



ECHIQUEUR CREDIT SRI EUROPE I

FEBRUARY 2024 (data as of 02/29/2024)



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.



293 M€
Net assets



109.11 €
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	3.5	4.0	3.9
Sharpe ratio	0.8	Neg	Neg
Beta	0.9	0.9	1.0
Correlation	0.9	0.9	0.9
Information ratio	0.2	0.8	0.3
Tracking error	1.4	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

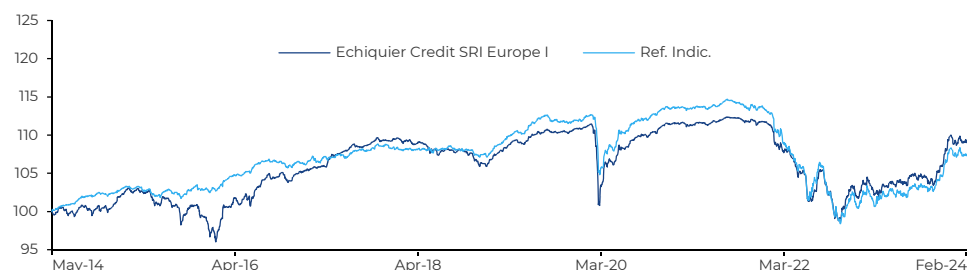
Fund Manager comments

Echiquier Credit SRI Europe I turned in a negative monthly performance of -0.68% and of -0.62% year-to-date.

The sharp easing in interest rates at the end of last year has been completely reversed. The disinflationary trend in the Eurozone has not been called into question, but the solidity of the US economy has had a knock-on effect on our side of the Atlantic. The markets have corrected their expectations of ECB rate cuts for 2024, from more than 7, including the first in April, to "just" 4 and the first in June. In other words, the markets now see the key rate waiting for 3% at the end of the year, then 2.5% in 2025, a level that is seen as the new future low point. The German 10-year yield has thus fallen back to 2.5% (compared with 3% at its peak last October and 1.9% at its December low). Against this backdrop, the fund is resuming its strategy of extending duration after almost six months of calm on this front. The fund's duration has risen to 4.1 (or 4.5 for the invested portfolio). This environment naturally weighed on the absolute performance of the fund and the entire investment grade portfolio but was favourable relative to the benchmark index.

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	-0.7	-0.9
YTD	-0.6	-0.7
3 Years	-1.8	-5.2
5 Years	+1.1	-1.3
Since inception	+9.1	+7.4

Annualised performance (%)

	Fund	Ref. Indic.
1 year	+6.5	+6.2
3 Years	-0.6	-1.8
5 Years	+0.2	-0.3
Since inception	+0.9	+0.7

Performance history (%)

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year Fund	Year 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											-0.6	-0.7

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.

4 stars in Morningstar category EUR Corporate Bond as at 31/01/2024.

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Fund profile

Number of positions	156	Duration ⁽¹⁾⁽²⁾	4.7
Number of issuers	120	Modified duration ⁽¹⁾⁽²⁾	4.6
Average rating (rated instrument)	BBB+	Yield ⁽¹⁾⁽²⁾	4.1%
		Yield to maturity ⁽¹⁾	4.3%
Data of the invested pocket			Source: LFDE, Bloomberg
(1) excluding convertible bonds			
(2) to convention (Bloomberg)			

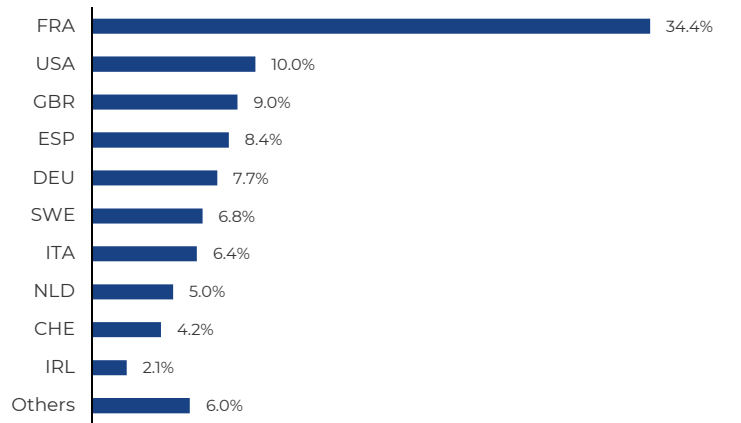
Bonds characteristics

Breakdown per type of bond

Fixed rate bonds	99.0%
Floating rate bonds	0.5%
Convertible bonds	0.5%

Geographic breakdown

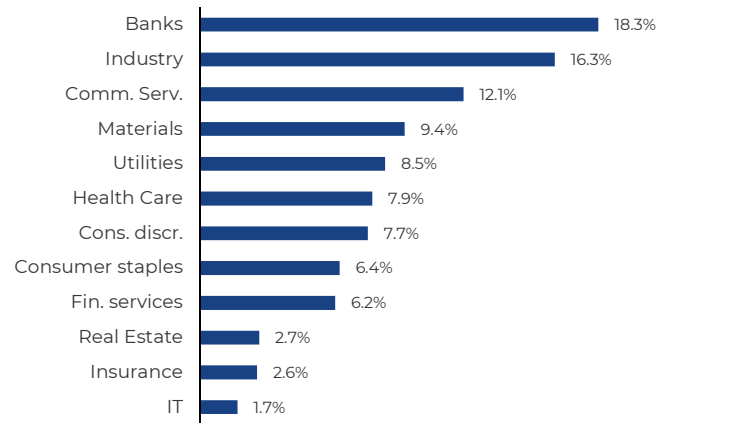
(% of the net assets without cash)



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
Engie 4% 01/35	FRA	Utilities	1.70
L'Oréal 2.875% 05/28	FRA	Consumer st...	1.60
Bankinter 4.375% 05/30	ESP	Banks	1.50
IHG 4.375% 11/29	GBR	Cons. discr.	1.40

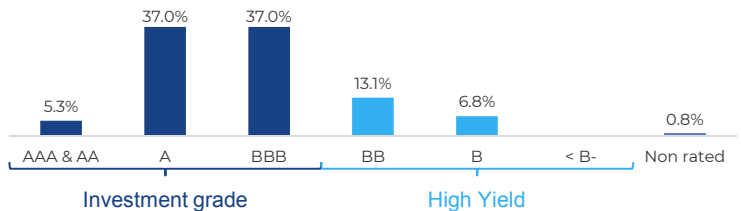
Holdings	Country	Sector	% of the net assets
LSE 1.75% 09/29	GBR	Fin. services	1.30
Assa Abloy 3.875% 09/30	SWE	Industry	1.30
Air Liquide 2.875% 09/32	FRA	Materials	1.20
Caixabank 0.625% 01/28	ESP	Banks	1.10
Nidec 0.046% 03/26	JPN	Industry	1.10

Total weight of the top 10 holdings: 14.0%

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

Selectivity rate⁽¹⁾	27.6%	
Minimum ESG score	Fund	Investment universe
	5.5	
Coverage rates for ESG analysis ⁽²⁾	100%	86%
Weighted average ESG rating	6.8	6.0

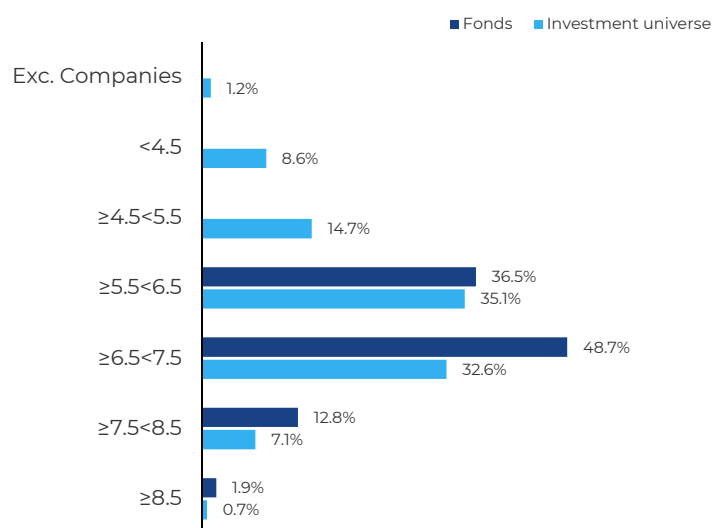
⁽¹⁾Selectivity rate: percentage of the investment universe excluded due to ESG criteria

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

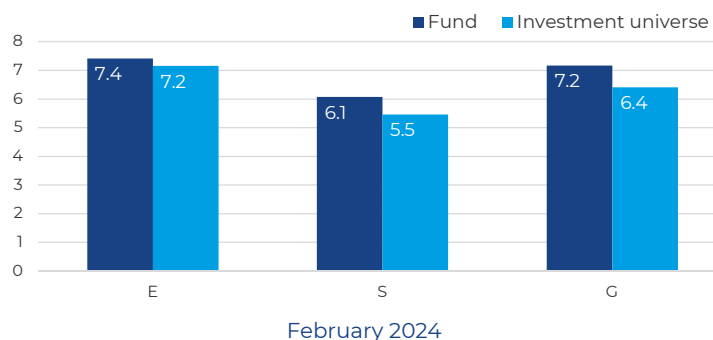
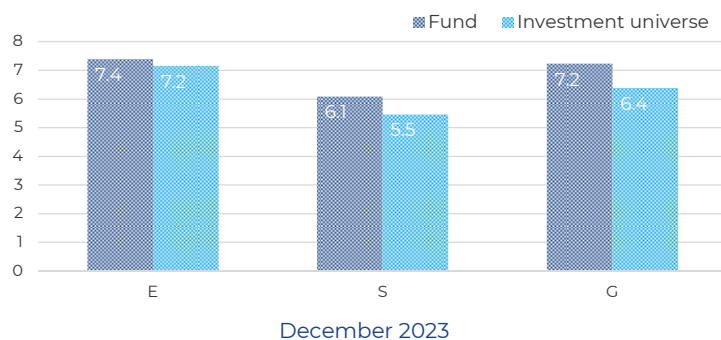
Top ESG ratings of the fund

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

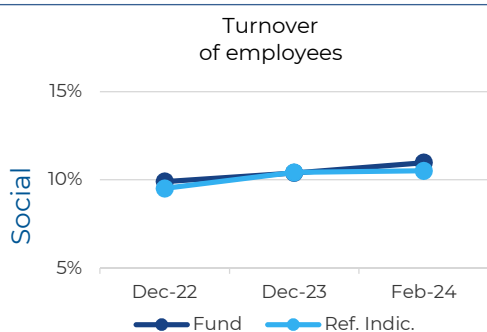
Distribution of ESG ratings of the fund and the investment universe



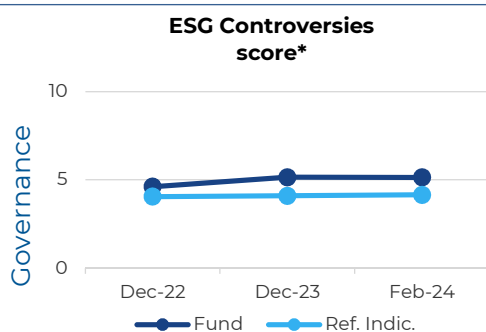
Average scores compared to the investment universe



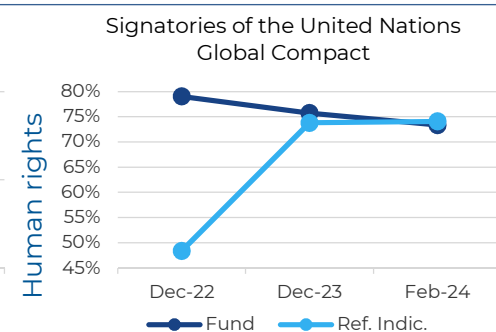
ESG performance indicators



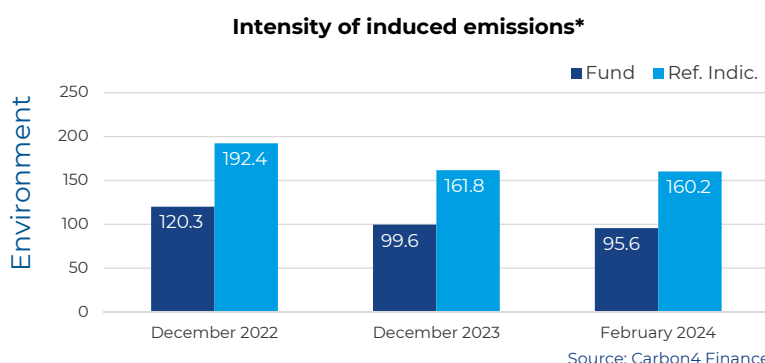
Source: MSCI ESG Research



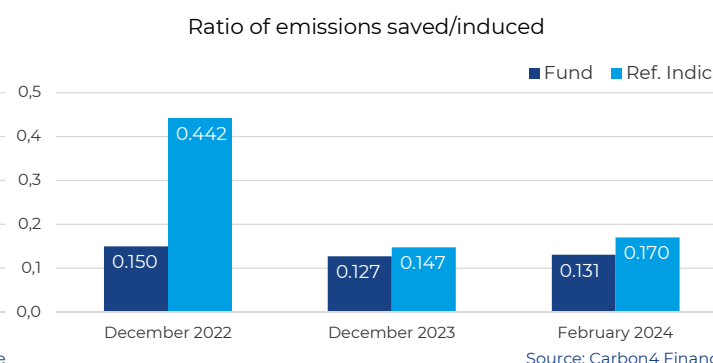
Source: MSCI ESG Research



Source: LFDE



Source: Carbon4 Finance



Source: Carbon4 Finance

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

Methodologies and coverage rate

		12/30/2022	12/29/2023	02/29/2024			12/30/2022	12/29/2023	02/29/2024
Turnover of employees	Portfolio	78.3%	79.7%	78.4%	ESG Controversy score	Portfolio	94.6%	98.9%	98.2%
	Ref. indicator	54.8%	78.6%	78.4%		Ref. indicator	92.2%	95.1%	95.3%
					$\text{Controversy score of the portfolio} = \sum_{i=1}^n \left(\text{Controversy Score}_i \times \text{Stock Weighting}_i \right)$				
		12/30/2022	12/29/2023	02/29/2024			12/30/2022	12/29/2023	02/29/2024
Signatories of the United Nations Global Compact	Portfolio	100.0%	100.0%	100.0%	Carbon data	Portfolio	98.6%	98.8%	95.4%
	Ref. indicator	57.2%	94.0%	93.5%		Ref. indicator	89.4%	76.9%	72.3%
					$\text{Carbon intensity of the portfolio} = \sum_{i=1}^n \left(\frac{\text{Investment Value}_i}{\text{Fund Net Asset Value}} \times \frac{\text{Carbon Emissions Scope 1,2 \& 3}}{\text{Enterprise Value}_i} \right)$				
					$\text{Ratio avoided emissions on induced emissions (CIR)} = \sum_{i=1}^n \left(\frac{\text{Sum of CO2 emissions savings}_i}{\text{Sum of CO2 induced emissions}_i} \times \text{Stock weighting}_i \text{ in the portfolio} \right)$				
<p>We have not encountered any difficulties in measuring these ESG performance indicators.</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: www.lfde.com/en/responsible-investment/to-find-out-more/</p> <p>Sources: La Financière de l'Echiquier, The United Nations Global Compact, Carbon4 Finance, MSCI ESG Research</p>									