



ECHIQUIER CREDIT SRI EUROPE A

JANUARY 2024 (data as of 01/31/2024)



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.



214 M€
Net assets



164.72 €
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
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	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	3.7	3.8	4.3
Ref. indicator volatility	3.6	4.0	3.9
Sharpe ratio	0.5	Neg	Neg
Beta	0.9	0.9	1.0
Correlation	0.9	0.9	0.9
Information ratio	-0.1	0.5	0.1
Tracking error	1.4	1.5	1.7
Max. drawdown of the fund	-2.6	-12.5	-12.5
Max. drawdown of the benchmark	-2.6	-14.2	-14.2
Time to recovery (business days)	83.0	-	-

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

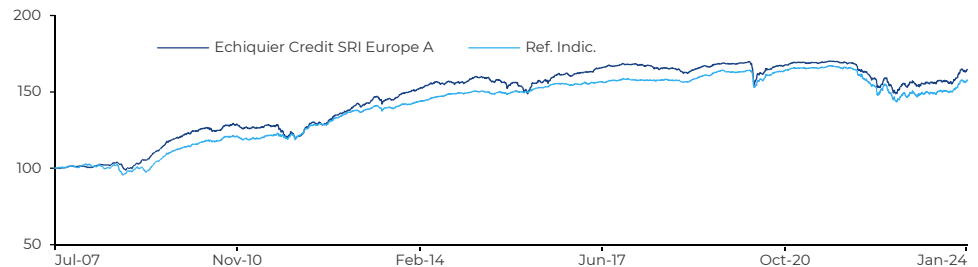
Fund Manager comments

Echiquier Credit SRI Europe A turned in a positive monthly performance of 0.02%.

The fund rose slightly in January as the fixed-income markets breathed a sigh of relief following the sharp fall in the eurozone sovereign yield curve in the fourth quarter of 2023. The German 10-year benchmark rate ended the month at around 2.17%, compared with a level close to 2% at the end of 2023. Our holdings of Investment Grade securities issued by non-financial companies fell. Conversely, hybrid debt issued by non-financial companies clearly outperformed the other bond segments, which benefited the fund. The fund benefited from the carry of its high-yield bond portfolio, which posted a positive performance despite the pressure on interest rates and the stability of risk premiums. The fund participated in a hybrid issue by the energy company IBERDROLA (call 2031). New hybrid issues remain attractive despite the recent tightening of risk premiums. The fund was also opportunistic on weakness in high-yield stocks such as cork manufacturer GUALA CLOSURE (2028) and satellite operator EUTELSAT (2028). We exited our holdings of DOMETIC (2028), following a sharp rebound in valuations.

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	0.0	+0.2
3 Years	-2.6	-4.6
5 Years	+0.4	+0.2
10 years	+9.1	+10.3
Since inception	+64.7	+58.0

Annualised performance (%)

	Fund	Ref. Indic.
1 year	+5.7	+6.0
3 Years	-0.9	-1.5
5 Years	+0.1	0.0
10 years	+0.9	+1.0
Since inception	+3.1	+2.8

Performance history (%)

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year	
													Fund	Ref. Indic.
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
2023	+1.7	-1.0	+0.6	+0.5	+0.2	-0.2	+1.1	-0.0	-0.8	+0.3	+2.5	+2.6	+7.5	+7.7
2024	+0.0												+0.0	+0.2

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 31/12/2023.

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Fund profile

Number of positions	151
Number of issuers	117
Average rating (rated instrument)	BBB+

Duration ⁽¹⁾⁽²⁾	4.2
Modified duration ⁽¹⁾⁽²⁾	4.2
Yield ⁽¹⁾⁽²⁾	3.9%
Yield to maturity ⁽¹⁾	4.2%

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

Source: LFDE,
Bloomberg

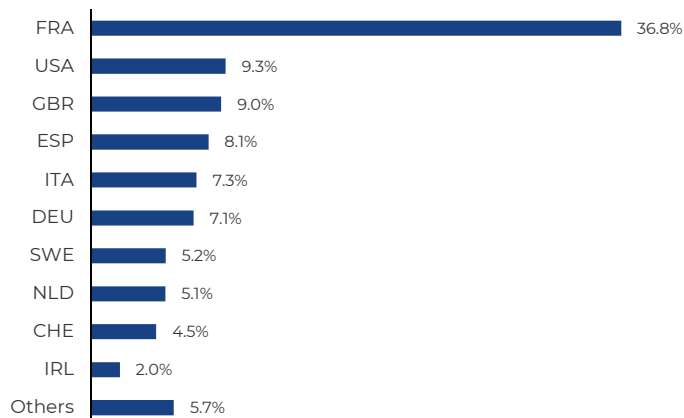
Bonds characteristics

Breakdown per type of bond

Fixed rate bonds	98.7%
Floating rate bonds	0.6%
Convertible bonds	0.7%

Geographic breakdown

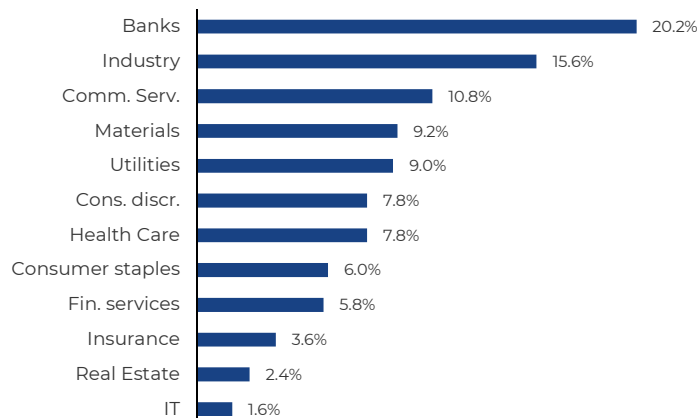
(% of the net assets without cash)



Source: LFDE

Sector breakdown (GICS)

(% of the net assets without cash)



Source: Bloomberg

Top holdings

Holdings	Country	Sector	% of the net assets
Crédit Agr. 3.375% 07/27	FRA	Banks	2.20
BNP 3.875% 02/29	FRA	Banks	2.10
Allianz 2.241% 07/45	DEU	Insurance	1.80
L'Oréal 2.875% 05/28	FRA	Consumer st...	1.60
IHG 4.375% 11/29	GBR	Cons. discr.	1.50

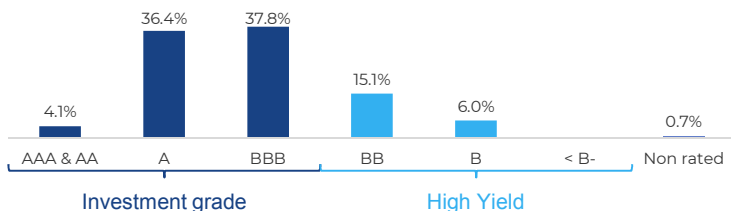
Holdings	Country	Sector	% of the net assets
Lonza 1.625% 04/27	CHE	Health Care	1.40
Nidec 0.046% 03/26	JPN	Industry	1.30
Veolia Env. 2.5% 12/99	FRA	Utilities	1.30
LVMH 3.5% 09/23	FRA	Cons. discr.	1.20
Schneider 3.5% 11/32	FRA	Industry	1.20

Total weight of the top 10 holdings: **15.6%**

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

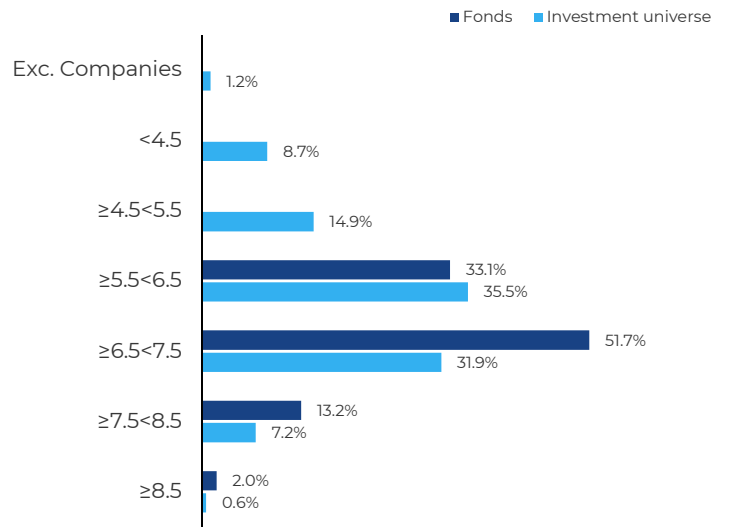
Selectivity rate⁽¹⁾	27.8%	
Minimum ESG score	Fund	Investment universe
	5.5	
Coverage rates for ESG analysis ⁽²⁾	100%	89%
Weighted average ESG rating	6.8	6.0

⁽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

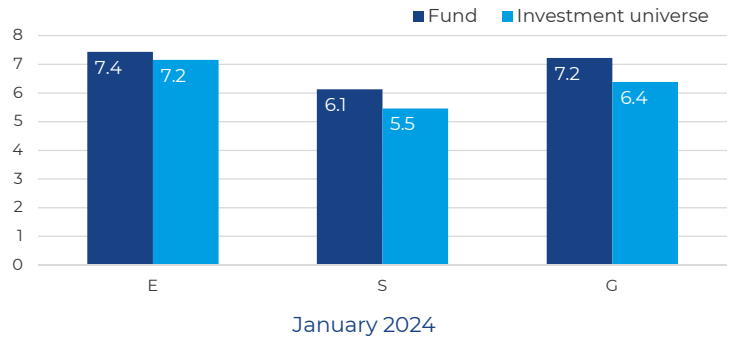
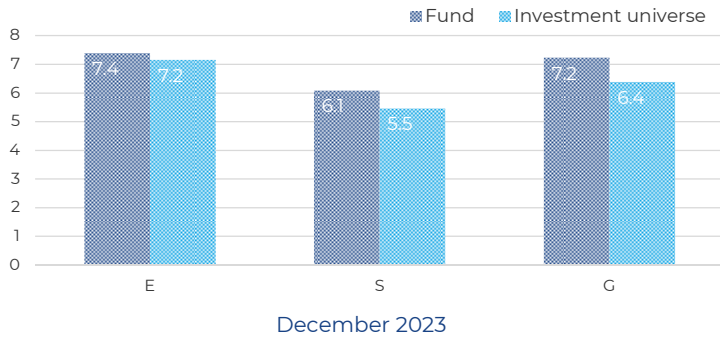
Top ESG ratings of the fund

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

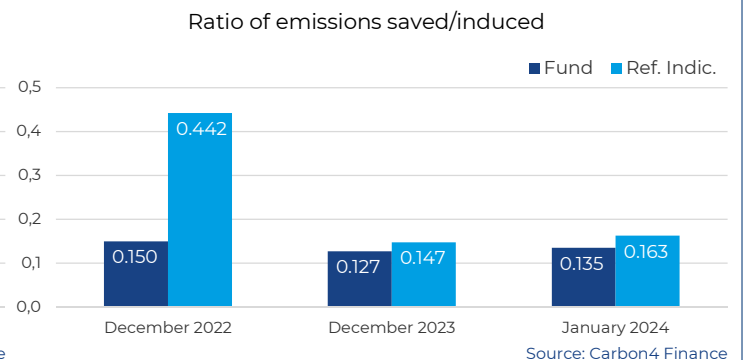
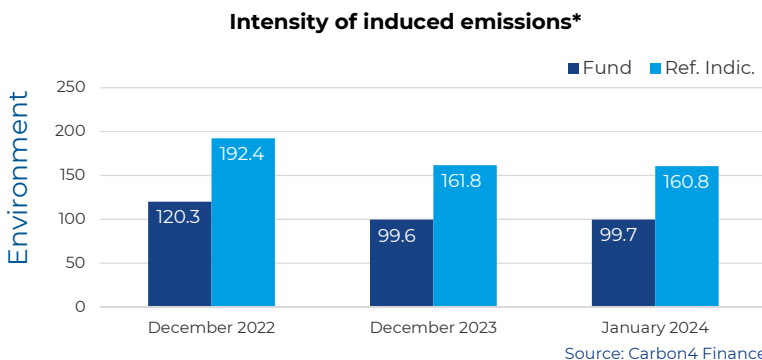
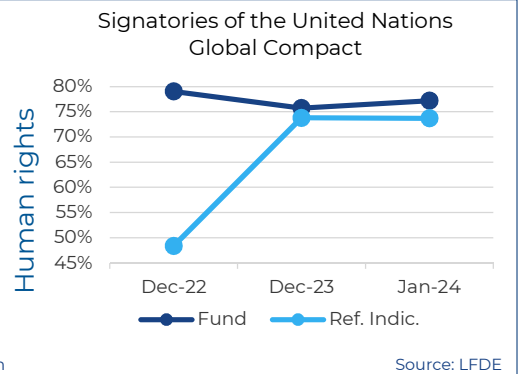
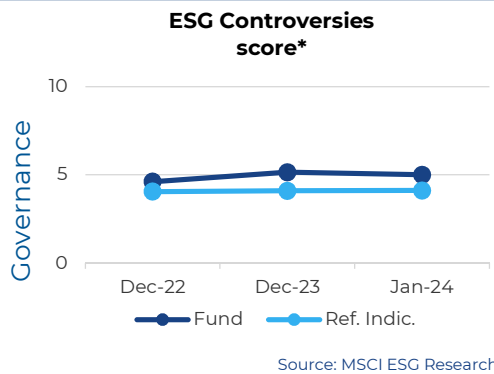
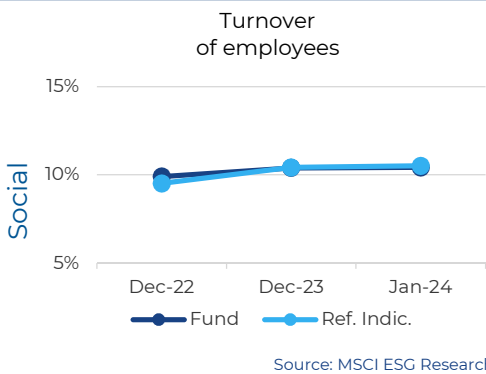
Distribution of ESG ratings of the fund and the investment universe



Average scores compared to the investment universe



ESG performance indicators



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

Methodologies and coverage rate

		12/30/2022	12/29/2023	01/31/2024			12/30/2022	12/29/2023	01/31/2024
Turnover of employees	Portfolio	78.3%	79.7%	79.3%	ESG Controversy score	Portfolio	94.6%	98.9%	98.5%
	Ref. indicator	54.8%	78.6%	78.2%		Ref. indicator	92.2%	95.1%	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	100.0%	100.0%	100.0%	Carbon data	Portfolio	98.6%	98.8%	95.0%
	Ref. indicator	57.2%	94.0%	93.6%		Ref. indicator	89.4%	76.9%	72.8%
					$\text{Carbon intensity of the portfolio} = \sum_{i=1}^n \left(\frac{\text{Investment Value}_i}{\text{Fund Net Asset Value}} \times \frac{\text{Carbon Emissions Scope 1,2 \& 3}}{\text{Enterprise Value}_i} \right)$				
					$\text{Ratio avoided emissions on induced emissions (CIR)} = \sum_{i=1}^n \left(\frac{\text{Sum of CO2 emissions savings}_i}{\text{Sum of CO2 induced emissions}_i} \times \text{Stock weighting}_i \text{ in the portfolio} \right)$				
<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: 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>									