

## BL-EQUITIES EUROPE

July 2019

### Management Report

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European markets consolidated in July. Weaker economic indicators were the main reasons while the only factors shoring up the markets were statements from the central banks. The ECB and the Fed both confirmed they would be continuing their expansionary monetary policy. The best-performing sectors over the month were consumer staples, healthcare and consumer discretionary. The poorest performers were commodities, energy and financials. The benchmark index (MSCI Europe Net TR EUR) gained 0.25% over the month. BL Equities Europe (retail accumulation share in euros, net of fees) was down 0.34%.

The main contributors to the month's performance were Grifols (AMBAR study results for the treatment of Alzheimer's continue to produce reassuring results and endorse the company's investment in the project), Henkel (investor day confirmed the strength and prospects for the adhesives division, a market in which Henkel is the world leader), Danone (good results), EssilorLuxottica (results in line with expectations and acquisition of optician Grandvision), Smith & Nephew (positive broker reports).

In contrast, the following stocks weighed on the portfolio's performance in July: Sika (results generally in line with forecasts, insufficient to support the increase in the share price), SAP (rather weak results, possibly linked to some clients' prudence in the context of international trade tensions), Sage (results affected by one-off weaknesses in certain divisions), Croda (results affected by reduced demand in the consumer division in US and Asian markets), Kion (impacted by the poor results of its rival Jungheinrich).

There were no transactions within the portfolio during the month.

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### Current Portfolio

#### New Holdings

no transactions

#### Investments sold

no transactions

#### Sector Allocation

Energy	0,0%
Materials	13,5%
Industrials	20,5%
Consumer Discretionary	11,1%
Consumer Staples	27,4%
Health Care	14,9%
Financials	0,0%
Information Technology	10,7%
Communication Services	0,0%
Utilities	0,0%
Real Estate	0,0%
Cash	1,9%

#### Market Capitalizations

Large Caps	(> EUR 10 billion)	83,3%
Medium Caps	(EUR 1-10 billion)	13,9%
Small Caps	(< EUR 1 billion)	0,9%

#### Top Holdings

SAP	6,2%
Unilever	5,6%
Danone	5,0%
LVMH	4,9%
Sika	4,8%
Essity	4,4%
Air Liquide	4,0%
Pernod Ricard	3,8%
Grifols	3,8%
Henkel	3,8%
Weight of Top 10	46,1%
Number of holdings	33

#### Geographic Allocation

France	24,4%
Switzerland	7,3%
Germany	21,7%
United Kingdom	18,1%
Netherlands	5,6%
Denmark	3,4%
Spain	3,8%
Ireland	2,7%
Sweden	9,0%
Belgium	0,0%
Cash	1,9%

#### Performance<sup>1</sup>

	Since 31/12/2018	2018	2017	2016	2015	2014
Fund (B shares)	17,4%	-5,4%	16,8%	-1,8%	10,7%	9,2%
MSCI Europe NR	16,6%	-10,6%	10,2%	2,6%	8,2%	6,8%
Quartile	2	1	1	3	3	1

	1 month	3 months	6 months	1 year	3 years	5 years
Fund (B shares)	-1,2%	1,9%	13,7%	4,9%	28,7%	47,6%
MSCI Europe NR	0,3%	-0,4%	9,8%	1,6%	22,8%	30,4%
Quartile	4	1	1	1	1	1

#### General Information

Total Assets (EUR)	EUR 1217,3 mio
Turnover 2018*	9%
TER 2018 (class B shares)	1,39%
ISIN Code (class B shares)	LU0093570330
ISIN Code (class I shares)	LU0439765321

\* min (purchases, sales) / average of net assets

#### Statistical Data<sup>1</sup>

	1 year	3 years
Correlation	0,88	0,87
Beta	0,96	0,93
Information ratio	0,42	0,29
Tracking Error*	5,91	5,40

\*annualized

<sup>1</sup> Source : Lipper

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