



# ECHIQUEUR CONVEXITE SRI EUROPE I

DECEMBER 2023 (data as of 12/31/2023)



Echiquier Convexité SRI Europe applies a conviction-driven management approach largely based on a bottom-up process to identify the best investment vehicles possible. Investing in convertible bonds and equivalent securities of the European Union, it seeks to optimize convexity and maximize the risk/return ratio of the fund.



188 M€  
Net assets



1,399.89 €  
NAV

## Characteristics

Inception date	10/12/2006
ISIN	FR0010383448
Bloomberg code	AAMACEI FP
Base currency	EUR
Income allocation	Accumulation
Ref. Indic.	REFINITIV EUROPE FOCUS HEDGED CB (EUR)
SFDR classification	Article 8

## Financial information

Subscription/ redemption fee	3% max. / None
Yearly management fees	0.70% incl. taxes
Performance fee	No
Liquidity	Daily
Cut off	Noon
Settlement	D+2
Fund administrator	Société Générale
Custodian	BNP Paribas SA

## Risk and reward profile (%)

(based on weekly figures)

	1 year	3 Years	5 Years
Fund volatility	5.0	6.2	6.6
Ref. indicator volatility	7.1	7.9	7.7
Sharpe ratio	0.5	Neg	0.1
Beta	0.7	0.8	0.8
Correlation	0.9	1.0	1.0
Information ratio	0.1	0.3	-0.2
Tracking error	2.9	2.7	2.5
Max. drawdown of the fund	-4.7	-19.2	-19.2
Max. drawdown of the benchmark	-6.0	-21.9	-21.9
Recovery (business days)	32.0	-	-

Lower risk Highest risk



This indicator represents the risk profile shown in the KID.  
The risk indicator is based on the assumption that you hold units for 2 years.  
Warning: the real risk can be very different if you opt for an exit before this period, and you could get less in return.

Recommended investment  
horizon

2 years

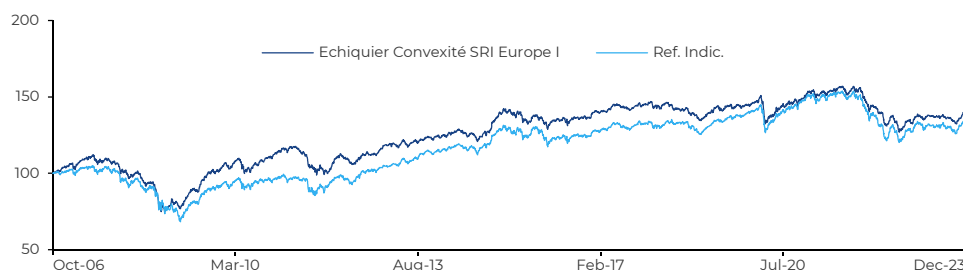
## Fund Manager comments

Echiquier Convexité SRI Europe I turned in a positive monthly performance of 2.44% and of 5.69% year-to-date.

The markets are ending the year with a bang, in both equities and bonds. Investors seem to be taking on board only the good news, focusing particularly on the reassuring inflation figures but taking little account of its corollary: a particularly gloomy growth outlook for 2024 against a backdrop of increasingly anxious geopolitical tensions. Against this favourable backdrop, the fund outperformed its benchmark by a wide margin, despite a defensive positioning characterised by an equity sensitivity deficit of over 10%. The outperformance was mainly due to our overweighting of mid-caps, which continued to rebound, such as BESI, ELIS and NEOEN. Given the sharp rise in equity markets in a still uncertain environment, we are maintaining our defensive bias while taking advantage of opportunities in neglected mid-caps. We have initiated a position in DUERR, a German specialist in turnkey paint shops for the automotive industry, whose convertible bond offers a yield of over 5% on a low-debt, highly valued portfolio.

Fund Managers: Emmanuel Martin, Guillaume Jourdan

## Evolution of the performance of the fund and its reference indicator since inception (base 100)



Ref. Indic.: source Bloomberg

## Cumulative performance (%)

	Fund	Ref. Indic.
1 month	+2.4	+1.9
YTD	+5.7	+5.4
3 Years	-7.6	-10.5
5 Years	+3.6	+6.4
10 years	+12.8	+17.3
Since inception	+40.0	+33.9

## Annualised performance (%)

	Fund	Ref. Indic.
1 year	+5.7	+5.4
3 Years	-2.6	-3.6
5 Years	+0.7	+1.3
10 years	+1.2	+1.6
Since inception	+2.0	+1.7

## Performance history (%)

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year Fund	Year Ref. Indic.
2014	-0.4	+1.2	+1.0	+0.5	+1.2	-1.0	-1.0	-0.3	-1.0	-0.3	+2.8	+0.7	+2.6	+4.5
2015	+5.0	+3.0	+1.3	+0.6	+0.1	-2.0	+1.1	-2.8	-1.8	+3.0	+1.0	-1.2	+7.5	+7.6
2016	-2.4	-0.8	+1.7	+0.0	+1.1	-2.2	+2.0	+0.2	+0.3	+0.1	-0.2	+2.5	+2.2	-0.4
2017	-0.5	+0.9	+0.8	+1.4	+0.7	-1.2	-0.1	-0.8	+1.3	+1.4	-0.4	-0.0	+3.6	+3.5
2018	+0.7	-1.2	-1.1	+1.8	-1.1	-1.3	+0.1	-0.3	+0.7	-2.3	-1.0	-2.0	-6.7	-4.9
2019	+1.4	+1.9	+0.9	+2.6	-2.4	+1.9	+0.5	-0.3	+0.4	-0.2	+0.6	+0.6	+7.9	+11.4
2020	+0.2	-0.4	-7.5	+2.5	+1.5	+1.6	+0.5	+2.0	+0.0	-0.9	+3.1	+1.6	+3.8	+6.7
2021	+0.3	-0.6	+0.3	+1.0	+0.1	+0.4	+0.8	+0.8	-2.4	+0.9	+0.1	+1.2	+2.8	+0.9
2022	-3.9	-3.0	-0.8	-1.0	-2.0	-6.0	+4.0	-1.9	-4.8	+2.5	+2.7	-1.3	-14.9	-15.8
2023	+3.6	-0.3	+0.3	+0.3	-0.9	+0.9	+0.3	-0.9	-1.3	-1.7	+3.0	+2.4	+5.7	+5.4

## For more information

The fund is invested on financial markets. It presents a risk of capital loss.

Past performance is not a reliable indicator of future performance and is not constant over time.

Performance of the fund and the benchmark are calculated net of income (as of the 2013 financial year). Until 2012, however, the performance of the benchmark did not include income.

This commercial document aims to inform you in a simple way on the fund's characteristics.

For more information about risks and fees, please refer to the KID, prospectus or contact your usual representative.

Fund Profile

Number of positions	56
Average rating (rated issuers)	BBB
Average maturity	2.3

Yield of bond component	1.0%
Modified duration	1.8

Source: LFDE

Convertible Bond Profile

Average premium	57.7%
Distance to bond floor	-5.9%
Convexity -20%	-5.0%
Convexity +20%	9.1%

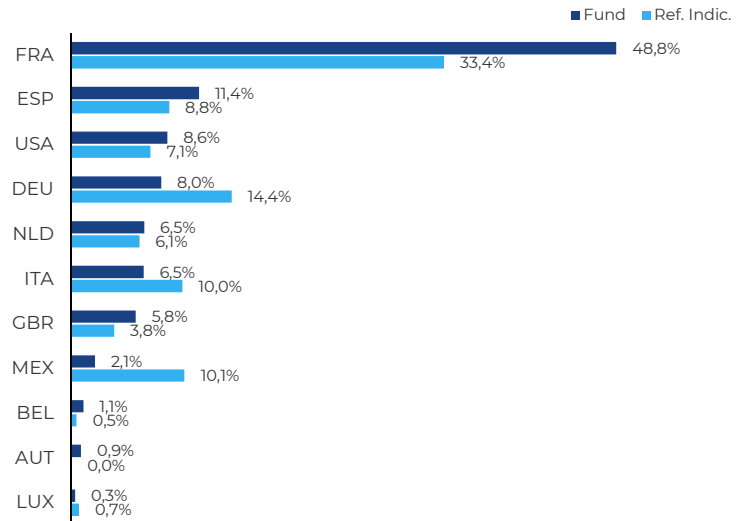
Equity sensitivity breakdown

Equity sensitivity	29.8%
Including convertible bonds	24.2%
Including options	5.6%

Source: LFDE

Geographic breakdown

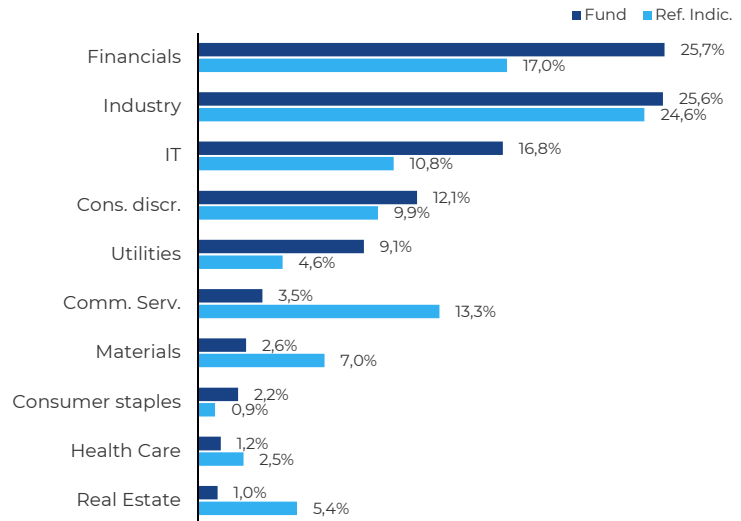
(equity sensitivity %)



Source: LFDE

Sector breakdown (GICS)

(equity sensitivity %)



Source: Bloomberg

Top holdings

% of the net assets

Name	Country	Sector	%
Renault 2.375% 05/26	FRA	Cons. discr.	3.4
D. Post CV 0.05% 06/25	DEU	Industry	3.0
STM CV 0 % 08/27	NLD	IT	2.9
Wendel/BVI CV 2.625% 03/26	FRA	Industry	2.9
Accor CV 0.7% 12/27	FRA	Cons. discr.	2.7

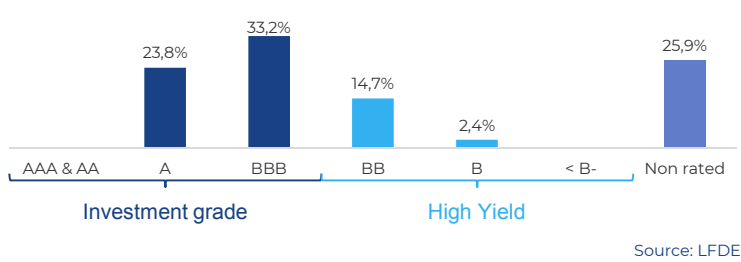
% of the equity sensitivity

Name	Country	Sector	%
SCHNEIDER ELECTRIC	FRA	Industry	3.9
STMICROELECTRONICS	NLD	IT	2.1
BNP PARIBAS	FRA	Financials	2.0
AMADEUS IT	ESP	Cons. discr.	1.7
L'OREAL	FRA	Consumer s...	1.3

Source: LFDE

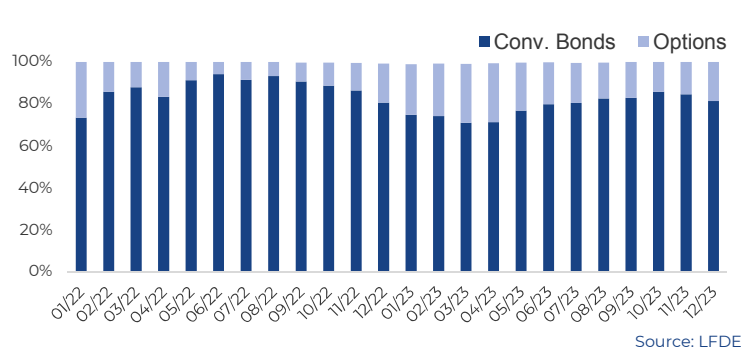
Rating breakdown

(% of bond component)



Source: LFDE

Historical breakdown of equity sensitivity by instruments over two years



Source: LFDE

## ESG Data

<b>Selectivity rate<sup>(1)</sup></b>	<b>25.9%</b>	
Minimum ESG score	Fund	Investment universe
	5.5	
Coverage rates for ESG analysis <sup>(2)</sup>	100%	59%
Weighted average ESG rating	6.7	6.2

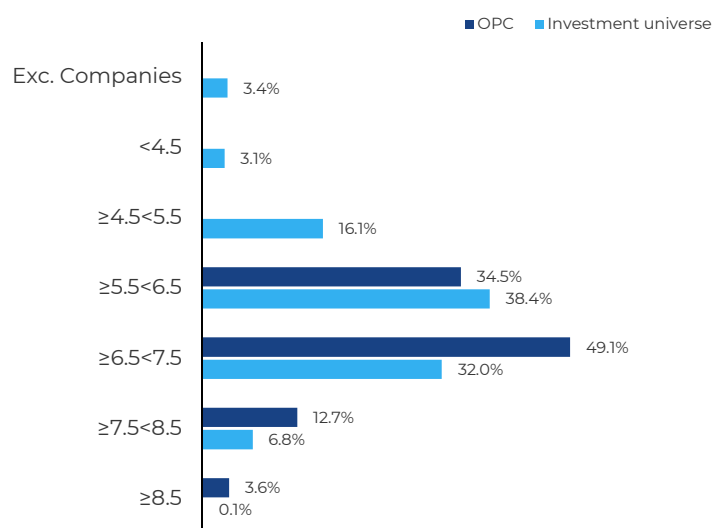
<sup>(1)</sup>Selectivity rate: percentage of the investment universe excluded due to ESG criteria

<sup>(2)</sup>Percentage of net invested assets (excluding mutual funds, cash and derivatives) covered by ESG analysis

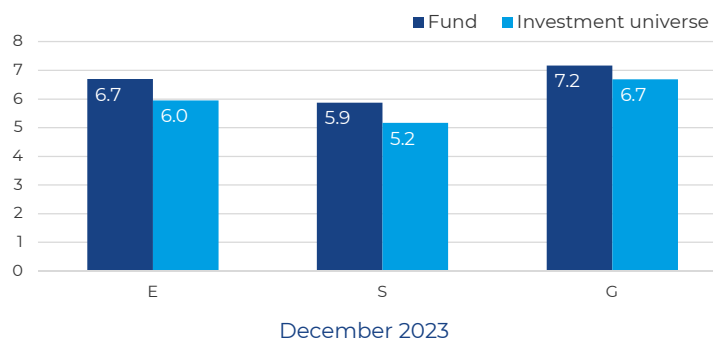
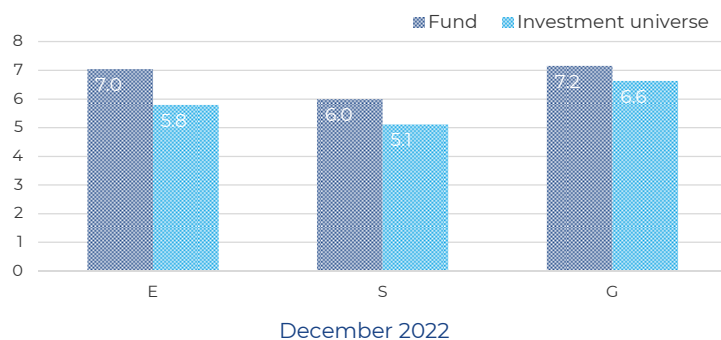
### Top ESG ratings of the fund

Holdings	Country	ESG score	E	S	G
Schneider Electric	France	8.5	9.1	8.2	8.4
Relx	UK	8.2	7.4	8.4	8.3
L'Oreal	France	8.2	8.2	8.4	8.1
Leg Immobilien	Germany	7.9	3.1	9.6	8.2
Spie	France	7.6	6.7	6.8	8.1

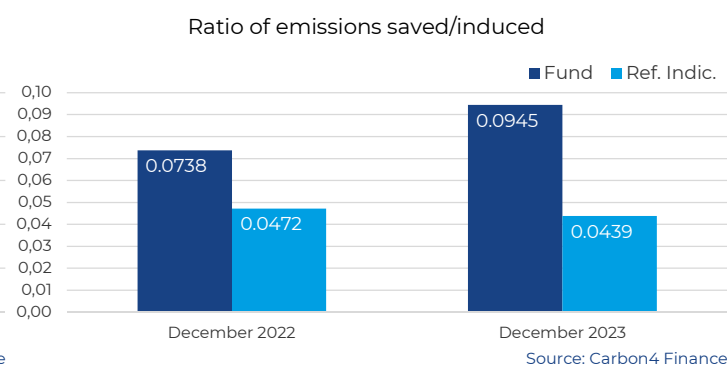
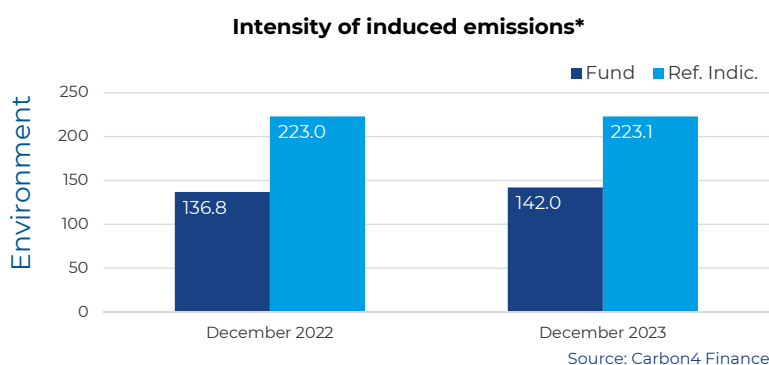
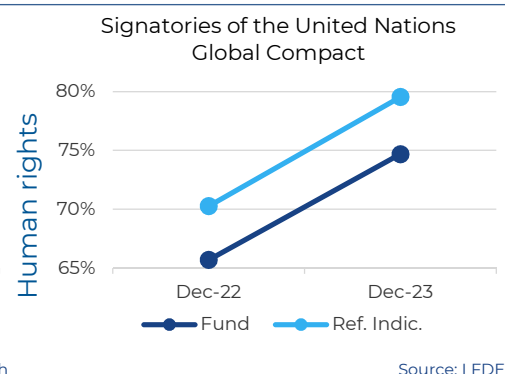
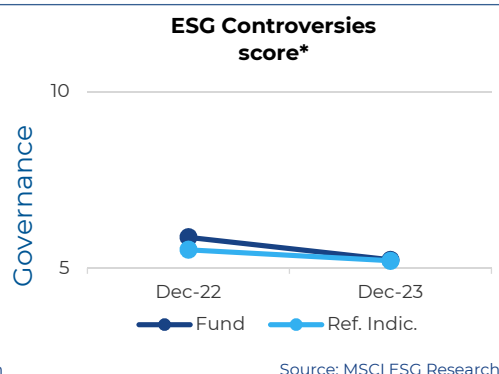
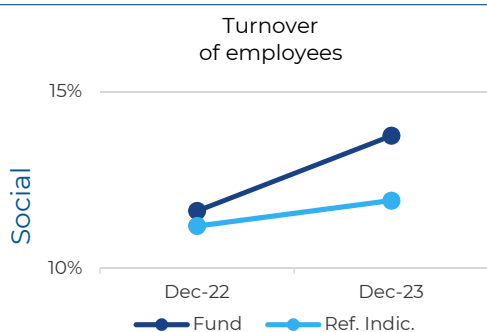
### Distribution of ESG ratings of the fund and the investment universe



### Average scores compared to the investment universe



## ESG performance indicators



\* The Fund is committed to outperforming its benchmark on these indicators.

Methodologies and coverage rate

		12/31/2021	12/30/2022	12/31/2023			12/31/2021	12/30/2022	12/31/2023
Turnover of employees	Portfolio	-	82.6%	87.0%	ESG Controversy score	Portfolio	-	97.2%	100.0%
	Ref. indicator	-	82.3%	84.0%		Ref. indicator	-	100.0%	100.0%
					Controversy score of the portfolio = $\sum_{i=1}^n (\text{Controversy Score}_i \times \text{Stock Weighting}_i)$				
		12/31/2021	12/30/2022	12/31/2023			12/31/2021	12/30/2022	12/31/2023
Signatories of the United Nations Global Compact	Portfolio	-	97.2%	100.0%	Carbon data	Portfolio	-	97.4%	97.4%
	Ref. indicator	-	97.7%	100.0%		Ref. indicator	-	97.4%	98.6%
					Carbon intensity of the portfolio = $\sum_{i=1}^n \left( \frac{\text{Investment Value}_i}{\text{Fund Net Asset Value}} \times \frac{\text{Carbon Emissions Scope 1,2 \& 3}}{\text{Enterprise Value}_i} \right)$				
					Ratio avoided emissions on induced emissions (CIR) = $\sum_{i=1}^n \left( \frac{\text{Sum of CO2 emissions savings}_i}{\text{Sum of CO2 induced emissions}_i} \times \text{Stock weighting}_i \text{ in the portfolio} \right)$				
<p>We have not encountered any difficulties in measuring these ESG performance indicators.</p> <p>ESG: Environmental, Social and Governance criteria. At La Financière de l'Echiquier, the Governance score accounts for around 60% of the ESG score.</p> <p>For further information related to the methodologies used to calculate ESG indicators above and on our approach as a responsible investor, please refer to our transparency code and other documents available on La Financière de l'Echiquier's website at the following link: <a href="http://www.lfde.com/en/responsible-investment/to-find-out-more/">www.lfde.com/en/responsible-investment/to-find-out-more/</a></p> <p>Sources: La Financière de l'Echiquier, The United Nations Global Compact, Carbon4 Finance, MSCI ESG Research</p>									