



### INVESTMENT OBJECTIVE

The management objective is to seek a higher performance than that on the CAC 40 index over the recommended investment duration (5 years), dividends reinvested. To be able to achieve the management objective, the UCITS investment strategy is based on discretionary management via a stock-picking policy, which does not aim to duplicate the benchmark indicator.

### PORTFOLIO MANAGERS COMMENTS

The clear improvement in economic outlook for the euro area against a positive world economic context helped get equity indices back on an upswing this month. Economic growth in the euro area is at its highest since 2011, based on solid domestic demand and a steady improvement in the job market. The stabilization and even slight dip in the euro, the fresh impetus for European integration after political risks dwindled, and the announcement of major business tie-ups between European companies strengthened this positive sentiment on European and French equities. Centifolia has gained 15.25% YTD, while the CAC40 NR is up 11.80%.

The fund focused on investments in cyclical stocks over the month, adding Arkema to our portfolio. This chemicals group enjoys a sound business and earnings outlook, while displaying a reasonable valuation. We also rounded out our positions on Total, Nokia (when it exited the CAC40), TF1 and Solocal Group. Lastly, we ramped up our holding on EDF against a backdrop of rising wholesale electricity prices and European talks on CO2 prices. Only one divestment was made this month, as we took profits on a third of our Latécoère holding. Our cash ratio decreased slightly and now stands at around 3% of assets.

Most equity markets are now reasonably valued, even in the euro area. Volatility remains very weak and the overarching feeling is that interest rates are set to remain low in the long term, with sustainably weak inflation. Economic data are much better than expected, which could prompt a faster normalization in monetary policy than anticipated. In this case scenario, value stocks carry relatively undemanding valuations and should prove fairly resilient.

Text completed on 10/02/2017.

**Jean-Charles MERIAUX - Igor de MAACK - Marie-Claire MAINKA**

### DATA AS OF 09/29/2017

	Fund	Index*
YTD performance	15.25%	11.80%
Performance 2016	4.64%	7.67%
5 years annualized performance	13.89%	12.30%
1 year volatility	11.52%	11.56%
3 years volatility	15.81%	17.96%
5 years volatility	15.07%	16.47%

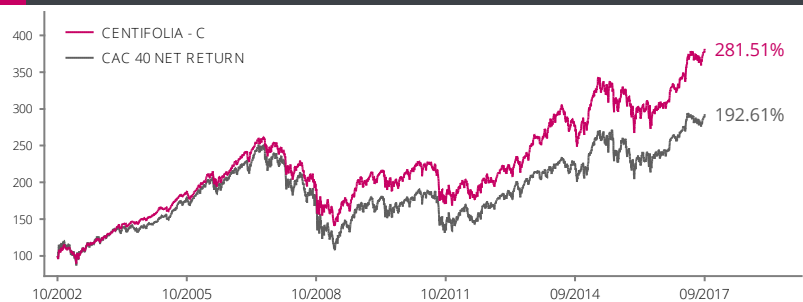
#### \*CAC 40 NET RETURN

Past performance is not a guarantee of future performance

### MAIN CHARACTERISTICS AS OF 29/09/2017

NAV	€381.51	Net assets	€1,951 M
Net yield 2016	2.90%	ND/EBITDA 2016	1.5 x
Estimated PER 2017	16.0 x	EV/EBITDA 2017	6.4 x

### PERFORMANCE SINCE 10/04/2002



### MAIN HOLDINGS

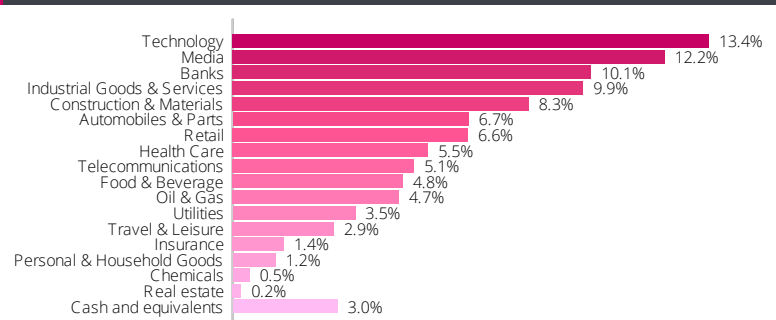
SANOFI	5.51%
ORANGE	5.12%
STMICROELECTRONICS	5.08%
VINCI	4.92%
THALES	4.32%

Holdings may change over time

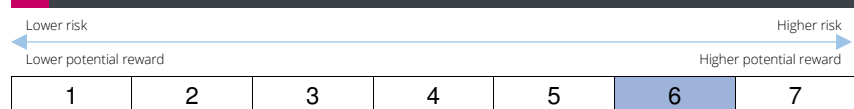
### MAIN COUNTRIES

FRANCE	93.8%
FINLAND	3.3%

### BREAKDOWN BY SECTOR



### RISK AND REWARD PROFILE



The risk level of this fund is due to exposure to equity market

PER (Price Earnings Ratio) is the ratio of market capitalisation to net earnings. It is a way of estimating how expensive a share is.  
 Net debt is gross financial debt adjusted for the cash pile  
 ND/EBITDA is the ratio between net debt and gross operating profit. It helps estimate a stock's financial leverage.  
 EV/EBITDA is the ratio between enterprise value (market capitalisation + net debt) and gross operating profit. It helps estimate how expensive a share is.