



ECHIQUIER CREDIT SRI EUROPE A

DECEMBER 2022 (data as of 12/31/2022)



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.



162 M€
Net assets



153.17 €
NAV

Characteristics

Inception date	07/20/2007
ISIN	FR0010491803
Bloomberg code	FDEECOB FP
Base currency	EUR
Income allocation	Accumulation
Ref. Indic.	IBOXX EUR CORP 3-5 ANS
Classification SFDR	Article 8

Financial information

Subscription/ redemption fee	3% max. / None
Yearly management fees	1.00% 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 Y	5 Y
Fund volatility	5.0	5.0	4.0
Ref. indicator volatility	5.3	4.3	3.5
Sharpe ratio	Neg	Neg	Neg
Beta	0.9	1.1	1.0
Correlation	0.9	0.9	0.9
Information ratio	1.0	0.2	-0.2
Tracking error	2.1	2.0	1.7
Max. drawdown of the fund	-11.9	-12.5	-12.5
Max. drawdown of the benchmark	-13.2	-14.2	-14.2
Recovery (business days)	-	-	-

Lower risk, potentially lower return Higher risk, potentially higher return



This indicator represents the risk profile shown in the KIID.
The risk category is not guaranteed and can change during the month.

Recommended investment horizon

2 years

Fund Manager comments

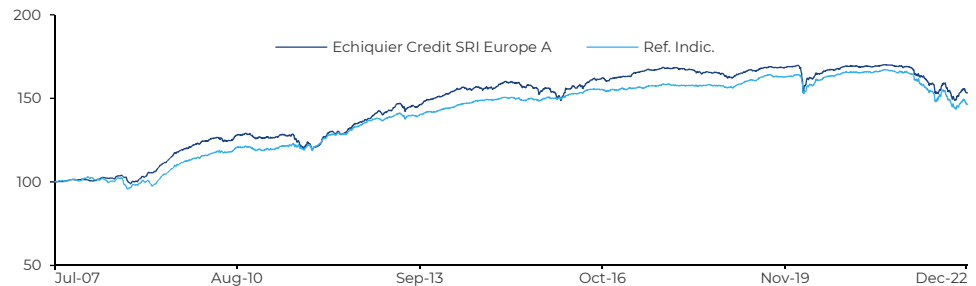
Echiquier Credit SRI Europe A turned in a negative monthly performance of -1.10% and of -9.33% year-to-date.

Central banks are back in the spotlight. The Governing Council meetings were highly anticipated and rich in information as they were accompanied by fresh inflation and growth forecasts. The markets, which were beginning to anticipate a "pivot" from the ECB, were disappointed. While the 0.5% rate hike represents a slowdown in the pace of monetary tightening, Ms. Lagarde's speech focused on the high level of inflation which, despite an impending recession, is expected to remain above target until 2025. The ECB sees itself raising rates "significantly more" and at a "steady" pace. The market has taken note and expectations, which pointed to a continued slowdown in rate hikes, have recalibrated. Short rates are now expected to peak at 3.5% by the middle of next year.

Short and long rates have naturally risen again. The German 10-year reached 2.5% after touching 1.75% at the beginning of the month. The negative impact of the interest rate tension on the performance of the bonds in the portfolio was limited by the implementation of an interest rate hedge which was closed before Christmas, after 60bp of interest rate tension.

Fund Managers: Olivier de Berranger, 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	-1.1
YTD	-9.3	-11.4
3 Y	-9.3	-10.2
5 Y	-8.8	-7.2
10 years	+8.5	+6.0
Since inception	+53.2	+46.4

Annualised performance (%)

	Fund	Ref. Indic.
1 year	-9.3	-11.4
3 Y	-3.2	-3.5
5 Y	-1.8	-1.5
10 years	+0.8	+0.6
Since inception	+2.8	+2.5

Performance history (%)

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year	
													Fund	Ref. Indic.
2013	-0.6	+0.2	+0.6	+2.7	+0.0	-2.3	+1.2	-0.1	+0.8	+1.9	+0.8	+0.4	+6.4	+2.8
2014	+0.5	+1.1	+0.7	+1.0	+0.5	+0.2	-0.1	+0.5	-0.3	+0.1	+0.2	-0.0	+4.0	+5.2
2015	+1.4	+0.9	-0.2	-0.0	+0.1	-1.9	+0.9	-1.0	-2.3	+2.0	+0.3	-1.5	-1.6	+0.5
2016	-1.5	+0.3	+2.4	+1.2	-0.2	-0.3	+1.9	+1.4	-0.4	+0.7	-1.1	+0.9	+5.3	+3.5
2017	+0.3	+0.3	+0.2	+0.8	+0.6	+0.4	+0.7	-0.3	+0.2	+0.7	-0.1	-0.1	+3.7	+1.6
2018	+0.2	-0.1	-0.5	+0.1	-1.1	-0.4	+0.6	-0.4	+0.2	-0.6	-0.9	-0.3	-3.1	-0.7
2019	+0.9	+0.7	+0.5	+0.7	-0.5	+0.9	+0.5	+0.3	-0.3	+0.0	-0.0	+0.2	+3.8	+4.0
2020	+0.2	-0.8	-6.1	+3.2	+0.4	+0.8	+1.0	+0.4	-0.0	+0.3	+0.9	+0.2	+0.2	+1.6
2021	-0.1	-0.3	+0.2	+0.2	-0.1	+0.2	+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	-0.7	-3.7	+3.8	-2.6	-3.2	+1.2	+2.3	-1.1	-9.3	-11.4

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.

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 KIID, prospectus or contact your usual representative.

4 stars in Morningstar category EUR Corporate Bond as at 30/11/2022.

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Fund Profile

Number of positions	114
Number of issuers	90
Average rating (rated instrument)	BBB

Duration ⁽¹⁾⁽²⁾	3.6
Modified duration ⁽¹⁾⁽²⁾	3.5
Yield ⁽¹⁾⁽²⁾	5.0%
Yield to maturity ⁽¹⁾	5.0%

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

Source: LFDE,
Bloomberg

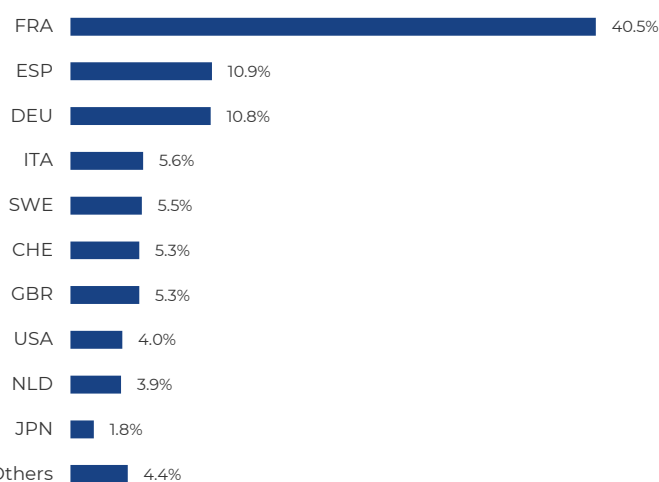
Bonds characteristics

Breakdown per type of bond

Fixed rate bonds	96.1%
Convertible bonds	3.9%

Geographic breakdown

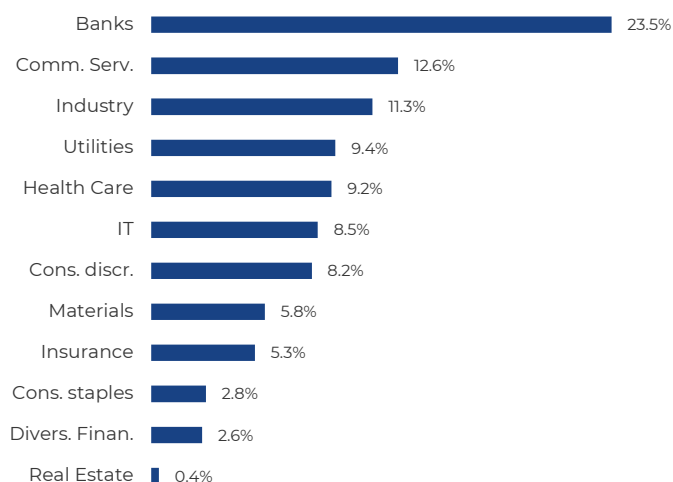
(% of the net assets without cash)



Source: LFDE

Sector breakdown (GICS)

(% of the net assets without cash)



Source: Bloomberg

Top holdings

Holdings	Country	Sector	% of the net assets
Allianz 2.241% 07/45	DEU	Insurance	2.30
BFCM 3.0% 05/24	FRA	Banks	1.90
Tele2 1.125% 05/24	SWE	Comm. Serv.	1.80
Lonza 1.625% 04/27	CHE	Health Care	1.80
Merck F. Serv. 0.125% 07/25	DEU	Health Care	1.70

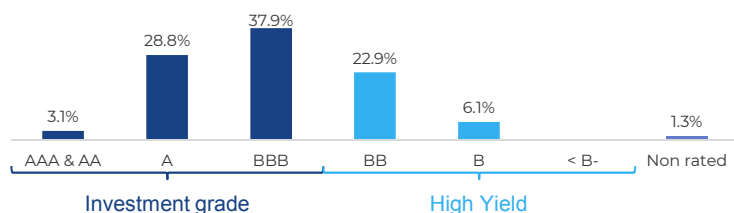
Holdings	Country	Sector	% of the net assets
Nidec 0.046% 03/26	JPN	Industry	1.70
Iberdrola 1.874% 12/99	ESP	Utilities	1.60
ZF Finance 2.25% 05/28	DEU	Cons. discr.	1.50
Visa 1.5% 06/26	USA	IT	1.50
Axa 3.375% 07/47	FRA	Insurance	1.50

Total weight of the top 10 holdings: **17.3%**

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 (source La Financière de l'Echiquier and MSCI ESG Research)

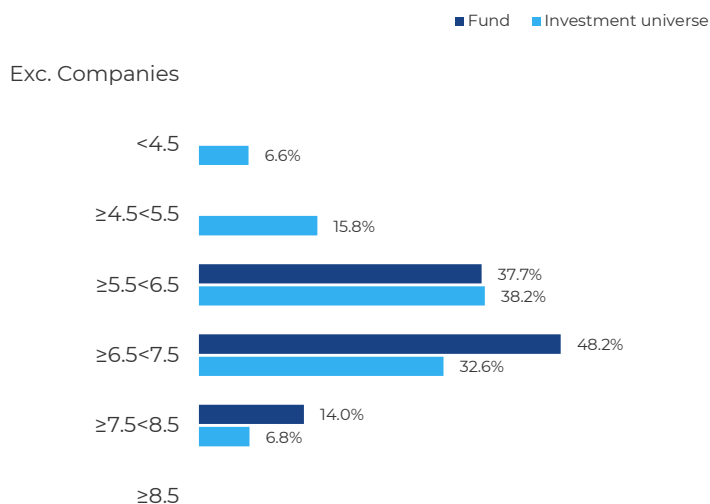
Selectivity rate⁽¹⁾	26.01%	
Minimum ESG score	5.5	
	Fund	Investment universe ⁽²⁾
Number of issuers covered by the ESG analysis	90	3711
% of positions covered by the ESG analysis	100%	89%
Weighted Average ESG rating	6.8	6.1

⁽¹⁾Selectivity rate: percentage of the investment universe excluded due to ESG criteria
⁽²⁾Quarterly data as of 11/30/2022

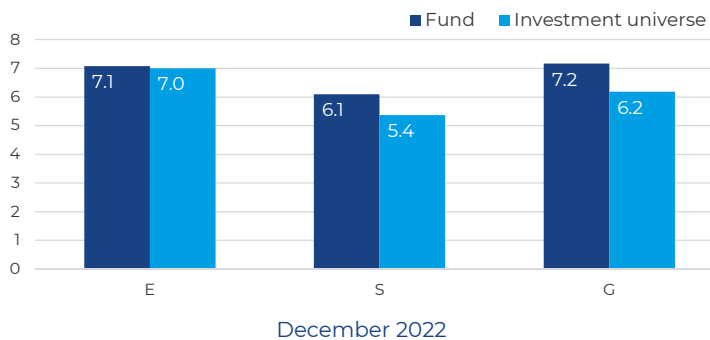
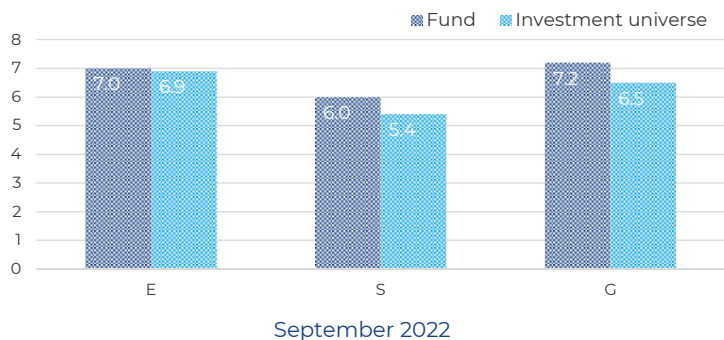
Top ESG ratings of the fund

Name	Country	ESG score	E	S	G
DIAGEO	UK	8.5	7.8	8.5	8.7
SCHNEIDER ELECTRIC	France	8.4	9.1	7.9	8.3
RELX	UK	8.2	7.4	8.4	8.3
EDP-ENERGIAS DE PORTUGAL	Portugal	8.1	9.5	8.4	7.7
ALLIANZ	Germany	8.1	7.7	7.4	8.5

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

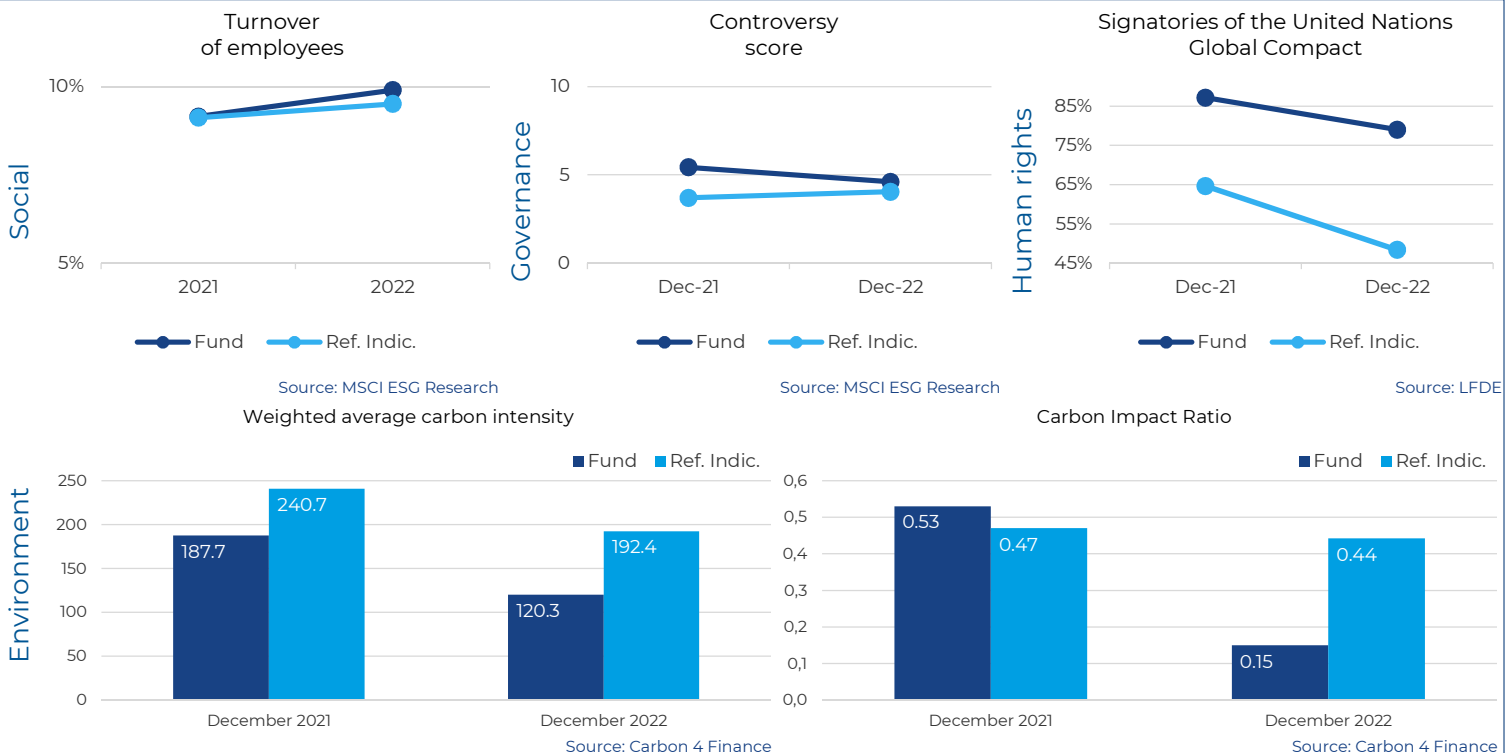


Average scores compared to the investment universe*



*Quarterly data as of 12/30/2022.

ESG performance indicators**



Source: Carbon 4 Finance
 **Semi-annual data as 12/31/2021.
 **Semi-annual data as 12/30/2022.

Investors must be aware that climate data used in this document were provided by a new external source. The differences in the methodology with the prior provider may have generated discrepancies in the data presented. Please do not hesitate to ask for additional information.

Methodology

	Hedging	12/31/2020	12/31/2021	12/31/2022		Hedging	12/31/2020	12/31/2021	12/31/2022
Turnover of employees	Portfolio	-	69.7%	78.3%	Controversy score	Portfolio	-	91.8%	94.6%
	Ref. indicator	-	53.0%	54.8%		Ref. indicator	-	75.3%	92.2%
					$\text{Controversy score of the portfolio} = \sum_{i=1}^n (\text{Controversy Score}_i \times \text{Stock Weighting}_i)$				
Percentage of UN GC signatories	Portfolio	-	100.0%	100.0%	Carbon data	Portfolio	-	94.3%	98.6%
	Ref. indicator	-	81.3%	57.2%		Ref. indicator	-	-	89.4%
					$\text{Carbon intensity of the portfolio} = \sum_{i=1}^n \left(\frac{\text{Investment Value}_i}{\text{Fund Net Asset Value}} \times \frac{\text{Carbon Emissions Scope 1,2 \& 3}}{\text{Enterprise Value}_i} \right)$				
					$\text{Ratio avoided emissions on induced emissions (CIR)} = \sum_{i=1}^n \left(\frac{\text{Sum of CO2 emissions savings}_i}{\text{Sum of CO2 induced emissions}_i} \times \text{Stock weighting}_i \text{ in the portfolio} \right)$				
<p>The table above shows the data coverage rates for each of the ESG performance indicators shown opposite. 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 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: www.lfde.com/en/responsible-investment/to-find-out-more/</p> <p>Sources: La Financière de l'Echiquier, Bloomberg, The United Nations Global Compact, Trucost</p>									