ECHIQUIER ARTIFICIAL INTELLIGENCE K

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

Echiquier Artificial Intelligence is a SICAV compartment that invests in major international companies which benefit from or develop artificial intelligence.

907 M€
Net assets

188.34 €
NAV

Characteristics

Inception date	06/20/2018
ISIN	LU1819479939
Bloomberg code	ECHARIG LX
Base currency	EUR
Income allocation	Accumulation
Ref. Indic.	MSCI WORLD NET TOTAL RETURN (en EUR)
SFDR classification	Article 8

Financial information

Subscription/ redemption fee	3% max. / None
Yearly management fees	1,00% incl. taxes
Performance fee	No
Valorisation frequency	Daily
Cut off	10:00
Settlement	D+2
Fund administrator	BNP Paribas Luxembourg
Custodian	BNP Paribas Luxembourg

Risk and reward profile (%)
(based on weekly figures)

	1 year	3 Years	5 Years
Fund volatility	23.4	34.8	33.1
Ref. indicator volatility	10.1	13.1	16.4
Sharpe ratio	2.2	0.1	0.5
Beta	1.8	2.0	1.4
Correlation	0.8	0.7	0.7
Information ratio	1.6	-0.3	0.1
Tracking error	16.5	26.5	24.7
Max. drawdown of the fund	-13.2	-63.5	-63.5
Max. drawdown of the benchmark	-7.5	-16.9	-33.8
Time to recovery (business days)	23.0	-	-

Lower risk   **Highest risk**

1 2 3 4 5 **6** 7

This indicator represents the risk profile shown in the KID.
The risk indicator is based on the assumption that you hold units for 5 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

5 years

Fund Manager comments

Echiquier Artificial Intelligence K turned in a negative monthly performance of -1.22% and turned in a positive performance of 12.66% year-to-date.

We ended the quarter well ahead of our benchmark index. March, on the other hand, was a tougher month, with cyclical sectors such as energy and commodities outperforming. By contrast, growth stocks, and in particular those in the software sector, lagged behind. The second wave of AI adoption will come from the software sector, with companies starting to monetise their new generative AI modules. However, the market has had to adjust to the fact that this monetisation will be gradual throughout the year and stronger in 2025 and beyond. At SNOWFLAKE, a leading cloud data management company, we were surprised to learn of the departure of CEO Frank Slootman, who is making way for technology expert Sridhar Ramaswamy. This is a good example of the importance of aligning corporate governance in the era of generative AI, where the nascent market requires a stronger affinity with this cutting-edge technology. Finally, NVIDIA, the fund's top performer, continues to outperform thanks to the announcement of its new generation of accelerators.

Fund Manager: Rolando Grandi

Evolution of the performance of the fund and its reference indicator since inception
(base 100)
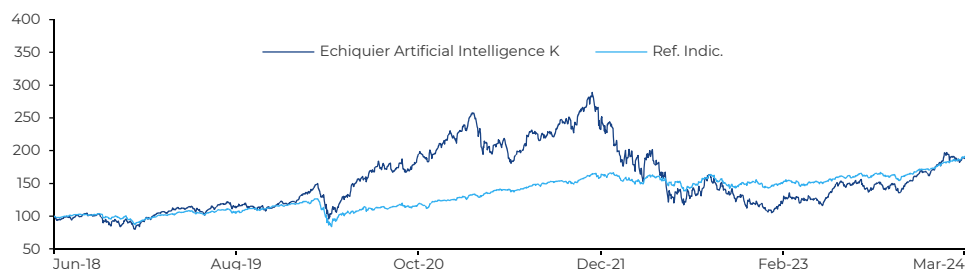
Ref. Indic.: source Bloomberg

Cumulative performance (%)

	Fund	Ref. Indic.
1 month	-1.2	+3.4
YTD	+12.7	+11.4
3 Years	-6.8	+39.4
5 Years	+68.7	+83.8
Since inception	+88.3	+91.3

Annualised performance (%)

	Fund	Ref. Indic.
1 year	+43.4	+25.8
3 Years	-2.3	+11.7
5 Years	+11.0	+12.9
Since inception	+11.6	+11.9

Performance history (%)

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year Fund	Year Ref. Indic.
2018						+0.8	+9.6	-0.6	-11.6	+2.9	-7.9			
2019	+14.0	+8.2	+4.4	+2.3	-7.8	+7.1	+5.2	-0.8	-4.9	-0.4	+9.7	-1.5	+39.1	+30.0
2020	+12.1	-3.9	-13.2	+17.1	+19.3	+8.7	+3.2	+2.2	-0.9	+2.4	+15.3	+4.5	+82.9	+6.3
2021	+4.5	-2.6	-10.0	+3.5	-5.2	+15.3	-4.1	+9.5	-1.5	+12.4	-2.8	-8.4	+7.3	+31.1
2022	-16.5	-3.8	+0.5	-17.4	-14.8	-5.6	+12.2	+2.7	-9.6	-0.5	-7.9	-10.2	-53.9	-12.8
2023	+11.5	+5.2	+2.6	-8.7	+20.8	+3.3	+4.3	-5.2	-2.7	-4.6	+16.3	+4.7	+53.4	+19.6
2024	+5.6	+8.0	-1.2										+12.7	+11.4

Fund Profile

EV/Sales 2024	11.6	Cash (% of the net assets)	0.1%
PER 2024	53.3	Number of positions	35
Yield	0.3%	Average market capitalization (M€)	594 611
Active share	81.6%	Median market capitalization (M€)	85 101

Source: LFDE

Geographic breakdown
(% of the net assets without cash)

■ Fund ■ Ref. Indic.

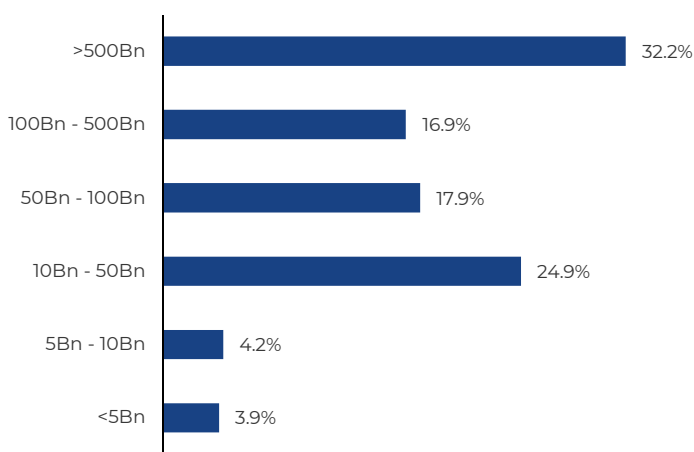|	Fund	Ref. Indic.
USA	82.3%	69.3%
CAN	3.9%	3.2%
ARG	3.8%	
CHN	2.5%	
TWN	2.4%	
ISR	2.0%	0.2%
GBR	2.0%	3.6%
NLD	1.1%	1.5%
Others	0.0%	22.2%
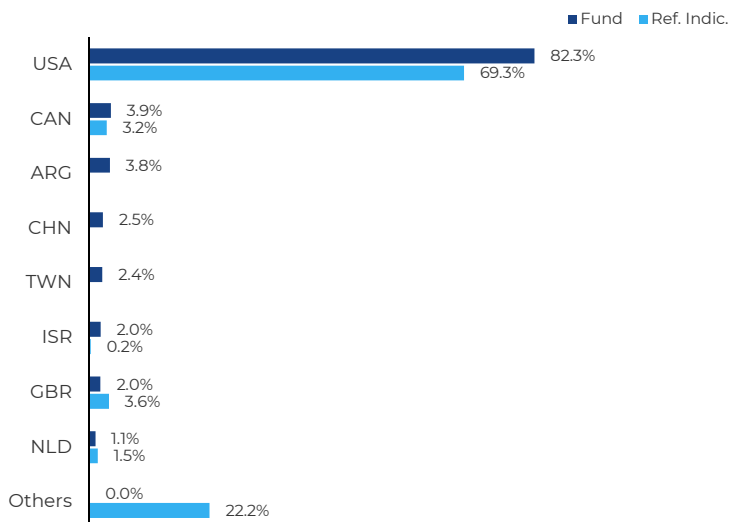
Source: LFDE

Sector breakdown (GICS)
(% of the net assets without cash)

■ Fund ■ Ref. Indic.

	Fund	Ref. Indic.
IT	72.0%	23.7%
Cons. discr.	12.5%	10.7%
Comm. Serv.	6.2%	7.4%
Financials	3.8%	15.4%
Health Care	2.6%	12.0%
Industry	2.0%	11.2%
Energy	0.9%	4.3%
Others		15.1%
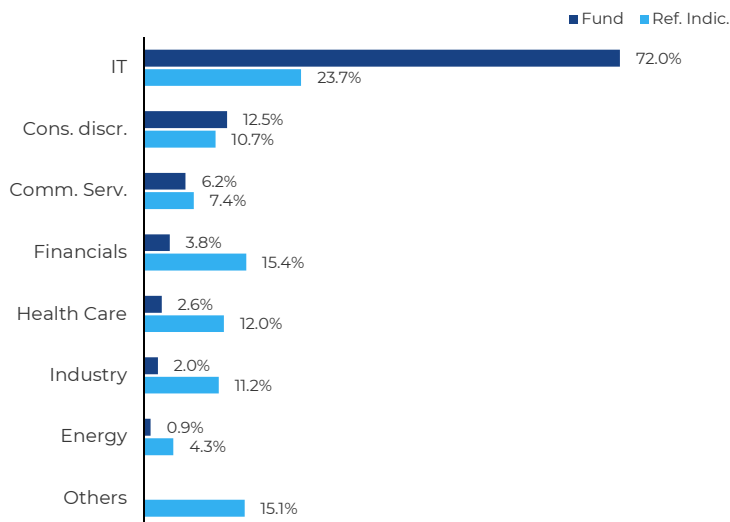
Source: Bloomberg

Capitalization breakdown (€)
(% of the net assets without cash)

>500Bn	32.2%
100Bn - 500Bn	16.9%
50Bn - 100Bn	17.9%
10Bn - 50Bn	24.9%
5Bn - 10Bn	4.2%
<5Bn	3.9%

Source: LFDE

Top holdings

Holdings	Country	Sector	% of the net assets
Nvidia	USA	IT	8.9
Crowdstrike	USA	IT	5.5
Amazon	USA	Cons. discr.	5.2
Servicenow	USA	IT	5.0
Microsoft	USA	IT	4.7
Datadog	USA	IT	4.2
Zscaler	USA	IT	3.9
Cloudflare	USA	IT	3.8
Mercadolibre	ARG	Cons. discr.	3.8
Palo Alto Networks	USA	IT	3.7
Total weight of the top 10 holdings: **48.7%**			

Source: LFDE

Performance analysis (monthly)

Top 3 contributors	Performance	Contribution
Holdings		
Nvidia	14.3	1.2
Alphabet	9.1	0.3
Oracle	12.6	0.2
Weight of the 3 contributors: **13.4%**		

Flop 3 contributors	Performance	Contribution
Holdings		
Zscaler	-20.3	-0.9
Snowflake	-14.1	-0.6
Palo Alto Networks	-8.4	-0.3
Weight of the 3 contributors: **11.4%**		

Source: LFDE

ESG Data

Coverage rates for ESG analysis*		Fund 100%	Universe 63%	
Weighted average scores	E	S	G	ESG
Fund	**6.4**	**5.4**	**7.0**	**6.4**
Universe	4.8	4.6	5.4	5.1

*Percentage of net assets covered by ESG analysis.
Source: LFDE, MSCI ESG Research

Intensity of induced emissions
(in tons of CO_2 equivalent per million euro of enterprise value)

Fund	32.2
Ref. Indic.	112.4

Source: Carbon4 Finance

The Governance score accounts for around 60% of the ESG rating. The coverage rates for ESG analysis vary from fund to fund and may change over time.

For further information related to the methodologies used to calculate ESG indicators, please refer to our transparency code available on www.lfde.com/en-ch/responsible-investment/to-find-out-more/.