



# ECHIQUIER CREDIT SRI EUROPE I

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



Echiquier Credit SRI Europe is a bond picking fund. It is mainly invested in eurozone corporate bonds offering, according to the portfolio manager, the most interesting risk/return ratio.



306 M€  
Net assets



110.35 €  
NAV

## Characteristics

Inception date	05/12/2014
ISIN	FR0011829050
Bloomberg code	FDEECOI FP
Base currency	EUR
Income allocation	Accumulation
Ref. Indic.	IBOXX EUR CORP 3-5 ANS
SFDR classification	Article 8

## Financial information

Subscription/ redemption fee	3% max. / None
Yearly management fees	0,60% incl. taxes
Performance fee	No
Valorisation frequency	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	3.5	3.8	4.3
Ref. indicator volatility	3.4	4.0	3.9
Sharpe ratio	1.0	Neg	Neg
Beta	1.0	0.9	1.0
Correlation	1.0	0.9	0.9
Information ratio	1.0	0.8	0.3
Tracking error	1.2	1.5	1.7
Max. drawdown of the fund	-1.5	-12.1	-12.1
Max. drawdown of the benchmark	-1.2	-14.2	-14.2
Time to recovery (business days)	9.0	-	-

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

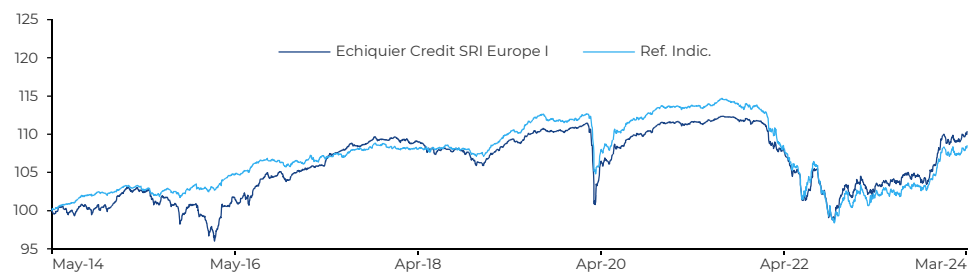
## Fund Manager comments

Echiquier Credit SRI Europe I turned in a positive monthly performance of 1.14% and of 0.51% year-to-date.

The fund rose significantly in March, outperforming its index. The fall in interest rates and risk premiums on Investment Grade (IG) bonds was beneficial. Our VISA (2034), ENGIE (2035) and SCHNEIDER (2032) bonds stood out. The continued strong performance of perpetual securities issued by financial and non-financial companies also supported the fund's performance. Interest rate volatility remains high. German 2-year and 10-year yields ranged from 2.75% to 2.95% and from 2.2% to 2.5% respectively. The Fed and ECB continue to blow hot and cold on the interest rate markets. The conclusions of their meetings still point to rate cuts in 2024, helped by ongoing disinflation. Nevertheless, they are seeking to temper investors' expectations as to the date of the first cut. Uncertainty over the terminal rate also remains high. Macroeconomic data is fuelling this volatility, with the labour market still robust and manufacturing activity showing signs of picking up, while the services sector is showing signs of weakness. We have invested subscriptions in a basket of Investment Grade securities, notably on maturities 2026-2029, Hybrids and High Yield.

Fund Manager: Uriel Saragusti

## 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	+1.1	+1.0
YTD	+0.5	+0.3
3 Years	-0.9	-4.4
5 Years	+1.7	-1.2
Since inception	+10.4	+8.5

## Annualised performance (%)

	Fund	Ref. Indic.
1 year	+7.0	+6.4
3 Years	-0.3	-1.5
5 Years	+0.3	-0.2
Since inception	+1.0	+0.8

## Performance history (%)

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year	
													Fund	Ref. Indic.
2015	+1.5	+0.9	-0.2	-0.0	+0.0	-1.8	+0.9	-1.0	-2.3	+2.0	+0.4	-1.5	-1.2	+0.5
2016	-1.4	+0.3	+2.4	+1.2	-0.1	-0.3	+1.9	+1.4	-0.4	+0.7	-1.1	+0.9	+5.7	+3.5
2017	+0.3	+0.4	+0.2	+0.8	+0.7	+0.4	+0.8	-0.2	+0.2	+0.7	-0.1	-0.1	+4.1	+1.6
2018	+0.2	-0.1	-0.5	+0.2	-1.1	-0.3	+0.6	-0.3	+0.2	-0.5	-0.9	-0.2	-2.7	-0.7
2019	+0.9	+0.7	+0.5	+0.8	-0.5	+0.9	+0.5	+0.3	-0.3	+0.1	+0.0	+0.3	+4.3	+4.0
2020	+0.2	-0.7	-6.1	+3.2	+0.4	+0.9	+1.0	+0.4	+0.0	+0.4	+1.0	+0.2	+0.6	+1.6
2021	-0.0	-0.3	+0.3	+0.2	-0.1	+0.3	+0.4	-0.1	-0.2	-0.4	-0.3	+0.3	+0.2	-0.2
2022	-1.2	-1.8	-0.4	-2.1	-0.6	-3.7	+3.8	-2.6	-3.2	+1.3	+2.3	-1.1	-9.0	-11.4
2023	+1.8	-1.0	+0.6	+0.5	+0.2	-0.1	+1.1	+0	-0.8	+0.3	+2.5	+2.6	+7.9	+7.7
2024	+0.1	-0.7	+1.1										+0.5	+0.3

## 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. 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 EUR Corporate Bond 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	166
Number of issuers	124
Average rating (rated instrument)	BBB+

Duration <sup>(1)(2)</sup>	4.5
Modified duration <sup>(1)(2)</sup>	4.4
Yield <sup>(1)(2)</sup>	3.9%
Yield to maturity <sup>(1)</sup>	4.1%

Data of the invested pocket  
 (1) excluding convertible bonds  
 (2) to convention (Bloomberg)

Source: LFDE,  
Bloomberg

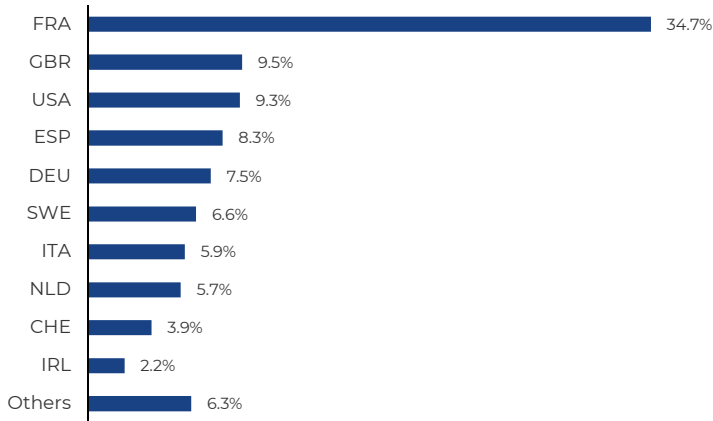
## Bonds characteristics

### Breakdown per type of bond

Fixed rate bonds	99.1%
Floating rate bonds	0.5%
Convertible bonds	0.5%

## Geographic breakdown

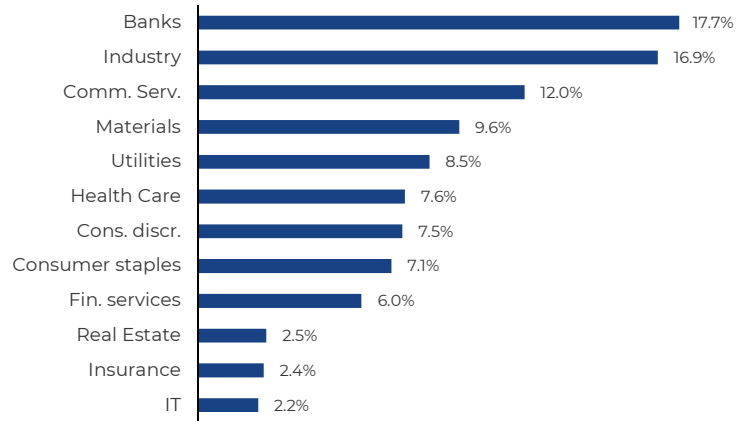
(% of the net assets without cash)



Source: LFDE

## Sector breakdown (GICS)

(% of the net assets without cash)



Source: Bloomberg

## Top holdings

Holdings	Country	Sector	% of the net assets
BNP 3.875% 02/29	FRA	Banks	1.80
BPCE 3.5% 01/28	FRA	Banks	1.70
Engie 4% 01/35	FRA	Utilities	1.60
L'Oréal 2.875% 05/28	FRA	Consumer st...	1.50
Bankinter 4.375% 05/30	ESP	Banks	1.40

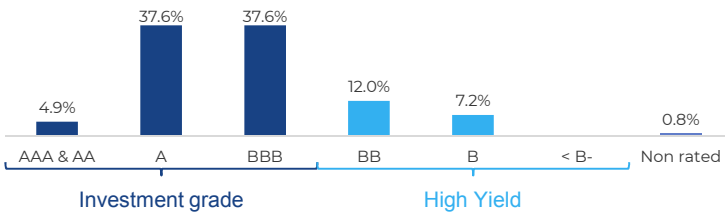
Holdings	Country	Sector	% of the net assets
IHG 4.375% 11/29	GBR	Cons. discr.	1.40
LSE 1.75% 09/29	GBR	Fin. services	1.20
Assa Abloy 3.875% 09/30	SWE	Industry	1.20
DS Smith 4.375% 07/27	GBR	Materials	1.20
Air Liquide 2.875% 09/32	FRA	Materials	1.10

Total weight of the top 10 holdings: 14.1%

Source: LFDE

## Rating breakdown

(% of bond component\*)



\*excluding convertible bonds. Source: LFDE

## Fixed rate bonds maturity breakdown

(calculation carried out at the next call date)



Source: LFDE

ESG Data

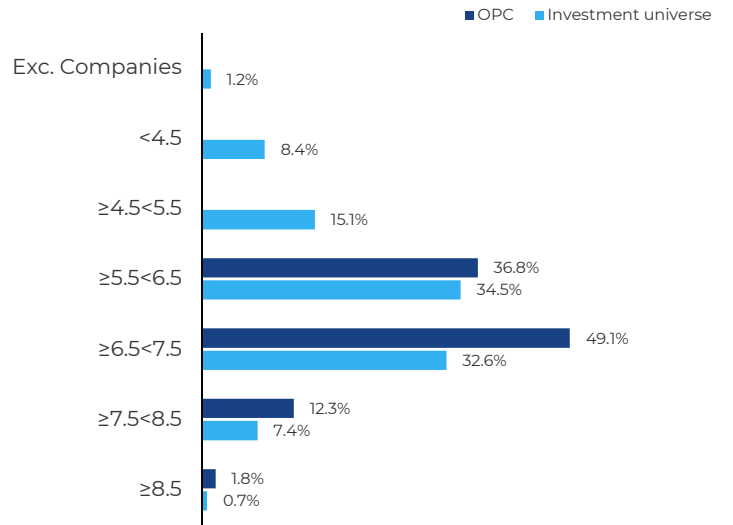
<b>Selectivity rate<sup>(1)</sup></b>	<b>27.6%</b>	
Minimum ESG score	Fund	Investment universe
	5.5	
Coverage rates for ESG analysis <sup>(2)</sup>	100%	84%
Weighted average ESG rating	6.8	6.0

<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

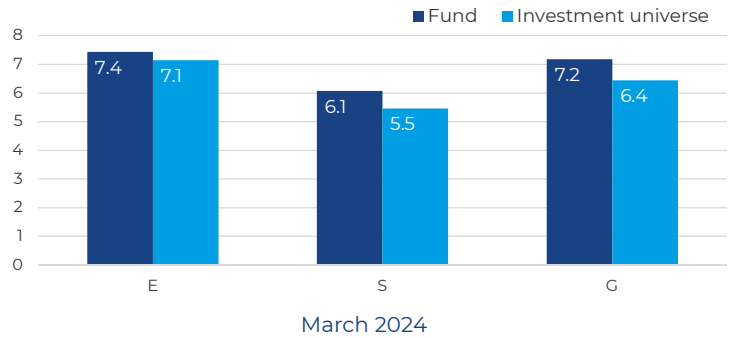
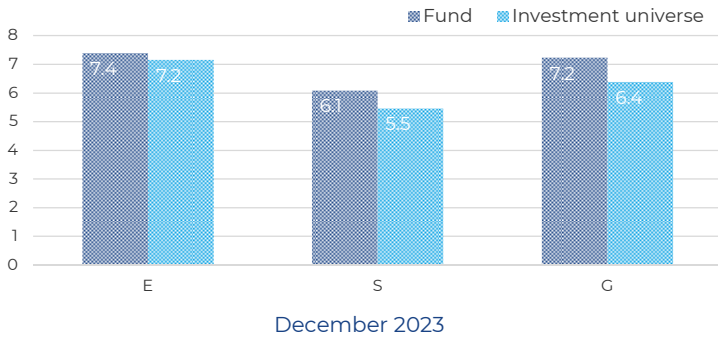
Top ESG ratings of the fund

Holdings	Country	ESG score	E	S	G
Schneider Electric	France	8.5	9.1	8.2	8.4
Diageo	UK	8.5	7.8	8.5	8.7
Relx	UK	8.2	7.4	8.4	8.3
Edp-Energias De Portug...	Portugal	8.1	9.5	8.4	7.7
Axa	France	8.0	9.5	7.3	8.0

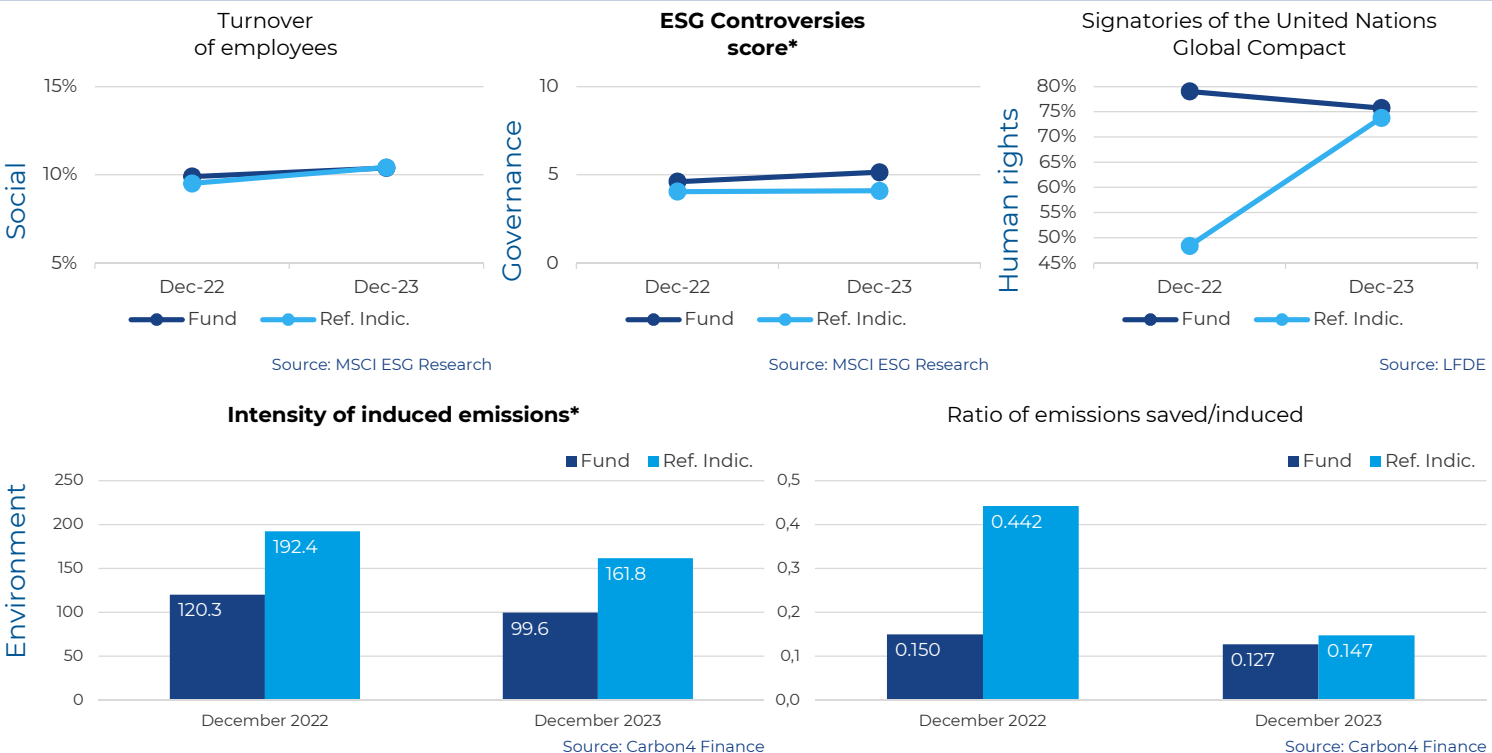
Distribution of ESG ratings of the fund and the investment universe



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	78.3%	79.7%	78.4%	ESG Controversy score	Portfolio	94.6%	98.9%	98.5%
	Ref. indicator	54.8%	78.6%	74.3%		Ref. indicator	92.2%	95.1%	90.2%
					$\text{Controversy score of the portfolio} = \sum_{i=1}^n (\text{Controversy Score}_i \times \text{Stock Weighting}_i)$				
Signatories of the United Nations Global Compact	Portfolio	100.0%	100.0%	100.0%	Carbon data	Portfolio	98.6%	98.8%	94.1%
	Ref. indicator	57.2%	94.0%	88.5%		Ref. indicator	89.4%	76.9%	80.9%
					$\text{Carbon intensity of the portfolio} = \sum_{i=1}^n \left( \frac{\text{Investment Value}_i}{\text{Fund Net Asset Value}} \times \frac{\text{Carbon Emissions Scope 1,2 \& 3}}{\text{Enterprise Value}_i} \right)$				
					$\text{Ratio avoided emissions on induced emissions (CIR)} = \sum_{i=1}^n \left( \frac{\text{Sum of CO2 emissions savings}_i}{\text{Sum of CO2 induced emissions}_i} \times \text{Stock weighting}_i \text{ in the portfolio} \right)$				
<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>									