



## Monthly factsheet

Preval - Entrepreneurs, eligible for inclusion in a French equity savings plan (PEA), is invested in a selection of 30 to 50 market-leading European companies with a contrarian investment approach.

Countries available for sale: **FR** **CH** **BE** **SP**

### INVESTMENT PHILOSOPHY

- Stock-picking based on fundamental analysis (Private Equity approach)
- Focused approach on longstanding knowledge of leading high-quality companies (a reduced selection of approx. 250 companies), undervalued by the market (growth either underestimated or restructuring of a company having undergone a fall in earnings), in order to minimize risk
- Seeking returns over a 3 to 5 year horizon: unconstrained and benchmark agnostic approach
- Build a high-conviction but diversified portfolio (30 to 50 holdings)

### FUND MANAGER'S COMMENTARY

Dear Investors,

Governments and central banks throughout the world are continuing to support their economies, while differences in recovery are appearing from one country to another.

European economies have been hit by a new surge of Covid-19 cases and the measures taken to combat a "third wave". In March, the ECB increased its bond purchases to counter a potential rise in yields.

In the United States, fiscal policy looks likely to be more aggressive than in the rest of the world, given the \$1.9 trillion stimulus plan and the \$3 trillion infrastructure plan. The Fed is anticipating a +2.2% increase in core inflation this year and a +6.5% rise in GDP. It is maintaining its current monetary policy, while reassuring investors that inflation is under control.

Investor optimism about economic recovery in the United States and inflationary expectations have pushed bond yields up to their highest level in 14 months. In this context, growth stocks extended the correction they initiated at the start of the year, prompting outperformance in cyclical and value stocks (MSCI World Value Index EUR up +8.8%, vs MSCI World Growth Index EUR up +3.7%).

During the month of March 2021, Preval-Entrepreneurs rose by +5.6%, vs a +6.1% increase in its benchmark index.

The performance of your fund was boosted by the approval of the fiscal policies mentioned above. Portfolio companies exposed to construction, such as HeidelbergCement (cement, Germany) and Saint-Gobain (construction materials, France), performed well as a result, rising by +18.3% and +13.2%, respectively.

On the negative side, the announcement of new restrictions in Europe penalised the performance of portfolio companies exposed to household consumption as well as to travel and leisure, such as Elis (services, France), Worldline (payment services, France), Edenred (services, France) and Ceconomy (non-food retailing, Germany), which saw their share prices decline by -2.9%, -3.2%, -2.9% and -4.5%, respectively.

With interest rates very low and considerable liquidity being injected into the economy, we stand firm in our belief that the companies in the portfolio have the potential to appreciate in value and that stock-picking in general has a bright future.

We thank you for the trust you have placed in us.

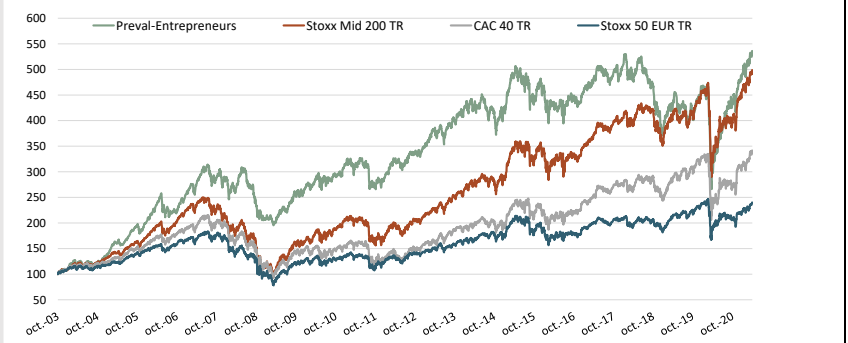
Thierry Flecchia and the management team.

### PERFORMANCE IN EUROS\*

31/03/2021	Preval-Entrepreneurs	Stoxx Mid 200 TR	Stoxx 50 EUR TR	CAC 40 TR
Since inception**	435,3%	397,5%	139,4%	240,6%
2018	-25,2%	-11,1%	-10,2%	-8,0%
2019	21,7%	26,4%	27,4%	30,5%
2020	5,6%	0,7%	-6,3%	-5,0%
2020	9,4%	8,6%	7,8%	9,6%
Month	5,6%	6,1%	6,9%	6,5%

\*\* On 01/10/2003

### PERFORMANCE SINCE INCEPTION\*



\*Post Performance is not indicative of future results. Performance is not constant over time.

### TOP 10 HOLDINGS

METSO OUTOTEC OYJ (Finland, Capital Goods)	5,2%
DCC (Ireland, Capital Goods)	3,8%
AP MOELLER-MAERSK A/S-B (Denmark, Transportation)	3,7%
LINDE PLC (Ireland, Materials)	3,6%
SCHIBSTED (Norway, Media & Entertainment)	3,6%
BRENTAG AG (Germany, Capital Goods)	3,4%
GRIFOLS SA (Spain, Pharmaceuticals, Biotechnology)	3,4%
RHI MAGNESITA NV (Netherlands, Materials)	3,2%
ELIS SA (France, Commercial & Professional Serv)	3,1%
HEIDELBERGCEMENT (Germany, Materials)	3,1%

### FUND FACTS AND TERMS

Launch date	01-October-2003
Isin	FR0010007542
Bloomberg Ticker	FLINENT FP
Reuters (RIC)	LP600 88694
Fund size (EUR)	107,7 Millions
Currency	EUR
Nav calculated	535,31 EUR
Benchmark	Stoxx Mid 200 TTR
Custodian	CIC
Nav Calculation	Daily
Cut-Off	10am
Fund structure	UCITS 5



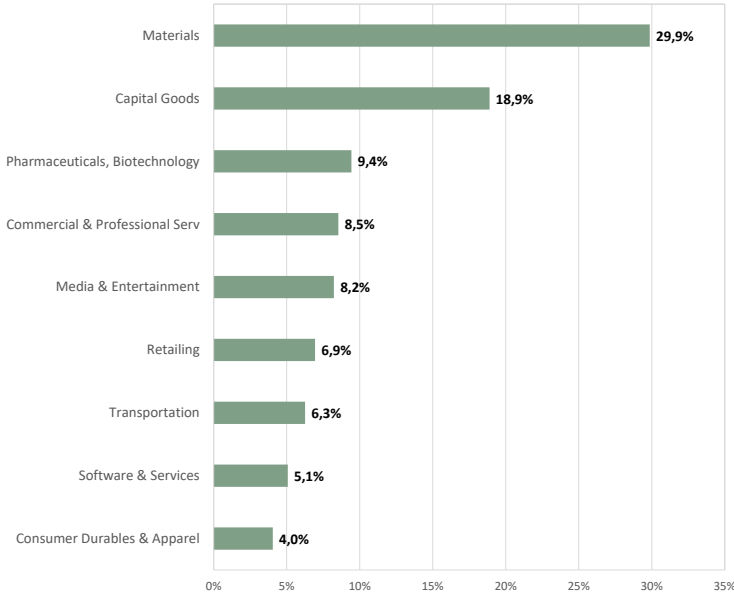
# PREVAL - ENTREPRENEURS

March-21

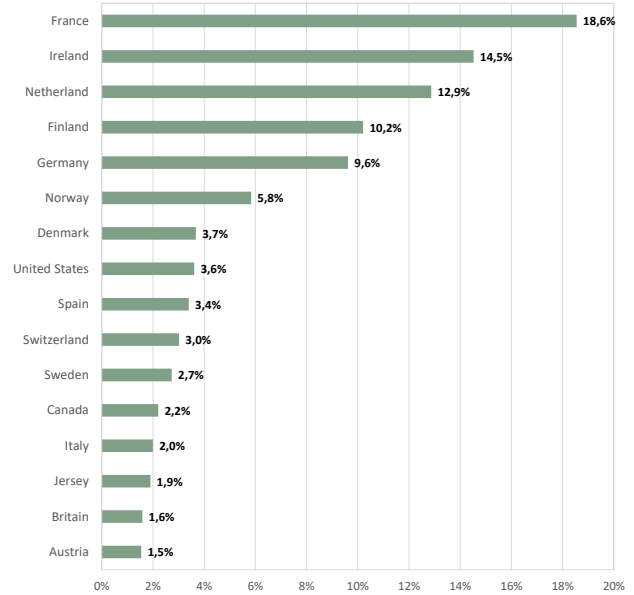
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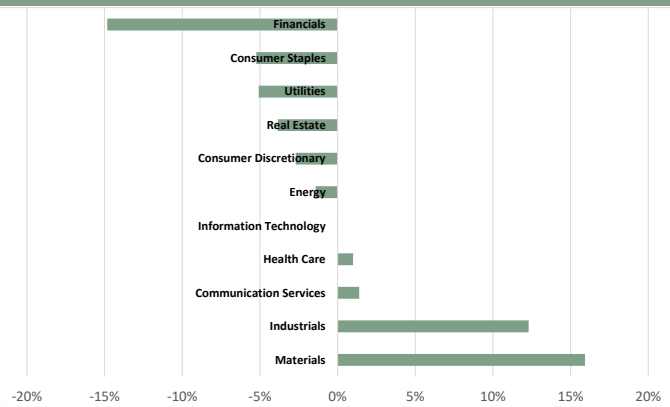
### SECTOR EXPOSURE



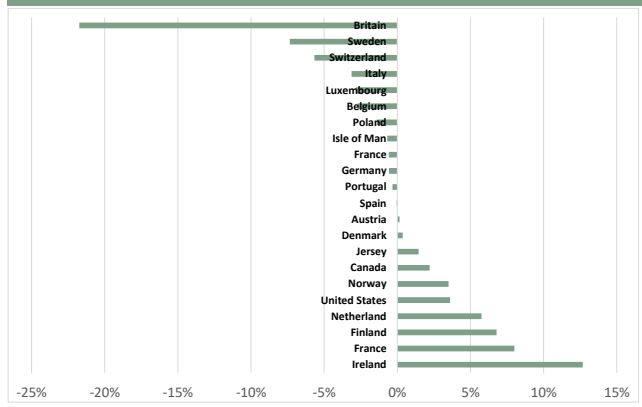
### GEOGRAPHIC EXPOSURE



### RELATIVE SECTOR EXPOSURE



### RELATIVE GEOGRAPHIC EXPOSURE



### PORTFOLIO CONCENTRATION

Top 10 holdings	36,1%
Top 20 holdings	64,0%
Top 30 holdings	84,8%
Total	97%

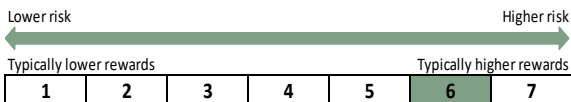
### MARKET CAP (in billion euros)

> 10	46%
5-10	30%
< 5	22%
Median Market Cap (BN EUR)	9,3

### STATISTICS

Equity Exposure	97%
Cash	3%
Number of Holdings	38
Active Share	92%
Median Price Earnings	19,7

### RISK PROFILE



### MANAGEMENT FEE AND PERFORMANCE FEE

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

\*Past Performance is not Indicative of future results. Performance is not constant over time. The Preval-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, KIID), available upon request from Preval.