

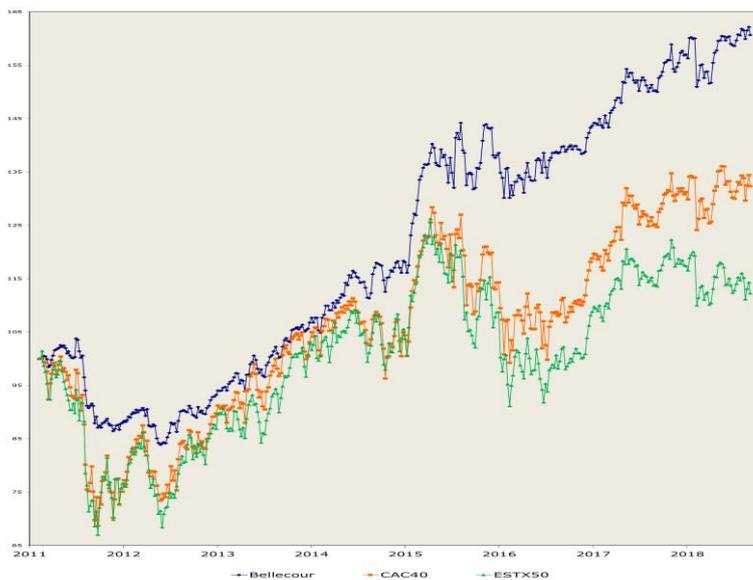


Bellecour Capital - European Fund

September 7th, 2018

INVESTMENT STRATEGY: Bellecour Capital - European Fund aims at delivering strong capital appreciation over a medium and long term horizon, with a high degree of downside protection. To achieve this aim, the Fund managers invest in euro zone public listed companies, with no market capitalization distinction, and hedge the risk totally or partially, through the sale of Index Future contracts or the purchase of Index Short Trackers. In the framework of a stock-picking investment strategy, the Fund managers target companies showing: 1/ superior business models; 2/ attractive valuations; and 3/ short and medium terms catalysts for re-rating (restructuring plans, better than expected results, merger and acquisition plans...). On the basis of the portfolio absolute valuation and upside potential, but also taking into account the perceived macro-economic risks, Fund managers decide to hedge totally or partially the portfolio risk exposure, and adjust the cash level of the portfolio accordingly.

Portfolio Gross Performance since 2011 (unaudited data)

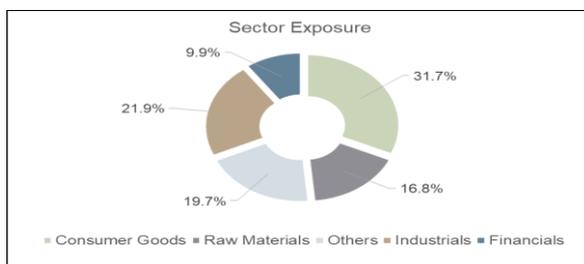
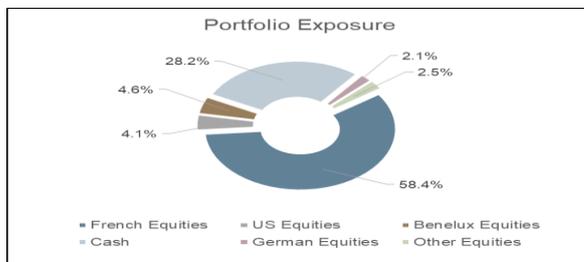


Net performance since inception: **+33.8%**

NAV per share: **€133.8**

Monthly gross performance: **-0.5%**

Performance Review: After the widespread rebounds experienced in July, World Equity markets posted mixed performances in August. While Chinese and European markets contracted by more than 2% over the month, US and Japanese Equities appreciated modestly. If the euro/dollar parity and interest rates barely moved in August, oil prices resumed their upward movements with 4 to 5% monthly increases as fears grow about the potential impact of the Iranian embargo on world production levels. The Fund recorded a very satisfying relative performance last month, as our limited exposure and paying stock-picking choices had a clear positive impact on performance. We have not been very active last month, as we made only one change in the portfolio, by divesting our investment in world steel group ArcelorMittal.



Market Outlook: The voluntary pledge of President Trump about reducing the US commercial deficit with China and Europe continues to weight on Chinese Equities primarily, but also on European Equities. In addition, while US macro data continue to surprise on the upside, European data barely match expectations. Some specific risks like the Brexit and the political situation in Italy even add up to this lack of *momentum* for European Equities. With growth unlikely to surprise positively and an operational leverage that should remain limited, we reiterate our opportunistic and selective investment strategy on European Equities. We continue, however, to acknowledge the relative attractiveness of Equities as an asset class.

Portfolio Implications: We have recently increased our net exposure slightly above 60% amid market recent weakness. Our stock-picking investment approach continues to translate into an over-exposure to French Equities, with an underweighting in Financials.

Top Picks: L'Oréal, LVMH, Nestlé, Sanofi, Total.

Gross Performances*	2018	2017	2016	2015	2014
Bellecour Capital	+2.3%	+8.3%	+3.7%	+17.4%	+10.6%
CAC40	+0.8%	+9.3%	+4.0%	+9.5%	+1.3%
ESTX50	-4.4%	+7.1%	+0.6%	+4.8%	+0.8%

*: Unaudited data

Bellecour Capital - European Fund

Central Admin: CACEIS Bank Luxembourg
Domiciliation: Luxembourg
Auditors: Deloitte
Depository: CACEIS Bank Luxembourg

ISIN Code: LU0508759890
Bloomberg Code: BELLEUR LX
Daily NAV / Base currency: EUR
Subscriptions/Redemptions: 1-day notice

Management fees: 2%
Performance fees: 20% above 5%
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