

For professional, qualified and institutional investors

This document should be read in conjunction with the prospectus and the KIID 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 an absolute return over the medium term through capital growth
- Investing primarily in European equities and equity related securities on both a long and short basis
- Differentiated and disciplined bottom up investment philosophy complemented by a macroeconomic overlay to support sector positioning
- Flexible net exposure between -10 and +50% driven by fundamental idea generation and market volatility
- Target 6-8% volatility and 8-10% expected return over a full market cycle

## Fund facts

**Manager:** Eric Bendahan

**Share class:** Class S (EUR) acc. (min EUR1m)

**Dividend policy:** Accumulation

**Last NAV:** 1,132.40€ as of 31<sup>st</sup> January 2018

**Fund size:** 107,148,655€

**Investment zone:** Europe

**Recommended invest. horizon:** Medium-term

**Fund base currency:** EUR

**Share class currency:** EUR

**Fund inception date:** 30<sup>th</sup> December 2015

**Share class inception date:** 30<sup>th</sup> December 2015

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

**ISIN code:** LU1331974276

**Bloomberg code:** ELEARSX LX

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

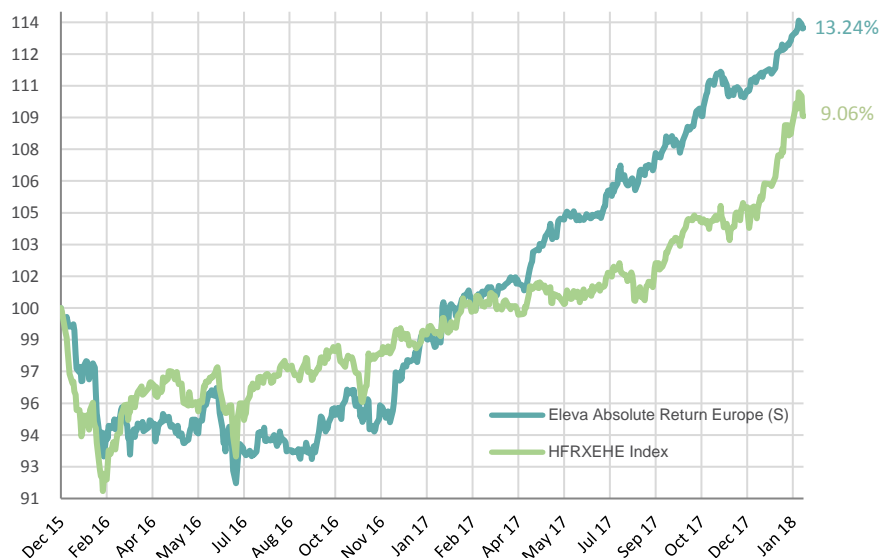
For all available share classes please refer to the Fund prospectus

## Risk measures since inception

Risk	Fund
Volatility	5.60%
VaR (99%, 20 days)	2.98%
Sharpe Ratio	1.43
Sortino Ratio	2.03

Source: Novus, Lemanik Asset Management S.A.

## Performance and risk measures



Source: Bloomberg

## Calendar year performance\*

Year	Fund
2016	-2.19%
2017	13.98%
2018	1.95%

(\* Class S (EUR) acc: share class launched 30/12/2015)

## Performance\*

Period	Fund
1 month	1.95%
3 months	2.44%
6 months	6.54%
9 months	10.32%
1 year	14.13%
2 years	16.77%
Since inception	13.24%

## Monthly Comment

Markets have started the year on a positive note, facilitated by the continuation of positive macro and corporate news flow. This economic pressure has created an upward movement in interest rates leading to a sector rotation. ELEVATION Absolute Return Europe was up 1.95% in the month.

On the long book, financials, materials and technology were the main drivers of performance whilst the contribution of industrials was slightly negative. More generally we have benefited from our underweight in bond proxies. The short book had a slight negative impact largely due to the index hedge. Single name shorts in the consumer sectors had the most positive impact.

On the strongest contributors, banks in the portfolio have been good performers with **Erste Bank** and **Raiffeisen** both benefiting from the strong economic environment in Central Europe. In addition, **Ocado** performed well after signing another contract, this time in Canada. This development validates their strategy in licensing their technology to help food retailers address their respective online distribution challenges. On the contrary, defensives (**Shire**, **Deutsche Telekom**) were under pressure whilst there was also some profit taking in clothing retailer **Superdry** after their set of results were in-line with consensus.

In January we started a position in family-owned Spanish bank **Bankinter**. They can be credited with having a differentiated business model, driven by digital investments, which has enabled them to ride the crisis and realise considerable growth potential. This is being driven by their lending, commission income and Portuguese operations. In consumer staples, we switched out of **Ahold Delhaize** and into **Danone** where we are increasingly positive on the potential of their infant nutrition and water products. On the short book, we initiated new single name positions within the consumer staples sector. Overall, the Fund keeps a slight value bias.

As of 31<sup>st</sup> January, gross exposure is at 118%, while net exposure is at 22.8%. Since inception, ELEVATION Absolute Return Europe is up 13.24%.

## Fund manager

Eric Bendahan is the Portfolio Manager of the Eleva Absolute Return Europe Fund. 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.

### Transfer 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:** 0.6%

**Performance fee:** 20% 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:

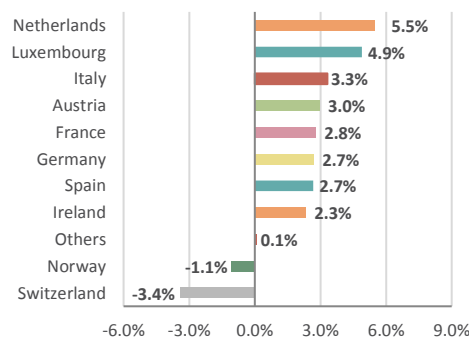
+33(0) 1 86 26 68 25

### Contact:

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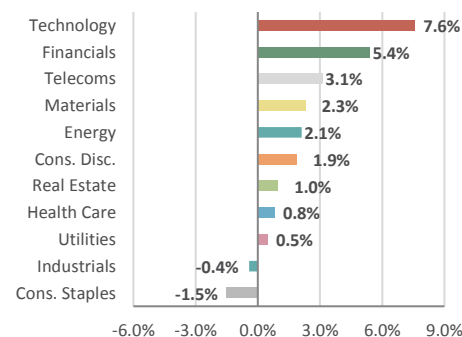
## Portfolio analysis

### Geographic breakdown (Net %)



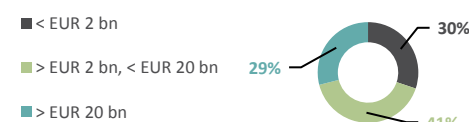
Source: Eleva Capital

### Sector breakdown (Net %)



Source: Eleva Capital

### Market Capitalisation (Long Book)



Average Market Cap €23.5bn

Source: Eleva Capital

### Portfolio Breakdown

Portfolio Exposure	Exposure (%)
Long Exposure	70.3%
Short Exposure	47.6%
Net Exposure	22.8%
Gross Exposure	117.9%

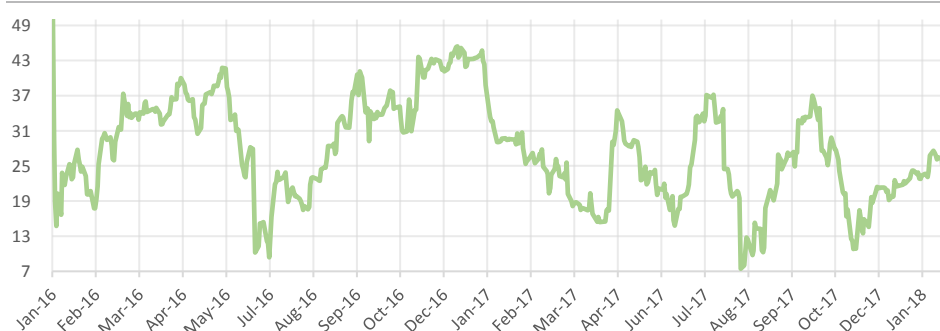
### Top 5 Long Holdings

Company	Weight (%)
ROYAL DUTCH SHELL PLC	2.07
GLENCORE PLC	1.73
ABN AMRO GROUP	1.70
EIFFAGE	1.56
ERSTE GROUP BANK	1.56
<b>TOTAL</b>	<b>8.62</b>

### Top 5 Short Holdings

Company	Weight (%)
STOXX 600 INDEX EUR	19.89
FINANCIALS CO.	0.96
INDUSTRIALS CO.	0.81
CONS. STAPLES CO.	0.80
MATERIALS CO.	0.80
<b>TOTAL</b>	<b>23.26</b>

### Net exposure (%)



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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.