ECHIQUIER ARTIFICIAL INTELLIGENCE M

SEPTEMBER 2021 (data as of 09/30/2021)

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

959 M€
Net assets

2,404.76 €
NAV

Characteristics

Inception date	06/20/2018
ISIN	LU1819480275
Bloomberg code	ECHARIM LX
Base currency	EUR
Income allocation	Accumulation
Ref. Indic.	MSCI WORLD NET TOTAL RETURN (en EUR)

Financial information

Subscription/ redemption fee	3% max. / None
Yearly management fees	0.50% incl. taxes
Performance fee	No
Liquidity	Daily
Cut off	10:00
Settlement	D+2
Fund administrator	BNP Paribas Securities Services Luxembourg
Custodian	BNP Paribas Securities Services Luxembourg

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

	1 year	3 Y	5 Y
Fund volatility	30.8	30.2	-
Ref. indicator volatility	12.1	18.4	-
Sharpe ratio	1.6	1.4	-
Beta	1.4	1.2	-
Correlation	0.6	0.7	-
Information ratio	0.5	1.2	-
Tracking error	26.1	21.5	-
Max. drawdown of the fund	-29.8	-36.2	-
Max. drawdown of the benchmark	-6.4	-33.8	-
Recovery (business days)	-	37.0	-

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

1 — 2 — 3 — 4 — 5 — **6** — 7

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 — 5 years

Fund Manager comments

Echiquier Artificial Intelligence M turned in a negative monthly performance of -1.44% and turned in a positive performance of 7.62% year-to-date.

Investors are wondering about the trajectory of inflation and whether the US Federal Reserve (Fed) will raise its key interest rates. This has consigned fundamental analysis to the background as we see a number of very encouraging signals about the state of companies in the portfolio. Their high growth in 2020 and ability to innovate make their future growth trajectory very exciting relative to other sectors that will experience a significant slowdown in 2022 and 2023. The fund outperformed its benchmark in September, benefiting from the rise of US company AFFIRM. We have mentioned this company in the past along with its competitor AFTERPAY, who are both leaders in the emerging "buy now pay later" sector. This industry is booming as new generations move away from credit cards and turn to other financing solutions. AFFIRM continues to see strong use of its platform, and commercial partnerships with companies such as AMAZON, SHOPIFY and WALMART have multiplied.

Fund Manager: Rolando Grandi

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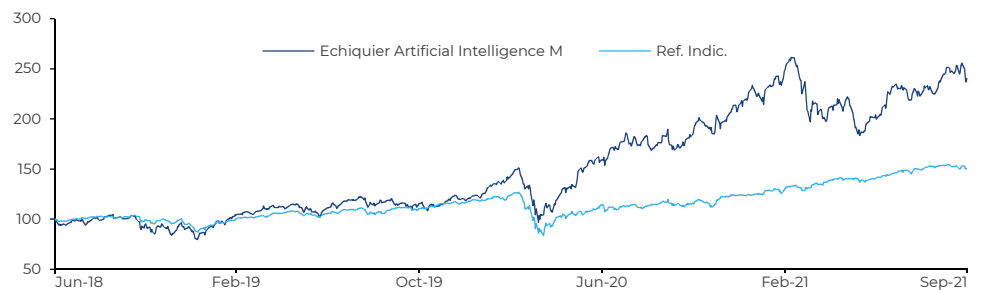
Ref. Indic.: source Bloomberg

Cumulative performance (%)

	Fund	Ref. Indic.
1 month	-1.4	-2.4
YTD	+7.6	+19.3
3 Y	+132.3	+44.5
Since inception	+140.5	+49.9

Annualised performance (%)

	Fund	Ref. Indic.
1 year	+32.9	+29.7
3 Y	+32.4	+13.2
Since inception	+30.7	+13.1

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	-8.0		
2019	+14.0	+8.3	+4.5	+2.4	-7.7	+7.2	+5.3	-0.7	-4.8	-0.3	+9.7	-1.5	+40.1	+30.0
2020	+12.1	-3.9	-13.2	+17.1	+19.3	+8.7	+3.2	+2.3	-0.8	+2.4	+15.3	+4.6	+83.8	+6.3
2021	+4.6	-2.6	-9.9	+3.5	-5.2	+15.3	-4.0	+9.5	-1.4				+7.6	+19.3

Fund Profile

EV/Sales 2023	12.8	Cash (% of the net assets)	0.0%
PEG 2023[1]	1.1	Number of positions	32
EPS CAGR 2020-2023	48%	Average market capitalization (M€)	148,901
Active share	92.6%	Median market capitalization (M€)	37,520

Source: LFDE

Geographic breakdown
(% of the net assets without cash)

■ Fund ■ Ref. Indic.

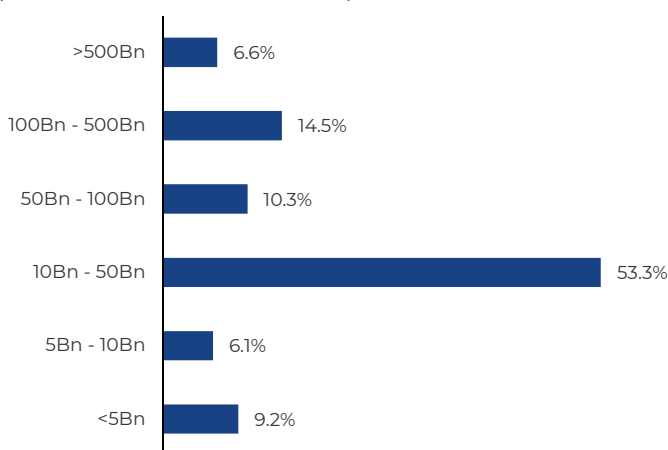|	Fund	Ref. Indic.
USA	91.0%	65.9%
CHN	4.7%	
CAN	2.8%	3.3%
BRA	1.1%	
FRA	0.4%	3.1%
Others	0.0%	27.6%
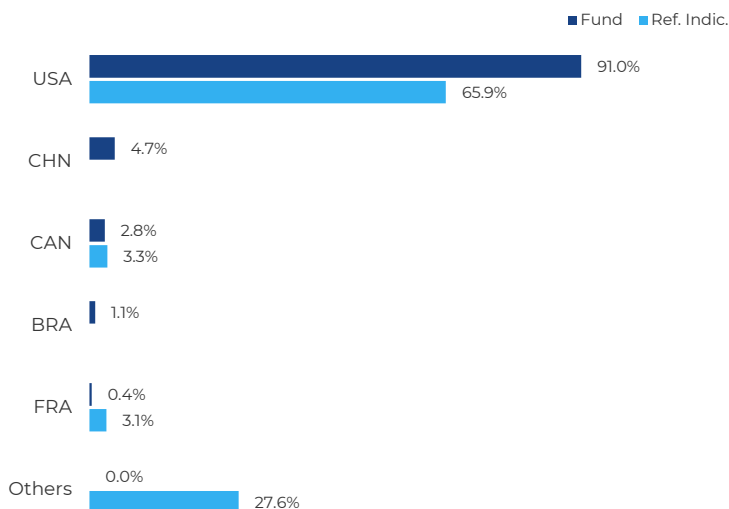
Source: LFDE

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

■ Fund ■ Ref. Indic.

	Fund	Ref. Indic.
IT	79.0%	22.6%
Cons. discr.	9.3%	12.1%
Comm. Serv.	7.9%	9.1%
Finance	2.8%	13.8%
Health Care	1.0%	12.7%
Others		29.7%
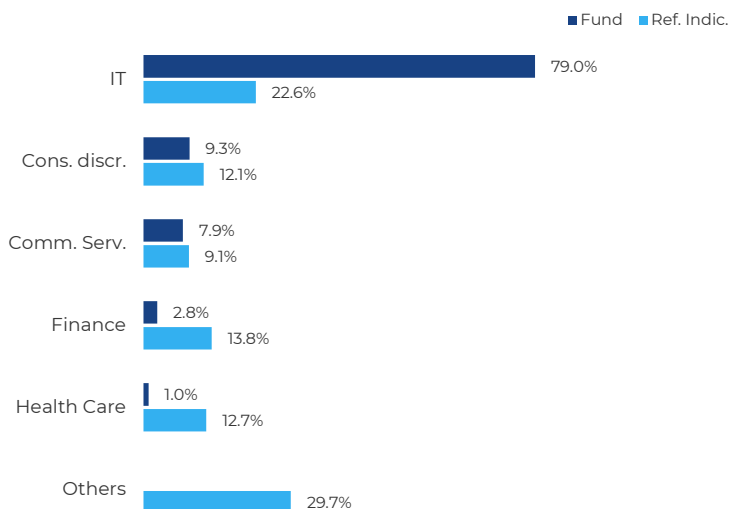
Source: Bloomberg

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

>500Bn	6.6%
100Bn - 500Bn	14.5%
50Bn - 100Bn	10.3%
10Bn - 50Bn	53.3%
5Bn - 10Bn	6.1%
<5Bn	9.2%

Source: LFDE

Top holdings

Holdings	Country	Sector	% of the net assets
Snowflake	USA	IT	5.4
Servicenow	USA	IT	5.2
Zscaler	USA	IT	5.1
Affirm	USA	IT	5.1
MongoDB	USA	IT	4.8
Palantir Techno.	USA	IT	4.7
ZoomInfo Tech.	USA	Comm. Serv.	4.7
Nvidia	USA	IT	4.6
Alteryx	USA	IT	4.6
Twilio	USA	IT	4.5
Total weight of the top 10 holdings: **48.7%**			

Source: LFDE

Performance analysis (monthly)

Top 3 contributors		
Holdings	Performance	Contribution
Affirm	26.0	1.1
MongoDB	22.6	1.0
DigitalOcean	28.2	0.5
Weight of the 3 contributors: **12.3%**		

Flop 3 contributors		
Holdings	Performance	Contribution
Twilio	-9.0	-0.4
Okta	-8.3	-0.4
Crowdstrike	-10.9	-0.4
Weight of the 3 contributors: **11.8%**		

Source: LFDE

ESG Data (environmental, social and governance criteria)

Weighted Average ESG rating

% of positions covered by the ESG analysis		Fund 95%	Universe 61%
Rating	E	S	G	ESG
Fund	**5.2**	**5.3**	**6.8**	**6.2**
Universe*	5.3	4.8	5.0	6.2

*As of 06/30/2021

The Governance score accounts for 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/responsible-investment/to-find-out-more/.

[1]Valuation metric for determining the relative trade-off between the price of a stock, the earnings generated per share, and the company's expected growth. The smaller the ratio, the lower the cost by growth unit for the portfolio.

Carbon footprint (as of 12/31/2020)
(in tons of CO_2 equivalent per million euro of sales)

Fund	38.3
Ref. Indic.	271.3

Data provided by Trucost (independent research company specialised in environmental research)
Data communicated provided >80% of the portfolio covered by Trucost.