

METROPOLE SELECTION

Sub-fund of French legal umbrella fund METROPOLE Funds



FR0011468602 / W

April 2019
Data at 29 March 2019

Investment strategy

A European UCITS V - Compliant fund
AMF Classification: EU equities

Main investment cases for undervalued European stocks

EUROPE

Investment objective

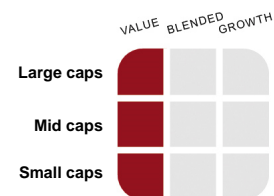
On an equity horizon to outperform the average of European equities benchmarked funds and the STOXX Europe Large 200 dividends net reinvested.

Reference Universe

Stocks from the European union, Switzerland and Norway. All capitalisations.

Characteristics

A pure equity portfolio. Decorrelation from the large indexes in the short and medium term. Eligible for French Equity Savings Plan ("PEA").



Bloomberg code : METSELW FP

Sub-fund characteristics

The team and the sub-fund

Head of fund management	Isabel LEVY / Ingrid TRAWINSKI / Cédric HERENG
Fund Management	Collegiate fund mnngt.
Managed since	11/2002
Sub-fund inception date (*)	31/03/2017
Change in management process	No
Recommended investment horizon	5 years

Sub-fund administration

Total assets (in millions)	EUR 1,086.1
Net asset value (NAV)	EUR 248.43
Freq. of NAV calculation	Daily
Type of valuation	Closing price
ISIN Code (W)	FR0011468602
Custodian	CACEIS Bank
Fund administration	CACEIS Fund Administration
Type	Capitalisation
Max management fees (W)	0.85 %
Ongoing charges (W)	0.87 %

Reference Universe

Morningstar Pro category	Europe Large-Cap Value Equity
Benchmark	Stoxx Europe Large 200
Change in benchmark index	No
Frequency of rebalancing	Daily
Net dividends reinvested	Yes

(*) The sub-fund results from the merger-absorption of the FCP METROPOLE SELECTION launched on 29/11/2002. The W unit created on 15/05/2013 became the W share class on 31/03/2017.

Management comments



The European fund management team: Ingrid TRAWINSKI, Jérémie GAUDICHON, Fredrik BERENHOLT, Isabel LEVY, Thibault MOUREU, Markus MAUS, Cédric HERENG.

Equity markets continued to rally over the month. Investor concerns were nonetheless revived by worsening Eurozone leading indicators such as the manufacturing PMI, signalling a business downturn and inversion of part of the US yield curve, which is generally seen as an early indication of recession. This climate of widespread pessimism has resulted in a fall in interest rates and a strong sector rotation on equity markets that have had a highly adverse impact on the Value management style. As a result, so-called defensive sectors such as consumer staples and utilities made significant progress despite high valuations, while the finance and industry sectors, and cyclical stocks in general, all underperformed.

Among the main movements in the portfolio, we introduced four new positions: Rio Tinto, Morrisons, Allianz and Klépierre. All feature discounted valuations and strong cash flow generation, enabling them to distribute high and sustainable dividends. We sold out of our positions in Kingfisher and Swatch and reduced some of our banking positions (Unicredit, Banco Santander, Intesa Sanpaolo and Société Générale). Among the companies in the materials and energy sectors, we added to Total and reduced TechnipFMC, Weir and Metso.

Subscriptions / redemptions

Requests will be centralised with CACEIS Bank Luxembourg branch until 12 p.m. CET/CEST on a daily basis, and processed on the basis of the next net asset value which will be calculated based on the closing prices on the same day, in other words, at unknown price. All related settlements will be made two trading days following the NAV calculation / unit (D+2). **CACEIS Bank Luxembourg branch: Tel. 00 352 47 67 70 63 - Email: FDS-Investor-services@caceis.com.** Please ensure that your financial intermediary gives your company's name and your BIC/BIC1 code to CACEIS Bank.

This document is for information purposes only and represents neither 1) an invitation or solicitation to invest in, or offer to sell the financial instruments described herein, 2) nor any form of investment advice. It is important to read the most recent version of the prospectus and KIID (Key Investor Information Document) before making any investment decision with regard to the financial instruments described in the present document. Future investors must take the necessary steps to determine how much they can invest on the basis of the legal, tax and accounting considerations which apply to their specific situation. The distribution of the present document or the prospectus may be restricted by law in certain territories, countries or jurisdictions and investors are required to inform themselves and to comply with any such restrictions in any relevant territory, country or jurisdiction. The opinions expressed in the present document may be modified without prior notice. Investors are responsible for ensuring that they are in possession of the most recent available version of the present document. Past performance is not a reliable indicator of current or future results. Performance data does not take into account the fees that are charged for the issue and redemption of shares. The value of investments and the income from them can go down as well as up and investors may get back less than the amount they invest. The risks, fees and ongoing charges are described in the KIID. The prospectus, KIIDs, NAV and annual reports are available at www.metroplegestion.com or upon request at METROPOLE Gestion. METROPOLE Gestion is approved by the French Financial Markets Authority (AMF). For more information, please contact us at the following e-mail address: metropleg@metroplegestion.fr. This document was published by the asset management company: METROPOLE Gestion SA 9, rue des Filles Saint-Thomas, 75002 Paris, France - Tel +33 (0) 1 58 71 17 00 - Fax: +33 (0) 1 58 71 17 93 - www.metroplegestion.com. METROPOLE Gestion SA is holding a license from the Autorité des marchés financiers, 17 place de la Bourse, 75082 Paris Cedex 2, France, under whose supervision it is.

Performances & risks

SINCE (15/05/2013)

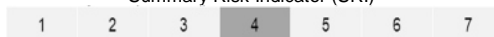


Risk indicators

	1 year	3 years
Volatility	13.45 %	14.52 %
Volatility of benchmark index	11.98 %	12.74 %
Tracking error	5.25 %	5.15 %
Information ratio	-2.66	-0.85
Sharpe ratio	-0.56	0.18
Alpha	-0.14	-0.16
Bêta	1.03	1.07

Morningstar®: ★★★

Summary Risk Indicator (SRI) ¹



Performances	Since inception	Annualised	YTD	1 mo.	3 mos.	6 mos.	1 yr.	3 yrs.	5 yrs.	
Portfolio	24.22%	3.76%	9.77%	0.32%	9.77%	-7.87%	-7.80%	7.09%	4.31%	
STOXX Europe Large 200 NR	38.41%	5.69%	13.11%	2.38%	13.11%	0.88%	6.16%	21.39%	27.24%	
Performance gap	-14.19	-1.93	-3.34	-2.06	-3.34	-8.75	-13.96	-14.30	-22.93	
Peer group average performance*	32.97%	4.89%	10.55%	0.27%	10.55%	-4.42%	-2.34%	14.93%	15.63%	
Quartile*	3	3	3	2	3	4	4	4	4	

Calendar	2018	2017	2016	2015	2014	2013 (*)				
Portfolio	-17.74%	8.70%	0.09%	9.88%	0.62%	14.36%				
STOXX Europe Large 200 NR	-10.53%	8.92%	1.88%	7.70%	7.09%	6.86%				
Performance gap	-7.21	-0.22	-1.79	2.18	-6.47	7.50				
Peer group average performance*	-14.85%	9.25%	3.32%	8.59%	3.51%	23.50%				
Quartile*	4	3	3	2	4	1				

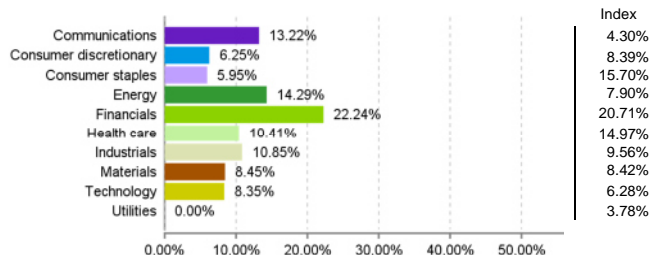
The sub-fund results from the merger-absorption of the FCP METROPOLE SELECTION launched on 29/11/2002. The W unit created on 15/05/2013 became the W share class on 31/03/2017. *Category "Europe Large-Cap Value Equity" and Quartile Morningstar.

Past performances are no guarantee of current or future results.

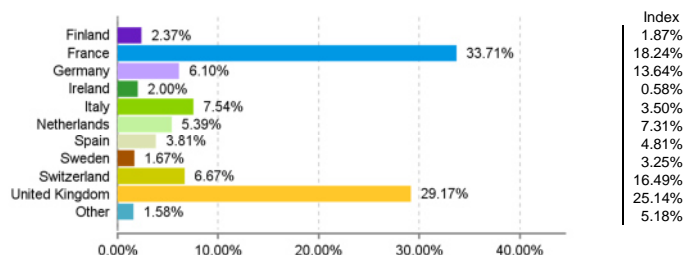
©2018 Morningstar, Inc. All rights reserved. The information contained in this document: (1) is the proprietary material of Morningstar and/or its information providers; (2) may not be reproduced or redistributed; (3) is presented without guarantee as to its accuracy, completeness or correctness. Neither Morningstar nor its information providers may be held liable for any damage or loss resulting from the use of this data.

Portfolio analysis

Sector breakdown



Geographical breakdown



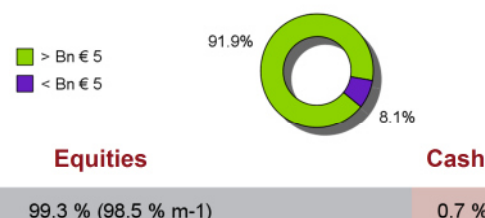
Top Holdings

BP	5.4 %
ROYAL DUTCH SHELL	5.2 %
GLAXOSMITHKLINE	4.0 %
INTESA SANPAOLO	3.9 %
CAPGEMINI	3.9 %
BANCO SANTANDER	3.7 %
SANOFI	3.4 %
UNICREDIT	3.3 %
SAINT-GOBAIN	3.3 %
CARREFOUR	3.0 %

39.1 %

Average portfolio capitalisation : 51,592 M€

Breakdown by capitalisation



Number of holdings: 38

Month purchases : ALLIANZ, KLEPIERRE, RIO TINTO, MORRISONS

Month sales : KINGFISHER, SWATCH GROUP

Carbon footprint (t eq. CO2/year/€m. of revenue)

Portfolio	110.62
Benchmark	186.17

Source : METROPOLE Gestion

(1) Summary Risk Indicator PRIIPs (SRI): Risk scale from 1 (lowest risk) at 7 (highest risk); Risk 1 does not mean a risk-free investment.