



Monthly Factsheet

Entrepreneurs, eligible for inclusion in a French equity savings plan (PEA), is invested in 40 or so European companies that are leaders in markets with high barriers to entry.

FUND MANAGER'S COMMENTARY

Dear investors,

The Entrepreneurs fund (-3%) underperformed its benchmark (+0.1%) for the month of July.

Our investment strategy has succeeded over the long term because we think in terms of absolute returns. That is, we look for clearly undervalued companies which we estimate can provide a return on investment of at least 50% over three years.

The portfolio has moved away from the composition of the benchmark index. We are exposed to European value stocks and to cyclical companies which we believe are undervalued. These have not yet been priced appropriately by the market. Some of the fund's companies are objectively undervalued and we believe they are resilient to economic cycles. During the reporting period of half-year results, they were conservative in their communication and annual outlook. In the current market environment, these companies experienced sometimes excessive profit taking. In just a few brutal days, some of them lost everything they had gained since the beginning of the year. However, the fund has also enjoyed some very good performances, especially from Véolia, Ceconomy, Carlsberg and Elis.

In the global context of an incipient trade war, we expect to see other phases of economic slowdown. Nonetheless it is reassuring, and even encouraging that many companies we follow have stock prices and valuation levels that scarcely reflect their fundamentals. Examples include Cargotec (div yield 4.6%, P/E 2019e 8.7x), Konecranes (div yield 4.2%, P/E 2019e 11x) and Valmet (div yield 4%, P/E 2019e 11.8x). The price of these undervalued stocks already reflect an economic slowdown. How would they perform if the market were to anticipate an economy less sluggish than initially anticipated, e.g. in the event of a US-China trade agreement?

To the contrary, growth stocks have performed brilliantly in recent years, thanks not only to improved results and value creation, but also to sharply higher multiples boosted by interest rate cuts. However, we believe that very high valuation levels do not provide investors with the margin of safety they require in the context of an economic slowdown.

Undervalued stocks always adjust too slowly in our eyes. We haven't forgotten how value investors suffered at the end of the 1990s and beginning of the 2000s. Asset bubbles need time to correct. Uncertainties remain, notably the U.S.-China trade war and weak economic growth. Nonetheless, central bank policies should continue to trend favourably for equities, as investors search for returns.

Given these conditions, we remain confident in our portfolio.

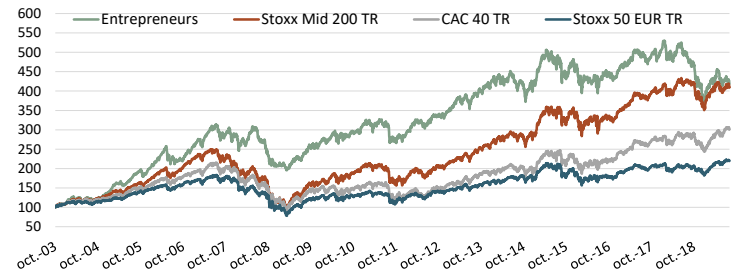
Thierry Flechia and the management team.

PERFORMANCE IN EUROS*

31/07/2019	Entrepreneurs	Stoxx Mid 200 TR	Stoxx 50 EUR TR	CAC 40 TR
Since Inception**	318,7%	309,5%	119,6%	201,0%
2016	-2,5%	1,5%	0,7%	8,8%
2017	11,8%	16,2%	9,0%	12,7%
2018	-25,2%	-11,1%	-10,2%	-8,0%
2019	10,0%	13,8%	18,0%	20,1%
Month	-3,0%	0,1%	0,1%	-0,3%

** On 01/10/2003

PERFORMANCE SINCE INCEPTION*



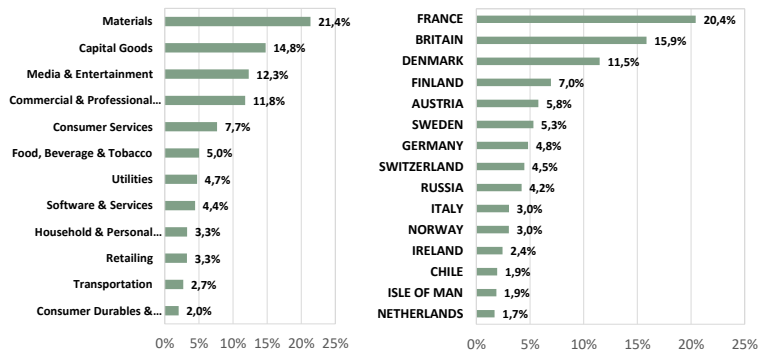
*Past Performance is not Indicative of future results. Performance is not constant over time.

Source bloomberg

TOP HOLDINGS

G4S PLC (BRITAIN, Commercial & Professional Serv)	7,1%
INFORMA PLC (BRITAIN, Media & Entertainment)	5,1%
VEOLIA ENVIRONNEMENT (FRANCE, Utilities)	4,7%
YANDEX NV-A (RUSSIA, Media & Entertainment)	4,2%
CARLSBERG AS-B (DENMARK, Food, Beverage & Tobacco)	3,7%

GEOGRAPHICAL & SECTOR DISTRIBUTION



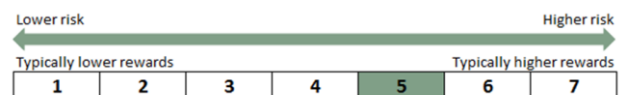
MARKET CAP (In billion euros)

> 10	35%
5-10	13%
< 5	45%
MEDIAN MARKET CAP (BN EUR)	4,6

STATISTICS

EQUITY EXPOSURE	93%
CASH	7%
NUMBER OF HOLDINGS	33
ACTIVE SHARE	93%

RISK PROFILE



MANAGEMENT FEE AND PERFORMANCE FEE

Management fee	1,80%
Performance Fee	20% of any excess return if the NAV outperforms the benchmark

FUND FACTS AND TERMS

Launch date	October 1, 2003
Isin	FR0010007542
Bloomberg Ticker	FLINENT FP
Reuters (RIC)	LP600 88694
Fund size	111,6 Millions
Currency	EUR
Nav calculated	418,65
Benchmark	Stoxx Mid 200 TTR
Custodian	CIC
Nav Calculation	Daily
Cut-Off	10h
Fund structure	UCITS 5

*Past Performance is not indicative of future results. Performance is not constant over time. The Entrepreneurs fund primarily invests in equities and presents a risk of losing capital.

The representative of the Fund in Switzerland is CACEIS SA, Route de Signy 35, CH-1260 Nyon. The distribution of Shares in Switzerland must exclusively be made to qualified investors. The place of performance for Shares in the Fund distributed in Switzerland is at registered office of the Representative.

This document is not a contractual element. Subscriptions can only be made after reading the regulatory documents of the fund (Prospectus, DICI), available upon request from PREVAL.