	-
Warrants, savings certificates, promissory notes, mortgage note	-	-
<b>TOTAL</b>	<b>94.51</b>	<b>78.49</b>

## Breakdown of portfolio by economic sector

	% of net assets	% of total assets
<b>Eligible financial securities and money market instruments admitted for trading on a regulated market within the meaning of article L. 422-1</b>		
Capital securities issued by public companies		
AEROSPACE AND DEFENSE	2.33	1.93
FOOD AND BEVERAGES	3.00	2.49
ELECTRIC AND ELECTRONIC APPLIANCES	2.73	2.26
OFFICE IT EQUIPMENT	5.23	4.34
CHEMICALS	8.05	6.69
RETAIL	7.43	6.17
COSMETICS	22.35	18.56
ENERGY	1.32	1.10
ENGINEERING AND CONSTRUCTION	3.38	2.81
INTERNET	1.64	1.36
EQUIPMENT - MISC	3.16	2.62
MEDIA	2.45	2.03
DIVERSIFIED SERVICES	14.52	12.06
STORAGE	1.97	1.63
TELECOMMUNICATIONS	1.50	1.25
TEXTILE	5.18	4.31
TRANSPORTATION	1.65	1.37
Debt securities, except for commercial paper and savings certificates	-	-
<b>Eligible financial securities and money market instruments admitted for trading on another regularly operating regulated market that is recognised and open to the public, having its registered office located in a European Union member state or in another State party to the European Economic Area Agreement</b>		
Capital securities issued by public companies	-	-
Debt securities, except for commercial paper and savings certificates	-	-



<b>Eligible financial securities and money market instruments admitted to an official exchange listing in a third country or traded on a regularly operating regulated third-country market that is recognised and open to the public, provided that said exchange or market does not appear on a list established by the AMF or that the choice of said exchange or market is provided for by law or by the internal rules or articles of association of the undertaking for collective investment in transferable securities</b>		
Capital securities issued by public companies		
CHEMICALS	2.00	1.66
RETAIL	1.26	1.05
COSMETICS	3.37	2.80
Debt securities, except for commercial paper and savings certificates	-	-
<b>Newly issued financial securities referred to in point I.4 of article R. 214-11 / point I.4 of article R. 214-32-18 of the French Monetary and Financial Code</b>		
Capital securities issued by public companies	-	-
Debt securities, except for commercial paper and savings certificates	-	-
<b>Other assets: assets referred to in point II of article R. 214-11 of the French Monetary Financial Code or article R. 214-32-19 point I and II</b>		
Fund units or shares	-	-
- Units or shares of field of interest professional funds	-	-
- Units or shares of specialized professional funds	-	-
- Capital Investment Funds ( French FCPR, FCPI, FIP, FPCI)	-	-
- Real Estate Collective Investment Scheme (French OPCI)	-	-
- Other units or shares of Collective Investment Scheme	-	-
Warrants, savings certificates, promissory notes, mortgage note	-	-
<b>TOTAL</b>	<b>94.51</b>	<b>78.49</b>

## Breakdown of portfolio by country

	% of net assets	% of total assets
<b>Eligible financial securities and money market instruments admitted for trading on a regulated market within the meaning of article L. 422-1</b>		
Capital securities issued by public companies		
GERMANY	19.88	16.50
DENMARK	7.38	6.13
SPAIN	5.18	4.30
FRANCE	25.37	21.07
IRELAND	1.65	1.37
ITALY	1.48	1.23
NETHERLANDS	6.17	5.13
UNITED KINGDOM	12.90	10.72
SWEDEN	7.86	6.53
Debt securities, except for commercial paper and savings certificates	-	-
<b>Eligible financial securities and money market instruments admitted for trading on another regularly operating regulated market that is recognised and open to the public, having its registered office located in a European Union member state or in another State party to the European Economic Area Agreement</b>		
Capital securities issued by public companies	-	-
Debt securities, except for commercial paper and savings certificates	-	-
<b>Eligible financial securities and money market instruments admitted to an official exchange listing in a third country or traded on a regularly operating regulated third-country market that is recognised and open to the public, provided that said exchange or market does not appear on a list established by the AMF or that the choice of said exchange or market is provided for by law or by the internal rules or articles of association of the undertaking for collective investment in transferable securities</b>		
Capital securities issued by public companies	-	-
SWITZERLAND	6.63	5.51
Debt securities, except for commercial paper and savings certificates	-	-
<b>Newly issued financial securities referred to in point I.4 of article R. 214-11 / point I.4 of article R. 214-32-18 of the French Monetary and Financial Code</b>		
Capital securities issued by public companies	-	-
Debt securities, except for commercial paper and savings certificates	-	-

**Other assets: assets referred to in point II of article R. 214-11 of the French Monetary Financial Code or article R. 214-32-19 point I and II**

Fund units or shares	-	-
- Units or shares of field of interest professional funds	-	-
- Units or shares of specialized professional funds	-	-
- Capital Investment Funds ( French FCPR, FCPI, FIP, FPCI)	-	-
- Real Estate Collective Investment Scheme (French OPCI)	-	-
- Other units or shares of Collective Investment Scheme	-	-
Warrants, savings certificates, promissory notes, mortgage note	-	-
<b>TOTAL</b>	<b>94.51</b>	<b>78.49</b>

## Changes in the composition of the securities portfolio

	Buy side	Sell side
<b>Eligible financial securities and money market instruments admitted for trading on a regulated market within the meaning of article L. 422-1</b>		
Capital securities issued by public companies	6 226 936.18	3 074 089.91
Debt securities, except for commercial paper and savings certificates	-	-
<b>Eligible financial securities and money market instruments admitted for trading on another regularly operating regulated market that is recognised and open to the public, having its registered office located in a European Union member state or in another State party to the European Economic Area Agreement</b>		
Capital securities issued by public companies	-	-
Debt securities, except for commercial paper and savings certificates	-	-
<b>Eligible financial securities and money market instruments admitted to an official exchange listing in a third country or traded on a regularly operating regulated third-country market that is recognised and open to the public, provided that said exchange or market does not appear on a list established by the AMF or that the choice of said exchange or market is provided for by law or by the internal rules or articles of association of the undertaking for collective investment in transferable securities</b>		
Capital securities issued by public companies	233 381.57	-
Debt securities, except for commercial paper and savings certificates	-	-
<b>Newly issued financial securities referred to in point I.4 of article R. 214-11 / point I.4 of article R. 214-32-18 of the French Monetary and Financial Code</b>		
Capital securities issued by public companies	-	452 503.73
Debt securities, except for commercial paper and savings certificates	-	-
<b>Other assets: assets referred to in point II of article R. 214-11 of the French Monetary Financial Code or article R. 214-32-19 point I and II</b>		
Fund units or shares	-	-
- Units or shares of field of interest professional funds	-	-
- Units or shares of specialized professional funds	-	-
- Capital Investment Funds ( French FCPR, FCPI, FIP, FPCI)	-	-
- Real Estate Collective Investment Scheme (French OPCI)	-	-
- Other units or shares of Collective Investment Scheme	-	-
Warrants, savings certificates, promissory notes, mortgage note	-	-
<b>TOTAL CHANGES</b>	<b>6 460 317.75</b>	<b>3 526 593.64</b>

## Net asset value, number of units and dividends

ISIN code	Class type	Unit type	Net assets	Number of units	NAV per unit	Reference currency
FR0011911189	E1	C	10 999 358.86	102 025.9203	107.80	EUR
FR0011911197	I	C	9 574 291.82	87 629.4683	109.25	EUR