



sycamore
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sélection midcap

SEPTEMBER 2022

Share R

Isin code | FR0010376368

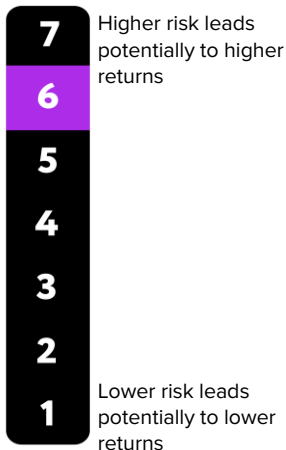
NAV | 629.9€

Assets | 64.7 M€

European Sustainable Classification



SRRI

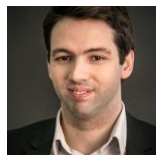


The fund does not offer any guarantee of return or performance and presents a risk of capital loss

Investment Team



Hugo MAS
Fund Manager



Alban PRÉAUBERT
Fund Manager



Cyril CHARLOT
Fund Manager



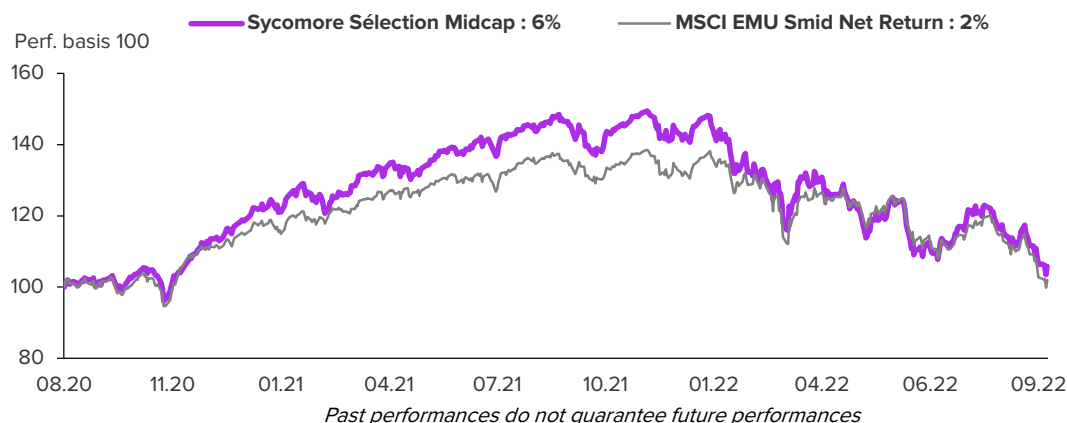
France

Investment strategy

A responsible selection of mid-caps

Sycamore Sélection Midcap seeks to outperform the MSCI EMU Smid Cap Net Return index (dividends reinvested) by employing a socially responsible and multi-themed investment process (energy transition, healthcare, nutrition, well-being, digital...) in keeping with the United Nations' Sustainable Development Goals (SDGs). Primarily exposed to EU country equities, the fund specifically targets the mid-cap segment, with no sector constraints. Our ESG exclusion and selection methodology is fully integrated into our corporate fundamental analysis framework.

Performances as of 30.09.2022



	Sep	2022	1 year	3 yrs	5 yrs	Inc. Annu.	2021	2020	2019	2018
Fund %	-6.7	-28.3	-24.3	-1.6	-18.3	214.9	6.3	24.3	2.4	13.7
Index %	-8.4	-25.2	-22.3	-0.5	1.2	206.2	6.1	18.9	4.4	27.3

Statistics

	Corr.	Beta	Alpha	Vol.	Bench. Vol	Track. Error	Sharpe Ratio	Info Ratio	Draw Down	Bench. DD
3 years	0.9	0.9	-0.2%	20.1%	21.0%	7.2%	0.0	-0.1	-36.5%	-37.9%
Inception	0.9	0.8	1.4%	15.0%	18.4%	6.6%	0.4	0.0	-62.4%	-64.9%

Fund commentary

High inflation and central bank policies have led to a spectacular rise in long-term interest in the US and in Europe, suggesting a harder landing than expected for the economy. In this environment, small and mid-caps largely underperformed, with outflows gaining further momentum over the past few weeks. Our cash holdings and stock selection enabled the fund to cushion the fall during the period, including our financials Finco (Italian digital bank) and ASR (Dutch insurance company), as their earnings are sensitive to rising interest rates. The fund also benefited from its exposure to companies whose activities should demonstrate resilience in the event of an economic turnaround. These include Spie (electric maintenance in buildings), Azelis (distributor of specialty chemicals and ingredients) and Euroapi (supplier of active ingredients for healthcare).



Fund Information

Inception date

10/12/2003

ISIN codes

Share I - FR0013303534

Share ID - FR0013527983

Share R - FR0010376368

Bloomberg tickers

Share I - SYNSMAI FP Equity

Share ID - SYNSMID FP Equity

Share R - SYNSMAR FP Equity

Benchmark

MSCI EMU Smid Net Return

Legal form

Mutual fund

Domiciliation

France

PEA eligibility

Yes

Investment period

5 yrs

Minimum investment

None

UCITS V

Yes

Valuation

Daily

Currency

EUR

Cut-Off

12am CET Paris Time (BPSS)

Cash Settlement

J+2

Management fees

Share I - 1.00%

Share ID - 1.00%

Share R - 2.00%

Performance fees

15% > Benchmark

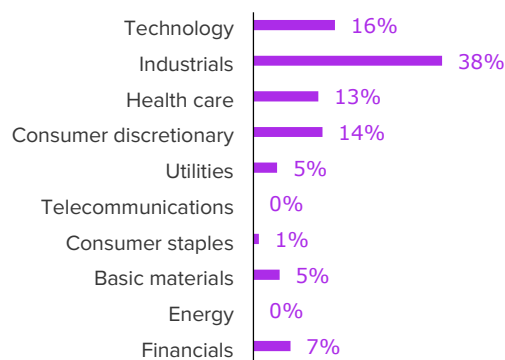
Transaction fees

None

Portfolio

Equity exposure	94%
Overlap with benchmark	11%
Number of holdings	57
Weight of top 20 stocks	14%
Median market cap	2.9 €bn

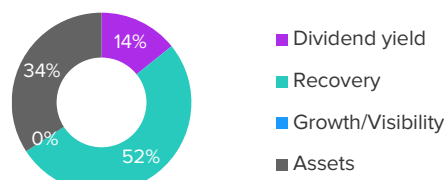
Sector exposure



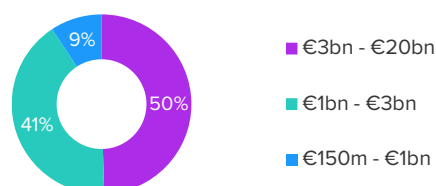
Valuation

	Fund	Index
2022 PER	13.1x	10.7x
2022 EPS growth	21.0%	10.9%
2022 P/BV ratio	1.8x	1.2x
Return on Equity	13.6%	10.8%
2022 Dividend Yield	2.6%	3.7%

Style breakdown



Market cap 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	Index
SPICE	3.6/5	3.4/5
S score	3.2/5	3.2/5
P score	3.4/5	3.3/5
I score	3.8/5	3.5/5
C score	3.7/5	3.5/5
E score	3.5/5	3.2/5

Top 10

	Weight	SPICE score	NEC	CS
SPIE	3.5%	3.8/5	+14%	37%
Nexans	3.2%	3.9/5	+16%	20%
SeSa	2.6%	3.9/5	0%	10%
Wienerberger	2.4%	3.6/5	+21%	21%
Moncler	2.4%	3.7/5	-3%	-25%
ASR Nederland	2.4%	3.6/5	0%	25%
Alfen NV	2.3%	3.9/5	+53%	35%
Tokmanni	2.3%	3.5/5	0%	25%
FinecoBank	2.2%	3.7/5	0%	11%
Alten	2.1%	3.8/5	+3%	-5%

Performance contributors

	Aver. weight	Contrib
Positive		
Zardoya	1.6%	0.48%
Verbio	1.8%	0.17%
Rovi	1.9%	0.11%
Negative		
Wienerberger	2.1%	-0.26%
Tokmanni	1.8%	-0.26%
Dürr	1.9%	-0.22%

Portfolio changes

Buy

Solaria

Virbac

Sopra Steria

Reinforcement

Brembo

Azelis

Euroapi

Sell

Munters

Krones

Caf

Reduction

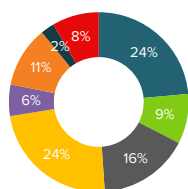
Asm International

Ariston

Fineco Bank



Sustainability thematic



- Energy transition
- Sustainable management of resources
- Health & Safety
- Digital and communication
- Nutrition and well-being
- SPICE Leadership
- Access and Inclusion
- Transformation SPICE

ESG score

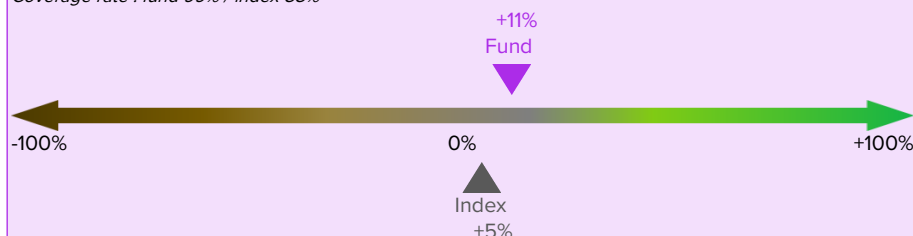
	Fund	Index
ESG*	3.5/5	3.2/5
Environment	3.5/5	3.2/5
Social	3.4/5	3.3/5
Governance	3.6/5	3.4/5

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 99% / index 88%



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

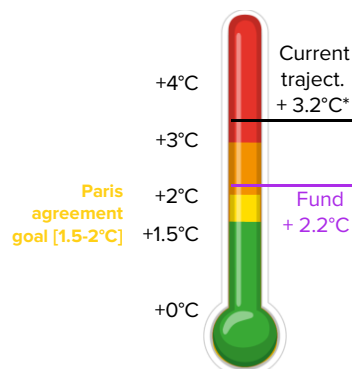
Coverage rate : fund 91% / index 92%



Temperature rising - SB2A

Induced average temperature increase by 2100 compared to pre-industrial times, according to the Science-Based 2°C Alignment methodology.

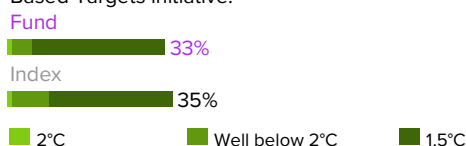
Coverage rate : fund 35%



*Selon le rapport AR6 WGIII Climate Mitigation Avril 2022, «Headline Statements from the Summary for Policymakers». <https://report.ipcc.ch/ar6wg3/pdf/IPCC>

Climate alignment - SBTi

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



Carbon footprint

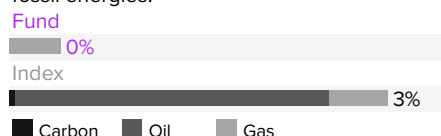
Annual greenhouse gas emissions (GHG Protocol) from upstream scopes 1, 2 and 3 per k€ invested***.

Coverage rate : fund 91% / index 98%

	Fund	Index
kg. éq. CO ₂ /year/k€	209	474

Fossil fuel exposure

Percentage of income derived from the three fossil energies.



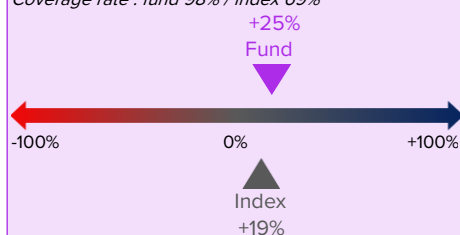
Carbon Oil Gas

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 98% / index 69%



The Good Jobs Rating - Quantity

Degree of contribution of companies to sustainable job creation - Focus on the Quantity dimension: direct, indirect and induced job creation over the last three years.

Coverage rate : fund 99% / index 89%

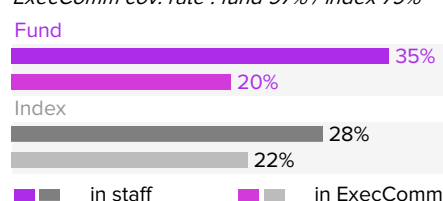


Gender equality ♀/σ

Percentage of women in total company headcounts and executive committees.

Staff cov. rate : fund 92% / index 88%

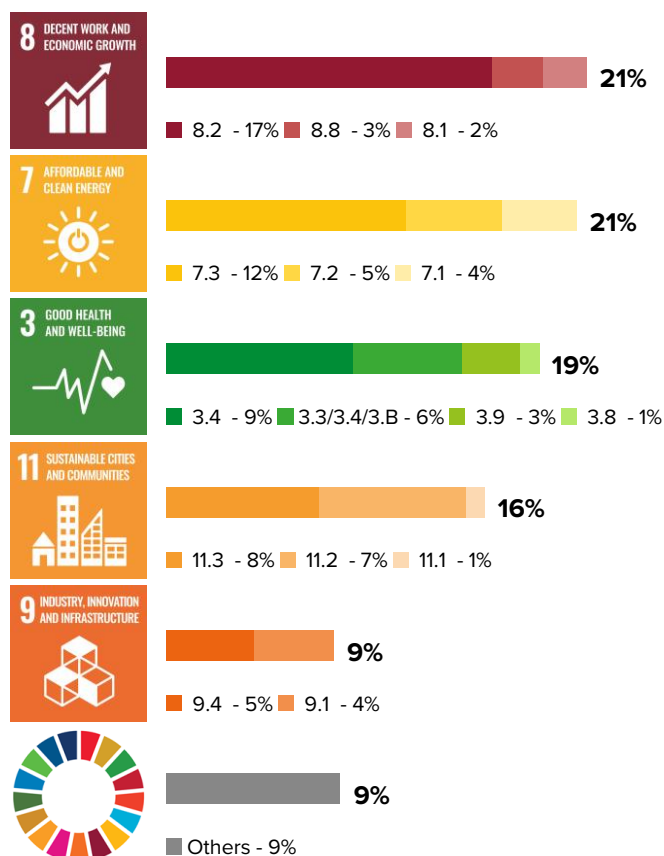
ExecComm cov. rate : fund 97% / index 79%



in staff in ExecComm



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 : 23%

ESG follow-up, news and dialogues

Dialogues and engagements

OVHcloud

Develop a Human Rights and Development (HRD) strategy in line with the United Nations Guiding Principles on Business and Human Rights (UNGPs).

ESG controversies

Rexel

Schneider, Legrand and Rexel, suspected of price fixing in France - the companies have announced that they have received a notice of complaint from the Competition Authority. Rexel has specified that "the notice of complaint specifically regards the exemption mechanism". In respect of these accusations, Rexel assures that it "constantly monitors rigorous compliance with laws and regulations in force". We decided to lighten this position.

Arkema

Following an investigation by journalists, samples taken revealed high levels of perfluorinated (PFC) and polyfluoroalkyl (PFAS) compounds close to the Arkema and Daikin plants in Pierre-Benite. However, frequent controls are conducted on the Arkema facility (Seveso classified). Within PFAS compounds, the plant claims to use only 6:2 FTS, which is not bio-cumulative and is not subject to specific safety standards. The group has also planned to stop using this additive by the end of 2024.

Votes

0 / 0 voted general assembly over the month.

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