

© Carmignac Portfolio Grandchildren FW GBP Acc

Luxembourg SICAV sub-fund



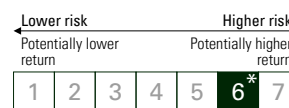
M. Denham



O. Ejikeme

FACT SHEET
08/2022

Recommended
minimum investment
horizon:



Investment Objective

A global equity fund that invests in high quality companies that generate a positive outcome to society and the environment. The Fund is benchmark agnostic and has no restrictions in terms of geography, sector type or market capitalisation, though it is mainly tilted towards larger companies in developed markets. Companies are selected upon a rigorous investment process which combines quantitative screening with fundamental analysis and embeds a socially responsible approach. The Fund seeks to achieve long-term capital growth over a minimum period of 5 years.

Fund Management analysis can be found on P.4



Equity Investment Rate: **98.91%**

Net Equity Exposure: **98.91%**

PROFILE

- **Fund Inception Date:** 31/05/2019
- **Fund Manager:** Mark Denham since 31/05/2019, Obe Ejikeme since 31/05/2019
- **Fund AUM:** 69M€ / 69M\$⁽¹⁾
- **Domicile:** Luxembourg
- **Reference Indicator:** MSCI WORLD (USD) (Reinvested Net Dividends)
- **Base Currency:** GBP
- **NAV:** 83.16€
- **Dividend Policy:** Accumulation
- **Fund Type:** UCITS
- **Legal Form:** SICAV
- **SICAV Name:** Carmignac Portfolio
- **Subscription/Redemption:** Daily
- **Order Placement Cut-Off Time:** Before 18:00 (CET/CEST)
- **SFDR Fund Classification:** Article 9
- **Morningstar Category™:** Global Large-Cap Growth Equity

KEY POINTS



An intergenerational and responsible fund geared to the long-term, seeking to help investors build a legacy for their children and grandchildren.



A focus on quality companies, with sustainable profitability and reinvestment of profits for future growth to seek a high compounding effect.



A selective investment process based on rigorous fundamental analysis, quantitative screening and socially responsible investment filters and analysis.



A concentrated portfolio of high conviction names seeking to provide steady growth of investors' capital over the long term.

'Quality' is the name of the game

► **Quality companies offer a high compounding effect and tend to be more robust during economic downturns.** They are typically less leveraged and have stable margins, making them more cash generative and in turn, allowing them to reinvest for the future. By reinjecting capital into their business rather than paying out dividends, they can remain profitable over time.

► **For us, the concept of quality is also intrinsically linked to the environmental, social and governance trail these companies leave behind.** Thus, we use socially responsible investment filters to refine our selection, such as excluding companies operating in harmful sectors and emphasizing those which have a positive contribution to society or the environment.

* For the share class Carmignac Portfolio Grandchildren FW GBP Acc. Risk Scale from the KIID (Key Investor Information Document). Risk 1 does not mean a risk-free investment. This indicator may change over time. (1) Exchange Rate EUR/USD as of 31/08/22.

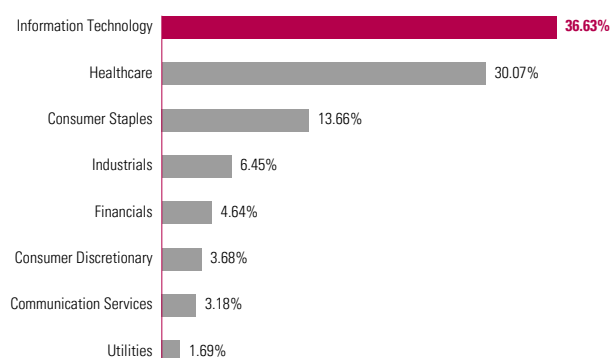
Asset Allocation

	08/22	07/22	12/21
Equities	98.91%	94.75%	96.62%
Developed Countries	98.91%	93.76%	94.39%
North America	68.03%	60.94%	61.59%
Europe	30.87%	32.82%	32.80%
Emerging Markets	—	0.99%	2.22%
Asia	—	0.99%	2.22%
Cash, Cash Equivalents and Derivatives Operations	1.09%	5.25%	3.38%

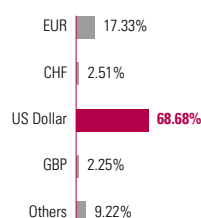
Top Ten

Name	Country	Sector	%
MICROSOFT CORP	USA	Information Technology	6.82%
THERMO FISHER SCIENTIFIC INC	USA	Healthcare	5.30%
NOVO NORDISK AS	Denmark	Healthcare	5.12%
RESMED	USA	Healthcare	4.68%
PALO ALTO NETWORKS INC	USA	Information Technology	3.89%
ELI LILLY & CO.	USA	Healthcare	3.62%
ESTEE LAUDER COMPANIES INC	USA	Consumer Staples	3.60%
PROCTER & GAMBLE CO/THE	USA	Consumer Staples	3.42%
COLGATE-PALMOLIVE CO	USA	Consumer Staples	3.34%
L'OREAL SA	France	Consumer Staples	3.15%
			42.94%

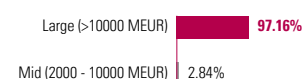
Sector Breakdown



Net Currency Exposure of the Fund



Capitalisation Breakdown



Share Class	Date of 1st NAV	Bloomberg	ISIN	SEDOL	CUSIP	WKN	Management Fee	Ongoing Charge ⁽¹⁾	Performance fee	Minimum Initial Subscription ⁽²⁾	Single Year Performance (%)				
											31.08.21-31.08.22	31.08.20-31.08.21	30.08.19-31.08.20	31.08.18-30.08.19	31.08.17-31.08.18
A EUR Acc	31/05/2019	CAGCAEA LX	LU1966631001	BLN7SF5	L1504W642	A2PNL4	1.4%	1.7%	Yes	—	-15.54	34.83	16.47	—	—
F EUR Acc	31/05/2019	CAGCFEA LX	LU2004385667	BLN7SH7		A2PNL5	0.8%	1.1%	Yes	—	-14.98	34.75	16.79	—	—
FW EUR Acc	31/05/2019	CAGCWEA LX	LU1966631266	BNKK5B6	L1504W659	A2PNL6	Max. 1%	1.08%	No	EUR 2000000	-15.07	32.84	19.48	—	—
FW GBP Acc	31/12/2021	CACPGFG LX	LU2427320655	BLFL9W9			Max. 1%	1.3%	No	GBP 2000000	—	—	—	—	—
FW GBP Ydis	31/12/2021	CACPGFD LX	LU2427320739	BLFL9X0			Max. 1%	1.3%	No	GBP 2000000	—	—	—	—	—

Variable Management Charge: 20% of the outperformance once performance since the start of the year exceeds that of the reference indicator and if no past underperformance still needs to be offset. There is no variable management charge for the VW shareclasses.

PORTFOLIO ESG SUMMARY

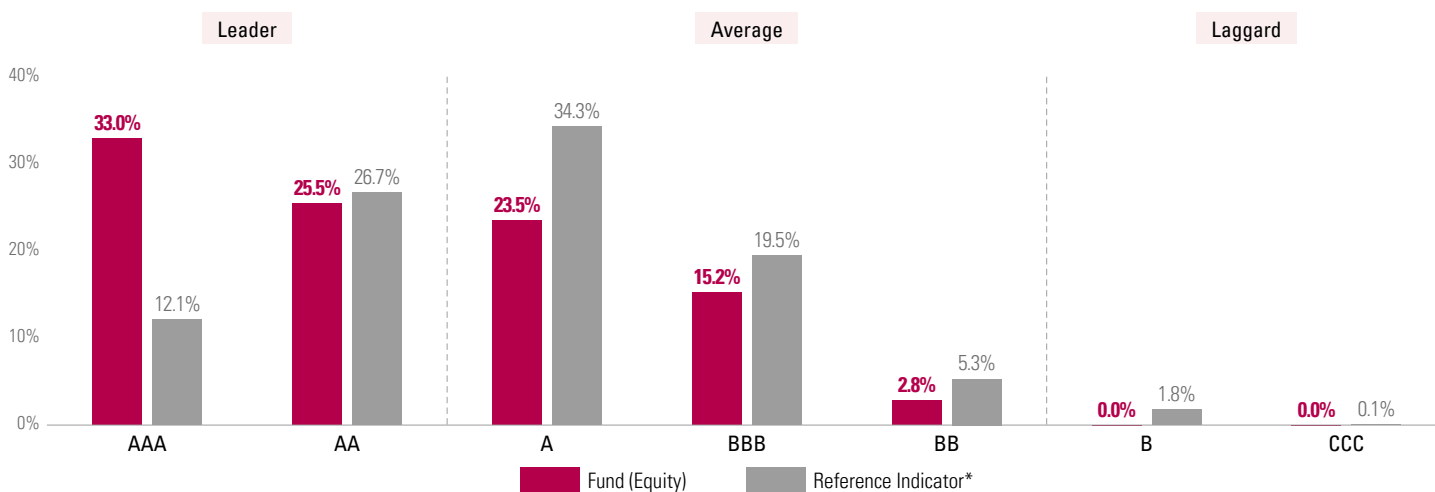


ESG Score - Portfolio ESG Coverage: 100%

Carmignac Portfolio Grandchildren FW GBP Acc	Reference Indicator*
AAA	AAA

Source MSCI ESG

MSCI ESG Score Portfolio vs Reference Indicator



Source: MSCI ESG Score. ESG Leaders represent companies rated AAA and AA by MSCI. ESG Average represent companies rated A, BBB, and BB by MSCI. ESG Laggards represent companies rated B and CCC by MSCI.

Carbon Emission Intensity (T CO2E/USD mn Revenues) converted to Euro



Source: S&P Trucost, 31/08/22. The reference indicator of each Fund is hypothetically invested with identical assets under management as the respective Carmignac equity funds and calculated for total carbon emissions and per million Euro of revenues.

Carbon emission figures are based on S&P Trucost data. The analysis is conducted using estimated or declared data measuring Scope 1 and Scope 2 carbon emissions, excluding cash and holdings for which carbon emissions are not available. To determine carbon intensity, the amount of carbon emissions in tonnes of CO2 is calculated and expressed per million dollar of revenues (converted to Euro). This is a normalized measure of a portfolio's contribution to climate change that enables comparisons with a reference indicator, between multiple portfolios and over time, regardless of portfolio size.

Please refer to the glossary for more information on the calculation methodology

Top 5 ESG Rated Portfolio Holdings

Company	Weight	ESG Rating
MICROSOFT CORP.	6.82%	AAA
NOVO NORDISK A/S	5.12%	AAA
L'OREAL SA	3.15%	AAA
NVIDIA CORP.	2.72%	AAA
ASML HOLDING NV	2.57%	AAA

Top 5 Active Weights and ESG Scores

Company	Weight	ESG Score
THE ESTEE LAUDER COMPANIES, INC.	6.38%	A
THERMO FISHER SCIENTIFIC, INC.	4.77%	BBB
NOVO NORDISK A/S	4.62%	AAA
RESMED, INC.	3.78%	AA
PALO ALTO NETWORKS, INC.	3.48%	BBB

* Reference Indicator: MSCI WORLD (USD) (Reinvested Net Dividends). The reference to a ranking or prize, is no guarantee of the future results of the UCIS or the manager.

FUND MANAGEMENT ANALYSIS

Market environment



Markets, and not central bankers, made an about-turn in August. Market expectations were therefore dampened from mid-August onwards. The scenario of a reversal of the inflationary trend and hence a change of tone on the part of central banks in favour of a less restrictive stance was once again called into question by solid employment data and by macro and micro economic publications pointing towards buoyant consumer spending. And speeches by Jerome Powell and Isabel Schnabel at the Jackson Hole symposium tipped the scales more towards inflation. Central bankers were saying loud and clear that they saw inflation as a far greater threat to the economy than recession. In this context, the technical rebound that started in early summer came to an abrupt halt and the markets went back down. In the wake of the interest rate hike, value stocks resumed their outperformance and the technology sector saw a sharper sell-off. At the same time, the energy sector continued to rally as the imbalance between supply and demand grew.

Performance commentary



The Fund declined in August, trailing its reference indicator. The investment process, which aims to favour “quality” companies (i.e. those with characteristics more likely to ensure solid performance over the long term), tends to overweight certain sectors such as technology. However, the interest rate movements we experienced in August tended to weigh on such stocks, which have structurally higher valuation levels due to their quality profile. The Fund therefore suffered from its exposure to the technology and healthcare sectors, which are full of quality stocks. In turn, relative performance was hampered by the fund's structural underexposure to the energy sector. Among the main detractors from performance were NVIDIA, Microsoft and ASML on the technology side, and Thermo Fisher, Zoetis and ResMed on the health side. Conversely, Palo Alto Networks, a global leader in cybersecurity, was one of the main contributors to performance.

Outlook and Investment strategy



Fears of a recession could come true over the next few months. With this in mind, we reduced the portfolio's sensitivity to the cycle by increasing the weighting of defensive stocks. Within the technology sector, in addition to the criteria specific to the investment process (strong balance sheet, stable and high margins, reinvestment of profits, innovation), we favoured the most resilient sub-segments. These included the cloud, which offers recurring revenue streams enabled by a subscription-based business model. The fund's strongest conviction plays also include healthcare market leaders such as Novo Nordisk and Eli Lilly. In the diabetes segment and in the emerging obesity market, these companies are in healthy competition with each other to innovate. Faced with a huge addressable market, the two players should be able to co-exist for many years.

GLOSSARY

Active Weight: Represents the absolute value of the difference between the weight of a holding in the manager's portfolio and the same holding in the benchmark index.

Alpha: Alpha measures the performance of a portfolio compared to its reference indicator. Negative alpha means the fund performed less well than its reference indicator (e.g. if the indicator increased by 10% in one year and the fund increased by only 6%, its alpha is -4). Positive alpha means the fund performed better than its reference indicator (e.g. if the indicator increased by 6% in one year and the fund increased by 10%, its alpha is 4).

Beta: Beta measures the relationship between the fluctuations of the net asset values of the fund and the fluctuations of the levels of its reference indicator. Beta of less than 1 indicates that the fund "cushions" the fluctuations of its index (beta = 0.6 means that the fund increases by 6% if the index increases by 10% and decreases by 6% if the index falls by 10%). Beta higher than 1 indicates that the fund "magnifies" the fluctuations of its reference indicator (beta = 1.4 means that the fund increases by 14% when the index increases by 10% but also decreases by 14% when the index decreases by 10%). Beta of less than 0 indicates that the fund reacts inversely to the fluctuations of its reference indicator (beta = -0.6 means that the fund falls by 6% when the index increases by 10% and vice versa).

Capitalisation: A company's stock market value at any given moment. It is obtained by multiplying the number of shares of a company by its stock exchange price.

Investment grade: A loan or bond that rating agencies have rated AAA to BBB-, generally indicating relatively low default risk.

Investment/exposure rate: The investment rate constitutes the volume of assets invested expressed as a percentage of the portfolio. Adding the impact of the derivatives to this investment rate results in the exposure rate, which corresponds to the real percentage of asset exposure to a certain risk. Derivatives can be used to increase the underlying asset's exposure (stimulation) or reduce it (hedging).

Net asset value: Price of all units (in an FCP) or shares (in a SICAV).

Rating: The rating measures the creditworthiness of a borrower (bond issuer). Ratings are published by rating agencies and offer the investor reliable information on the risk profile associated with a debt security.

SFDR Fund Classification: Sustainable Finance Disclosure Regulation (SFDR) 2019/2088. EU Act that requires asset managers to classify funds into categories. "Article 8" funds promote environmental and social characteristics, "Article 9" funds have sustainable investments as a measurable objective. For more information, please refer to <https://eur-lex.europa.eu/eli/reg/2019/2088/oj>

VaR: Value at Risk (VaR) represents an investor's maximum potential loss on the value of a financial asset portfolio, based on a holding period (20 days) and confidence interval (99%). This potential loss is expressed as a percentage of the portfolio's total assets. It is calculated on the basis of a sample of historical data (over a two-year period).

ESG DEFINITIONS & METHODOLOGY

ESG: E for Environment, S for Social, G for Governance

ESG score Calculation: Only the Equity and Corporate Bond holdings of the fund considered. Overall Fund Rating calculated using MSCI Fund ESG Quality Score methodology: excluding cash and non ESG-rated holdings, performing a weighted average of the normalized weights of the holdings and the Industry-Adjusted Score of the holdings, multiplied by (1+Adjustment%) which consists of the weight of positively trending ESG ratings minus the weight of ESG Laggards minus the weight of negatively trending ESG ratings. For a detailed explanation see "MSCI ESG Fund Ratings Methodology", Section 2.3. Updated June 2021.

S&P Trucost methodology: Trucost uses company disclosed emissions where available. In the instance it is not available, they use their proprietary EEIO model. The model uses the revenue breakdown of the company by industry sector to estimate the carbon emissions. For further information, please visit: www.spglobal.com/spdji/en/documents/additional-material/faq-trucost.pdf. Although S&P Trucost does report Scope 3 emissions where available, such emissions are commonly considered to be poorly defined and inconsistently calculated by companies. As a result, we have chosen not to include them in our portfolio emission calculations.

To calculate the portfolio carbon emissions, the companies' carbon intensities (tonnes of CO₂e / USD mn revenues) are weighted according to their portfolio weightings (normalized for holdings for which carbon emissions are not available), and then summed.

Scope 1: Greenhouse gas emissions generated from burning fossil fuels and production processes which are owned or controlled by the company.

Scope 2: Greenhouse gas emissions from consumption of purchased electricity, heat or steam by the company.

Scope 3: Other indirect Greenhouse gas emissions, such as from the extraction and production of purchased materials and fuels, transport-related activities in vehicles not owned or controlled by the reporting entity, electricity-related activities (e.g. T&D losses) not covered in Scope 2, outsourced activities, waste disposal, etc.

Main risks of the fund

Equity: The Fund may be affected by stock price variations, the scale of which is dependent on external factors, stock trading volumes or market capitalization. **Currency:** Currency risk is linked to exposure to a currency other than the Fund's valuation currency, either through direct investment or the use of forward financial instruments. **Discretionary management:** Anticipations of financial market changes made by the Management Company have a direct effect on the Fund's performance, which depends on the stocks selected. The Fund presents a risk of loss of capital.

Important legal information

Source: Carmignac at 31/08/22. Copyright: The data published in this presentation are the exclusive property of their owners, as mentioned on each page. From 01/01/2013 the equity index reference indicators are calculated net dividends reinvested. This document may not be reproduced, in whole or in part, without prior authorisation from the management company. This document does not constitute a subscription offer, nor does it constitute investment advice. Access to the Fund may be subject to restrictions with regard to certain persons or countries. The Fund is not registered in North America, in South America, in Asia nor is it registered in Japan. The Funds are registered in Singapore as restricted foreign scheme (for professional clients only). The Fund has not been registered under the US Securities Act of 1933. The Fund may not be offered or sold, directly or indirectly, for the benefit or on behalf of a U.S. person, according to the definition of the US Regulation S and/or FATCA. The Fund presents a risk of loss of capital. The risks and fees are described in the KIID (Key Investor Information Document). The Fund's prospectus, KIIDs and annual reports are available at www.carmignac.com, or upon request to the Management Company. The KIID must be made available to the subscriber prior to subscription. The Management Company can cease promotion in your country anytime. Investors have access to a summary of their rights in English on the following link at section 6: https://www.carmignac.com/en_US/article-page/regulatory-information-1788. In Switzerland, the Fund's respective prospectuses, KIIDs and annual reports are available at www.carmignac.ch, or through our representative in Switzerland, CACEIS (Switzerland) S.A., Route de Signy 35, CH-1260 Nyon. The paying agent is CACEIS Bank, Montrouge, Nyon Branch / Switzerland, Route de Signy 35, 1260 Nyon. - In the United Kingdom, the Funds' respective prospectuses, KIIDs and annual reports are available at www.carmignac.co.uk, or upon request to the Management Company, or for the French Funds, at the offices of the Facilities Agent at BNP PARIBAS SECURITIES SERVICES, operating through its branch in London: 55 Moorgate, London EC2R. This material was prepared by Carmignac Gestion and/or Carmignac Gestion Luxembourg and is being distributed in the UK by Carmignac Gestion Luxembourg UK Branch (Registered in England and Wales with number FC031103, CSSF agreement of 10/06/2013). Reference to certain securities and financial instruments is for illustrative purposes to highlight stocks that are or have been included in the portfolios of funds in the Carmignac range. This is not intended to promote direct investment in those instruments, nor does it constitute investment advice. The Management Company is not subject to prohibition on trading in these instruments prior to issuing any communication. The portfolios of Carmignac funds may change without previous notice.

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Investment management company approved by the AMF

Public limited company with share capital of € 15,000,000 - RCS Paris B 349 501 676

CARMIGNAC GESTION Luxembourg - City Link - 7, rue de la Chapelle - L-1325 Luxembourg - Tél : (+352) 46 70 60 1

Subsidiary of Carmignac Gestion - Investment fund management company approved by the CSSF

Public limited company with share capital of € 23,000,000 - RC Luxembourg B 67 549

MARKETING COMMUNICATION

