



# BBM V-Flex

Eurozone Equity – Large & Mid Caps  
Exposure Range : 0% - 100%

29 MARCH 2019  
AC SHARE CLASS

## Presentation

The BBM V-Flex fund aims to reunite **two performance drivers** : a positive Alpha from stock-picking and an evolutionary Beta as a function of market dynamics.

Managed pursuant to our proprietary Business Models investment process, the BBM V-FLEX fund invest in Euro zone equities, predominantly in large and Mid Caps. Its equity exposure is flexibly managed within a 0%-100% range.

BBM V-Flex's equity exposure is actively managed as a function of market outlook and the investment team's convictions.

Allocation strategy relies on the 4 pillars of the **MMS – Montpensier Market Scan – method**:

- Economic Momentum
- Monetary policies dynamics
- Market valuation
- Market dynamics

The **BBM V-FLEX** fund is managed pursuant to our proprietary Business Models® investment process, integrating ESG criteria, that aims at identifying each and every picked company within its lifecycle. The related stocks are then ranked according to 4 segments:

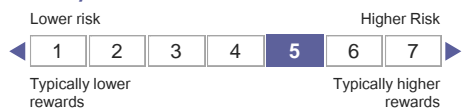
- Business Model in Rapid Growth
- Business Model in Mature Growth
- Business Model Transition
- Business Model in Recovery

Finally, the portfolio construction targets the companies/stocks with the most upside potential (relatively to their Business Models segment).

## Investment universe

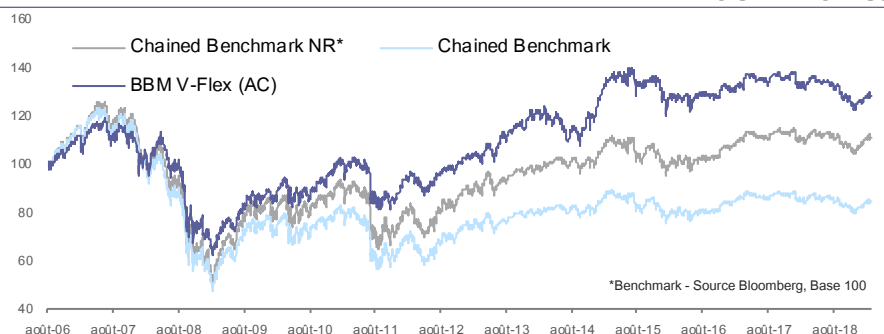
BBM V-Flex is invested in Eurozone equities with a large and medium stocks predominance combined with a flexible allocation strategy of equity exposure.

## Risk / Return Profile



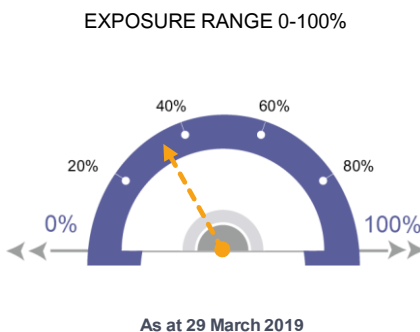
**Risk of loss of capital • Risk associated with discretionary investment management • Equity risk • Small caps risk • Derivatives market risk • Interest rate risk • Credit risk • Default risk • Foreign exchange market risk • Liquidity risk.**

NAV (AC Share class) **291,04**



\*The fund return is benchmarked to EuroStoxx Net Return Index (SXXT) until 28th June 2013 and then to a composite index composed by 50% EuroStoxx 50 Total Return index (SX5T) and 50% Eonia Index capitalised.

## Equity Flexible Exposure



## Performances & Risk Indicators

	BBM V-Flex (AC)	Chained Bench.	Chained Bench. NR*
Perf. 2013	18,5%	10,4%	13,1%
Perf. 2014	0,8%	1,0%	2,4%
Perf. 2015	12,3%	2,5%	3,8%
Perf. 2016	-2,0%	0,8%	2,3%
Perf. 2017	1,9%	3,1%	4,4%
Perf. 2018	-8,2%	-7,4%	-6,2%
Perf. YTD - 2019	3,8%	5,7%	5,9%
Perf. 5 years	5,4%	4,4%	11,6%
Volatility 5 years	9,0%	8,4%	8,4%
Volatility 1 year	6,1%	6,5%	6,5%
Beta**	0,90		
Tracking error**	2,0		

Source Montpensier Finance / Bloomberg

\*Benchmark Net return. \*\* vs chained benchmark NR / Performance calculation : rolling month-end NAV. Volatility and TE calculation : Friday NAV, rolling weekly steps. **Past performance is not indicative of current or future results. The fund undertakes risks that may lead to a loss of capital**

## Sector Breakdown

	% equity portfolio
Industrial Goods & Serv.	14,4%
Banks	12,7%
Health Care	8,6%
Technology	8,5%
Oil & Gas	7,8%
Chemicals	6,8%
Personal & Household G.	6,5%
Telecommunications	6,4%
Automobiles & Parts	5,7%
Insurance	5,1%
Utilities	4,7%
Construction & Materials	3,7%
Food & Beverage	3,2%
Media	2,2%
Retail	1,9%
Financial Services	1,6%
Real Estate	0,1%
Basic Resources	0,0%
Travel & Leisure	0,0%

Source Montpensier Finance / Stoxx

## Country Breakdown

	% equity portfolio
France	39,4%
Germany	29,0%
Spain	10,3%
Netherlands	9,4%
Italy	5,4%
Belgium	2,7%
Ireland	2,6%
Others	1,1%

Source Montpensier Finance / ex ETF

## Main Holdings

Total	5,0%
SAP	3,4%
Sanofi	3,1%
Siemens	3,1%
Banco Santander SA	2,5%
Allianz	2,4%
Air Liquide	2,4%
BNP Paribas	2,3%
Anheuser-Busch InBev	2,1%
Unilever NV	2,0%

■ Mature Growth BM ■ Transition BM ■ Rapid Growth BM ■ Recovery BM Source Montpensier Finance

BEFORE ANY INVESTMENT, PLEASE CAREFULLY READ THE KIID AND PROSPECTUS OF THE UCIT  
Presented performance refer to AC Share class. See full disclaimer overleaf



## Portfolio

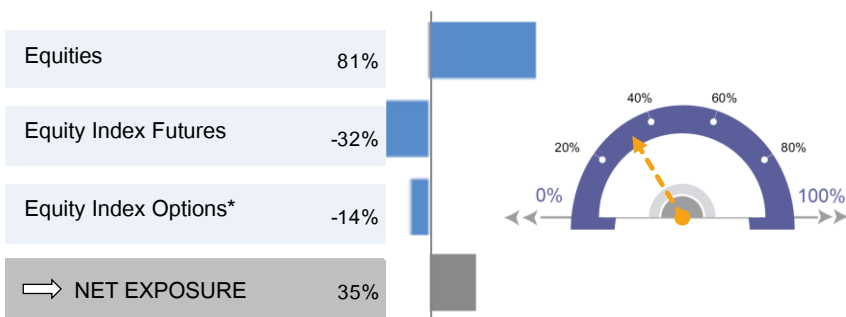
The global economic context remains uncertain. The US economy is slowing down, affected by less dynamic momentum in the manufacturing sector, weighed down by doubts over the impact of the trade war with China. Growth in Europe is also sluggish, due to a lack of visibility over Brexit and the ongoing slowdown in the German manufacturing sector, which drove the national PMI manufacturing leading indicator to its lowest level since October 2012. China remains the key focus however and also the main source of hope. Economic momentum is still relatively lacklustre, although the strong budgetary and monetary stimulus measures implemented since October 2018 by the Chinese authorities should enable business activity to pick up, particularly if an ambitious trade deal between the US and China is struck. In this case, Europe would be one of the main beneficiaries of any uptick.

Rapid Growth Business Models (BM) returned strong performances during March, including SAP and Kering, which were both driven by hopes of a trade agreement between China and the US. In contrast, investors neglected Recovery BMs, such as BBVA in the banking sector, impacted by resurgent tensions in the Turkish market.

Transition BMs posted more mixed performances. DWS was boosted by several broker upgrades anticipating cost-cutting and a more favourable market context. Banks, including ABN Amro, were impacted by the yield curve flattening out.

Lastly, investor appetite increased for Mature Growth BMs. Sanofi benefitted from marketing approval for its Dupixent drug in the US and also as Praluent, another of the group's treatments, was approved in the European Union. Consumer stocks including Unilever and LVMH also delivered strong returns.

## Equity Flexible Exposure



Source : Montpensier Finance, as at 03/29/2019

\* Net delta hedge

The fund could have posted a stronger monthly performance with heavier weightings among growth stocks. However, value stocks have nonetheless rallied since the beginning of April. We increased the fund's equity exposure from 34 to 35%.

## Fund data

Legal Status	SICAV UCITS V
Inception date	10th June 1998
Currency	EUR
Approved for public distribution in	France, Belgium Luxembourg, Switzerland
Management fee	APC : 1,0% APD : 1,0% AC : 1,794% AD : 1,794% RPC : 2,0% RPD : 2,0%
Performance fee	APC / APD / RPC / RPD (cf. prospectus)
Isin	APC : FR0011522341 APD : FR0011522333 AC : FR0000286072 AD : FR0011020130 RPC : FR0011522358 RPD : FR0011522366
Bloomberg	APC : BFLXAPC FP APD : BFLXAPD FP AC : MONVLEU FP AD : BFLXAD FP RPC : MOBVRPC FP RPD : MOBVRPD FP
Asset Management Comp.	Montpensier Finance
Custodian	CACEIS Bank
Valuation	Daily (Caceis)
Cut-off	11:00 AM CET
Investment horizon	5 years minimum
PEA - Eligible (applicable in France only)	Yes

Approved for public distribution in:



Principles for Responsible Investment

Montpensier Finance is a signatory to the PRI (Principles for Responsible Investment)

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