LFP R2P Global Credit I Duration Hedged EUR

LU0928534386 Registered in: AT - IT - SE - ES - FR - FI

Monthly report - 29 December 2017

Key figures

NAV : 1 057.52€

Share AUM : 38.88M€

Fund size : 44.05M€

Investment horizon

1 year	2 years	3 years	4 years	5 years

Synthetic risk and reward profile

1	2	**3**	4	5	6	7

Characteristics

Legal form : sub-fund of the Luxembourg SICAV LFP S&P CAPITAL IQ FUND

Inception date : 07/06/2013

Benchmark : Euribor 3 months + 1%

Allocation of distributable amounts: Accumulated

Valuation frequency : Daily

Currency : EUR

Risks incurred : capital loss, discretionary, fixed income, credit, counterparty, residual exchange, emerging

Commercial Information

ISIN Code : LU0928534386

Bloomberg Ticker : LRGCIDH LX Equity

Max. subscription fees : 3.0%

Max. redemption fees : none

Running costs as of 31/12/2016 : 0.86%

Performance fees : 20% of excess performance above Euribor 3 months + 1%

Cut-off time : D at 11:00 am CET

Settlement : D+3

Min. initial subscription : 500 000 €

Custodian : BPSS Luxembourg

Administrator : BPSS Luxembourg

Management company : La Française Asset Management

Investment manager : La Française Asset Management

Fund manager : Anrieta CHUPRENSKA

Advisor : S&P Capital IQ

Distribution : La Française AM

Document for the use of both non-professional and professional investors - Please read the disclaimer on the last page - Non contractual document. Before subscribing, please refer to the fund prospectus available on the internet : www.lafrançaise-group.com. Data : La Française Asset Management, Bloomberg

Investment strategy

The objective of LFP R2P Global Credit duration and currency hedged share class is to outperform the index Euribor 3 months + 100 basis points over the recommended investment period of three years.
LFP R2P Global Credit duration and currency hedged share class is, as its name implies, a global credit fund. The investment philosophy is based on the outputs of the Risk to Price (relative value) model developed by S&P Capital IQ and the investment advisory services provided by Global Markets Intelligence (a division of S& P capital IQ).

Net performance in EUR

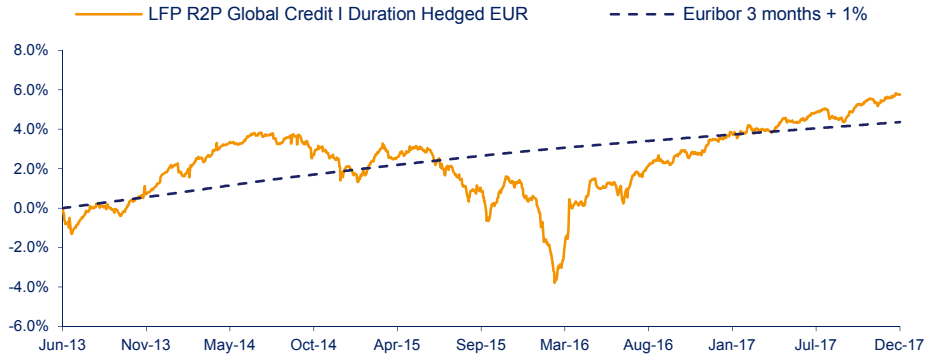
Past performance is not a guarantee of future results. This performance does not take into account fees and expenses related to subscription and redemption of shares.

Cumulative	1 months	3 months	2017	1 year	3 years	5 years	Inception*
Fund	**0.14%**	**0.65%**	**2.24%**	**2.24%**	**3.66%**	**-**	**5.75%**
Benchmark	0.05%	0.17%	0.66%	0.66%	2.40%	-	4.36%

Annualized	1 year	3 years	5 years	Inception*
Fund	**2.25%**	**1.21%**	**-**	**1.23%**
Benchmark	0.67%	0.79%	-	0.94%

* Performance's starting date : 01/10/12

Evolution of net performance since inception



Risk indicators

Modified duration	-0.22
Weighted Yield to maturity*	2.98%
Average spread (vs Swap)*	124 bp

Weekly	1 year	3 years	5 years
Fund volatility	1.00%	2.57%	-
Sharpe ratio	2.61	0.58	-

* weighted average of securities in porfolio

Return analysis

	Since inception
Max. run-up	9.98% (from 11/02/16 to 21/12/17)
Max. Drawdown	-7.32% (from 07/07/14 to 11/02/16)
Recovery	349 days (25/01/17)
Best month	2.82% (March-16)
Worst month	-2.44% (Jan-16)
% Months >0	60.00%
% Months outperf.	50.91%

Monthly net performance (%)

		Jan.	Feb.	March	Apr.	May	June	July	Aug.	Sept.	Oct.	Nov.	Dec.	Year
2017	Fund	0.26	0.23	0.03	0.15	0.21	0.29	0.35	-0.48	0.52	0.47	0.04	0.14	**2.24**
	Index	0.06	0.05	0.06	0.05	0.06	0.05	0.06	0.06	0.05	0.06	0.05	0.05	**0.66**
2016	Fund	-2.44	-0.68	2.82	1.30	-0.18	-0.66	1.00	0.78	-0.19	0.56	0.03	0.58	**2.86**
	Index	0.07	0.07	0.06	0.06	0.06	0.06	0.06	0.06	0.06	0.06	0.06	0.06	**0.73**
2015	Fund	-0.34	1.20	-0.35	0.42	-0.13	-0.77	-0.43	-0.66	-1.47	1.56	0.36	-0.79	**-1.43**
	Index	0.09	0.08	0.09	0.08	0.08	0.09	0.08	0.08	0.08	0.08	0.08	0.07	**0.98**
2014	Fund	-0.17	0.86	0.18	0.50	0.06	0.41	0.02	-0.14	-0.28	-0.23	-0.50	-0.53	**0.19**
	Index	0.11	0.10	0.11	0.11	0.11	0.11	0.10	0.09	0.10	0.09	0.08	0.10	**1.21**
2013	Fund						-1.12	1.07	0.17	-0.50	0.88	0.40	0.93	**1.82**
	Index						0.07	0.11	0.10	0.10	0.10	0.10	0.11	**0.70**

La Française Asset Management - French Simplified Stock Corporation (SAS) - Share capital €17 696 676 - 314 024 019 RCS PARIS
An asset management company approved by the "Autorité des Marchés Financiers" under n° GP 97076 on July 1st, 1997
Mailing address : 128, Boulevard Raspail, 75006 Paris - France - Ph. +33(0)1 73 00 73 00 - Fax +33 (0)1 73 00 73 01
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Portfolio structure

In % of AUM



- Senior debt : 79.28%
- Subordinated bonds : 9.70%
- Cash : 5.70%
- CoCos : 5.32%

Sector analysis by contribution to spread sensitivity

Spread sensitivity is expressed for a 50% variation of credit spread

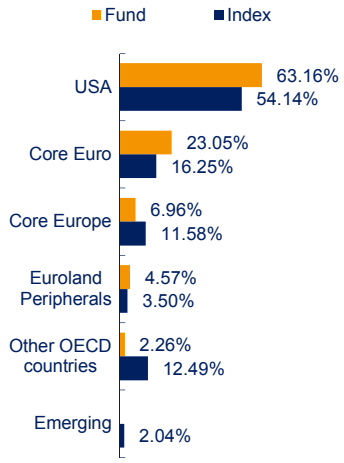
	USD		GBP		EUR		Total**	
	Fund	Relative*	**Fund**	Relative*	**Fund**	Relative*	**Fund**	Relative*
Communications	**0.38**	-0.02	**-**	-0.04	**0.05**	-0.02	**0.43**	-0.10
Consumer, Cyclical	**0.14**	-0.02	**0.05**	+0.04	**0.11**	+0.06	**0.31**	+0.08
Consumer, Non-cyclical	**0.31**	-0.08	**-**	-0.02	**0.05**	-0.03	**0.36**	-0.14
Energy	**0.35**	+0.01	**-**	-0.02	**0.04**	-0.00	**0.39**	-0.03
Financials	**1.11**	+0.41	**0.11**	-0.01	**0.32**	+0.09	**1.55**	+0.46
Government	**-**	-	**-**	-	**-**	-	**-**	-
Industrials	**0.26**	+0.04	**-**	-0.03	**0.03**	-0.03	**0.29**	-0.02
Commodities	**0.13**	-0.01	**-**	-0.00	**0.03**	+0.01	**0.15**	-0.00
Utilities	**0.17**	-0.05	**-**	-0.04	**-**	-0.03	**0.17**	-0.13
Technology	**0.07**	-0.09	**-**	-0.00	**0.02**	+0.01	**0.09**	-0.08
Sovereign	**-**	-	**-**	-	**0.02**	+0.02	**0.02**	+0.02
Total	**2.93**	**+0.20**	0.17	**-0.13**	0.67	**+0.09**	3.76	**+0.05**

* Relative to benchmark : Barclays Global Aggregate Corporate

** Including other currencies

Allocation by region

Fixed income in %

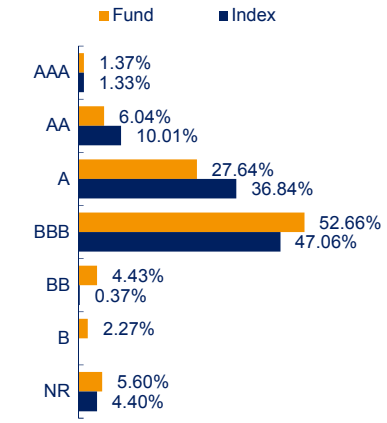


Top portfolio holdings

Name	Rating	Sector/Region	Weight
Anheuser-Busch Inbev Nv 4.700 % 01/02/203	A-	Consumer, Non-cyclical/USA	1.29%
Bnp Paribas France 5.13 % 31/12/2049	A	Financials/Core Euro	1.11%
Apple 4.500 % 23/02/2036	AA+	Technology/USA	1.10%
Johnson & Johnson 5.95 % 15/08/2037	AAA	Consumer, Non-cyclical/USA	1.06%
Berkshire Hathaway Inc 5.75 % 15/01/2040	AA	Financials/USA	1.02%
Duke Energy Carolinas 6.100 % 01/06/2037	A-	Utilities/USA	1.01%
Bio Rad Labs 4.88 % 15/12/2020	BBB	Consumer, Non-cyclical/USA	1.00%
Blackrock Inc 3.200 % 15/03/2027	AA-	Financials/USA	0.97%
DOMINION RESOURCES INC 5.95% 15/06/2	BBB+	Utilities/USA	0.96%
Iliad Sa 1.500 % 14/10/2024	NR	Communications/Core Euro	0.91%

S&P Rating breakdown

Fixed income in %



Average rating of fund : BBB+

Average rating of benchmark : BBB+

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