

CFM Indosuez Equilibre

30-September-2020

Fund manager

CFM Indosuez Gestion

Management fee

1,5% max.

Subscription fee

4% max.

Redemption fee

0%

Maximum equity exposure

50%

AUM (€ million):

32,41

Net asset value

1 329,52 €

ISIN code

MC0010000180

Valuation

Daily

Minimum investment

1 share

Inception date

14/02/2001

Legal status

FCP under Monaco law

MANAGEMENT OBJECTIVES

The objective of the CFM Indosuez Equilibre FCP is to seek consistent performance in the context of controlled risk based on management of a selection of UCIs spread across all asset classes with an investment horizon of more than three years to generate a performance superior to its benchmark composed of the following indices: the €STR Index (Euro Short Term Rate) + 8,5 points (20%), the EuroMTS Global index (formerly CNO Europe) (reinvested coupons) (40%), the MSCI Europe index (reinvested dividends) (30%) and the MSCI World ex Europe index (reinvested dividends) (10%).

RISK INDICATOR

LOWEST RISK

HIGHEST RISK

LOWEST POTENTIAL YIELD

HIGHEST POTENTIAL YIELD



The risk indicator, based on historical volatility, may not cover all of the types of risk borne by the FCP. The historical data used may not be a reliable indication of the future risk profile. The risk category associated with this FCP is not guaranteed and may change over time. The lowest category does not mean "risk free".

PERFORMANCE ANALYSIS

	Aggregate Performance			Calendar performance				Since 31/12/2008
	1 month	3 months	YTD	2019	2018	2017	2016	
CFM Indosuez	-0,44%	0,96%	-6,86%	8,48%	-8,30%	3,74%	0,82%	45,41%
Benchmark	0,52%	0,77%	-5,86%	13,34%	-2,91%	2,72%	2,29%	87,63%



FUND MANAGER'S MONTHLY REPORT

September was marked by a correction in risky assets. Investors are concerned about two main subjects: politics and the pandemic, and the consequences that this could have on the economic recovery. In terms of the pandemic, the global health situation is mixed. Whereas in China, the epidemic seems to be under control and the number of daily cases is declining in many emerging countries, it is significantly higher in Europe, driven primarily by Spain, the United Kingdom and France. Local measures to restrict activities have been taken in these three countries. Given a much lower hospitalisation and mortality rate than in the spring, there are no plans for a new general lockdown. On the political front, the prospect of a close result between the two candidates for the US presidential election could generate uncertainty and accentuate the slowdown in economic activity, due to less fiscal support. Publications of initial estimates of PMI leading indicators for September have increased fears of a more pronounced slowdown than expected in activity. The US composite PMI is lower for the first time in 5 months at 54.4. In Europe, the Services PMI plummeted to 47.6 vs. 50.5 in August. The composite index stands at 50.1 vs. 51.9 in August. This relative fragility of the eurozone economy in relation to the United States has caused the Euro to plummet against the Dollar. The dollar has also returned to its role of a safe haven asset in this risk-averse environment. In contrast, gold underwent a correction to \$1,884/oz. Ultimately, equity markets underwent a correction. US equities fell by -3.92%, European indices lost -1.48% and emerging markets -1.77%. Yields declined. The German 10-year yield went from -0.4% to -0.52% and the US 10-year yield from 0.71% to 0.69%. In this environment, we have maintained a defensive positioning on equities. We have tactically increased the exposure to equities with the initiation of a position in the telecommunications sector via the iShares Stoxx 600 Telecommunications tracker. The sector underperformed by 2% in August, whereas sales estimates on the sector increased by 50bps during the month. While the deterioration in revenues is expected to reach a low point in Q3, given the decline in roaming revenues due to fewer summer trips, the sector appears to be cheap with a discount in terms of Free cash flow yield of 50% vs. the market. With regard to the "diversification" component, it was decided to include the Blackrock European Absolute Return fund which aims to obtain positive absolute returns irrespective of market conditions. This fund has demonstrated a resilient performance, including during tumultuous periods in the markets, such as we have experienced this year or in 2018. Moreover, its weak correlation to existing positions provides a significant diversification to the portfolio. We also took advantage of the decline on gold to increase the position.

The CFM Indosuez Equilibre fund ended the month down -0.44%

Investors in CFM Indosuez Prudence must read and fully understand the funds' prospectuses. This information is provided for indicative purposes only and in no way constitutes investment advice or an offer to buy or sell.

Past performance is no indication of future performance.

MONITORING INDICATORS

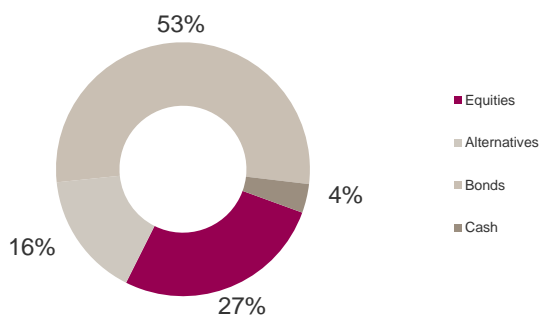
CFM INDOSUEZ EQUILIBRE

Annualised volatility	5,9%
Number of underliers	29

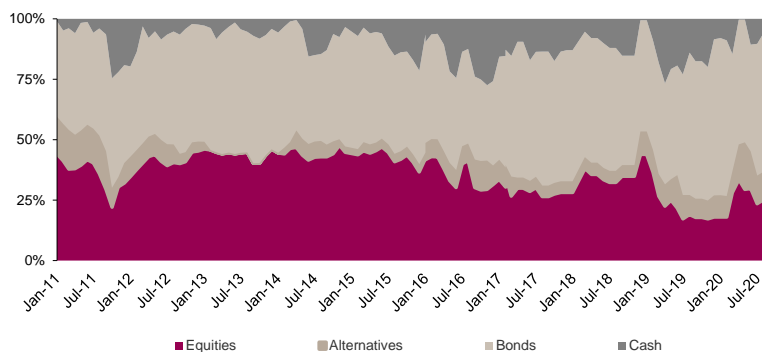
Breakdown by currency

EUR	70,7%
USD	25,8%
JPY	0,0%
GBP	0,0%
Other	3,5%

ASSET ALLOCATION



ASSET ALLOCATION HISTORY



MAIN HOLDINGS

Name	Weighting	Asset class
INDOSUEZ EUROPE GROWTH F CAP	5,90%	Equities Europe
INDOSUEZ FD CORPORATE BONDS F	5,40%	Credit bonds
AMUNDI GOVT BOND EUROMTS BRD INVESTGRADE	5,11%	Credit bonds
HSBC GI MULTI ASSET STYLE FACTORS A CAP	4,91%	Alternative investments
AMIS EURST50 UEDREC	4,49%	Equities Europe
INDOSUEZ FIXED INCOME ASIA F CAP	4,46%	Credit bonds
INDOSUEZ FD FIXED INCOME RMB-F	4,41%	Emerging Bonds
ELEVA ABSOLUTE RET EURO FD RC	4,03%	Alternative investments
ETC AMUNDI PHYSICAL METALS PLC	3,98%	Alternative investments
LO FUNDS CONVERTIBLE BOND -P- CAP EUR	3,52%	Credit bonds

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