



# WORLD WINNERS

October-17

Monthly Factsheet

Share Class A

World Winner invests in about fifty international market-leading companies with a contrarian investment approach.

## FUND MANAGER'S COMMENTARY

For the month of October 2017, World Winners' net asset value climbed +3.2%, slightly lower than the index, which gained +4%.

During the past few weeks, we have capitalised on the third quarter's good earnings reports, as well as a buoyant stock market, to divest some longstanding investments. As you know, our philosophy is to buy high-quality, liquid companies that we believe are undervalued and have the potential to grow by more than 50% over a three-year timeframe. As a result, our stock market activity is generally quite limited because we wait until these undervaluations are corrected, following various publications that reflect the progress made by the management teams with their objectives. After being launched 30 months ago, we have renewed around 20% of our portfolio since this summer, investing in 10 new companies (including the first week of November).

Certain companies, which have been held for a number of months and had made strong progress, have been removed from the portfolio to give way to securities with stronger upside potential. For instance, we sold our positions in Alibaba, Tencent and Lee & Man, which had been part of the portfolio since 2015, achieving capital gains ranging from +48% to +119%. On the other end, we initiated new positions, primarily in the retail sector in the US and agrifood in China. The retail sector has been left decimated by investors, who believe that all the players in this sector are bound to disappear as they are faced with the threat posed by Amazon. While we believe that Amazon is clearly driving a major transformation in the market, we also believe that certain firms which have strong brands and a good online presence, will be able to succeed in such an environment. Faced with the market's usual irrational and excessive response, we have been able to buy some companies such as L Brands (Victoria's Secret), American Eagle, Dollar Tree or even Michael Kors for attractive prices.

The benefits of this work are already being seen and you can rest assured that despite achieving a performance of +30.5% since being created, your portfolio still has significant potential for further growth. This is a vital point in understanding your investments. While it is true that strong growth in an index or passive management may undermine future performance, the situation is quite different for an actively managed fund. We work every day to identify companies that offer strong upside potential for you. To achieve this, we have further strengthened our team with the arrival of a new analyst.

Thierry Flecchia

Arnaud de Grainville

## FUND FACTS AND TERMS

|                  |                                      |
|------------------|--------------------------------------|
| Launch date      | 10 April 2015                        |
| Isin             | LU1132346872                         |
| Bloomberg Ticker | PREWWAE                              |
| Fund size        | 148 Millions                         |
| Currency         | EUR                                  |
| Nav calculated   | 130,49 EUR                           |
| Benchmark        | MSCI World AC Total return net Euros |
| Custodian        | Credit Suisse Luxembourg             |
| Nav Calculation  | Weekly                               |
| Cut-Off          | Thursday 3 p.m                       |
| Fund structure   | UCITS 5                              |

## PERFORMANCE IN EUROS

| 27/10/2017        | World Winners - A | MSCI ACWI |
|-------------------|-------------------|-----------|
| Since Inception * | 30,5%             | 9,9%      |
| 2015 *            | -4,5%             | -9,1%     |
| 2016              | 10,4%             | 11,1%     |
| 2017              | 23,7%             | 8,8%      |
| Month             | 3,2%              | 4,0%      |

\* On 10/04/2015

## PERFORMANCE SINCE INCEPTION



Past performance is no guarantee of future performance.

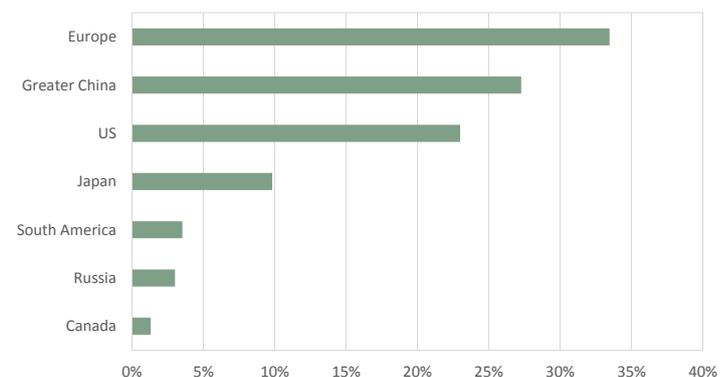
## TOP HOLDINGS

|                              |      |
|------------------------------|------|
| G4S PLC                      | 5,1% |
| DOLLAR TREE                  | 4,2% |
| SHISEIDO CO LTD              | 4,1% |
| SERVICEMASTER GLOBAL HOLDING | 4,0% |
| VEOLIA ENVIRONNEMENT         | 3,2% |

## TOP SECTOR

|                        |       |
|------------------------|-------|
| Consumer Discretionary | 30,3% |
| Consumer Staples       | 23,6% |
| Industrials            | 17,0% |
| Materials              | 12,6% |
| Information Technology | 6,3%  |

## GEOGRAPHICAL DISTRIBUTION



## MARKET CAP (In billion euros)

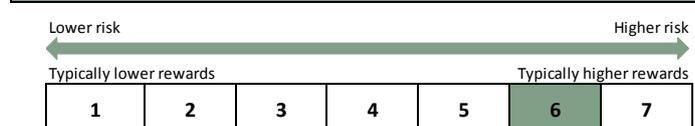
|                            |     |
|----------------------------|-----|
| > 10                       | 29% |
| 5-10                       | 30% |
| < 5                        | 42% |
| MEDIAN MARKET CAP (BN EUR) | 6,4 |

## STATISTICS

|                      |       |
|----------------------|-------|
| EQUITY EXPOSURE      | 101%* |
| CASH                 | -1%*  |
| NUMBER OF HOLDINGS   | 43    |
| ACTIVE SHARE         | 100%  |
| MEDIAN PRICE EARNING | 23,7  |

\* Performance fee invested

## RISK PROFILE



## MANAGEMENT FEE AND PERFORMANCE FEE

|                 |  |
|-----------------|--|
| Management fee  | 1,80%  |
| Performance Fee | 20% of any excess return if the NAV outperforms the benchmark and achieves a positive performance topping the relevant High Water Mark |

The representative of the Fund in Switzerland is Hugo Fund Services SA, 6 cours de Rive, 1204 Geneva. 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.

Non contractual document. For further information, please refer to the Prospectus and the KIID - available in the management company headquarters or on our website [www.preval.lu](http://www.preval.lu)

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