





AURIS - Evolution Europe Class R (EUR)

EUROPEAN EQUITIES MULTICAPS

REPORT
DECEMBER 2017

ISIN Code	LU1250158919
Bloomberg	EEVREUR LX
Launch Date	15/12/2008
Minimum investment	1 share
Subscriptions / Redemptions	Daily Cut off, 12.00 am Luxembourg Time
European equities (R Class)	
European equities Flex caps (5 years)	
	Style Rating  EDHEC
Pierre Fournier : 3 years : 80th / 338 5 years : 45th / 267	
Reference Index	DJ STOXX 600 € NRT (dividends reinvested)
Subscription Fees	2.50% (maximum sales commission)
Management Fees (max)	2.15% (tx. incl.) + 20.00% (tx. incl.) of the outperformance above the DJ STOXX EUROPE 600 NRT (if performance > 0)
Redemption fees	None
Sources	Bloomberg & Statpro Révolution
Fund managers	Pierre Fournier Alexis Arquie
Custodian	CACEIS Bank Luxembourg
Statutory auditor	Deloitte & Associés
Legal status	UCITS IV - SICAV, eligible for the PEA savings plan
Domicile	Luxembourg
Countries of distribution	France, Switzerland, Luxembourg, Spain
NAV / Assets	€323.74 / €195M
Mean/Median capitalization	€15,505M / €5,463M
Nb of holdings	48
Net equity exposure	89.81%

The fund is exposed to the following risks : risk of capital loss, equity risk, liquidity risk, risk linked to investing in equities in emerging markets, interest rate risk, credit risk, risks related to the use of speculative (high-yield) securities, exchange rate risk, counterparty risk, risk associated with the use of derivatives and risk associated with the subordination of certain debt securities.

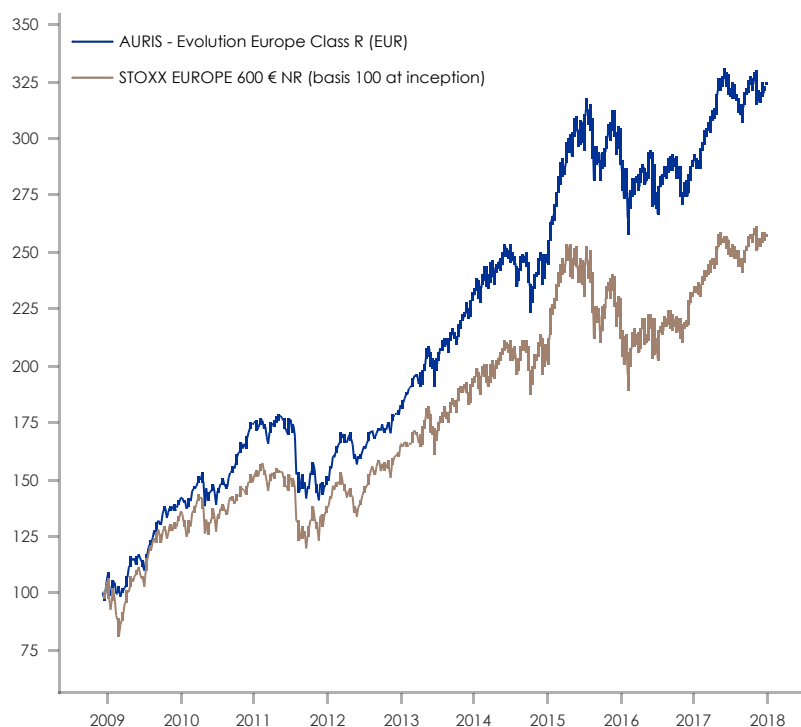
For the investors residing outside the Eurozone, the return may increase or decrease as a result of currency fluctuations.

Risk and reward profile **1 2 3 4 5 6 7**

OBJECTIVES

- The fund's investment universe is the European Community's equities.
- The objective is to outperform its reference index over a period exceeding 5 years, with volatility below its index and a source of alpha derived primarily from stock picking.

PERFORMANCES	Monthly	YTD
AURIS - Evolution Europe Class R (EUR)	1.73%	12.10%
Reference Index	0.72%	10.58%



	Cumulative performance (%)				Annualized performance (%)		
	1 year	3 years	5 years	Since Inception	3 years	5 years	Since Inception
AURIS - Evolution Europe Class R (EUR)	12.10%	30.38%	81.15%	223.74%	9.25%	12.60%	13.87%
Reference Index	10.58%	23.29%	60.16%	155.94%	7.24%	9.87%	10.95%

KEY FIGURES / PERFORMANCE INDICATORS

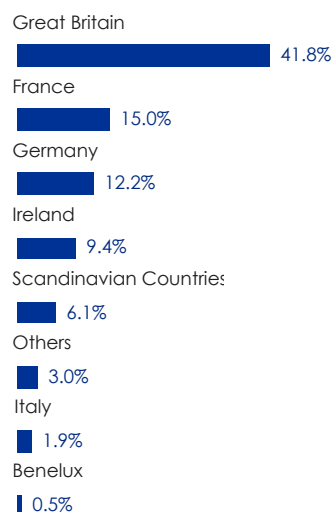
	AURIS - Evolution Europe	Reference index
Volatility 3 years	11.67%	14.99%
Nb positive months	74	67
Nb negative months	35	42
Max. monthly gain	10.99%	13.84%
Max. monthly loss	-13.08%	-14.77%
Average weekly perf. (with positive index)	1.29%	1.68%
Average weekly perf. (with negative index)	-1.14%	-1.75%

HISTORICAL PERFORMANCE % (NET OF FEES)

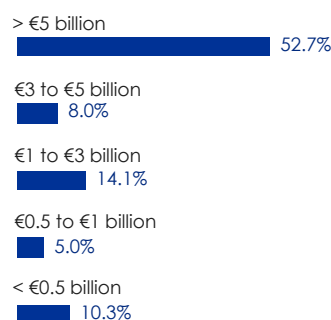
		jan.	feb.	mar.	apr.	may	june	july	aug.	sept.	oct.	nov.	dec.	Annual/YTD
2010	Fund	0.19%	0.09%	4.69%	1.47%	-3.59%	0.20%	2.74%	-0.85%	5.68%	4.74%	1.15%	6.29%	24.75%
	Reference index	-2.68%	-0.28%	7.51%	-0.98%	-5.32%	1.97%	2.94%	-1.43%	5.17%	0.84%	0.45%	3.52%	11.61%
2011	Fund	-1.03%	-0.30%	-0.85%	3.91%	-0.38%	-1.02%	-3.42%	-13.08%	-0.40%	7.38%	-10.42%	4.94%	-15.40%
	Reference index	1.78%	1.48%	-2.63%	3.39%	-0.85%	-1.98%	-2.70%	-14.77%	0.46%	10.16%	-10.80%	10.48%	-8.61%
2012	Fund	4.97%	5.45%	3.65%	0.20%	-5.56%	1.36%	2.80%	0.97%	1.67%	0.20%	3.65%	0.46%	21.17%
	Reference index	4.57%	3.81%	-0.14%	-1.04%	-5.61%	3.93%	3.54%	2.74%	0.99%	0.86%	2.12%	1.15%	17.80%
2013	Fund	3.73%	2.66%	2.80%	1.07%	3.12%	-2.92%	4.91%	-0.41%	2.88%	3.16%	3.25%	1.93%	29.26%
	Reference index	4.04%	-0.27%	2.20%	1.66%	2.04%	-5.07%	5.21%	-0.51%	4.52%	3.93%	1.03%	1.03%	21.18%
2014	Fund	-0.37%	5.42%	0.26%	0.08%	2.18%	-0.62%	-1.67%	1.02%	-0.41%	-3.02%	4.05%	0.62%	7.49%
	Reference index	-1.66%	5.00%	-0.79%	1.57%	2.60%	-0.52%	-1.64%	2.03%	0.41%	-1.74%	3.26%	-1.28%	7.20%
2015	Fund	5.72%	6.86%	1.62%	3.66%	2.82%	-1.94%	4.46%	-5.10%	-2.79%	4.41%	3.80%	-2.47%	22.21%
	Reference index	7.25%	6.98%	1.68%	0.10%	1.67%	-4.49%	4.01%	-8.23%	-4.06%	8.08%	2.81%	-5.03%	9.60%
2016	Fund	-6.12%	-3.53%	2.73%	0.09%	3.72%	-6.82%	3.79%	1.34%	0.68%	-3.33%	-0.59%	3.93%	-4.83%
	Reference index	-6.37%	-2.21%	1.40%	1.75%	2.50%	-4.83%	3.73%	0.74%	-0.11%	-1.03%	1.05%	5.75%	1.73%
2017	Fund	-0.55%	4.41%	2.88%	3.25%	2.50%	-2.11%	-0.91%	-1.44%	3.06%	2.13%	-3.14%	1.73%	12.10%
	Reference index	-0.31%	3.05%	3.32%	1.98%	1.45%	-2.53%	-0.35%	-0.79%	3.90%	1.91%	-2.02%	0.72%	10.58%

*Reference index STOXX EUROPE 600 € NR

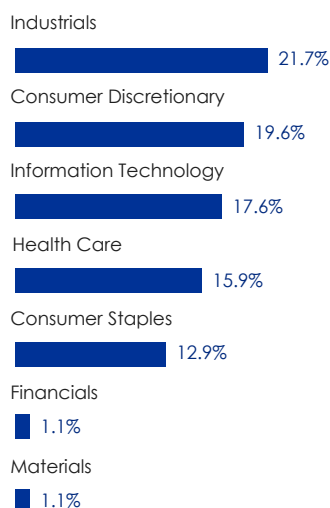
COUNTRY BREAKDOWN



BREAKDOWN BY MARKET CAPITALIZATION



INDUSTRY BREAKDOWN



TOP HOLDINGS

B&M EUROPEAN VALUE RETAIL
CAP GEMINI
FRESENIUS
FRESENIUS MEDICAL CARE
RECKITT BENCKISER

RISK INDICATORS (3 YEARS)

Sharpe Ratio	0.74
Beta	0.70
Jensen's Alpha	

MANAGER'S COMMENTARY

Evolution Europe ends the year above its benchmark and is up double digit in a quiet market, favorable to stock picking. Amid high valuations, we have been extremely careful about the price we paid for securities. We kept a low exposure to small caps as their valuations seemed too high given limited liquidity, even considering their superior growth profile.

Among our best performers, we find **Wirecard** (online payment), **RHI** (refractories, +92%), **Paysafe** (online gaming, +67%), **LNA santé** (retirement homes, +67%), **Cancom** (IT reseller, +55%). Let's also note some valuation trades on companies that we know well such as **Paddy Power** (online gaming), **Ingenico** (payment), and **Berendsen** (services, bought out by Elis).

We were disappointed in the performance of **Allergan** (specialty pharma), **Babcock** (services) or **Shire** (specialty pharma). We kept holding these companies as their decline – probably due in large part to market disinterest towards these types of stocks – only strengthen their attractiveness. **Technicolor** (technology) was sold at the beginning of the year after a bad earnings release; the following months gave us confidence we made the right call. For the same reason, we also sold **Pandora**, bought during the year. In all cases, an investment has to offer an attractive risk-reward; when it doesn't, we always sell.

European markets seem interesting currently. We can see several attractive themes and sectors at attractive valuations (outsourced R&D, aerospace, digitalization, externalization of non-core functions). Let's also not forget growing niche industries (gyms, skills management, food-away-from-home). Thanks to those, we are confident for future performance. As we are always careful when it comes to valuations, we believe we should be able to benefit from future opportunities while staying away from parts of the markets (highly valued growth companies with actual low EPS growth, industrial companies) that are quite sensitive to movements in bonds markets that could surprise in 2018.

We wish you a happy new year!

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