



WORLD WINNERS

October-16

Monthly Factsheet

Share Class I

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

FUND MANAGER'S COMMENTARY

Over the month, the fund delivered a performance of +1.6%, compared with +1.1% for the benchmark index. This gain takes its performance since the start of the year up to +6.8%, with an outperformance of +270bp despite our underexposure, for valuation reasons, to US companies, which have nevertheless outperformed once again this year. This clearly highlights the effectiveness of our stock picking.

Even just a few months ago, all investors were widely proclaiming that inflation had gone forever, that we had moved into deflation as a result of deep structural changes (economy's uberization, demographics, etc.). Recently, inflation has become the market's new fear. The stabilisation of the European economy, the United States' continued recovery and the increase in producer prices in China (first time in five years) have been enough to change the market's mind.

We can see that lots of reasons are being put forward to not invest in equities! This is opening up very attractive investment opportunities for fundamental managers, able to base their analysis on facts and not beliefs or uncertain and unpredictable expectations.

At PREVAL, we are not making any more forecasts for inflation than for other economic aggregates: we are focusing on stock picking. Fears of slipping into secular deflation have driven investors away from equities and particularly certain categories of stocks (companies considered to be too cyclical) in favour of "visible growth" equities or equities with high dividends. The valuations of these assets have become too high, generating a risk for investors.

Based on our analysis, we have continued to keep away from these consensus stocks and position ourselves around companies with excessively low valuations based on their prospects.

Examples include China Lesso (+11% over the month), a Chinese company that produces PVC piping for water supplies and drainage. The company has very strong local market shares in this sector, which still has very low penetration levels, for drainage systems in Chinese towns and cities. This company, which has a proven track record of successfully growing and defending its margins, was valued at barely 5x its operating income at the start of the month.

The majority of assets have been inflated by monetary policies that are too accommodating. At a time when growth and passive management have benefited from major liquidity flows, we believe it is more than ever relevant to position ourselves with an active, contrarian management approach. Our contrarian, risk-averse style has always enabled us to come through the various crises and we are confident that we will be able to create value over and above any short-term volatility that will be triggered by the necessary and painful bursting of the bond bubble.

Thierry Flecchia

Arnaud de Grainville

FUND FACTS AND TERMS

Launch date	10 April 2015
Isin	LU1132347094
Bloomberg Ticker	PREWWIE
Fund size	78 Millions
Currency	EUR
Nav calculated	102,49 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 4
Management Fees	1,20%

PERFORMANCE IN EUROS

28/10/2016	World Winners - I	MSCI ACWI
Since Inception *	2,5%	-5,3%
2015 *	-4,0%	-9,1%
2016	6,8%	4,1%
Month	1,6%	1,1%

* On 10/04/2015

PERFORMANCE SINCE INCEPTION



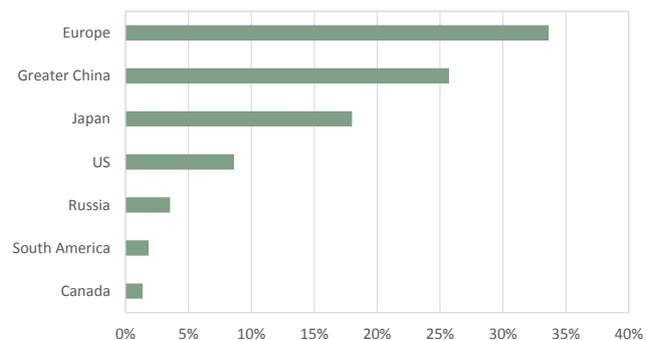
Past performance is no guarantee of future performance.

TOP HOLDINGS

G4S PLC	5,2%	Consumer, Non-cyclical	41,5%
LAFARGEHOLCIM LTD-REG	3,9%	Industrial	18,6%
STERIS CORP	3,8%	Communications	10,4%
TELECOM ITALIA SPA	3,6%	Consumer, Cyclical	9,1%
MEIJI HOLDINGS CO LTD	3,5%	Basic Materials	8,3%

TOP SECTOR

GEOGRAPHICAL DISTRIBUTION



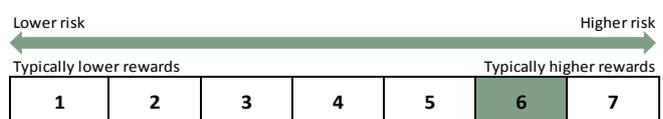
MARKET CAP (In billion euros)

> 10	33%
5-10	15%
< 5	44%
MEDIAN MARKET CAP (BN EUR)	5,7

STATISTICS

EQUITY EXPOSURE	93%
CASH	7%
NUMBER OF HOLDINGS	38
ACTIVE SHARE	96%
MEDIAN PRICE EARNING	18,3

RISK PROFILE



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

PREVAL - limited company with a capital of €250.000 - RCS Luxembourg B 190081 - CSSF authorization S00000993 - 11 Boulevard Royal L2449 Luxembourg - +352.28.26.77.1