



sycamore
am

sycamore

sélection responsable

AUGUST 2024

Share I

Isin code | FR0010971705

NAV | 571.1€

Assets | 691.3 M€

SFDR 8

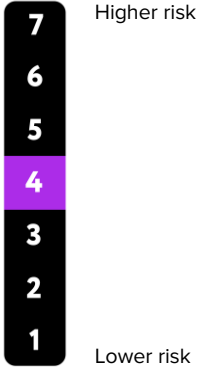
Sustainable Investments

% AUM: $\geq 70\%$

% Companies*: $\geq 70\%$

*Excluding derivatives, cash & equivalent

Risk indicator



The risk indicator assumes you keep the product for 5 years.

Warning : the actual risk can vary significantly if you cash in at an early stage and you may get back less.

The fund does not offer any guarantee of return or performance and presents a risk of capital loss

Investment Team



Olivier CASSE
Fund Manager



Giulia CULOT
Fund Manager



Catherine ROLLAND
SRI analyst



France



Belgium



Austria



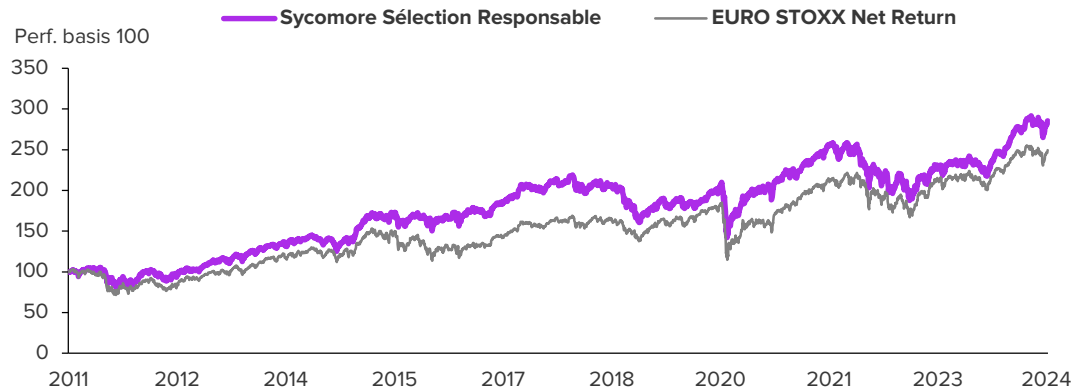
Germany

Investment strategy

A responsible selection of Eurozone equities based on proprietary ESG analysis

Sycamore Sélection Responsable is a conviction-driven fund which aims to deliver financial returns above those of the EuroStoxx Total Return index over a minimum investment horizon of five years, by applying a multithemed socially responsible investment process (energy transition, health, nutrition, digital, etc.) in keeping with the United Nations' Sustainable Development Goals. The fund mainly invests in the capital of quality Eurozone companies, which benefit from sustainable development opportunities and whose intrinsic valuation is believed to be above their stock market value.

Performance as of 30.08.2024



Past performances do not guarantee future performances. (Source: Sycamore AM, Bloomberg)

	Aug 2024	2024 1 year	3 yrs	5 yrs	Inc. Annu.	2023	2022	2021	2020		
Fund %	0.8	15.2	20.9	11.4	55.2	185.6	8.0	19.4	-18.5	16.2	11.1
Index %	1.5	10.2	15.1	17.2	53.9	149.6	7.0	18.5	-12.3	22.7	0.2

Statistics

	Corr.	Beta	Alpha	Vol.	Bench. Vol	Track. Error	Sharpe Ratio	Info Ratio	Draw Down	Bench. DD
3 years	1.0	0.9	-1.4%	16.3%	16.8%	3.9%	0.1	-0.4	-27.5%	-24.6%
Inception	1.0	0.8	2.1%	16.1%	18.6%	5.9%	0.5	0.2	-35.1%	-37.9%

Fund commentary

Eurozone equity markets closed much higher at the end of August after posting elevated volatility in the first half of the month (notably due to technical factors, as the benefits of the yen "carry trade" - whereby investors borrow Japan's cheap currency to invest in countries offering higher yields, notably the US) - were called into question. Consistent with last month's comments, the cash reserves were used to strengthen the fund's exposure to companies and sectors poised to benefit from easing interest rates, chiefly, real estate and construction players. We initiated a new position in Vonovia (exposed to the German residential sector) and strengthened Assa Abloy and Saint-Gobain. Meanwhile, within the financial sector, our exposure to banks was dialled down (KBC, Intesa Sanpaolo, Santander) in favour of the insurance segment (Allianz, Axa), a sector likely to be less affected in a scenario of weaker economic growth and lower interest rates.



Fund Information

Inception date

24/01/2011

ISIN codes

Share I - FR0010971705
Share ID - FR0012719524
Share ID2 - FR0013277175
Share RP - FR0010971721

Bloomberg tickers

Share I - SYSEREI FP
Share ID - SYSERED FP
Share ID2 - SYSERD2 FP
Share RP - SYSERER FP

Benchmark

EURO STOXX Net Return

Legal form

Mutual fund

Domiciliation

France

PEA eligibility

Yes

Investment period

5 yrs

Minimum investment

None

UCITS V

Yes

Valuation

Daily

Currency

EUR

Cut-Off

12pm CET Paris (BPSS)

Cash Settlement

D+2

Management fees

Share I - 1.00%
Share ID - 1.00%
Share ID2 - 1.00%
Share RP - 2.00%

Performance fees

15% > Benchmark

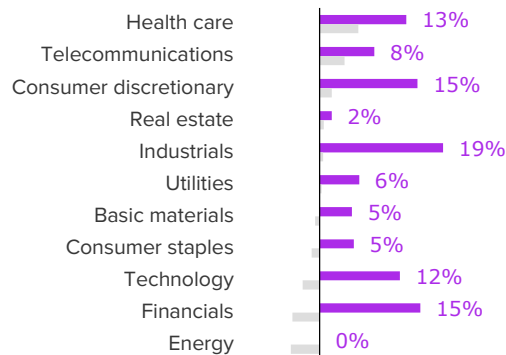
Transaction fees

None

Portfolio

Equity exposure	97%
Overlap with benchmark	36%
Number of holdings	40
Weight of top 20 stocks	73%
Median market cap	65.1 €bn

Sector exposure

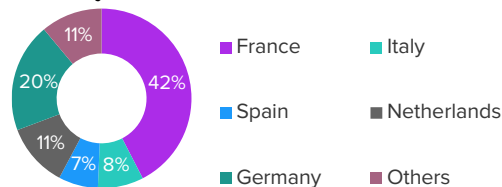


*Fund weight - weight EURO STOXX Net Return

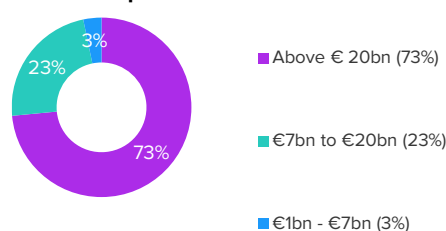
Valuation

	Fund	Index
2024 P/E ratio	12.3x	13.4x
2024 EPS growth	5.7%	5.3%
2024 P/BV ratio	1.4x	1.8x
Return on Equity	11.4%	13.5%
2024 Dividend Yield	3.1%	3.4%

Country breakdown



Market cap breakdown



SPICE, for Society & Suppliers, People, Investors, Clients, Environment is our tool for assessing a company's performance on sustainability criteria. This tool incorporates the analysis of economic, governance, environmental, social, and societal risks and opportunities covering both the company's daily operations and its product and service offer.

The analysis process covers 90 criteria and leads to a rating per letter. These 5 ratings are weighted based on the company's most material impacts*.

	Fund	Index
SPICE	3.7/5	3.6/5
S score	3.6/5	3.4/5
P score	3.6/5	3.6/5
I score	3.8/5	3.7/5
C score	3.7/5	3.6/5
E score	3.5/5	3.3/5

Top 10

	Weight	SPICE rating	NEC	CS
ASML	7.3%	4.3/5	+6%	27%
Renault	6.3%	3.5/5	+15%	34%
Société générale	4.8%	3.3/5	+6%	17%
Deutsche telekom	4.2%	3.6/5	0%	50%
LVMH	4.1%	3.8/5	-15%	-22%
Prysmian	4.0%	3.7/5	+31%	24%
Siemens	3.9%	3.5/5	+15%	43%
KPN	3.9%	3.5/5	0%	60%
Iberdrola	3.7%	3.9/5	+35%	35%
Assa abloy	3.5%	3.5/5	0%	45%

Performance contributors

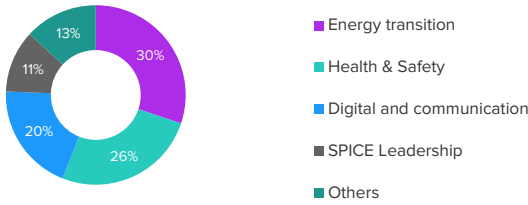
	Avg. weight	Contrib
Positive		
Allianz	2.0%	0.30%
Deutsche telekom	4.3%	0.28%
Iberdrola	3.8%	0.20%
Negative		
Société générale	4.9%	-0.53%
ASML	7.8%	-0.35%
Renault	6.5%	-0.33%

Portfolio changes

Buy	Reinforcement	Sell	Reduction
Allianz	Saint gobain	Roche	Intesa sanpaolo
Vonovia	Infineon		Smurfit westrock plc
Axa	Assa abloy		KBC



Sustainability thematics



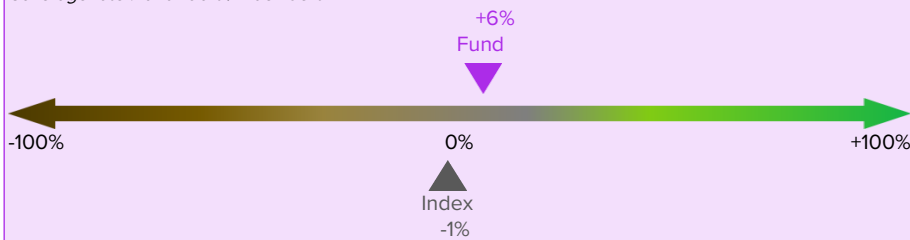
ESG scores

	Fund	Index
ESG*	3.5/5	3.4/5
Environment	3.5/5	3.3/5
Social	3.6/5	3.6/5
Governance	3.6/5	3.6/5

Environmental analysis

Net Environmental Contribution (NEC) **

Degree of alignment of the economic models with the ecological transition, integrating biodiversity and climate, on a scale running from -100% for eco-obstruction to +100% for eco-solution, where 0% equates to the average environmental impact of the global economy. The results are expressed in NEC 1.0 (nec-initiative.org) calculés par Sycomore AM sur la base de données des années 2018 à 2021.
Coverage rate : fund 100% / index 98%



European taxonomy

Percentage of revenues derived from eligible activities to the EU taxonomy

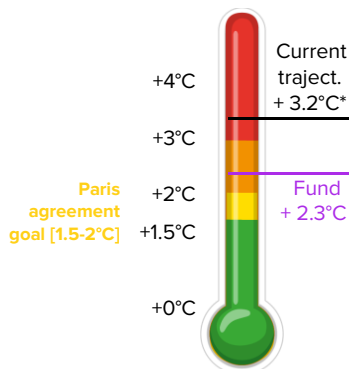
Coverage rate : fund 100% / index 100%



Temperature rising - SB2A

Induced average temperature increase by 2100 compared to pre-industrial times, according to the Science-Based 2°C Alignment methodology.

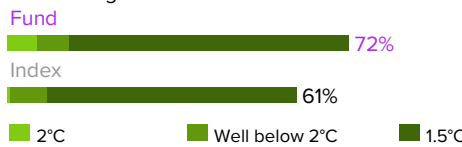
Coverage rate : fund 98%



*IPCC Sixth Assessment Report «Climate Change 2022: Mitigation of Climate Change». <https://www.ipcc.ch/assessment-report/ar6/>

Climate alignment - SBTi

Share of companies that have validated their greenhouse gas reduction targets with the Science-Based Targets initiative.



Carbon footprint

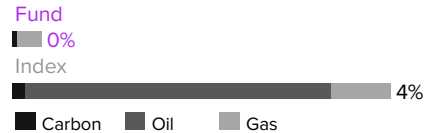
Annual greenhouse gas emissions (GHG Protocol) from upstream scopes 1, 2 and 3 per thousand euros invested***.

Coverage rate : fund 100% / index 100%



Fossil fuel exposure

Percentage of income derived from the three fossil energies.



Biodiversity footprint

Artificialised surface area in m² MSA per k€ invested***, measured by the Corporate Biodiversity Footprint. Mean Species Abundance (MSA) is assessed in comparison with the original state of the environment.

Coverage rate : fund 99% / index 98%

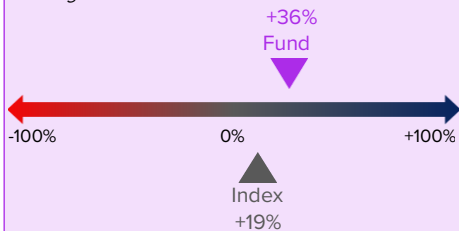


Societal and social analysis

Societal contribution**

Contribution of the economic activity of companies to the resolution of major societal issues, on a scale from -100% to +100%.

Coverage rate : fund 100% / index 99%



Human rights policy

Percentage of portfolio companies that have drawn up a Human Rights policy.

Coverage rate : fund 99% / index 98%

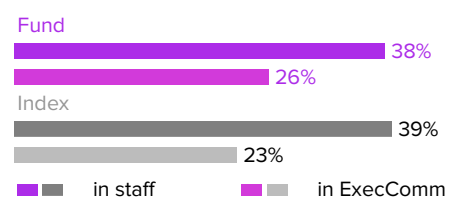


Gender equality ♀/♂

Percentage of women in total company headcounts and executive committees.

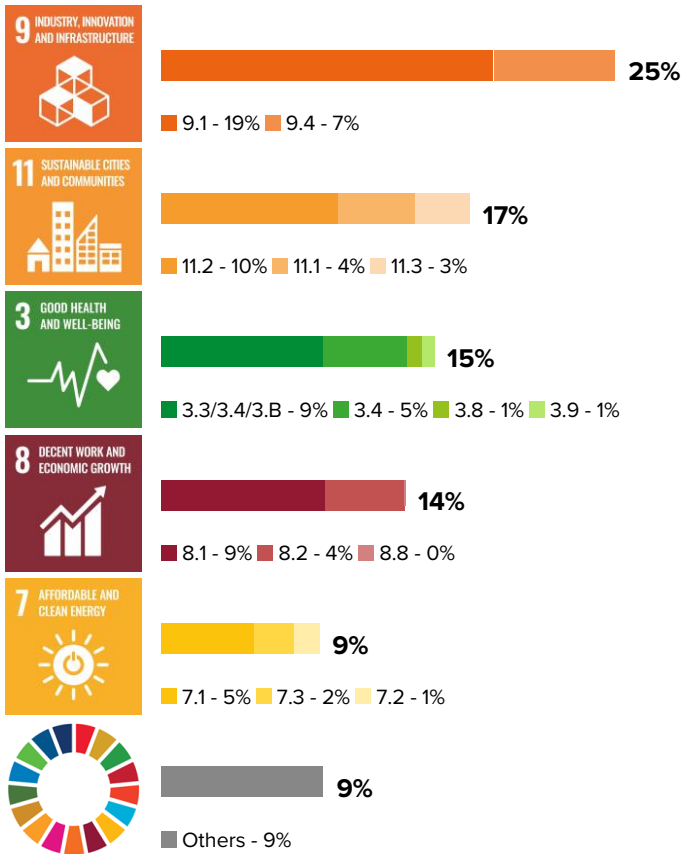
Staff cov. rate : fund 97% / index 91%

ExecComm cov. rate : fund 99% / index 96%





Sustainable development goals exposure



This chart represents the main exposures to the United Nations Sustainable Development Goals and their 169 targets. Exposure is defined as the opportunity, for each company, to contribute positively to reaching SDGs, providing their products and services. This exercise doesn't aim to measure the companies effective contribution to SDGs, which is computed through our societal contribution (CS) and net environmental contribution (NEC) metrics. For each invested company, activities are analysed in order to identify those which are exposed to SDGs. For a same activity, its number of targets can vary between 0 and 2. The company target exposure to one of its activities is weighted by the revenue share gained from this activity. For more details, our annual SRI report is available in our ESG documentation.

No significant exposure : 17%

ESG follow-up, news and dialogue

Dialogue and engagement

SAP

We pursued our engagement on the reorganisation at SAP and positively note the willingness of the company to discuss with us. The size of the restructuring will be higher than expected due to a higher subscription rate for the voluntary departure plans proposed in Germany and the US. We remain vigilant on the decrease of the employee engagement score in H1, the discussions on the work from home policy with German works council and the recent departure of two members of the management board.

Vonovia

We contacted Vonovia to receive more information on the company's disclosures on energy efficiency, carbon intensity, biodiversity policy, and the BREAM/LEED certification of their buildings. Vonovia has not published these indicators for existing buildings so far but has not ruled out disclosures in the future. For the time being, the group does not wish to use the BREAM/LEED certifications which are expensive, and do not appear to be used by its peers in Germany.

ESG controversies

LVMH

As an aside to the investigations into Christian Dior (Groupe LVMH) for outsourcing its Italian manufacturing to companies accused of forced labour, Italy's competition watchdog has launched a new investigation into potential fake or misleading statements on ethics and social responsibility, and on the craftsmanship and quality of its products.

Votes

0 / 0 voted general assembly over the month.

Details on our votes are available here the day following the company's AGM [Here](#).

Additional disclaimers: although the fund's performances are partly driven by the ESG indicators of portfolio holdings, these are not the sole determining factor. Marketing communication. This information has not been prepared in accordance with legal requirements designed to promote the independence of investment research. Sycomore AM is not banned from trading on these securities prior to the dissemination of this information. Before investing, please read the fund's KID available on our website: www.sycomore-am.com.