

Denim is an open-end fund, founded on September 2002 and registered in France. The fund invests in Eurozone Mid to Large-caps stocks. Denim offers a structured, pragmatic and balanced management approach focusing on 3 investment profiles : companies capable of generating visible growth in earnings and cash flows, companies whose stock market valuation appears attractive according to growth prospects and generation of future cash flows and companies whose end markets are in recovery and will be able to seize these opportunities to create growth in earnings and cash flows. Denim's objective is to achieve, over a five-year horizon, a performance superior to that of its benchmark Euro STOXX 50 Net Return.

RATING



CHARACTERISTICS

Key figures

Net asset value : € 2,913.84
Fund total assets : € 97,882,000
Share total assets : € 95,667,320

Risk profile (SRRI)



Codes

ISIN : FR0007077052
Bloomberg : LFPARNC:FP

Characteristics

Inception date : 27/09/2002
Legal form : FCP (Mutual fund)
AMF Classification : Eurozone equity
Investment horizon : Over 5 years
Reference currency : Euro

Management company : VESTATHENA
Fund manager : Eve NAVARRE
Custodian : BNP Paribas Securities Services
Accountant : BNP Paribas Securities Services
Benchmark : EURO STOXX 50 Net Return (Euro)*
French PEA Eligible : Yes

Subscription/redemption NAV : Unknown
Cut-off : 11.00 am
Accounting frequency : Daily
Settlement : D+3

Management fees : 1.00%
Performance fees : 20% of the outperformance relative to benchmark
Redemption fees : None
Subscription fees : None

Tripartite inventory (Solvency II) : Monthly

* The benchmark is calculated using net reinvested dividends since July 5, 2012

COMMENTS



The month of January was marked by new signs of global economic strength. Leading indicators in both the US and Europe remain at high levels while in China growth has accelerated in 2017 for the first time in seven years. That said, there is still no concrete sign of acceleration of global inflation, which has led Draghi to say that increases of interest rate should not be expected soon. In this context, Eurozone markets were up sharply by more than 3%, and our fund outperformed its benchmark. Intesa San Paolo (Bank, Italy), up by almost 14% over the period, is the main contributor to the fund's performance. The targets of the previous medium-term plan are currently implementing, and the new plan will be communicated shortly to investors. CIE Auto (Consumer Discretionary, Spain), up by more than 15%, is also a strong contributor to the fund's performance over the period. We believe that the long-term growth prospects of this automotive subcontractor are very strong, particularly thanks to their highly optimized industrial processes as well as its global presence. The main detractor to the fund's performance is SPIE (Industry, France). The stock, down by almost 8% over the period, has suffered from low revenues, penalized both by the weak growth in France, and the contraction of the "oil and gas" activity. During the month, we strengthened our positions in Stabilus (Industry, Germany) and Philips Lighting (Industry, Netherlands), initiated recently. We sold Sanofi and reduced our positions in Total, Freenet, Intesa San Paolo and Elior.

PERFORMANCES – Net in €

Cumulated	YTD	1 month	3 months	1 year	3 years	5 years	Inception 27/09/02
Denim	3.36%	3.36%	0.28%	17.12%	21.90%	70.81%	191.38%
Benchmark	3.09%	3.09%	-1.52%	14.50%	16.41%	52.68%	121.21%

Annualized	1 year	3 years	5 years	8 years	10 years	Inception 27/09/02
Denim	17.12%	6.82%	11.30%	7.48%	4.81%	7.22%
Benchmark	14.50%	5.19%	8.83%	6.46%	2.64%	5.31%

Annual	2013	2014	2015	2016	2017
Denim	25.51%	7.49%	9.67%	3.36%	12.07%
Benchmark	21.51%	4.01%	6.42%	3.72%	9.15%

Evolution of performance since inception



Past performance is not a reliable indicator of future performance.

RISKS INDICATORS

	1 year	3 years	5 years	Inception*
Fund volatility	9.07%	15.02%	14.83%	16.56%
Benchmark volatility	10.24%	16.88%	16.69%	20.88%
Tracking error	3.32%	4.37%	4.46%	7.46%
Information ratio	0.79	0.37	0.55	0.20
Sharpe ratio	1.93	0.47	0.77	0.36

	1 year	3 years	5 years	Inception*
Alpha	4.46%	2.14%	3.39%	2.84%
Beta	0.84	0.86	0.86	0.75
R2	0.90	0.94	0.93	0.90
Fund max. drawdown	-5.53	-25.80	-25.80	-47.30
Benchmark max. drawdown	-6.38	-28.37	-28.37	-58.58

Calculated on a 52-week basis
* Since its inception, on 27/09/2002

PORTFOLIO COMPOSITION

Structure

Equity exposure	94.86%
Cash & cash equivalents	5.14%
Number of holdings	41
Turnover rate	22.8%
Average market capitalization (€ Bn)	25.8

With derivatives products – with cash – with mutual funds
The presented exposure to equities and assimilated does not take into account equity exposure across futures

Top holdings (% of net assets)

INTESA SANPAOLO	Italy	4.86%
PLASTIC OMNIUM	France	4.65%
ATOS	France	4.61%
LANXESS	Germany	4.54%
IMERYS	France	3.87%

Without derivative products – without cash – without mutual funds

Contribution to performance (over 1 year)

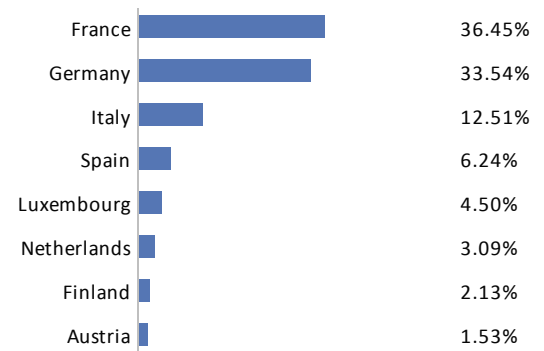
INTESA SANPAOLO	+2.40%	-0.46%	MERCK
CIE AUTOMOTIVE	+1.29%	-0.43%	SPIE
PLASTIC OMNIUM	+1.28%	-0.41%	LEONARDO
DEUTSCHE POST	+1.24%	-0.36%	DEUTSCHE TELEKOM
ALLIANZ	+1.21%	-0.18%	ELIOR

Without derivative products – without cash – without mutual funds

Main operations (over 1 month)

New/Strengthened	Closed/Reduced
STABILUS	TOTAL
PHILIPS LIGHTING NV	FREENET
	INTESA SANPAOLO
	ELIOR
	SANOFI

Country breakdown



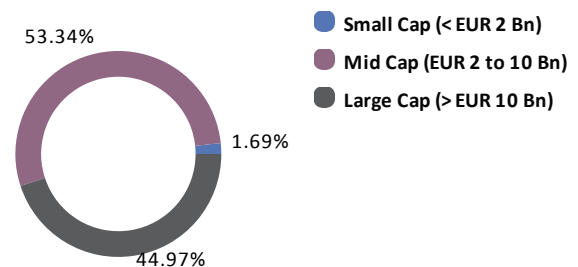
Without derivative products – without cash – without mutual funds

Sector breakdown



Without derivative products – without cash – without mutual funds

Market capitalization breakdown



Without derivative products – without cash – without mutual funds