

AURIS - Diversified Beta Class R (EUR)

DIVERSIFIED

REPORT
JULY 2018

| | |
|---|---|
| ISIN Code | LU1250158166 |
| Bloomberg | ADBREUR LX |
| Launch Date | 16/01/2009 |
| Minimum investment | 1 share |
| Subscriptions / Redemptions | Daily Cut off, 12.00 am Luxembourg Time |
| Allocation flexible cautious world (rating on the R class) | Quantalys★★★★★ |
| International prudent Euro allocation (3 years) (rating on the R class) | MORNINGSTAR★★★★★ |
| Reference Index | 25% EONIA capitalised + 25% Eurostoxx 50 (dividends reinvested) + 50% Euro MTS 1-3 years |
| Subscription Fees | 2.50% (maximum sales commission) |
| Management Fees (max) | 0.85% (tx. incl.) + 15.00% (tx. incl.) of the outperformance above the Reference Index (if performance > 0) |
| Redemption fees | None |
| Sources | Bloomberg |
| Fund Managers | Alexandre Hezez Joffrey Ouafqa |
| Custodian | CACEIS Bank Luxembourg |
| Statutory auditor | Deloitte & Associés |
| Legal status | UCITS IV - SICAV |
| Countries of distribution | France, Switzerland, Luxembourg, Spain |
| NAV / Assets | €95.90 / €97M |
| Nb of holdings | Equities : 73 Bonds : 92 |
| Net exposure | Equities : 20.00% Bonds : 55.80% |

OBJECTIVES

- The fund seeks to outperform its Benchmark index which is composed of 25% capitalised EONIA, 25% of the EURO STOXX 50 TR and 50% of the Euro MTS 1-3 years, over a recommended investment period of three years while maintaining a level of risk close to that of the benchmark indicator (as measured by volatility over three years).

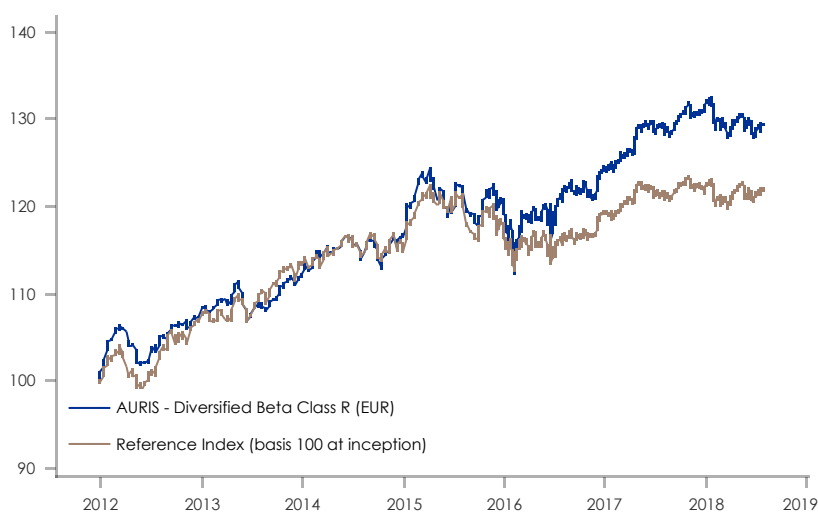
PERFORMANCES

Monthly

YTD

The presented performances are compared with the fund's current benchmark

| | | |
|--|-------|--------|
| AURIS - Diversified Beta Class R (EUR) | 1.01% | -1.05% |
| Reference Index | 0.93% | 0.38% |



| | Cumulative performance (%) | | | | Annualized performance (%) | | |
|--|----------------------------|---------|---------|-----------------|----------------------------|---------|-----------------|
| | 1 year | 3 years | 5 years | Since inception | 3 years | 5 years | Since inception |
| AURIS - Diversified Beta Class R (EUR) | 0.25% | 5.77% | 19.23% | 29.54% | 1.89% | 3.57% | 2.75% |
| Reference index | 0.80% | 0.92% | 11.85% | 30.52% | 0.31% | 2.26% | 2.83% |

The presented performances are compared with the fund's current benchmark

KEY FIGURES / RISK

| | AURIS - Diversified Beta | Reference index |
|--------------------|--------------------------|-----------------|
| Volatility 3 years | 5.05% | 4.26% |
| Sharpe Ratio | 0.51 | 0.41 |

INTEREST RATE RISK OF THE FUND

| | AURIS - Diversified Beta |
|-------------------|--------------------------|
| Average Maturity | 2.90 |
| Duration* | 2.40 |
| Sensitivity | 2.30 |
| Yield to Maturity | 2.56% |
| Average rating | BB+ |

* Excluding Floating Rates Non Dated Bonds



The fund is exposed to the following risks : risk of capital loss, discretionary management risk, equity risk, risks linked to investments in small and medium capitalization companies, risk linked to investing in equities in emerging markets, interest rate risk, credit risk, risks related to the use of speculative (high-yield) securities, risk associated to convertible bond, exchange rate risk, counterparty risk, risk associated with the use of derivatives and risk linked with changes in commodity prices.

| | | | | | | | |
|-----------------------|---|---|---|---|---|---|---|
| Risk & reward profile | 1 | 2 | 3 | 4 | 5 | 6 | 7 |
|-----------------------|---|---|---|---|---|---|---|

HISTORICAL PERFORMANCE % (NET OF FEES)

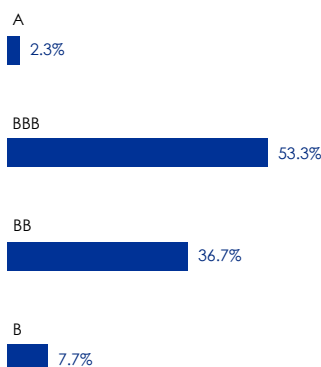
| | | jan. | feb. | mar. | apr. | may | june | july | aug. | sept. | oct. | nov. | dec. | Annual/YTD |
|------|-----------------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|------------|
| 2012 | Funds | 3.55% | 1.95% | 0.40% | -1.79% | -2.14% | 0.25% | 1.14% | 1.45% | 1.45% | 0.04% | 0.36% | 0.49% | 7.24% |
| | Reference index | 2.56% | 2.33% | -0.64% | -2.41% | -3.43% | 2.44% | 1.34% | 2.09% | -0.89% | 1.25% | 1.63% | 0.50% | 6.75% |
| 2013 | Funds | 0.91% | 0.14% | 0.96% | 0.32% | 0.20% | -2.40% | 1.04% | -0.37% | 1.14% | 1.74% | 0.67% | 0.14% | 4.50% |
| | Reference index | 0.86% | 0.48% | 1.51% | 1.30% | 0.07% | -1.84% | 1.37% | -0.87% | 1.14% | 1.89% | 0.53% | -0.14% | 6.42% |
| 2014 | Funds | 0.48% | 1.98% | -0.18% | 0.09% | 1.00% | 0.27% | -0.39% | 0.06% | -0.33% | -0.86% | 1.54% | 0.19% | 3.87% |
| | Reference index | 0.83% | 1.06% | 0.64% | 0.51% | 1.75% | 1.06% | 1.13% | 1.78% | 0.19% | 0.58% | 1.38% | 0.87% | 12.41% |
| 2015 | Funds | 2.87% | 2.42% | 0.00% | -0.41% | -0.42% | -1.02% | 1.53% | -2.14% | -1.26% | 2.40% | 1.06% | -1.25% | 3.69% |
| | Reference index | 2.76% | 2.05% | 0.88% | -0.60% | -0.31% | -2.05% | 1.24% | -2.52% | -0.44% | 3.02% | 1.32% | -1.53% | 3.70% |
| 2016 | Funds | -2.00% | -1.52% | 2.06% | 0.20% | 0.71% | -1.19% | 2.29% | 0.76% | -0.45% | 0.57% | -0.94% | 2.30% | 2.70% |
| | Reference index | -1.60% | -0.79% | 0.50% | 0.29% | 0.61% | -1.45% | 1.01% | 0.27% | -0.13% | 0.31% | -0.01% | 2.03% | 1.00% |
| 2017 | Funds | 0.22% | 0.79% | 1.02% | 1.14% | 0.99% | -0.53% | 0.35% | -0.52% | 1.32% | 1.15% | -0.69% | 0.06% | 5.41% |
| | Reference index | -0.61% | 0.79% | 1.34% | 0.55% | 0.28% | -0.87% | 0.12% | -0.18% | 1.31% | 0.64% | -0.79% | -0.55% | 2.01% |
| 2018 | Funds | 0.69% | -1.32% | -1.16% | 1.22% | -0.73% | -0.73% | 1.01% | | | | | | -1.05% |
| | Reference index | 0.71% | -1.17% | -0.45% | 1.36% | -1.07% | 0.11% | 0.93% | | | | | | 0.38% |

* From 16/01/2009 to 31/10/2012 : 50% EONIA capitalized + 50% CAC 40.

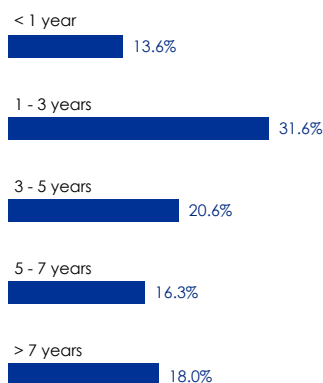
** From 1/11/2013 to 30/11/2015 : 10% EONIA capitalized + 65% S&P Eurozone Government Bond Index + 25% MSCI World Index Euro (dividends reinvested).

*** Since 1/12/15 : 25% EONIA capitalized + 25% Eurostoxx 50 (dividends reinvested) + 50% Euro MTS 1-3 years.

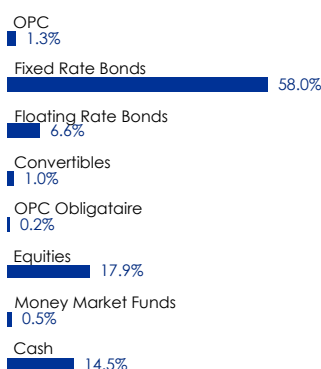
BY RATING



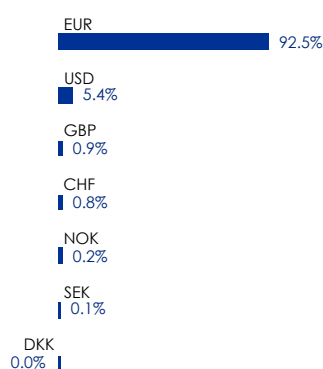
BY MATURITY**



BY TYPE OF ASSETS



BY CURRENCY



** As of 29/06/2018

MANAGER'S COMMENTARY

Once again, market movements were dictated by the unfolding of trade tensions between the United States and the rest of the world. On a temporary basis, the meeting between Donald Trump and Jean-Claude Juncker eased the climate and allowed to start negotiations. This also showed that the European Union was able to speak with one voice. The situation in China is quite different: the few advances in the negotiations are punctuated by new threats and the escalation seems inevitable, at least until the mid-term elections.

Indeed, it seems clear that the strategy adopted by Donald Trump allows him to acquire part of an American electorate applauding the efforts made for the American industry. In addition, the US financial markets remain stable, close to their highest, and show little or no sign of nervousness.

It is not the same for most other geographic areas, who may suffer from the likely economic impact of this trade war. China is the main victim: the latest economic indicators show a slowdown in activity that is spreading to all sectors. By opposition, in OECD countries, the main indicators are showing a certain resilience of the economy. In addition, US growth is strong and the gap with other countries is increasing (which should accentuate the rise in US long-term rates and the dollar appreciation). The Fed can continue to renormalize its monetary policy, without hurrying, and the published inflation rate has confirmed that the Fed has almost reached its target of 2%.

In Europe, the last month has seen a return of inflation, which allows to justify the end of the net asset purchases at the end of the year. The ECB is maintaining a forward guidance (indicative of its future monetary policy) which indicates that the ECB interest rates will remain at their current level until at least summer 2019. The improvement in the inflation outlook is expected to continue and reach levels close to 2% as the economic activity stabilizes. The only shadow on board is Italy.

On the micro-economic level, half-year earnings results reassured investors about the ability of companies to maintain a satisfactory level of growth.

However, the two hot topics that caused a strong return of volatility (Italy and trade tensions) remain on the table and the outcome is uncertain. After the publication period, these two topics will no doubt be back on the scene.

We expect more volatility in the upcoming weeks. We therefore remain cautious and we maintain a level of equity exposure below 20% and a statistical beta (statistical sensitivity to equity markets) around 30%.

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