



## Monthly Factsheet

### FUND MANAGER'S COMMENTARY

The Flinvest Diversifié bounced back during October and outperformed its benchmark index, rising 1.4% while the index declined 0.3%.

As we have often repeated, value/contrarian investing is one of the few investment strategies where you can find clear undervaluation anomalies after several years of underperformance compared with the indices.

We explored this topic in a recent letter to investors entitled "The comeback of Value investing?", and we think the long-awaited inflection point between value and growth investing is probably now at hand. Between 30 August 2019 and 31 October 2019, the MSCI World Value index outperformed the MSCI World Growth index by more than 2.5%, while MSCI Europe Value outperformed MSCI Europe Growth by more than 5%. Lastly, the Russell 1000 Value index outperformed the Russell 1000 Growth index by more than 2% over the period.

In October, the Flinvest Diversifié fund benefited from good performance on the part of GVC, Kaz Minerals, G4S and AP Moller-Maersk (up 23.8%, 14%, 11.8% and 10% in euro terms, respectively). Chinese companies also contributed positively, with JD.com, Weibo and 58.com up 9.9%, 8.4% and 6% in euro terms, respectively. Conversely, the fund's positions in FLSmith, Ceconomy and Informa held back performance.

Overall, the assets comprising the portfolio are very attractively valued. Catch-up should therefore continue, aided by the increasing probability of a soft Brexit and a US-Chinese trade agreement. As a result, we are clearly optimistic about the hidden value in the Flinvest Diversifié fund, which is composed of high-quality assets whose share price performance is lagging.

We thank you for the trust you have placed in us and encourage you to contact us should you require any further information.

Thierry Flecchia and the management team

### INVESTMENT PHILOSOPHY

•The Flinvest Diversifié fund is a Fonds commun de placement (unincorporated mutual fund) invested in money markets and bonds (via UCITS) and equities (via UCITS or directly). Its exposure to equities can vary from 0% to 50%.

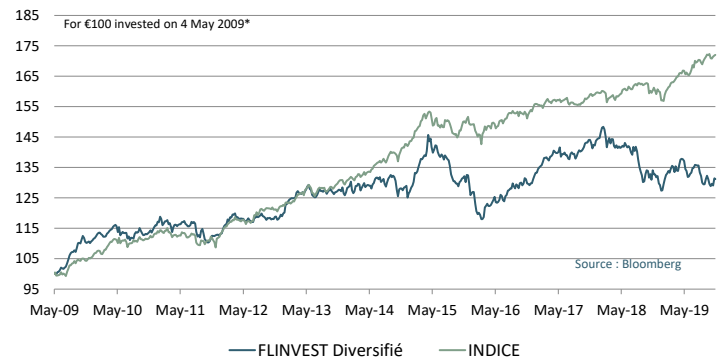
• Assets are managed according to Preval's contrarian management principles which aim to optimise the risk/return profile of the portfolio. They are actively managed with an opportunistic approach to asset classes, geographical regions and instruments based on market developments and the management team's forecasts.

### PERFORMANCES\*

Data as of:	MONTH	2019	2018	Since inception (04/05/2009)
10/25/19				
<b>Flinvest Diversifié</b>	<b>1,4%</b>	<b>3,1%</b>	<b>-11,9%</b>	<b>31,4%</b>
Indice Composite*	-0,3%	9,4%	-1,5%	71,8%

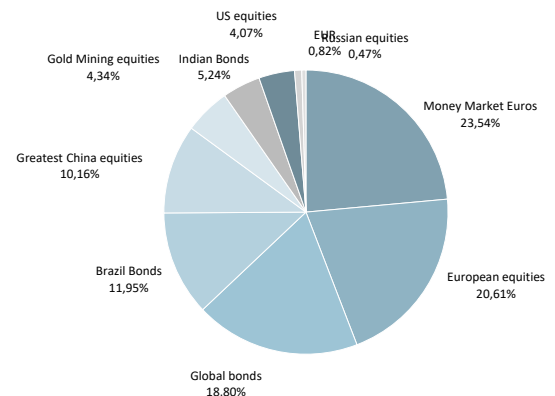
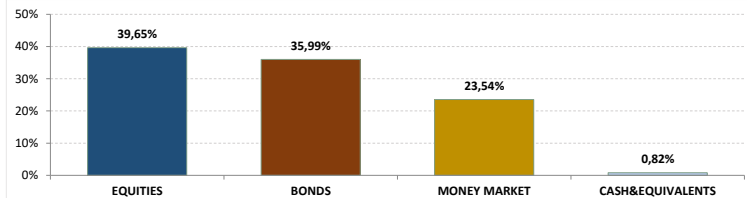
(30% MSCI WOLRD en euros + 30% Euro MTS + 40% EONIA)

Source bloomberg



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

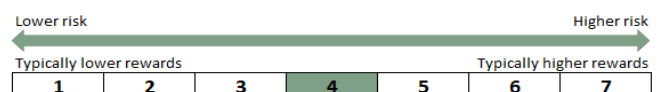
### ASSET ALLOCATION



### FUND FACTS AND TERMS

Launch date	4 mai 2009
Isin	FR0010732792
Bloomberg Ticker	FLDIVER FP
Fund size (EUR)	9 183 261,68 €
Currency	EUR
Nav calculated	1 311,69 €
Benchmark	30% MSCI WOLRD en euros + 30% Euro MTS + 40% EONIA
Custodian	RBC
Valorisation	Weekly
Cut-Off	Thursday 12 p.m
Fund structure	UCITS 5

### RISK PROFILE



### MANAGEMENT FEE AND PERFORMANCE FEE

Management fee	1,40%
Performance Fee	10% of any excess return if the NAV outperforms the benchmark and achieves a positive performance topping the relevant High Water Mark

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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.