



sycomore
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sycomore

sélection responsable (luxembourg)

JANUARY 2024

Share RC

Isin code | LU1440644455

NAV | 131.6€

Assets | 97.5 M€

SFDR 8

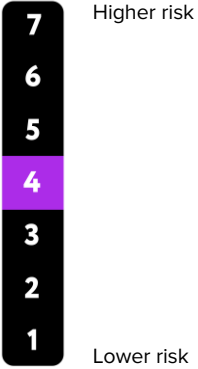
Sustainable Investments

% 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



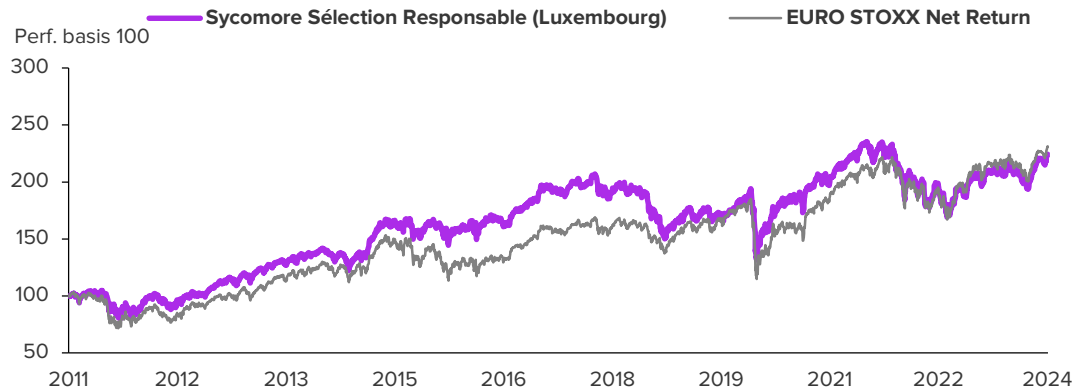
Belgium

Investment strategy

Sycomore Sélection Responsable (Luxembourg) is a feeder fund for the Paris-based Sycomore Sélection Responsable master fund. The strategy aims to outperform the Euro Stoxx Total Return Index (dividends reinvested) over a recommended investment horizon of five years.

The fund invests in a selection of stocks that are principally issued by Eurozone companies. Stock picking is carried out based on fundamental analysis and in-depth ESG (Environment, Social, Governance) research designed to identify companies that are addressing the challenges of sustainable development.

Performance as of 31.01.2024



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

	Jan 2024	1 year	3 yrs	5 yrs	Inc. Annu.	2023	2022	2021	2020		
Fund %	1.7	1.7	10.4	13.4	39.4	124.2	6.4	18.2	-19.3	14.9	10.1
Index %	1.9	1.9	10.6	31.8	54.7	130.8	6.6	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	-4.6%	16.7%	17.3%	4.2%	0.2	-1.3	-28.1%	-24.6%
Inception	1.0	0.8	0.8%	16.5%	19.1%	6.0%	0.4	0.0	-36.4%	-37.9%

Fund commentary

Eurozone equity markets hit new highs during the month, lifted by the release of reassuring leading indicators for the economy, and as the annual earnings season kicked off with a bang. Leading tech companies such as ASML and SAP are proving that some companies in the Eurozone are able to deliver significant growth and offer an attractive outlook, despite Europe's sluggish macro environment. Driven by this strong conviction, we have positioned the portfolio across three key themes for the next few months: electrification, artificial intelligence, and healthcare. In addition, several companies displaying a more cyclical profile, but trading at weak valuations (such as Renault and Société Générale), now also feature among our top investment convictions.

sycomore sélection responsable (luxembourg)



Fund Information

Inception date

08/09/2016

ISIN codes

Share IC - LU1440642087
Share ID - LU1440644372
Share RC - LU1440644455
Share RD - LU1440644612

Bloomberg tickers

Share IC - SYCSRIC LX
Share ID - SYCSRID LX
Share RC - SYCSRRC LX
Share RD - SYCSRRL LX

Benchmark

EURO STOXX Net Return

Legal form

SICAV compartiment

Domiciliation

Luxembourg

PEA eligibility

Yes

Investment period

5 yrs

Minimum investment

None

UCITS V

Yes

Valuation

Daily

Currency

EUR

Cut-Off

D before 9.45am (BPSS Lux)

Cash Settlement

D+2

Management fees

Share IC - 0.00%
Share ID - 0.00%
Share RC - 1.00%
Share RD - 1.00%

Performance fees

None - (Master fund) : 15% > benchmark

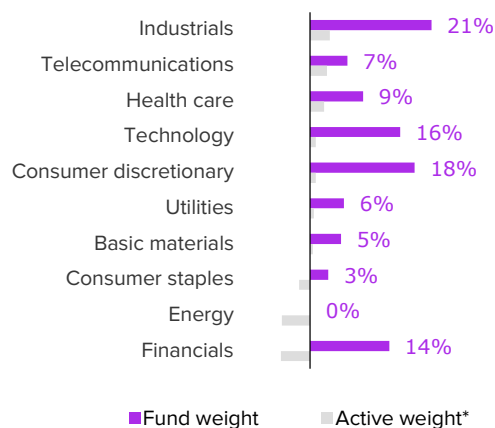
Transaction fees

None

Portfolio

Equity exposure	95%
Overlap with benchmark	35%
Number of holdings	40
Weight of top 20 stocks	71%
Median market cap	59.5 €bn

Sector exposure

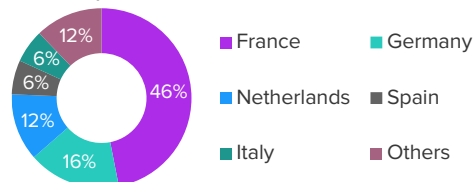


*Fund weight - weight EURO STOXX Net Return

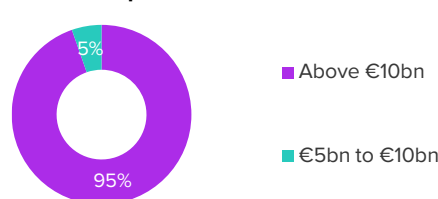
Valuation

	Fund	Index
Ratio P/E 2024	11.7x	12.3x
Croissance bénéficiaire 2024	6.1%	5.7%
Ratio P/BV 2024	1.5x	1.7x
Return on Equity	13.0%	14.0%
Rendement 2024	3.0%	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	3.8/5	3.6/5
S score	3.4/5	3.2/5
P score	3.7/5	3.5/5
I score	3.8/5	3.7/5
C score	3.8/5	3.6/5
E score	3.6/5	3.3/5

Top 10

	Weight	SPICE rating	NEC	CS
ASML	5.7%	4.3/5	+6%	27%
SAP	4.5%	3.9/5	+5%	20%
Prysmian	4.5%	3.8/5	+28%	24%
Siemens AG	4.4%	3.4/5	+20%	43%
KPN	4.3%	3.6/5	0%	60%
Renault	4.3%	3.4/5	+26%	0%
LVMH	4.2%	3.8/5	-13%	-22%
Air Liquide	4.1%	4.1/5	+1%	18%
Société Générale	4.0%	3.3/5	0%	18%
Schneider E.	3.7%	4.2/5	+13%	37%

Performance contributors

	Avg. weight	Contrib
Positive		
ASML	4.7%	0.76%
SAP	3.6%	0.59%
LVMH	3.7%	0.23%
Negative		
Infineon	2.1%	-0.24%
Renault	3.5%	-0.21%
Michelin	3.6%	-0.20%

Portfolio changes

Buy

Novartis Ag-Reg

Reinforcement

Renault
Sap
Prysmian

Sell

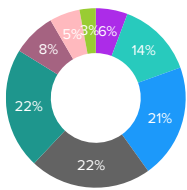
Reduction

Autoliv
Sanofi
Schneider E.

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Sustainability thematics



- Sustainable mgmt of resources
- SPICE Leadership
- Digital and communication
- Energy transition
- Health & Safety
- SPICE transformation
- Nutrition and well-being
- Access and Inclusion

ESG scores

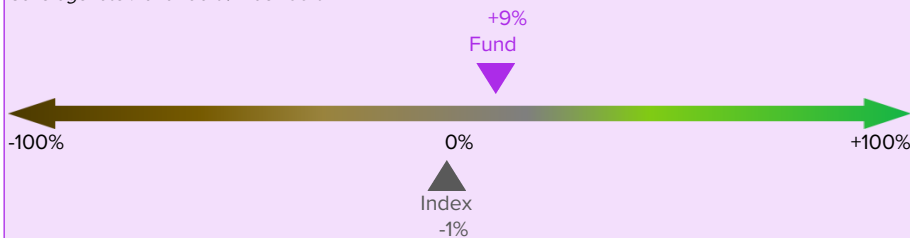
	Fund	Index
ESG*	3.6/5	3.4/5
Environment	3.6/5	3.3/5
Social	3.6/5	3.4/5
Governance	3.7/5	3.5/5

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 99%



European taxonomy

Percentage of revenues derived from eligible activities to the EU taxonomy

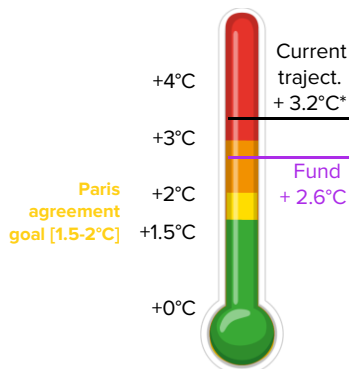
Coverage rate : fund 100% / index 99%



Temperature rising - SB2A

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

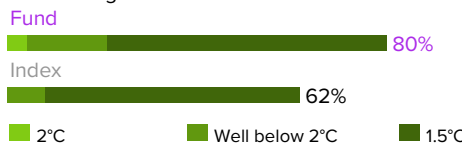
Coverage rate : fund 91%



*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

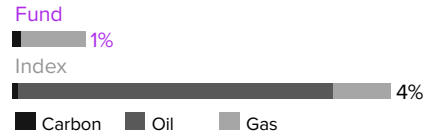
Annual greenhouse gas emissions (GHG Protocol) from upstream scopes 1, 2 and 3 per thousand euros invested***.

Coverage rate : fund 99% / index 99%

	Fund	Index
kg. eq. CO ₂ /year/k€	197	256

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 97% / index 98%

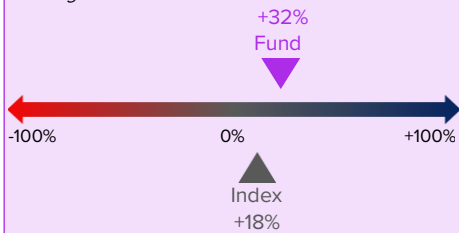
	Fund	Index
m ² .MSA/k€	-76	-68

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 95%



Human rights policy

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

Coverage rate : fund 100% / index 99%

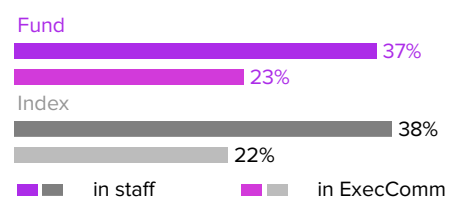


Gender equality ♀/♂

Percentage of women in total company headcounts and executive committees.

Staff cov. rate : fund 100% / index 99%

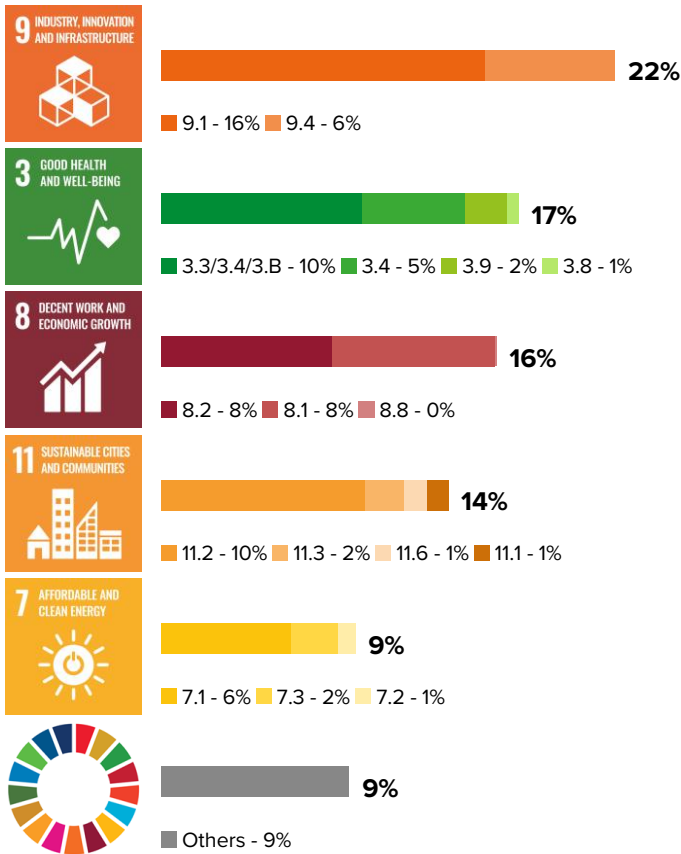
ExecComm cov. rate : fund 100% / index 100%



Sources: company data, Sycomore AM, Trucost, Bloomberg, Science Based Targets, Vigeo. Methodologies and approaches may differ between issuers and providers of extra-financial data. Sycomore AM does not guarantee the accuracy, completeness, and exhaustiveness of the extra-financial reports.*ESG-SPICE correspondence: E=E, S=(P+S+C)/3, G is a sub-part of I, which represents 40%.**The fund has committed to outperforming the benchmark on these two indicators. The other indicators are shown for illustrative purposes.***Footprint allocated prorata to enterprise value, cash included.



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 : 20%

ESG follow-up, news and dialogue

Dialogue and engagement

Novo Nordisk

The FDA indicated that it did not find so far evidence that weight-loss drugs, such as Wegovy, were tied to suicidal thoughts. It will nevertheless continue to study the issue: it could not definitively rule out that a small risk may exist due to the limited data available. We go on monitoring very closely the potential side effects of weight-loss drugs for people who take this treatment off-label, for aesthetic reasons (of which suicidal and self-arming thoughts, aspiration, bowel instruction).

Esker

We engaged the company on five points: 1) to achieve a 30% female ratio within the executive committee, including mid and short-term targets, 2) for more independence, to change the incumbent statutory auditor after 24 years of tenure, 3) to appoint an independent director within the Audit Committee to ensure 3 members are 66% independent, 4) to put the CEO's remuneration to a shareholder vote at the AGM, 5) to introduce carbon footprint reduction targets.

ESG controversies

Novartis

The U.S. Food and Drug Administration (FDA) has reviewed a TV ad for Kisqali. According to the FDA, overstated representations about Kisqali's efficacy could lead patients with advanced or metastatic breast cancer to believe that Kisqali has been shown to be more effective in treating their condition and symptoms. In the ad, Novartis states that Kisqali enables patients to live longer and helps preserve their quality of life.

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 KIID available on our website: www.sycomore-am.com.