

## BL-European Family Businesses

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. Over the month, the benchmark indices (MSCI Europe Net TR EUR and MSCI Europe SMID Cap Net Return EUR) gained 0.25% and 0.22% respectively. BL European Family Businesses (retail accumulation share in euros, net of fees) was down 2.3%.

The main contributors to the month's performance were Stroeer (continuing good results thanks to refocusing on Out of Home digital advertising), 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), EssilorLuxottica (results in line with expectations and acquisition of optician Grandvision), Stef (rebound on unfounded share price weakness).

In contrast, the following stocks weighed on the portfolio's performance in July: Kronos (results deteriorated further), Jungheinrich (weak results), Lectra (market continues to expect weak results, especially due to international trade tensions), Groupe SEB (dynamic activity dented by pressure on margins), Basler (market expectations revised).

There were no major 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	4,3%
Industrials	30,6%
Consumer Discretionary	22,5%
Consumer Staples	14,0%
Health Care	11,7%
Financials	0,0%
Information Technology	7,3%
Communication Services	5,3%
Utilities	0,0%
Real Estate	2,0%
Cash	2,4%

#### Market Capitalizations

Large Caps	(> EUR 10 billion)	19,6%
Medium Caps	(EUR 1-10 billion)	57,2%
Small Caps	(< EUR 1 billion)	20,8%

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

	1 month	3 months	6 months	1 year	since launch*
Fund (B shares)	-2,3%	-3,3%	6,7%	-5,2%	18,5%
MSCI Europe NR	0,3%	-0,4%	9,8%	1,6%	19,5%
MSCI Europe SMID NR	0,2%	-1,9%	7,6%	-3,5%	20,6%
Quartile	4	4	3	4	2

\* since 7/12/2016

#### Volatility<sup>1</sup>

	1 month	3 months	6 months	1 year	since launch*
Fund (B shares)	8,5%	11,8%	11,2%	15,0%	11,6%
MSCI Europe NR	8,6%	10,9%	9,6%	11,6%	9,9%
MSCI Europe SMID NR	12,4%	12,2%	11,5%	14,7%	11,5%
Quartile	2	3	4	4	4

\* since 7/12/2016

#### General Information

Total Assets (EUR)	EUR 110,8 mn
Turnover 2018*	10%
TER 2018 (class B shares)	1,50%
ISIN Code (class B shares)	LU1305479153
ISIN Code (class BI shares)	LU1484145641

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

<sup>1</sup> Source : Lipper, in EUR

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