

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

Markets were hampered in August by a multitude of commercial and political worries. First, emerging risk abruptly resurfaced following tension between the United States and Turkey. Then there were the uncertainties in Europe over Brexit and the Italian budget. Most important, however, was the tug of war over China/US trade relations. In this environment, investors expressed a preference for US assets and core European bonds.

Centifolia has lost 1.79% in the year to date, versus a 3.76% rise in the CAC 40 NR. The portfolio's monthly performance was pulled down by Michelin, Société Générale, Solocal, Vallourec and Iliad, which lost between 7% and 18%.

To maintain a cash holding equivalent to around 3% of assets, Centifolia sold some EDF, Lagardère, SEB, Thales and Vivendi. Conversely, the fund continued to buy more Sanofi, which is now the portfolio's second-largest position after Total. Through these trades, Centifolia remains true to its policy of building a more defensive portfolio with a preference for the largest French companies by market capitalization. A more or less satisfactory earnings season and the decline in the fund's net asset value have resulted in the portfolio's P/E ratio falling to 13.8x for 2018 and 11.5x for 2019.

While the increase in macroeconomic and political risk clearly militates against overweighting the highest-risk assets, the outlook offered by European companies remains positive at this stage, with healthy earnings and generous shareholder policies. This is particularly true of "value" firms, whose valuations should, all other things being equal, offer relative protection at current levels. It goes without saying that any dissipation of protectionist or political fears could have a significant effect on current prices.

Text completed on 09/03/2018.

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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.

DATA AS OF 08/31/2018

	Fund	Index*
YTD performance	-1.79%	3.76%
Performance 2017	14.38%	11.69%
5 years annualized performance	10.10%	9.08%
1 year volatility	11.60%	12.77%
3 years volatility	13.96%	15.63%
5 years volatility	14.57%	16.16%

*CAC 40 NET RETURN

Past performance is not a guarantee of future performance.








MAIN CHARACTERISTICS AS OF 31/08/2018

NAV	€283.98	Net assets	€1,979 M
Net yield 2017	3.00%	ND/EBITDA 2017	1.2 x
Estimated PER 2018	13.8 x	EV/EBITDA 2018	5.9 x

PERFORMANCE SINCE 10/04/2002

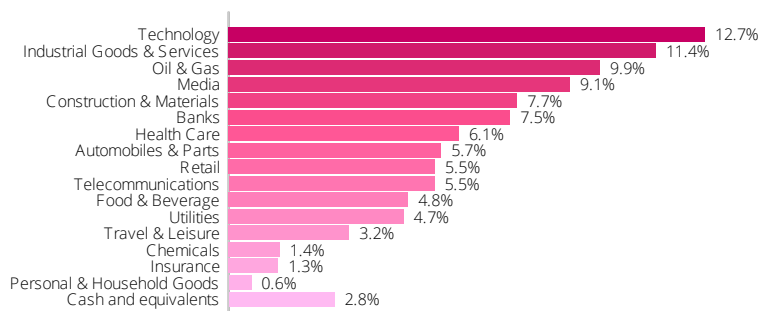


MAIN HOLDINGS

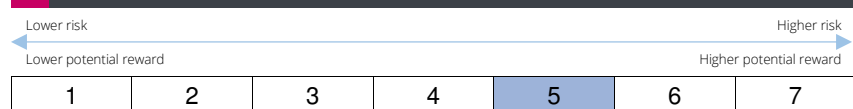
 TOTAL	9.04%	 FRANCE	89.8%
 SANOFI	6.14%	 THE NETHERLANDS	4.9%
 THALES	5.24%	 FINLAND	2.5%
 ORANGE	5.08%		
 STMICROELECTRONICS	4.92%		

Holdings may change over time

BREAKDOWN BY SECTOR



RISK AND REWARD PROFILE



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

PERFORMANCE (%)

Year	jan.	feb.	mar.	apr.	may	june	jul.	aug.	sept.	oct.	nov.	dec.	Annual
2013	3.64%	-1.94%	0.38%	2.67%	4.04%	-4.59%	6.01%	-1.95%	9.07%	4.93%	-0.23%	0.17%	23.59%
2014	0.61%	6.40%	2.44%	1.94%	1.97%	-2.65%	-3.55%	0.42%	-1.48%	-3.98%	5.95%	-1.31%	6.32%
2015	6.71%	7.03%	2.08%	0.53%	1.00%	-3.62%	4.42%	-6.73%	-3.55%	7.58%	0.91%	-3.32%	12.47%
2016	-4.10%	-2.72%	0.97%	1.30%	2.96%	-7.26%	3.71%	0.26%	2.37%	0.50%	1.33%	5.94%	4.64%
2017	-2.72%	3.05%	5.26%	2.56%	3.89%	-1.70%	-0.01%	-0.72%	5.03%	1.14%	-1.77%	-0.09%	14.38%
2018	2.87%	-2.86%	-1.61%	3.46%	-1.63%	-2.30%	2.05%	-1.56%					-1.79%

Past performance is not a guarantee of future performance.

CHANGES TO PORTFOLIO HOLDINGS

In

None

Out

None

PORTFOLIO'S MAIN HOLDINGS

FOOD & BEVERAGE	4.8%	SOLOCAL GROUP	1.3%
FLEURY MICHON	0.8%	TECHNICOLOR	0.8%
LDC SA	2.8%	TF1	1.7%
SAVENCIA	1.3%	VIVENDI	2.5%
INSURANCE	1.3%	OIL & GAS	9.9%
COFACE	1.3%	CGG SA-CW22	0.0%
AUTOMOBILES & PARTS	5.7%	CGG SA-CW23	0.0%
MICHELIN	2.9%	CGG VERITAS	0.5%
RENAULT SA	2.7%	ESSO	0.3%
BANKS	7.5%	TOTAL	9.0%
CREDIT AGRICOLE	4.6%	PERSONAL & HOUSEHOLD GOODS	0.6%
SOCIETE GENERALE	2.9%	SEB PRIME FIDELITÉ	0.6%
CONSTRUCTION & MATERIALS	7.7%	HEALTH CARE	6.1%
BOUYGUES	3.1%	SANOFI	6.1%
VINCI	4.6%	UTILITIES	4.7%
INDUSTRIAL GOODS & SERVICES	11.4%	ALBIOMA	0.1%
DASSAULT AVIATION	2.6%	ALBOMIA PRIME FIDELITE	0.3%
GROUPE EUROTUNNEL	1.5%	EDF PRIME 2020	3.6%
NEXANS	0.4%	ELECTRICITE DE FRANCE	0.7%
THALES	5.2%	TECHNOLOGY	12.7%
VALLOUREC	1.7%	AXWAY SOFTWARE	0.2%
CHEMICALS	1.4%	CEGEDIM	1.2%
ARKEMA	1.4%	NOKIA	2.5%
RETAIL	5.5%	SOPRA GROUP	4.0%
CARREFOUR	1.6%	STMICROELECTRONICS	4.9%
GROUPE FNAC	2.8%	TELECOMMUNICATIONS	5.5%
SAMSE	1.1%	ILIAD	0.4%
MEDIA	9.1%	ORANGE	5.1%
IPSOS	0.9%	TRAVEL & LEISURE	3.2%
LAGARDERE S.C.A.	1.9%	AIR FRANCE - KLM	2.6%
NRJ GROUP	0.1%	ELIOR SCA - W/I	0.6%
		CASH AND EQUIVALENTS	2.8%