



# ECHIQUIER HIGH YIELD SRI EUROPE I

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



Echiquier High Yield SRI Europe is a fund that is mainly invested in high yield corporate bonds from the Eurozone, seeking to optimise the risk/return profile.



70 M€  
Net assets



1,024.00 €  
NAV

## Characteristics

Inception date	01/25/2022
ISIN	FR0013193752
Bloomberg code	ARRD23I FP
Base currency	EUR
Income allocation	Accumulation
Ref. Indic.	MARKIT IBOXX EUR LIQUID HIGH YIELD
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	3.4	-	-
Ref. indicator volatility	3.2	-	-
Sharpe ratio	2.5	-	-
Max. drawdown of the fund	-1.6	-	-
Max. drawdown of the benchmark	-1.6	-	-
Time to recovery (business days)	8.0	-	-



This indicator represents the risk profile shown in the KID. The risk indicator is based on the assumption that you hold units for 3 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

3 years

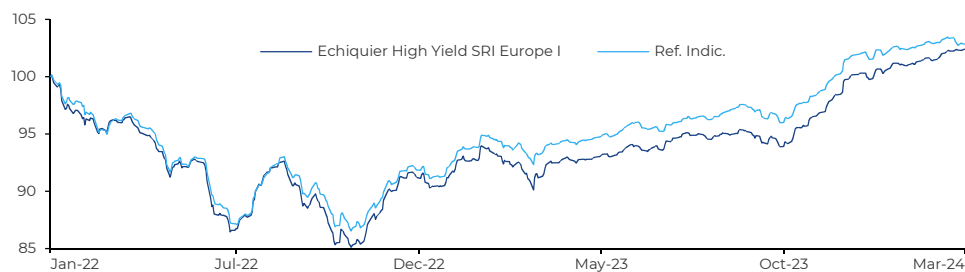
## Fund Manager comments

Echiquier High Yield SRI Europe I turned in a positive monthly performance of 0.99% and of 2.09% year-to-date.

The fund rose in March and significantly outperformed its index. The fall in interest rates was favourable. The fund's performance was mainly driven by a favourable selection within the High Yield portfolio, with non-exposure to issuers ALTICE, INTRUM, GRIFOLS and ATOS, all of which posted significant declines. The fund also benefited from the strong rebound in satellite operator EUTELSAT (2028). Conversely, we were impacted by the fall in the shares of glass packaging manufacturer ARDAGH, following rumours of a potential debt restructuring. However, we believe that at current valuations, our securities with real guarantees remain attractive. Meanwhile, the convertible, hybrid and financial (ATI) pockets continue to make a positive contribution to performance. We took profits in LEG IMMO (2028) and NEXANS (2028). The wood pellet manufacturer GRAANUL (2026) was added to the portfolio. We also took a primary position in FNAC DARTY (2029).

Fund Managers: Uriel Saragusti, Aurélien Jacquot, Matthieu Durandea

## 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	+1.0	0.0
YTD	+2.1	+0.8
Since inception	+2.4	+2.9

## Annualised performance (%)

	Fund	Ref. Indic.
1 year	+10.9	+9.4
Since inception	+1.1	+1.3

## Performance history (%)

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year	
													Fund	Ref. Indic.
2022		-3.0	+0.3	-3.1	-0.8	-6.8	+5.7	-2.2	-4.3	+2.7	+3.9	-0.8		
2023	+2.6	-0.4	-0.0	+0.5	+0.4	+0.6	+1.5	-0.0	-0.2	-0.2	+3.1	+2.8	+10.9	+11.8
2024	+0.8	+0.3	+1.0										+2.1	+0.8

## 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.

## Fund Profile

Number of positions	79
Number of issuers	72
Average rating (rated instrument)	BB-

Duration <sup>(1)(2)</sup>	3.1
Modified duration <sup>(1)(2)</sup>	3.0
Yield <sup>(1)(2)</sup>	5.6%
Yield to maturity <sup>(1)</sup>	6.1%

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

Source: LFDE, Bloomberg

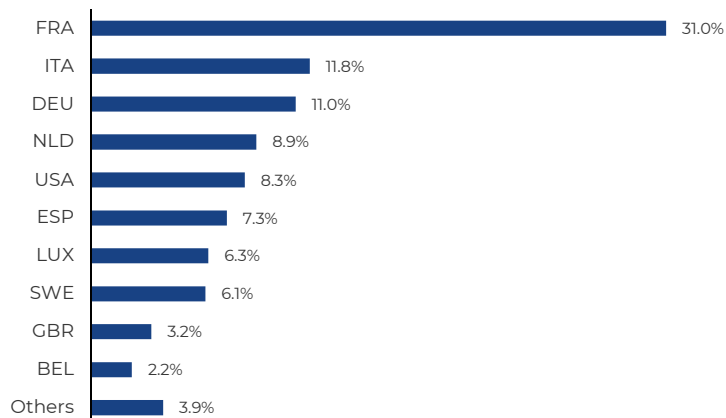
## Bonds characteristics

### Breakdown per type of bond

Fixed rate bonds	94.7%
Floating rate bonds	1.1%
Convertible bonds	4.2%

## Geographic breakdown

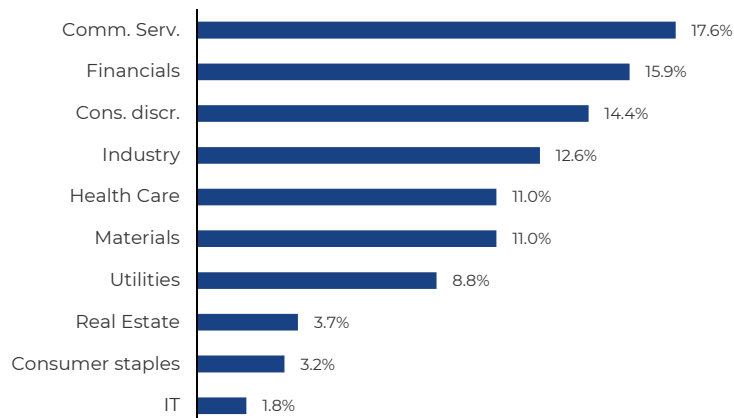
(% of the net assets without cash)



Source: LFDE

## Sector breakdown (GICS)

(% of the net assets without cash)



Source: Bloomberg

## Top holdings

Holdings	Country	Sector	% of the net assets
Nidda Stada 7.5% 08/26	DEU	Health Care	2.80
Organon 2.875% 04/28	USA	Health Care	2.70
Ephios 7.875% 01/31	LUX	Health Care	2.30
Iliad 5.625% 10/28	FRA	Comm. Serv.	2.10
ZF Finance 2.25% 05/28	DEU	Cons. discr.	2.00

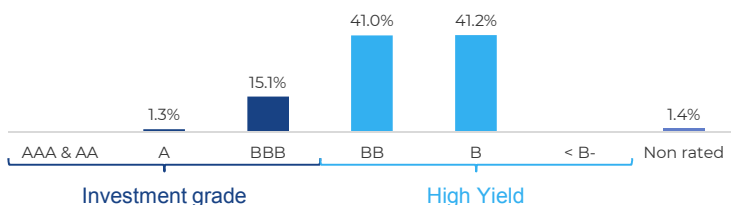
Holdings	Country	Sector	% of the net assets
Paprec 7.25% 11/29	FRA	Utilities	1.90
Loxam 4.5% 04/27	FRA	Industry	1.80
Verisure 9.25% 10/27	SWE	Industry	1.80
BFCM 1.625% 11/27	FRA	Financials	1.70
Eutelsat 1.5% 10/28	FRA	Comm. Serv.	1.70

Total weight of the top 10 holdings: **20.8%**

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

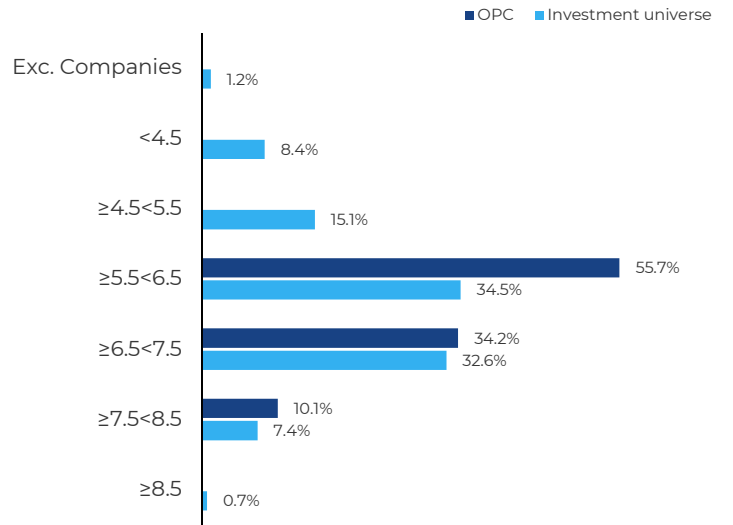
<b>Selectivity rate<sup>(1)</sup></b>	<b>27.6%</b>	
Minimum ESG score	Fund	Investment universe
	5.5	
Coverage rates for ESG analysis <sup>(2)</sup>	100%	84%
Weighted average ESG rating	6.4	6.0

<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

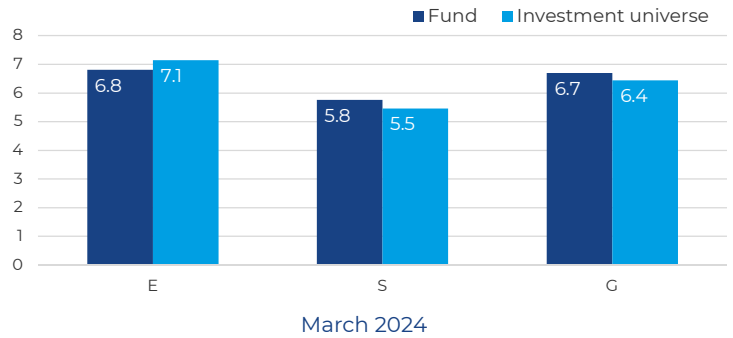
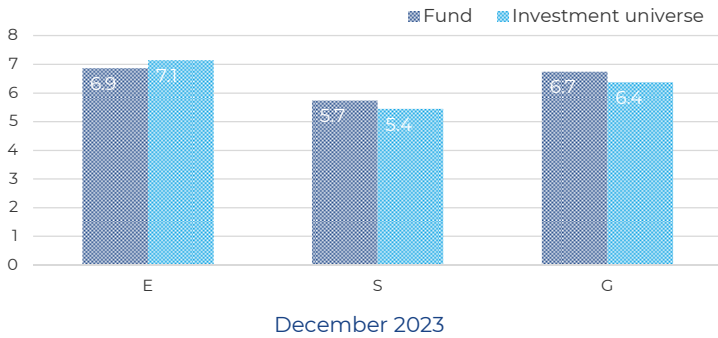
Top ESG ratings of the fund

Holdings	Country	ESG score	E	S	G
Edp-Energias De Portug...	Portugal	<b>8.1</b>	9.5	8.4	7.7
Axa	France	<b>8.0</b>	9.5	7.3	8.0
Terna Rete	Italy	<b>7.9</b>	7.9	8.4	7.8
Dsm-Firmenich	Switzerland	<b>7.8</b>	8.4	7.2	7.9
Telia Co	Sweden	<b>7.6</b>	10.0	7.3	7.2

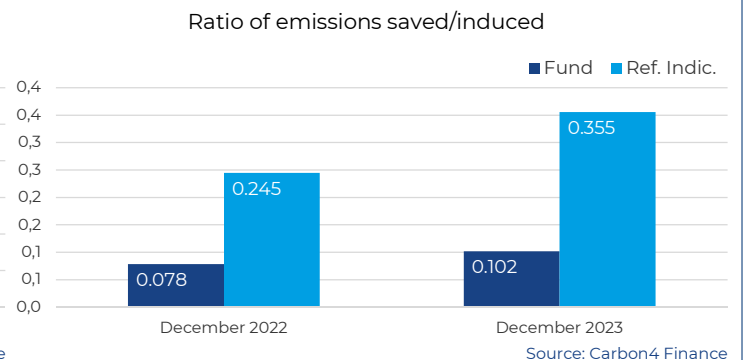
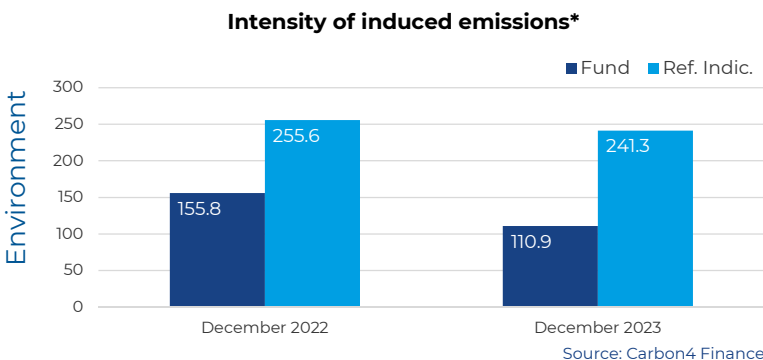
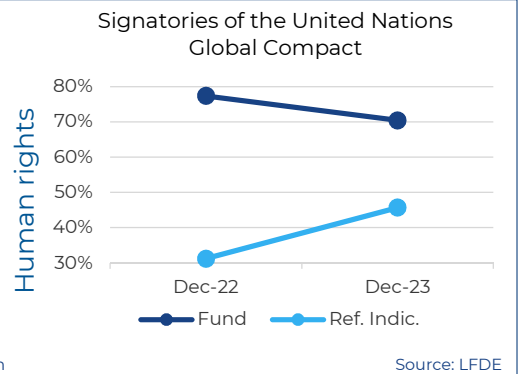
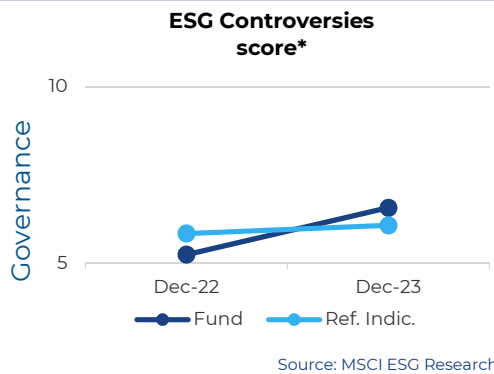
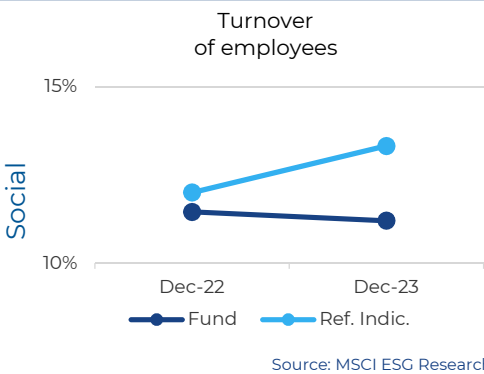
Distribution of ESG ratings of the fund and the investment universe



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	53.5%	52.4%	53.5%	ESG Controversy score	Portfolio	85.7%	93.3%	91.3%
	Ref. indicator	30.9%	41.0%	37.9%		Ref. indicator	68.2%	71.3%	65.5%
					$\text{Controversy score of the portfolio} = \sum_{i=1}^n (\text{Controversy Score}_i \times \text{Stock Weighting}_i)$				
Signatories of the United Nations Global Compact	Portfolio	100.0%	100.0%	100.0%	Carbon data	Portfolio	93.8%	89.4%	89.2%
	Ref. indicator	41.7%	71.8%	66.0%		Ref. indicator	74.2%	61.6%	62.7%
					$\text{Carbon intensity of the portfolio} = \sum_{i=1}^n \left( \frac{\text{Investment Value}_i}{\text{Fund Net Asset Value}} \times \frac{\text{Carbon Emissions Scope 1,2 \& 3}}{\text{Enterprise Value}_i} \right)$				
					$\text{Ratio avoided emissions on induced emissions (CIR)} = \sum_{i=1}^n \left( \frac{\text{Sum of CO2 emissions savings}_i}{\text{Sum of CO2 induced emissions}_i} \times \text{Stock weighting}_i \text{ in the portfolio} \right)$				
<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/responsible-investment/to-find-out-more/">www.lfde.com/en/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>									