

# ELEVA European Selection

28/09/2018  
Monthly report

This document should be read in conjunction with the prospectus and relevant KIIDs which are available on our website [www.elevacapital.com](http://www.elevacapital.com). Past performance is no guarantee of future results. The UCITS Fund does not benefit from any guarantee or protection, so the initial invested capital may not be fully repaid.

## Investment objective and approach

- Aiming to achieve superior long-term risk adjusted returns
- Medium-term time horizon
- Investing primarily in European equities and equity related securities
- Conviction investing using bottom-up stock-picking with high active weight of 80%+ and tracking error target of 6%
- Flexible, opportunistic, and pragmatic approach, with no sector/country bias and style/market cap agnostic
- Using a macroeconomic overlay to support sector positioning

## Fund facts

**Manager:** Eric Bendahan

**Legal structure:** Luxembourg SICAV - UCITS V

**Fund launch date:** 26th January 2015

**Total Fund Assets:** 3 101 904 914 €

**Last NAV:** as of 28/09/2018

Class I (EUR) acc. : 1 329.15 €

Class I (EUR) dis. : 1 077.27 €

Class I (CHF) acc. (hedged) : 1 107.70 CHF

Class I (GBP) acc. (hedged) : 1 083.76 GBP

Class I (USD) acc. (hedged) : 1 288.83 USD

### Distribution policy:

Class I (EUR) acc. : Accumulation

Class I (EUR) dis. : Distribution

Class I (CHF) acc. (hedged) : Accumulation

Class I (GBP) acc. (hedged) : Accumulation

Class I (USD) acc. (hedged) : Accumulation

**Benchmark:** STOXX Europe 600 EUR (net return)

### ISIN & Bloomberg code:

Class I (EUR) acc. : LU1111643042 | ELVESIE LX

Class I (EUR) dis. : LU1111643638 | ELEURSI LX

Class I (CHF) acc (hedged) : LU1111643398 | EESFICH LX

Class I (GBP) acc. (hedged) : LU1111643471 | ELVIGAH LX

Class I (USD) acc. (hedged) : LU1111643125 | EESFUA LX

### Share class launch date:

Class I (EUR) acc. : 26th January 2015

Class I (EUR) dis. : 4th May 2017

Class I (CHF) acc. (hedged) : 7th August 2015

Class I (GBP) acc. (hedged) : 27th July 2017

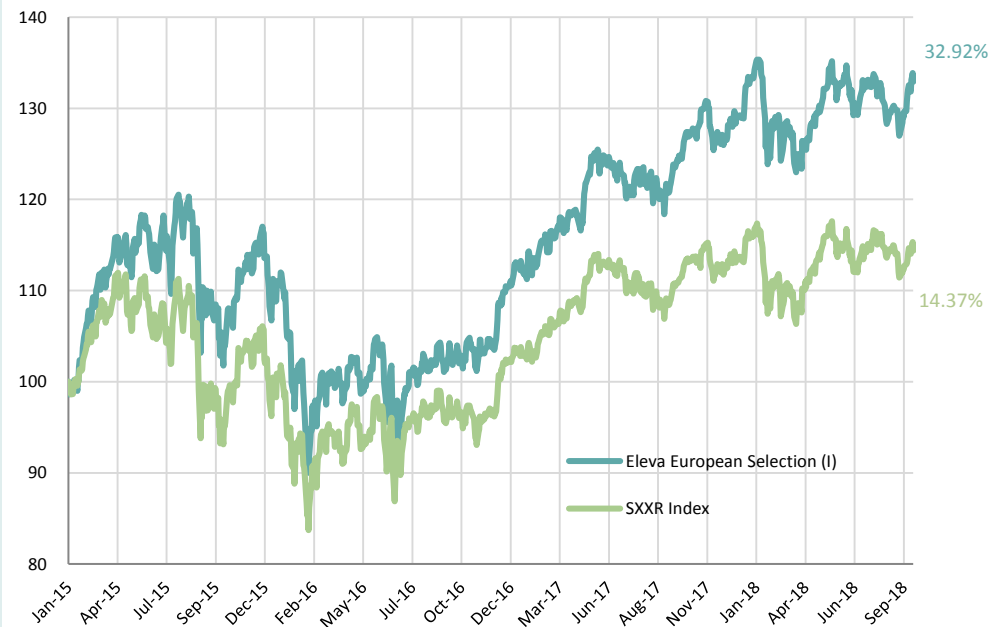
Class I (USD) acc. (hedged) : 5th October 2015

**Registration (I EUR acc.) :** AT, BE, CH, DE, DK, ES, FI, FR, GB, IT, IS, LU, NL, NO, PT, SE, SG

For all available share classes please refer to the Fund prospectus

PEA Eligible

## Performance and risk measures



Source: ELEVA Capital, Bloomberg

### Calendar year performance\*

	Fund	Index
2015	11.33%	0.76%
2016	-0.52%	1.73%
2017	16.48%	10.58%
2018	3.03%	0.90%

(\* Class I (EUR) acc: Share class launch 26/01/2015)

### Fund Performance (Net)\*

	Fund	Index
1 month	2.36%	0.32%
3 months	2.07%	1.26%
6 months	6.35%	5.28%
9 months	3.03%	0.90%
1 year	5.25%	1.48%
2 years	29.37%	18.01%
3 years	27.40%	19.79%
Since inception	32.92%	14.37%

## Monthly Comment

Markets were stable in September with ongoing political uncertainty in Italy weighing on sentiment, somewhat balanced by a stabilisation in leading indicators in Europe and in China. ELEVA European Selection was up 2.36%, outperforming the index by 204 bps.

Sector allocation was positive in the month as a result of an overweight position in Materials and an underweight in Consumer Discretionary. Stock picking was very positive, particularly in Energy, Materials and Industrials. **Jardine Lloyd Thomson** was the best contributor after the company was acquired for £4.3 bn in cash by Marsh McLennan. In addition, our oil services convictions (**Saipem**, **Subsea 7**) performed with the market, growingly upbeat on an upturn in oil & gas capex. An improvement in commodity prices also helped our material names. On detractors, **Ocado** and **Delivery Hero** suffered from the rotation towards value names in the month. That said, we remain convinced on their investment propositions.

We continue to keep a growth bias in the fund at 58%, but are mindful not to chase companies with excessive valuations. After a period of synchronised weakness, our leading indicators are stabilising. In our view, Materials, Oil services and a number of selected Financials present interesting value opportunities.

Since inception, Eleva European Selection is up 32.92%, an outperformance of 1855 bps to the STOXX 600 Total Return (SXXR).

## Fund manager

Eric Bendahan is the Portfolio Manager of Eleva European Selection, Eleva Euroland Selection and Eleva Absolute Return Europe Funds. Prior to founding Eleva Capital, Eric worked for 9 years at Banque Syz & Co where he was responsible for managing Oyster European Opportunities and Oyster European Selection funds. Eric is a CFA Charterholder and has a Master's in Business and Economics at ESSEC.

## Administrative information

### Central administration:

Brown Brothers Harriman (Luxembourg) S.C.A.

### Transfert agent:

Brown Brothers Harriman (Luxembourg) S.C.A.

### Custodian bank:

Brown Brothers Harriman (Luxembourg) S.C.A.

### Auditor:

PricewaterhouseCoopers

### Management Company:

Lemanik Asset Management S.A.

### Subscription / Redemption Cut off:

12:00 CET

### Subscription / Redemption Settlement:

T+2

## Fees

**Subscription fee:** Up to 3%

**Redemption fee:** 0%

**Management fee:** 0.9%

**Performance fee:** 10% of any excess return the NAV achieves over the High Water Mark

## Investment Manager

### Firm name:

ELEVA Capital SAS

### Address:

15 avenue Matignon, 75008 Paris

### Telephone:

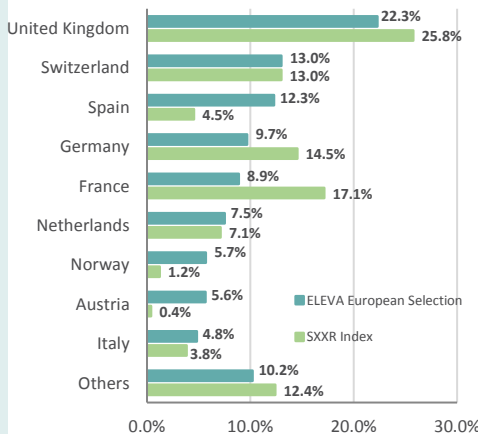
+33(0) 1 86 26 68 25

### Contact:

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axel.plichon@elevacapital.com

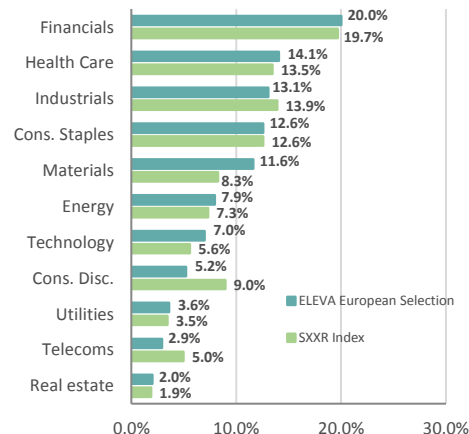
## Portfolio analysis

### Geographic breakdown



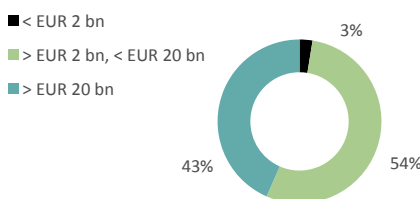
Source: ELEVA Capital

### Sector breakdown



Source: ELEVA Capital

## Market Capitalisation



Average Market Cap €30.68 bn

## Risk Indicator (3 years)

Risk	Fund	Benchmark
Active Weight	85.68%	
Volatility	14.81%	14.46%
Beta	0.98	
Tracking Error	4.10%	
Sharpe ratio	0.59	0.45
Sortino Ratio	0.74	0.59
Information Ratio	0.54	

## Top 5 holdings

Company	Sector	Weight
ASTRAZENECA PLC	Health Care	3.35%
ERSTE GROUP BANK AG	Financials	3.29%
NESTLE SA-REG	Cons. Staples	3.19%
SCHINDLER HOLDING	Industrials	3.14%
ARCELORMITTAL	Materials	3.14%
<b>TOTAL</b>		<b>16.11%</b>

## Top 3 contributors

Name	Contribution Absolute
Jardine Lloyd	62 bps
Aker BP	49 bps
South32	28 bps

Source : ELEVA Capital

## Top 3 detractors

Name	Contribution Absolute
Ocado Group	-28 bps
Delivery Hero	-19 bps
Ferrovial	-12 bps

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Product(s) described herein is/are not available to all persons in all geographic locations. There are significant risks associated with investment in the Fund. Investment may not be suitable for all investors and is intended for sophisticated investors who have fully understood the risks associated with such an investment and can accept a substantial or complete loss of their investment.

Each prospective investor should review the Prospectus of the Fund which contains important information concerning risk factors, past performance and material aspects of the Fund and which must be read carefully before any decision to invest is made.

Past performance is not a guarantee of future results and no assurance can be given that product(s) described herein will yield favourable investment results or that the Fund's investment objectives will be achieved or that the investor will receive a return of all or part of their investment.