

# DORVAL MANAGEURS SMALL CAP EURO

August 31, 2017

Document intended for professional clients and non professional clients (in accordance with MIFID)



Eligible for both PEA and PEA-PME French tax treatment

NAV Share C : 209.76 €

NAV Share I : 2,170.85 €

Assets Under

Management : 168,810,024.84 €

ISIN Code Share C : FR0011645621

ISIN Code Share I : FR0011645639

BLOOMBERG Code Share C : DFMSCE FP EQUITY

BLOOMBERG Code Share I : DFMSCEI FP EQUITY

Fund Managers : Mathilde Guillemot-Costes, Julien Goujon

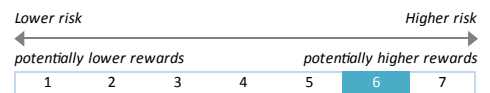
Morningstar Rating :

## MANAGEMENT PHILOSOPHY

Created on January 10th 2014, Dorval Manageurs Small Cap Euro is a small equity fund eligible for both PEA and PEA- PME French tax treatment. Dorval Manageurs Small Cap Euro aims to outperform the reference index, the MSCI EMU Small Cap net total return, calculated with dividends reinvested over a five-year investment horizon.

The fund management team selects companies by drawing on its in-depth knowledge of a company's directors, its management team and their managerial profile. Depending on the macroeconomic situation, the fund management team also favours adjusting the management style to switch between growth stocks and discounted stocks within a defined risk budget. As such, the fund management team can invest up to 25% of the assets in money market mutual funds and public or private debt securities. The fund invests at least 75% of its assets in European shares issued by companies that meet the following criteria: firstly, fewer than 5,000 employees, secondly, annual sales of less than €1.5 billion or a balance sheet of below €2 billion. The portfolio consists of approximately 60 stocks selected with a view to ensure sectorial diversification but without any correlation to a benchmark.

## RISK AND REWARD PROFILE



The risk-return scale (profile) is an indicator with a score from 1 to 7. It corresponds to an increasing level of risk and return. It is the result of a regulatory methodology based on annualised volatility, calculated over 5 years. Checked on a periodic basis, the indicator can vary.

## PERFORMANCE

	1Mth	3Mths	6Mths	YTD	1Yr	3Yrs	5Yrs	Since 10/01/2014
Performance DMSCE Share C	1.9	0.8	17.0	25.5	35.3	95.1	/	109.8
Performance DMSCE Share I	1.9	1.0	17.5	26.3	36.6	100.4	/	117.1
Performance Benchmark	0.3	-0.4	11.8	16.2	22.1	48.6	/	49.9

	2017	2016	2015
Performance DMSCE Share C	25.5	15.5	29.6
Performance DMSCE Share I	26.3	16.7	30.6
Performance Benchmark	16.2	3.3	24.3

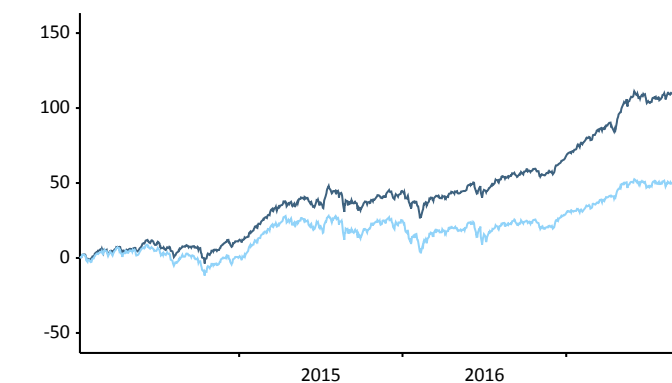
## MONTHLY COMMENTARY

European markets declined over the whole month (Eurostoxx -0.7%), negatively impacted by renewed geopolitical tension surrounding North Korea and the fluctuations of the euro against the dollar. With regard to the trend on the forex market, the continued improvement of the economic situation in Europe and questions over the strength of the US recovery fuelled the dollar's slide against the euro, which came out at 1.20 at the end of August (vs. 1.05 at the beginning of 2017).

In August, the Dorval Manageurs Small Cap Euro fund posted a performance of 1.9% (+25.5% since the beginning of the year), compared with 0.3% for its benchmark, the MSCI EMU Small Cap, calculated with net dividends reinvested (+16.2% in 2017).

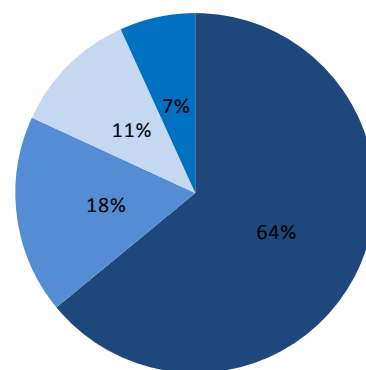
With regard to these developments, the investment themes, which are still promising, remain identical: 1/ growing digitalisation of the economy; 2/ spread of global growth to emerging countries; 3/ recovery in Europe: construction, investment, consumption. The main contributors to performance over the month were: Prima Industrie, Visiativ, S&T and Wirecard.

## PERFORMANCE SINCE INCEPTION



— Dorval Managers Small Cap Euro Share C — Benchmark

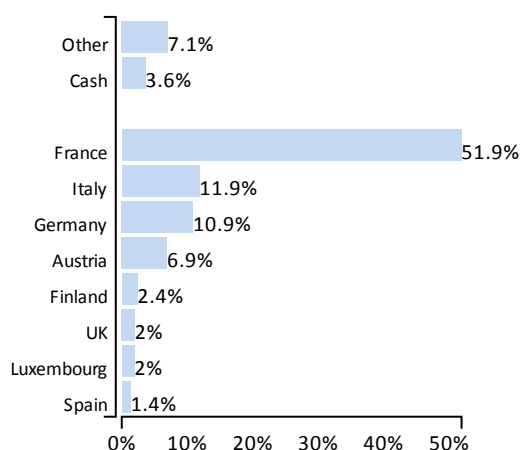
## PORTFOLIO BREAKDOWN



■ Empire builders ■ Rescuers ■ Family Heirs ■ Homegrown managers

Past performance is not a reliable indicator of future performance. Performance calculation takes into account net dividend re-invested for the fund and net dividend non re-invested for the benchmark.

## PORTFOLIO BREAKDOWN



### Sectorial Breakdown

	% AUM
Technology	42.6
Industrials	16.2
Consumer	9.0
Consumer Services	7.1
Health Care	6.4
Basic Materials	3.0
Utilities	2.5
Financials	2.4

### Capitalisation Size

	% AUM
> 5 Bi €	5.8
From 1 to 5 Bi €	10.1
From 500 Mi to 1 Bi €	33.6
< 500 Mi €	39.9

### Number of holdings :

	54
Top 5 holdings :	14.7 %
Top 10 holdings :	27.2 %

## Main portfolio holdings

1 - S&T AG	6 - Kaufman & Broad
2 - PRIMA INDUSTRIE SPA	7 - DIRECT ENERGIE
3 - MGI DIGITAL GRAPHIC TECHNOLOGY	8 - REPLY
4 - WIRECARD AG	9 - CHARGEURS SA
5 - GUERBET	10 FERRATUM OY

## Main holdings changes

GAZTRANSPORT ET TECHNIGA-W/I	SOLD
GROUPE FNAC	SOLD
PRIMA INDUSTRIE SPA	REDUCED
DIALOG SEMICON	REDUCED
Kaufman & Broad	REDUCED

## RISK ANALYSIS

Ratio	1 Yr	3 Yrs	5 Yrs	Ratio	Value
Alpha	0.25	0.23	-	Max performance	119.3% from 16/10/14 to 02/06/17
Beta	0.86	0.78	-	Max drawdown	-14.6% from 20/07/15 to 09/02/16
Sharpe Ratio	3.62	2.02	-	Recovery period	107 Days
Tracking Error	4.41	5.87	-	Profitable months	65.9% monthly
Information Ratio	3.00	1.85	-		
Volatility DMSCE Share C	8.6	12.3	-		
Volatility Benchmark	9.3	15.8	-		

## CHARACTERISTICS

ISIN Code Share C	FR0011645621	Custodian	Caceis Bank France
ISIN Code Share I	FR0011645639	Delegated Financial Manager	Caceis Bank France
Bloomberg Code Share C	DFMSCER FP EQUITY	Initial Minimum Subscription	1 share
Bloomberg Code Share I	DFMSCEI FP EQUITY	Cut Off (local time)	13h00
Inception Date	January 10th, 2014	Recommended investment period	5 years
Legal Form	FCP Français	Benchmark	MSCI EMU Small Cap net return
AMF Classification	Actions de pays de la Zone Euro	Subscription fees	4% retained by the fund + (2% Share C/ 1% Share I) not retained by the fund
Investment Universe	European Equities, all capitalization size	Management fees	Max 2.1% Share C/ 1% Share I
Eligible to PEA	YES	Redemption fees	0,00 %
Eligible to PEA-PME	YES	Performance fees	20% of the outperformance above its benchmark if the fund's performance is positive.
UCITS Compliant	YES		
NAV Frequency	Daily (market closure)		
Management Company	DORVAL ASSET MANAGEMENT		

In accordance with regulations, upon written request, the customer may receive details of the compensation relating to the distribution of this product.

## CONTACTS

### DORVAL ASSET MANAGEMENT

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## LEGAL INFORMATION

All data relating to the fund are obtained from the book inventory and data relating to the indices and the characteristics of securities held in the portfolio are obtained from Bloomberg. The figures indicated relate to previous years. Past performance is not a reliable indicator of future performance. Investors are reminded that the composition of the portfolio may differ considerably from that of its benchmark index. As the management style is discretionary, the portfolio will never seek to reproduce the composition of the benchmark index either on a geographical or sector level. The benchmark index is therefore simply an a posteriori performance indicator. The risks and costs relating to investment in UCITS are described in the relevant prospectus. The prospectus and periodic reports are available on request from Dorval Asset Management. The prospectus must be provided to investors prior to subscription. The definition of risk indicators mentioned in this document may be found on the website: [www.dorval-am.com](http://www.dorval-am.com). Prior to any investment, it should be verified that the investor is legally authorised to invest in a UCITS. The UCITS is not authorised for distribution in jurisdictions other than the countries in which it is registered. Performance data does not take into account fees and commissions received in respect of the issue and redemption of units or tax costs imposed by the client's country of residence. If a UCITS is subject to a specific tax regime, it should be noted that this regime depends on the individual situation of each client and may be liable to change. This document is intended for professional and non-professional clients. It may not be used for any purpose other than that for which it was designed and may not be reproduced, distributed or transmitted to third parties, either in whole or in part, without the prior written authorisation of Dorval Asset Management. The information contained in this document may not be deemed to have any contractual value whatsoever. Dorval Asset Management may not be held responsible for any decision taken on the basis of information contained in this document. Dorval Asset Management, société anonyme (public limited company) with share capital of EUR 302,095 registered in the Paris trade and companies register under number B 391 392 768 - APE 6630 Z, AMF approval no. GP 93-08

## Definitions

<b>Alpha:</b>	A fund's outperformance compared with its benchmark, expressed as a percentage. This is an indicator of the manager's ability to create value, by excluding the market effect. Therefore, the higher the alpha, the better the fund's performance compared with that of its benchmark.
<b>Beta:</b>	Measure of a fund's sensitivity to market movements (represented by its benchmark). A beta higher than 1 indicates that the fund amplifies the trends of its reference market on the upside as well as on the downside. Conversely, a beta lower than 1 means that the fund tends to react less to movements in its reference market.
<b>Sharpe ratio:</b>	Indicator of a product's outperformance relative to a risk-free interest rate, given the risk taken (the product's volatility). The higher it is, the better the fund.
<b>Volatility:</b>	Magnitude of the variation of a security, a fund, a market or of an index over a given period. A high volatility means that the price of the security varies significantly, and therefore that the security's associated risk is high.
<b>Maximum performance:</b>	Maximum gain historically recorded by the fund.
<b>Maximum drawdown:</b>	Maximum loss historically recorded by the fund.
<b>Recovery period:</b>	Time expressed in number of days the fund takes to exceed the highest net asset value over the indicated period.
<b>Gain frequency:</b>	Calculation over the fund's history since its creation representing the ratio of the number of positive observations to the total number of observation in the period.
<b>Exposure as a percentage:</b>	The fund's overall exposure takes into account the sum of the physical and off-balance sheet positions. As opposed to positions called of net assets: "physical"(those booked in the portfolio's inventory of assets), off-balance sheet positions include those taken in forward financial instruments, such as derivatives. Examples of derivatives: futures contracts, swaps, option contracts. A maximum limit to off-balance sheet exposure is stated in the prospectus.

## Glossary for Managers

In their qualitative analysis of corporate management, the managers classify business leaders in four major categories:

**Empire builders :** They are real niche creators and able to identify one or more long-term growth opportunities.

**Family Heirs :** They have a family tie to the builder and assume operational management of the company. They often start with a poor image...which is not always justified. They are often supported in their ventures by an experienced manager.

**Homegrown managers :** They learned their trade at the company they are now managing. In most cases, they have over 10 years of experience in a management position with the company in an international context.

**Rescuers :**They have a specific ability to restore the earnings growth of a company. They are put in charge during a crisis or for "reasons of state". These leaders manage various companies in a turnaround situation.

## Morningstar methodology

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Past performance is no guarantee of future results. References to rankings, awards and/or ratings are not an indicator of future performance by the fund or the fund manager.

The Morningstar rating applies to funds with a history of at least three years. It takes into account subscription fees, the risk-free return and the fund's volatility in order to calculate the MRAR (Morningstar Risk Adjust Return) ratio for each fund. The funds are then ranked by decreasing order of MRAR: the first 10% receive 5 stars, the next 22.5% 4 stars, the next 35% 3 stars, the next 22.5% 2 stars, and the last 10% receive 1 star. The funds are ranked within 180 European categories.

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