

ELEVA Leaders Small & Mid Cap Europe - Class J1

30/10/2020
Monthly report

For professional, qualified and institutional investors

This document should be read in conjunction with the prospectus and relevant KIID which are available on our website www.elevacapital.com.

Past performance is no guarantee of future results. The UCITS Fund does not benefit from any guarantee or protection, so the initial invested capital may not be fully repaid.

Investment objective and approach

- Aiming to achieve superior long-term risk adjusted returns
- Investing primarily in small and mid-cap European companies which aim to deliver profitable growth over the long term.
- Conviction investing using bottom-up stock picking with high active weight
- Dynamic and pragmatic approach with growth bias
- Using a macroeconomic overlay to support sector positioning
- Recommended investment horizon : At least 5 years

Fund facts

Managers: Diane Bruno & Marie Guigou

Legal structure: Luxembourg SICAV - UCITS V

Fund launch date: 18th December 2018

Total Fund Assets: 216 331 271 €

Share class last 30/10/2020

J1 (EUR) acc.: 1 003.18 EUR

J1 (USD) acc. (unhedged): 991.96 USD

J1 (GBP) dis. (unhedged): 999.88 GBP

Share class distribution policy:

J1 (EUR) acc.: Accumulation

J1 (USD) acc. (unhedged): Accumulation

J1 (GBP) dis. (unhedged): Distribution

Benchmark: STOXX Europe Small 200 Index (Net Return)
| SCXR Index

Share class ISIN & Bloomberg code:

J1 (EUR) acc.: LU2188778422 | ELSMEJE LX

J1 (USD) acc. (unhedged): LU2188778349 | ELLSMJU LX

J1 (GBP) dis. (unhedged): LU2188778265 | ELMEJGD LX

Share class launch date:

J1 (EUR) acc.: 8th September 2020

J1 (USD) acc. (unhedged): 8th September 2020

J1 (GBP) dis. (unhedged): 8th September 2020

Registration

J1 EUR acc.: CH, DE, IT, LU, ES

J1 (USD) acc. (unhedged): CH, DE, IT, LU, ES

J1 (GBP) dis. (unhedged): CH, LU, GB

For all available share classes please refer to the Fund prospectus.

PEA Eligible

Performance and risk measures

The regulations do not allow us to present performance data for classes less than one year old.

Potentially lower reward ← Potentially higher reward
Lower risk Higher risk

1	2	3	4	5	6	7
---	---	---	---	---	---	---

The risk and reward profile shown is not guaranteed and may change over time.

This share class is in category 6, since the share price has a high volatility therefore the risk of loss as well as the expected reward can be high.

Monthly Comment

European equity markets have suffered in October: -4.65% for the STOXX Small 200 NR and -5.1% for the Stoxx 600 NR. The extent of the second wave of COVID and the announcement of new lockdown measures in many European countries, with the absence of concrete data on the ongoing trials of vaccines, have caused markets to decline. Furthermore, investors have exhibited a wait-and-see attitude on the eve of important political deadlines on both sides of the Atlantic.

Counter-intuitively in this phase of consolidation, Materials and Industry are among the sectors that are resisting best while Technology and Real Estate are suffering. Financials are not underperforming. In this context, ELEVA Leaders Small Mid Cap Europe is down despite a satisfactory season of results: several companies are increasing or publishing 2020 targets above that of consensus, particularly in Health Care, Industrials, Consumer Discretionary (**Française des jeux**) and Materials (**Verallia**), while many other portfolio companies have produced very encouraging Q3 figures. That said, new social distancing measures and their impact on the economy have been enough to overshadow these.

Despite the recent news, the portfolios positioning remains 55% defensive / 45% cyclical (in line with the end of September positioning). We find that the recent lockdown measures are at this stage much less drastic than in March and certain cyclical sectors such as construction should be less affected.

Portfolio managers

Diane Bruno and Marie Guigou are the Portfolio Managers of Eleva Leaders Small & Mid Cap Europe Fund. Prior to joining Eleva Capital, Diane and Marie were responsible for co-managing a European Equity Small & Mid-Cap Fund. Diane graduated from ESCP and holds the CIIA diploma. Marie graduated from ESSEC and is a CFA Charterholder.

Administrative information

Central administration:

HSBC France, Luxembourg Branch

Transfert agent:

HSBC France, Luxembourg Branch

Custodian bank:

HSBC France, Luxembourg Branch

Auditor:

PricewaterhouseCoopers

Management Company:

ELEVA Capital SAS

Subscription / Redemption Cut off:

12:00 CET

Subscription / Redemption Settlement:

T+2

Fees

Subscription fee: Up to 3%

Redemption fee: 0%

Management fee: Up to 0.9%

Performance fee: Up to 20% of outperformance to the STOXX Europe Small 200 Index Net Return (SCXT)

Investment Manager

Firm name:

ELEVA Capital SAS

Address:

32 rue de Monceau, 75008 Paris

Telephone:

+33 (0)1 40 69 28 70

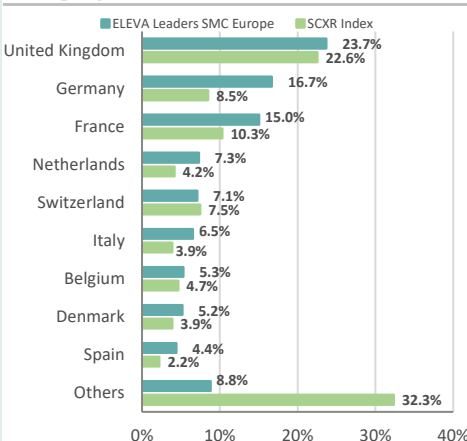
Contact:

Axel Plichon, Head of Business Development
axel.plichon@elevacapital.com

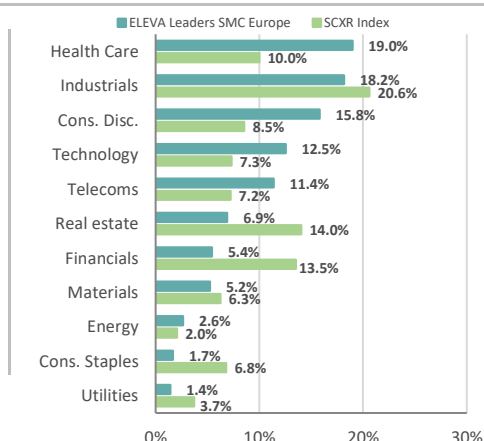
Portfolio analysis

Source: ELEVA Capital

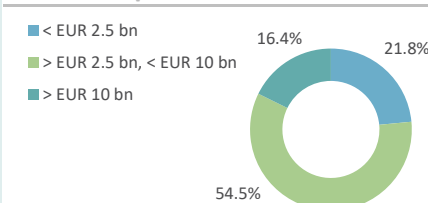
Geographic breakdown



Sector breakdown



Market Capitalisation *



Average Market Cap €6.82 bn

(*) cash excluding

Risk Indicator (since inception)

Risk	Fund	Benchmark
Active Weight	89.77%	
Volatility		
Beta		
Tracking Error		
Sharpe ratio		
Sortino Ratio		
Information Ratio		

The regulations do not allow us to present performance data for funds less than one year old.

Top 5 holdings

Company	Sector	Weight
CELLNEX TELECOM SA	Telecoms	3.29%
AVAST PLC	Technology	2.60%
HOMESERVE PLC	Industrials	2.56%
LA FRANCAISE DES JEUX SAEM	Cons. Disc.	2.54%
STILLFRONT GROUP AB	Telecoms	2.46%
TOTAL		13.45%

Top 3 contributors

Name	Contribution Absolute
Cellnex Telecom Sa	21 bps
Flatex Ag	16 bps
Dechra Pharmaceuticals Plc	14 bps

Source : ELEVA Capital, Bloomberg

Top 3 detractors

Name	Contribution Absolute
Nexi Spa	-31 bps
D'leteren Sa/Nv	-29 bps
Banca Farmafactoring Spa	-26 bps

The information contained in this document does not constitute any recommendation or investment proposal. This material has been prepared for informational purposes only. This document is neither an offer to sell nor a solicitation of an offer to buy any securities or other investment product described herein. Product(s) described herein is/are not available to all persons in all geographic locations. There are significant risks associated with investment in the Fund. Investment may not be suitable for all investors and is intended for sophisticated investors who have fully understood the risks associated with such an investment and can accept a substantial or complete loss of their investment. Each prospective investor should review the Prospectus of the Fund, which contains important information concerning risk factors, past performance, and material aspects of the Fund and which must be read carefully before any decision to invest is made. Past performance is not a guarantee of future results and no assurance can be given that product(s) described herein will yield favourable investment results, that the Fund's investment objectives will be achieved, or that the investor will receive a return of all or part of their investment. The STOXX Europe Small 200 Index is the intellectual property (including registered trademarks) of STOXX Limited, Zurich, Switzerland ("STOXX"), Deutsche Börse Group or their licensors, which is used under license. The ELEVA Leaders Small & Mid Cap Europe fund is neither sponsored nor promoted, distributed or in any other manner supported by STOXX, Deutsche Börse Group or their licensors, research partners or data providers and STOXX, Deutsche Börse Group and their licensors, research partners or data providers do not give any warranty, and exclude any liability (whether in negligence or otherwise) with respect thereto generally or specifically in relation to any errors, omissions or interruptions in the STOXX Europe Small 200 Index or its data. The I share classes are not registered for marketing in Belgium and are offered under the private placement regime.