



**sycamore**  
am

sycamore

# sélection responsable

OCTOBER 2024

Share R USD H

Isin code | FR0013320306

NAV | 141.0\$

Assets | 711.2 M\$

## SFDR 8

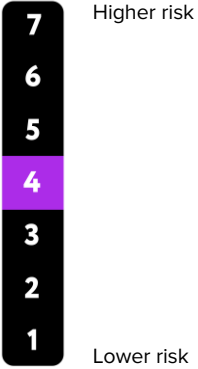
### Sustainable Investments

% 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



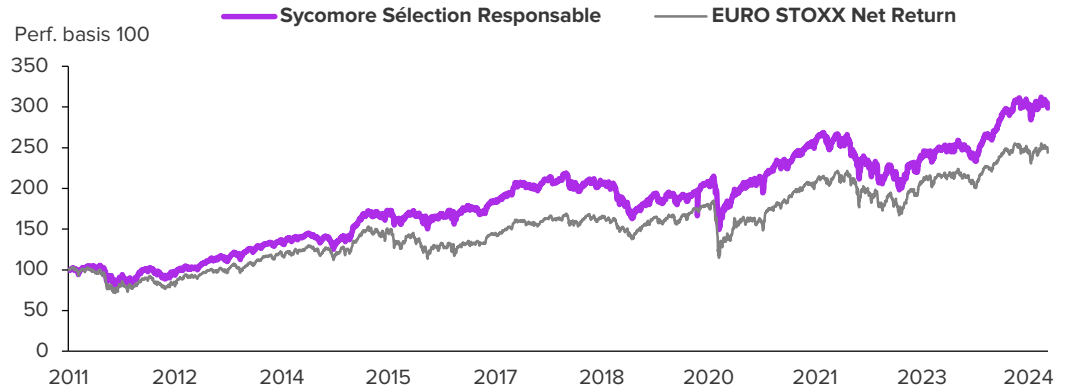
Germany

### 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 31.10.2024



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

	Oct 2024	1 year	3 yrs	5 yrs	Inc. Annu.	2023	2022	2021	2020		
<b>Fund %</b>	-3.1	12.2	26.8	14.7	56.6	198.9	8.3	21.2	-16.5	15.5	11.7
<b>Index %</b>	-3.2	7.8	20.2	13.8	43.4	144.1	6.7	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
<b>3 years</b>	1.0	0.9	0.6%	16.0%	16.8%	4.1%	0.2	0.1	-26.1%	-24.6%
<b>Inception</b>	0.9	0.8	2.9%	17.1%	18.6%	9.1%	0.5	0.2	-31.8%	-37.9%

### Fund commentary

In October, Eurozone equity markets suffered from rising bond yields - rather unexpected considering the region's weak macroeconomic data but driven by tensions on US bond yields, owing to the strength of the US economy and the growing likelihood of Trump winning the next election. Though generally higher than expected, third quarter earnings failed to offset this pressure and left investors with a bitter taste, in view of the large number of downward guidance revisions. In this environment, the fund closed the month in slight negative territory despite the robust earnings posted by some of our strongest convictions (Renault in the auto sector, Societe Generale in banking, Assa Abloy and Saint-Gobain in construction, and Hermès in luxury, recently strengthened at the expense of LVMH). Conversely, ASML and Michelin detracted from performance despite our earlier decision to trim the fund's exposure to both positions.



## Fund Information

### Inception date

24/01/2011

### ISIN codes

Share I - FR0010971705  
Share ID - FR0012719524  
Share ID2 - FR0013277175  
Share R USD H - FR0013320306  
Share RP - FR0010971721

### Bloomberg tickers

Share I - SYSEREI FP  
Share ID - SYSERED FP  
Share ID2 - SYSERD2 FP  
Share R USD H - SYSERUH 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

100 EUR

### UCITS V

Yes

### Valuation

Daily

### Currency

USD

### 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 R USD H - 1.00%  
Share RP - 2.00%

### Performance fees

15% > Benchmark

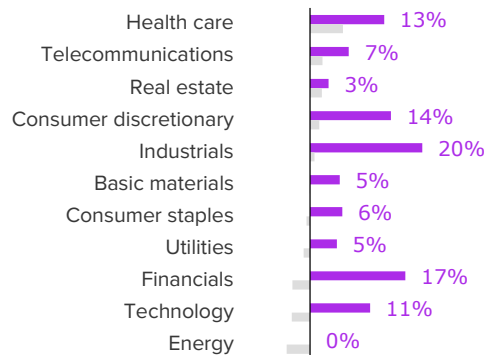
### Transaction fees

None

## Portfolio

Equity exposure	92%
Overlap with benchmark	32%
Number of holdings	37
Weight of top 20 stocks	71%
Median market cap	42.3 €bn

## Sector exposure



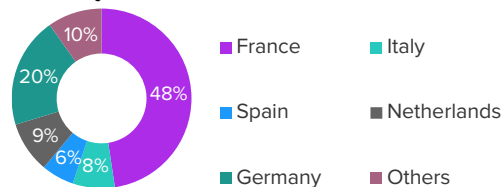
■ Fund weight ■ Active weight\*

\*Fund weight - weight EURO STOXX Net Return

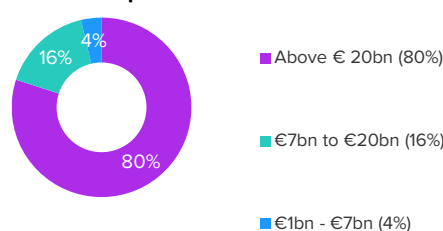
## Valuation

	Fund	Index
2024 P/E ratio	11.5x	13.4x
2024 EPS growth	5.7%	5.0%
2024 P/BV ratio	1.2x	1.8x
Return on Equity	10.7%	13.3%
2024 Dividend Yield	3.2%	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	3.3/5
P score	3.8/5	3.7/5
I score	3.8/5	3.7/5
C score	3.8/5	3.5/5
E score	3.5/5	3.3/5

## Top 10

	Weight	SPICE rating	NEC	CS
Renault	6.5%	3.5/5	+15%	34%
Société générale	6.1%	3.3/5	+6%	17%
ASML	5.6%	4.3/5	+6%	27%
Saint gobain	4.2%	3.9/5	+10%	33%
Assa abloy	3.9%	3.5/5	0%	45%
Siemens	3.7%	3.5/5	+15%	43%
Air liquide	3.5%	4.0/5	+1%	18%
Deutsche telekom	3.4%	3.7/5	0%	50%
Hermès	3.3%	4.3/5	-15%	-15%
EssilorLux.	3.3%	3.6/5	0%	61%

## Performance contributors

	Avg. weight	Contrib
<b>Positive</b>		
Société générale	5.8%	1.01%
Renault	6.7%	0.47%
Deutsche telekom	3.7%	0.18%
<b>Negative</b>		
ASML	7.5%	-1.27%
L'Oreal	3.2%	-0.47%
Cap gemini	2.3%	-0.43%

## Portfolio changes

### Buy

### Reinforcement

### Sell

### Reduction

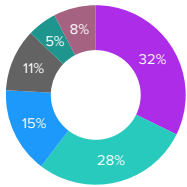
Hermès  
Sanofi  
Air liquide

Smurfit westrock plc

LVMH  
Prysmian  
ASML



## Sustainability thematics



- Energy transition
- Health & Safety
- Digital and communication
- SPICE Leadership
- Access and Inclusion
- Others

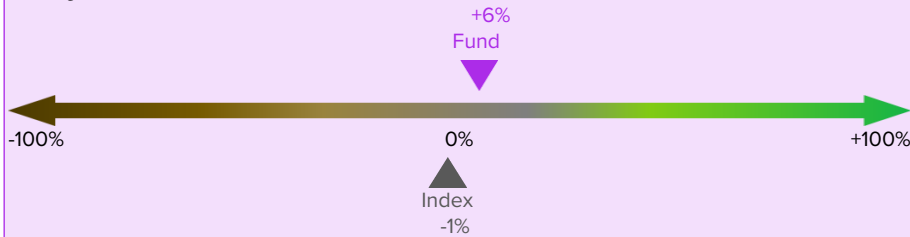
## ESG scores

	Fund	Index
<b>ESG*</b>	<b>3.6/5</b>	<b>3.4/5</b>
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) \*\*

Degré d'alignement des modèles économiques avec la transition écologique, intégrant biodiversité et climat, sur une échelle de -100%, pour éco-obstruction, à +100%, pour éco-solution, où le 0% correspond à l'impact environnemental moyen de l'économie mondiale. Les résultats sont exprimés en scores de NEC 1.0 ([nec-initiative.org](https://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

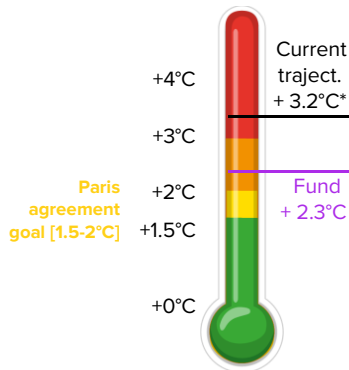
Coverage rate : fund 100% / index 99%



### Temperature rising - SB2A

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

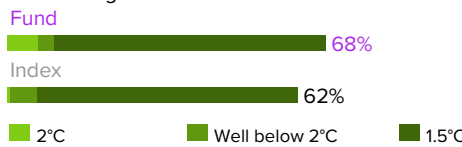
Coverage rate : fund 99%



\*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

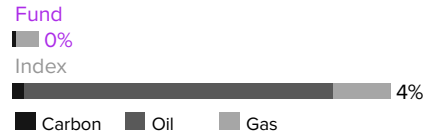
Annual greenhouse gas emissions (GHG Protocol) from upstream scopes 1, 2 and 3 per thousand euros invested\*\*\*.

Coverage rate : fund 97% / index 99%

	Fund	Index
kg. eq. CO <sub>2</sub> /year/k€	139	194

### Fossil fuel exposure

Percentage of income derived from the three fossil energies.



### Biodiversity footprint

Artificialised surface area in m<sup>2</sup> 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 100% / index 97%

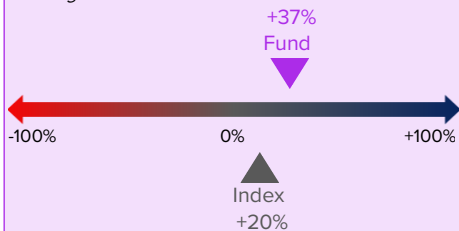
	Fund	Index
m <sup>2</sup> .MSA/k€	-29	-53

## 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 100% / index 97%

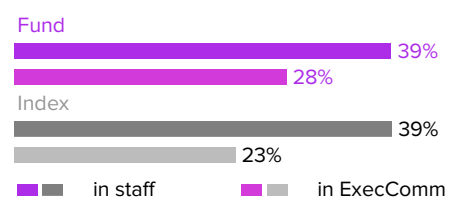


### Gender equality ♀/♂

Percentage of women in total company headcounts and executive committees.

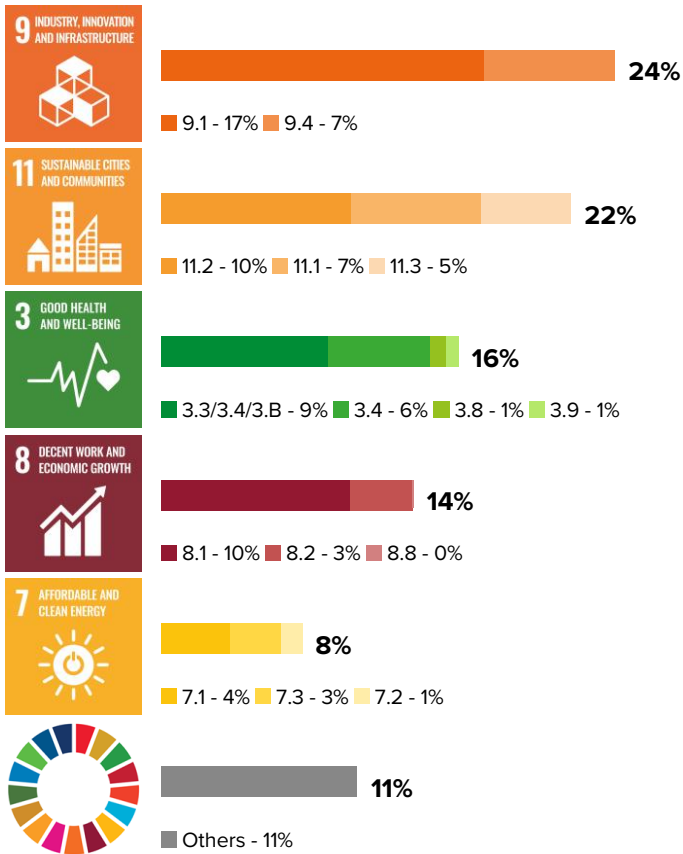
Staff cov. rate : fund 96% / index 91%

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 : 15%**

## ESG follow-up, news and dialogue

### Dialogue and engagement

#### Sanofi

Since 2023, Sanofi has adopted the Fair Wage Network's methodology. When releasing its Q3 earnings, the group announced it will extend its commitment advocating for living wages across key supply chain partners. This addresses a recommendation we had expressed to the company a few months ago. We will have a dialogue with the company next month to better understand commitments in order to protect jobs at Opella, the consumer division to be partially sold to CD&R.

#### Intesa San Paolo

We had an insightful and reassuring discussion with Intesa San Paolo on how the group manages reorganisation and business evolution from a human capital perspective. We recently learned that Intesa plans up to 3,000 voluntary early staff exits. The proposal would allow bank employees that qualify for pension by the end of 2028 within the framework of the solidarity fund implemented by the banking sector in Italy to early retire.

### ESG controversies

No comment

### Votes

1 / 1 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](http://www.sycomore-am.com).