



# ECHIQUEUR CONVEXITE SRI EUROPE D

MARCH 2024 (data as of 03/31/2024)



Echiquier Convexit  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.



132 M€  
Net assets



10 520.25 €  
NAV

## Characteristics

Inception date	01/09/2013
ISIN	FR0010979039
Bloomberg code	AAMACED FP
Base currency	EUR
Income allocation	Capitalisation and/or distrib.
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
Valorisation frequency	Daily
Cut off	Noon
Settlement	D+2
Fund administrator	Soci�t� G�n�rale
Custodian	BNP Paribas SA

## Risk and reward profile (%)

(based on weekly figures)

	1 year	3 Years	5 Years
Fund volatility	4.2	6.7	7.1
Ref. indicator volatility	6.3	7.7	7.7
Sharpe ratio	0.2	Neg	Neg
Beta	0.6	0.7	0.8
Correlation	0.9	0.8	0.9
Information ratio	-0.9	-0.5	-0.6
Tracking error	2.8	4.1	3.4
Max. drawdown of the fund	-4.5	-23.5	-23.9
Max. drawdown of the benchmark	-5.5	-21.9	-21.9
Time to recovery (business days)	32.0	-	-



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

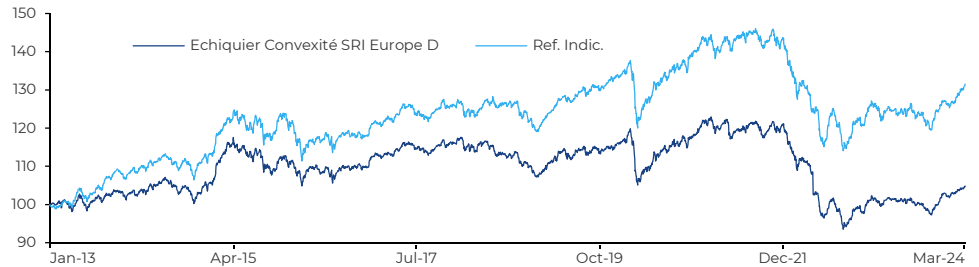
2 years

## Fund Manager comments

Echiquier Convexit  SRI Europe D turned in a positive monthly performance of 1.22% and of 1.93% year-to-date. The first quarter ended with a third consecutive month of gains for risky assets, with many equity markets hitting all-time highs. Investors seem reassured by a combination of good news on the macroeconomic front and in terms of corporate results. Echiquier Convexit  SRI Europe has performed well, buoyed both by the rise in its equity underlyings and by the tightening of credit spreads, while implied volatility continues its long, slow erosion. The fund benefited in particular from SPIE's very good results, with a 2023 growth/margins ratio above expectations and an upwardly revised outlook rewarding the excellent work of management. There was just one issue of note in March: the Citigroup exchangeable bond into LVMH 2029 for  375 million. We took part in this placement, which we saw as an attractive alternative to our position in the JPM exchangeable bond for LVMH 2024, which had moved out of its convexity zone with an equity sensitivity of over 90%. This profit-taking maintains the fund's cautious characteristics in a market that will be looking for a new direction.

Fund Managers: Emmanuel Martin, Guillaume Jourdan, Matthieu Durandau

## 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	+1.2	+2.1
YTD	+1.9	+3.4
3 Years	-12.8	-6.5
5 Years	-6.5	+3.9
10 years	+0.1	+18.4
Since inception	+4.9	+31.5

## Annualised performance (%)

	Fund	Ref. Indic.
1 year	+3.7	+5.6
3 Years	-4.5	-2.2
5 Years	-1.3	+0.8
10 years	0.0	+1.7
Since inception	+0.4	+2.5

## Performance history (%)

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year	
	Fund	Ref. Indic.												
2015	+5.0	+3.0	+1.3	-1.2	+0.1	-2.0	+1.1	-2.8	-1.8	+3.0	+1.0	-1.2	+5.6	+7.6
2016	-2.4	-0.8	+1.7	-1.2	+1.1	-2.2	+2.0	+0.2	+0.3	+0.1	-0.2	+2.5	+1.0	-0.4
2017	-0.5	+0.9	+0.8	+0.8	+0.7	-1.2	-0.1	-0.8	+1.3	+1.4	-0.4	-0.0	+3.0	+3.5
2018	+0.7	-1.2	-1.1	+1.3	-1.1	-1.3	+0.1	-0.3	+0.7	-2.3	-1.0	-2.0	-7.2	-4.9
2019	+1.4	+1.9	+0.9	+2.2	-2.4	+1.9	+0.5	-0.3	+0.4	-0.2	+0.6	+0.6	+7.6	+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	-2.2	+0.4	+0.8	+0.8	-2.4	+0.9	+0.1	+1.2	+0.5	+0.9
2022	-3.9	-3.0	-0.8	-1.0	-6.9	-6.0	+4.0	-1.9	-4.8	+2.5	+2.7	-1.3	-19.2	-15.8
2023	+3.6	-0.3	+0.3	+0.3	-0.9	+0.9	-0.0	-0.9	-1.3	-1.7	+3.0	+2.4	+5.4	+5.4
2024	+0.2	+0.5	+1.2										+1.9	+3.4

## 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. The remuneration of the distributor represents a maximum of 50% of the management fee. The fund is in compliance with Swiss law on distribution to qualified investors in Switzerland. The representative of the fund in Switzerland is Carnegie Fund Services SA, 11, rue du General-Dufour, 1204 Geneva, Switzerland. Investors may obtain from the Swiss representative, free of charge, the fund's documents, such as the prospectus, the regulation, the key investor information documents (KIDs) and the financial reports. This document may be published, transmitted or distributed but does not constitute an offer to the public in Switzerland. The recipients of this document in Switzerland must not send it to a third party without first consulting their legal advisor or other professional advisor or the representative. For the shares of the fund distributed to qualified investors in Switzerland, the place of jurisdiction is in Geneva. 4 stars in Morningstar category Convertible Bond - Europe as at 29/02/2024.   2024 Morningstar, Inc. All Rights Reserved. The information contained herein: (1) is proprietary to Morningstar; (2) may not be copied or distributed; and (3) is not warranted to be accurate, complete or timely. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this information. Past performance is no guarantee of future results.

## Fund Profile

Number of positions	42
Average rating (rated issuers)	BBB+
Average maturity	2.4

Yield of bond component	1.0%
Modified duration	1.8

Source: LFDE

## Convertible Bond Profile

Average premium	62.8%
Distance to bond floor	-6.4%
Convexity -20%	-5.0%
Convexity +20%	7.5%

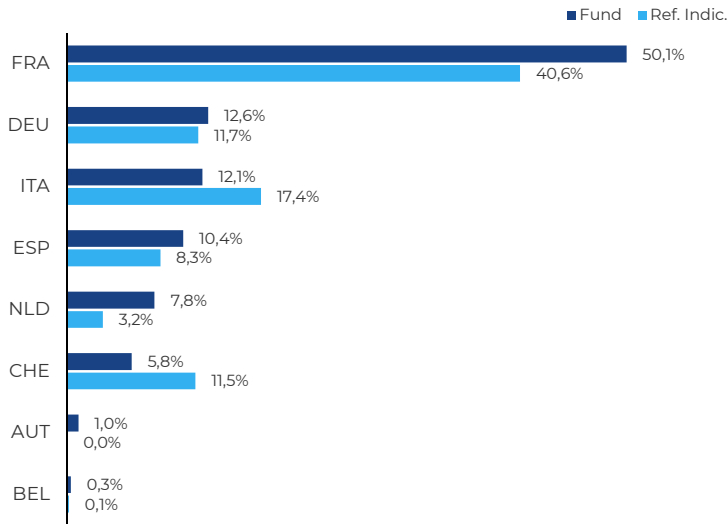
## Equity sensitivity breakdown

Equity sensitivity	26.7%
<i>Including convertible bonds</i>	26.7%
<i>Including options</i>	0.0%

Source: LFDE

## Geographic breakdown

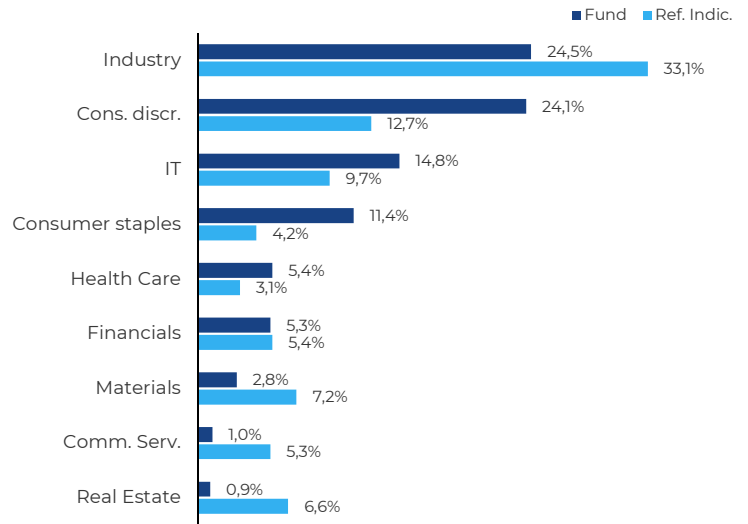
(equity sensitivity %)



Source: LFDE

## Sector breakdown (GICS)

(equity sensitivity %)



Source: Bloomberg

## Top holdings

% of the net assets

Name	Country	Sector	%
Accor CV 0.7% 12/27	FRA	Cons. discr.	2.8
JPM/Sanofi CV 0% 01/25	FRA	Health Care	2.7
Veolia Env. CV 0% 01/25	FRA	Utilities	2.6
Barclays/Mercedes CV 0% 01/25	DEU	Cons. discr.	2.6
D. Post CV 0.05% 06/25	DEU	Industry	2.6

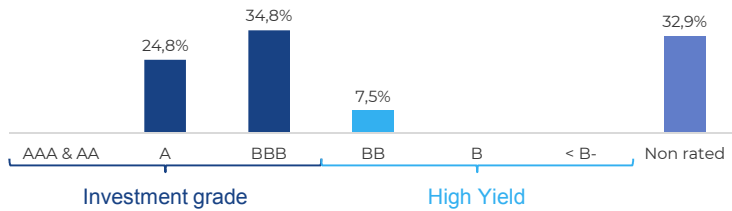
% of the equity sensitivity

Name	Country	Sector	%
Prysmian	ITA	Industry	1.6
L'Oréal	FRA	Consumer s...	1.6
STMicroelectronics	NLD	IT	1.5
Amadeus IT	ESP	Cons. discr.	1.5
Accor	FRA	Cons. discr.	1.5

Source: LFDE

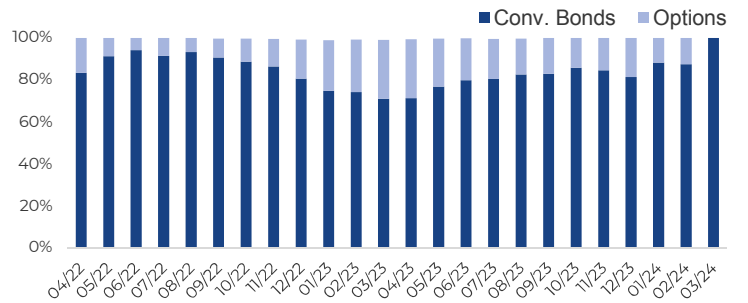
## Rating breakdown

(% of bond component)



Source: LFDE

## Historical breakdown of equity sensitivity by instruments over two years



Source: LFDE

ESG Data

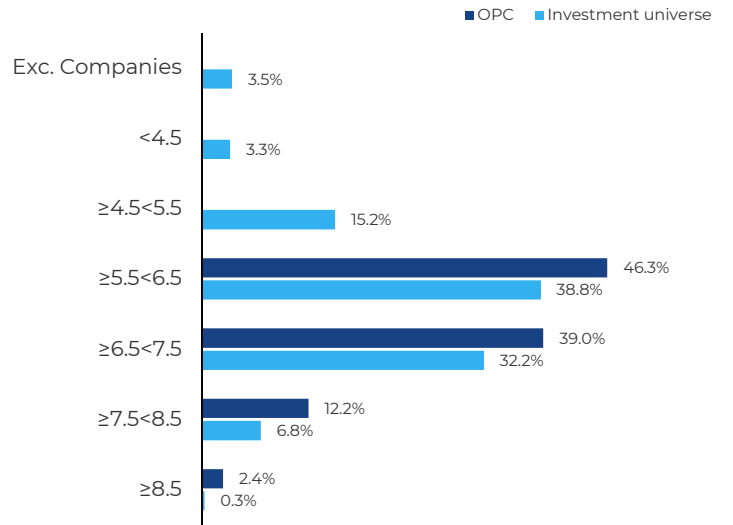
<b>Selectivity rate<sup>(1)</sup></b>	<b>24.6%</b>	
Minimum ESG score	Fund	Investment universe
	5.5	
Coverage rates for ESG analysis <sup>(2)</sup>	100%	58%
Weighted average ESG rating	6.7	6.2

<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

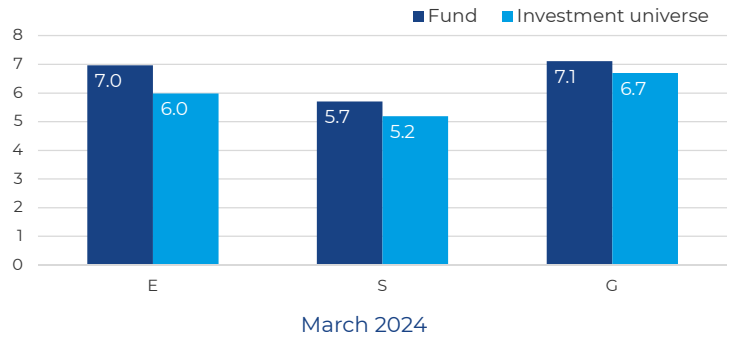
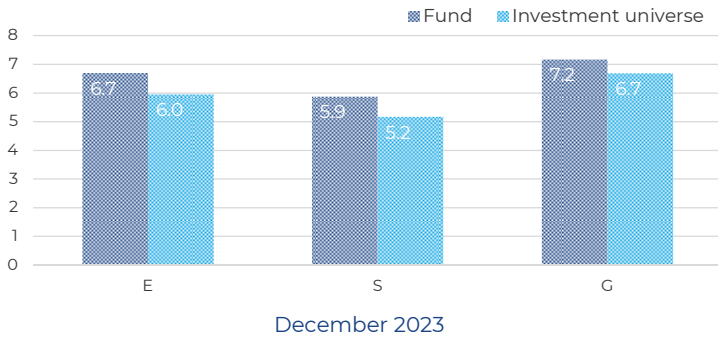
Top ESG ratings of the fund

Holdings	Country	ESG score	E	S	G
Schneider Electric	France	8.5	9.1	8.2	8.4
Leg Immobilien	Germany	7.9	3.1	9.6	8.2
Amadeus It	Spain	7.7	10.0	6.1	7.9
Spie	France	7.6	6.7	6.8	8.1
Qiagen	États-Unis	7.6	10.0	4.3	7.8

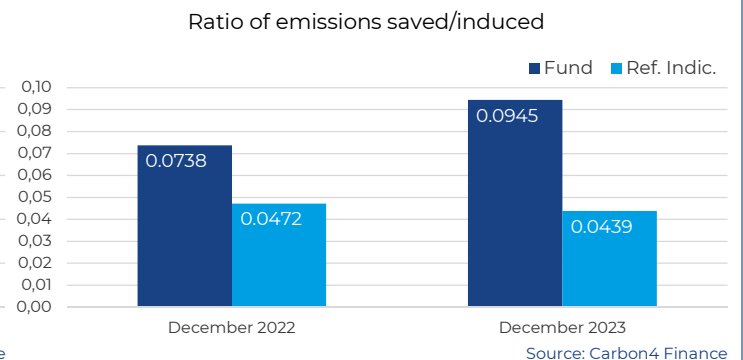
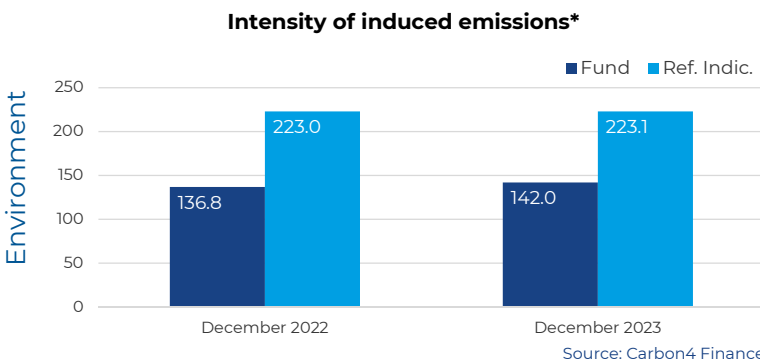
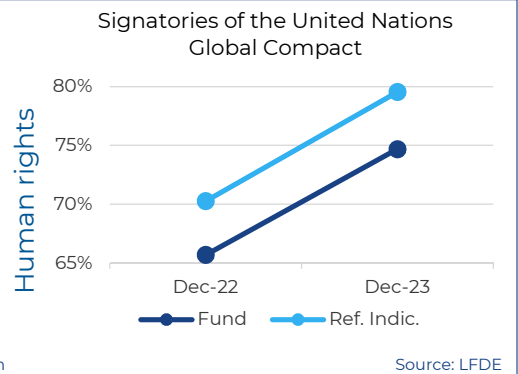
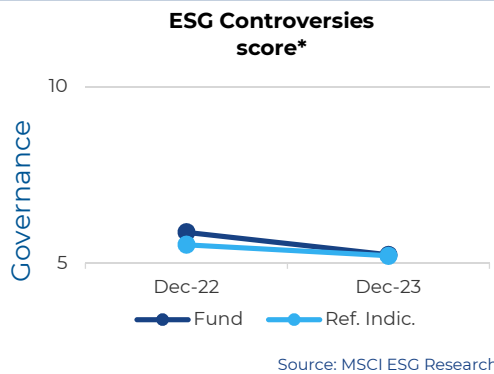
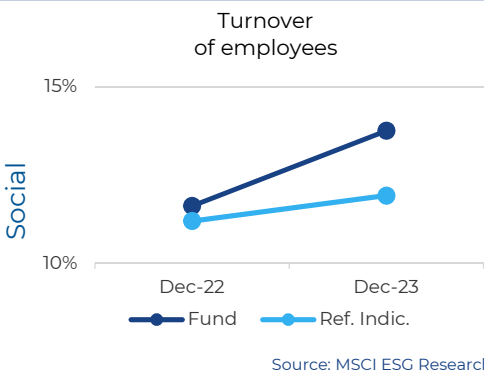
Distribution of ESG ratings of the fund and the investment universe



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

		12/30/2022	12/29/2023	03/31/2024			12/30/2022	12/29/2023	03/31/2024
Turnover of employees	Portfolio	82.6%	87.0%	88.6%	ESG Controversy score	Portfolio	97.2%	100.0%	97.8%
	Ref. indicator	82.3%	84.0%	81.9%		Ref. indicator	100.0%	100.0%	94.7%
					$\text{Controversy score of the portfolio} = \sum_{i=1}^n (\text{Controversy Score}_i \times \text{Stock Weighting}_i)$				
Signatories of the United Nations Global Compact	Portfolio	97.2%	100.0%	100.0%	Carbon data	Portfolio	97.4%	97.4%	89.6%
	Ref. indicator	97.7%	100.0%	94.7%		Ref. indicator	97.4%	98.6%	86.3%
					$\text{Carbon intensity of the portfolio} = \sum_{i=1}^n \left( \frac{\text{Investment Value}_i}{\text{Fund Net Asset Value}} \times \frac{\text{Carbon Emissions Scope 1,2 \& 3}}{\text{Enterprise Value}_i} \right)$				
					$\text{Ratio avoided emissions on induced emissions (CIR)} = \sum_{i=1}^n \left( \frac{\text{Sum of CO2 emissions savings}_i}{\text{Sum of CO2 induced emissions}_i} \times \text{Stock weighting}_i \text{ in the portfolio} \right)$				
<p>We have not encountered any difficulties in measuring these ESG performance indicators.                      ESG: Environmental, Social and Governance criteria. At La Financière de l'Echiquier, the Governance score accounts for around 60% of the ESG score.                      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-ch/responsible-investment/to-find-out-more/">www.lfde.com/en-ch/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>									