



SFDR 8

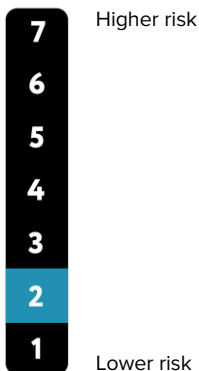
Sustainable Investments

% AUM: ≥ 50%

% Companies*: ≥ 50%

*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



Stanislas de
BAILLIENCOURT
Fund Manager



Emmanuel de
SINETY
Fund Manager



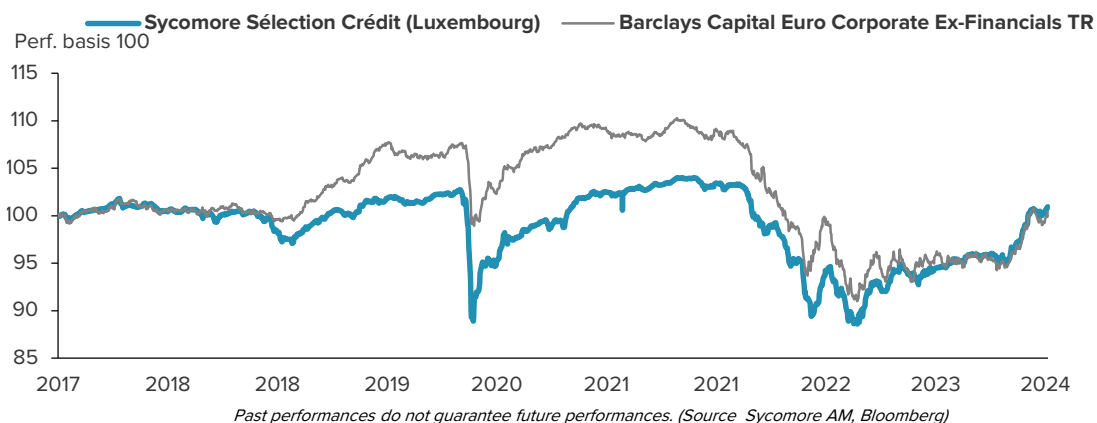
Tony **LEBON**
Credit analyst

Investment strategy

A responsible and opportunistic selection of European bonds based on proprietary ESG analysis

Sycomore Sélection Crédit (Luxembourg) is a feeder of Sycomore Sélection Crédit. Sycomore Sélection Crédit aims to deliver financial returns above those of the Barclays Capital Euro Corporate ex-Financial Bonds (reinvested coupons) over a minimum investment horizon of five years, within a modified duration range of 0 to +5, by applying a socially responsible investment process. The fund also aims to outperform its benchmark on the Net Environmental Contribution (NEC) indicator and on the 3-year headcount variation indicator, to select durable companies, particularly on environmental and/or contribution to employment criteria.

Performance as of 31.01.2024



| | Jan | 2024 | 1 year | 3 yrs | 5 yrs | Inc. Annu. | 2023 | 2022 | 2021 | 2020 | |
|----------------|-----|------|--------|-------|-------|------------|------|------|-------|------|------|
| Fund % | 0.3 | 0.3 | 7.3 | -1.2 | 2.4 | 0.9 | 0.1 | 9.4 | -10.9 | 1.3 | -0.2 |
| Index % | 0.0 | 0.0 | 5.6 | -8.1 | -0.5 | 0.4 | 0.1 | 7.9 | -13.9 | -1.2 | 3.0 |

Statistics

| | Corr. | Beta | Alpha | Vol. | Bench. Vol | Track. Error | Sharpe Ratio | Info Ratio | Draw Down | Bench. DD |
|------------------|-------|------|-------|------|------------|--------------|--------------|------------|-----------|-----------|
| Inception | 0.5 | 0.5 | 0.1% | 3.6% | 3.9% | 3.6% | 0.0 | 0.0 | -14.8% | -17.5% |

Fund commentary

After their sharp retreat at the end of 2023, long-term rates moved upwards during the first weeks of January. The Germany-Italy spread contracted sharply, reflecting a certain appetite for risk. As expected, inflation in the Eurozone rebounded slightly in December, notably in Germany. The ECB's statements were devoid of any major surprises. Growth forecasts in Germany are shrinking and the IFO index is trending downwards. Despite these sluggish growth prospects and a very dynamic primary market, credit spreads tightened - both in the Investment Grade and High-Yield sectors - reflecting robust demand for high yielding assets amid strong rate cut expectations. Recent issuances were very well absorbed by the market. ALD, the car leasing company and a subsidiary of Société Générale, issued a bond maturing in 2031 bearing a coupon of 4.1% and rated A-.



Fund Information

Inception date

05/12/2012

ISIN codes

Share ID - LU1592885955

Share RC - LU1592886094

Bloomberg tickers

Share ID - SYCSCID LX

Share RC - SYCSCRC LX

Benchmark

Barclays Capital Euro
Corporate Ex-Financials TR

Legal form

SICAV compartiment

Domiciliation

Luxembourg

PEA eligibility

No

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 ID - 0.60%

Share RC - 1.20%

Performance fees

None - (Master fund) : 10% > benchmark

Transaction fees

None

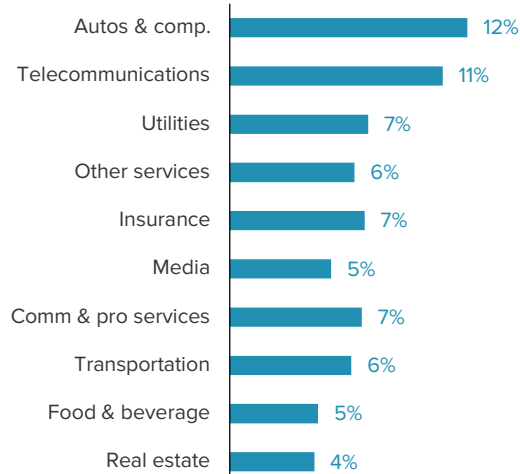
Portfolio

| | |
|-------------------|-----|
| Exposure rate | 97% |
| Number of bonds | 210 |
| Number of issuers | 135 |

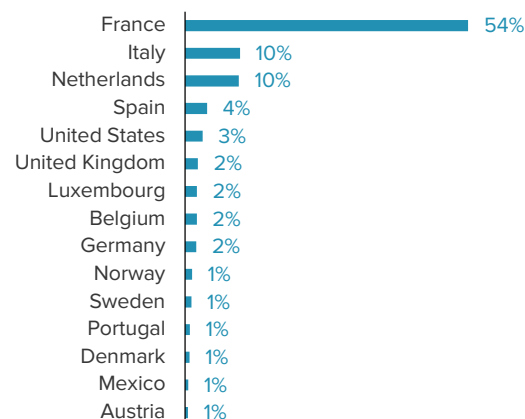
Valuation

| | |
|-------------------|----------|
| Modified Duration | 3.1 |
| Yield to maturity | 4.8% |
| Yield to worst | 4.3% |
| Average maturity | 3.5years |

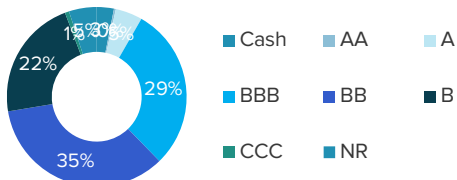
Sector breakdown



Country breakdown



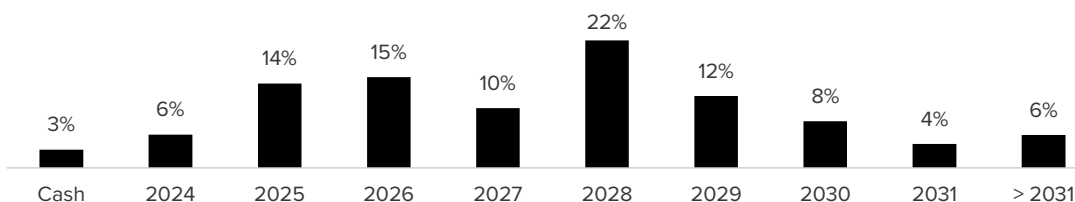
Rating breakdown



Asset class breakdown



Maturity 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*.

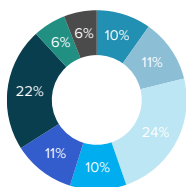
| | Fund | Index |
|---------|-------|-------|
| SPICE | 3.4/5 | 3.3/5 |
| S score | 3.2/5 | 3.1/5 |
| P score | 3.3/5 | 3.3/5 |
| I score | 3.4/5 | 3.5/5 |
| C score | 3.5/5 | 3.3/5 |
| E score | 3.3/5 | 3.2/5 |

| Main issuers | Weight | Sector | SPICE rating | Sustainable theme |
|------------------|--------|---------------------|--------------|-------------------------------|
| Renault | 3.7% | Autos & Comp. | 3.4/5 | SPICE transformation |
| Veolia | 3.4% | Utilities | 3.7/5 | Sustainable mgmt of resources |
| Loxam | 3.0% | Comm & pro services | 3.6/5 | SPICE Leadership |
| Autodistribution | 2.6% | Autos & Comp. | 3.5/5 | SPICE transformation |
| Accor | 2.2% | Consumer Serv. | 3.5/5 | SPICE transformation |

The fund offers no guarantee of return or performance and presents a risk of capital loss. Past performance is not indicative of future performance. Before investing, first consult the FUND's KIID available on our www.sycomore-am.com website. *To learn more about SPICE, see our [ESG Integration and Shareholder Engagement Policy](#).



Sustainability thematicas



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

ESG criteria

ESG eligibility (% of eligible bonds) **35%**

ESG scores

| | Fund | Index |
|-------------|--------------|--------------|
| ESG* | 3.3/5 | 3.2/5 |
| Environment | 3.3/5 | 3.2/5 |
| Social | 3.3/5 | 3.2/5 |
| Governance | 3.3/5 | 3.3/5 |

ESG best scores

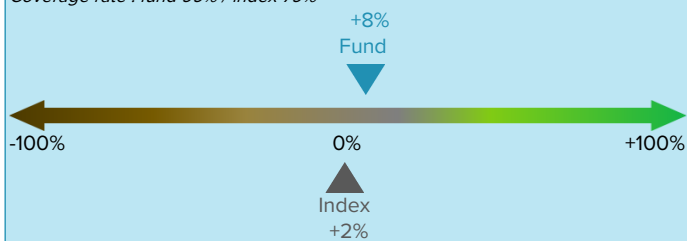
| | ESG | E | S | G |
|-----------|-------|-------|-------|-------|
| Orsted | 4.2/5 | 4.7/5 | 4.0/5 | 3.8/5 |
| Neoen | 4.1/5 | 4.4/5 | 3.6/5 | 4.2/5 |
| Nexans | 4.0/5 | 4.1/5 | 3.8/5 | 4.2/5 |
| Lenzing | 3.9/5 | 4.4/5 | 3.6/5 | 4.2/5 |
| Iberdrola | 3.9/5 | 4.2/5 | 3.6/5 | 3.9/5 |

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) calculated by Sycomore AM based from 2018 to 2021.

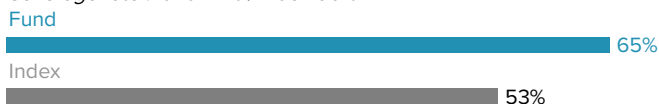
Coverage rate : fund 99% / index 79%



European taxonomy

Percentage of revenues derived from eligible activities to the EU taxonomy

Coverage rate : fund 72% / index 90%



Fossil fuel exposure

Percentage of income derived from the three fossil energies.

Fund

1%

Index

4%

■ Carbon ■ Oil ■ Gas

Carbon footprint

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

Coverage rate : fund 58% / index 89%

kg. eq. CO₂ /year/k€

| | Fund | Index |
|--|------|-------|
| | 353 | 398 |

Societal and social analysis

Staff growth**

Cumulated growth in company headcounts over the past three financial years (data unadjusted in the event of acquisitions, excluding transformational deals).

Coverage rate : fund 88% / index 91%

Fund

23%

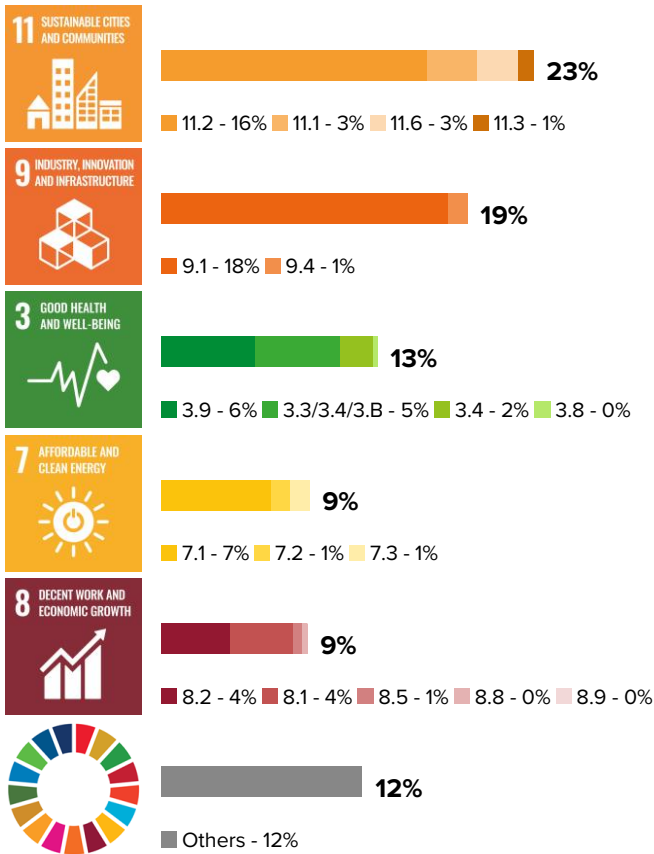
Index

4%

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 : 28%

ESG follow-up, news and dialogue

Dialogue and engagement

SPCM (SNF)

We met the group CEO & Chairman, Pascal Remy, in London during a conference. Among other points, we insisted on our recommendation to set up an Audit Committee (that doesn't exist today). This point is particularly important considering the current governance structure (a Board of Directors essentially made up of managers, a main shareholder -

Elis

We took advantage of a recent meeting with management to discuss the group's climate strategy, which was updated in September 2023. This policy is based on three pillars: optimisation of industrial processes, products, transport. We particularly appreciate Elis' strategy aimed at extending product life, thanks to an adapted maintenance and repairs policy.

ESG controversies

No comment

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.