

MIDAS - Eurozone Equities SRI - I - Acc

Monthly summary report | as at 30 November 2019



Investment Objective

The Fund's objective is to provide long-term capital growth and to outperform the Euro Stoxx Net Return EUR Index. The Fund is actively managed and invests primarily in companies of countries which are part of the Eurozone.

Latest Update

NAV per share	98,06
2019 year-to-date return as at 30 November 2019	19,66%

Performance

	1M	3M	6M	YTD	SI
Midas Eurozone Equities	3,72%	6,37%	10,11%	19,66%	-1,94%
Performance Indicator*	2,79%	7,88%	12,22%	24,59%	8,84%

* Euro Stoxx Net Return EUR (Bloomberg Code: SXXT <Index>)

Fund key facts

Inception date	15 November 2017
ISIN code	LU1715158744
Asset class	Equities
Total fund assets	25.3 millions
Base currency	EUR
Legal status	Luxembourg UCITS
Management Fee	0,83%
Custodian	Crédit Suisse Lux
Liquidity	Daily
Settlement Date	Trade Date + 2 Days
French PEA	Eligible

Monthly comments

In November, optimism regarding trade talks between the US and China have pushed European markets to record highs. The global sentiment was risk-on with Technology, Basic Ressources and Industrials sectors forming the top 3 performers. Q3 results season ended during the month and, while we observe disparities across sectors, the big picture looks positive. On a top line level, 62% of the Eurostoxx reported results in line with consensus and 21% published above. In our portfolio, **Basic Fit** gained 19% in November following a strong trading update that confirms the effectiveness of its model. The group's revenue grew by +27% YoY driven by vigorous club openings and a higher yield per member. The new membership structure the management has implemented last year is paying off. People have now two different options when they register, a comfort membership (EUR 19.99 per four weeks) that provide all services available for 1 member while the premium pass (EUR 29.99 per four weeks) will also grant the member an access for a friend. Furthermore, they announced a few days after, on their Capital market day their will to accelerate club openings from 125 to 150 clubs a year until 2022. Hence, top line growth is expected to accelerate as well to 20%/year. We remain positive on the stock as the management confirms its solid execution skills. **Arcelor Mittal** shows the second highest gain in November with a progress of 17%. The third quarter EBITDA topped the estimates and a rebound in steel prices helped the stock to progress during the month. We decided to seize the opportunity to sell as we do not see any improvement in the steel market for months to come. The European Commission doesn't show any will to protect European steel makers from Asian competition, the imbalance is therefore expected to remain in a market that is already in crisis. **Solocal** depicts the worst performance in November, losing 17,7% after the management announced the implementation of an equity financing line following a delay in asset sale. A dilution of up to 10% could therefore take place if the line was fully used. We have decided to sell our holding we had after the announcement as this proves that pressures remain on the company's cash situation despite the implementation of the new strategy at the beginning of the year. **SMCP** (-9%) is still suffering from the concerns regarding its main shareholder liquidity situation. We think the market overreacts as the company is now trading at roughly 6x EV/EBITDA 2020e while recent publication shows the management is on track to achieve its guidance. The company is still one of the best growth stories within the European retail sector. Brand attraction remains strong as shown by the like-for-like growth. We also decided to keep increasing our holding in **Solutions 30** to 2.7%. We think the lack of confidence regarding the company's growth potential is not justified. The company is on track to be the European leader in its market. All the growth levers management had identified have now become reality with the recent acquisition of Elmo in Poland (Orange's top partners in Polish fiber), and the bid won for a major contract in German smart meters installation.

Characteristics

	Fund	Index
Number of Holdings	40	305
Top 10 Weight	33,9%	22,3%
Avg Mkt Cap (bn €)	54,5	59,5
Med Mkt Cap (bn €)	18,6	11,2
Index overlap	24,4%	100%
Net equity exposure	97,9%	100%

Risk Profile

1	2	3	4	5	6	7
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Sectorial Allocation

Sector	Fund (%)	Index (%)
Consumer Discretionary	15.8%	12,6%
Consumer Staples	12.0%	9,4%
Energy	9.2%	5,2%
Financials	10.4%	16,5%
Health Care	12.3%	7,6%
Information Technology	12.8%	9,4%
Industrials	13.1%	15,5%
Materials	1.9%	9,0%
Communication Services	4.0%	5,1%
Utilities	2.1%	6,4%
Real Estate	6.4%	2,7%

Geographical Allocation

Country	Fund (%)	Index (%)
France	42.6%	33,8%
Germany	6.8%	25,9%
Spain	4.4%	8,5%
Netherlands	15.0%	8,9%
Italy	7.4%	6,7%
Belgium	2.5%	3,4%
Ireland	5.4%	1,8%
Luxembourg	7.9%	0,8%
Finland	0.0%	3,2%
Other	5.9%	6,9%

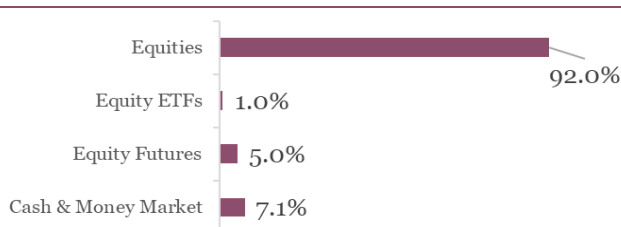
Top 10 Positions

Company	Fund (%)	Index (%)
TOTAL SA	4,0%	2,8%
SAFRAN SA	3,9%	1,2%
KERRY GROUP PLC	3,6%	0,4%
AIRBUS GROUP NV	3,6%	1,7%
SAP AG	3,3%	2,9%
LVMH	3,2%	2,3%
GRIFOLS SA	3,2%	0,0%
BASIC FIT NV	3,1%	0,0%
ASML HOLDING NV	3,1%	2,3%
AUTOGRILL SPA	3,0%	0,0%

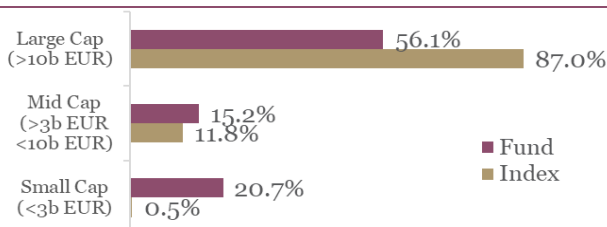
Top 10 overweight

Company	Fund (%)	Index (%)
KERRY GROUP PLC	3,6%	0,4%
GRIFOLS SA	3,2%	0,0%
BASIC FIT NV	3,1%	0,0%
AUTOGRILL SPA	3,0%	0,0%
ALTICE NV -A	2,9%	0,1%
SAFRAN SA	3,9%	1,2%
EUROFINS SCIENTIFIC	2,8%	0,1%
SOLUTIONS 30	2,7%	0,0%
SARAS SPA	2,4%	0,0%
GRAND CITY PROPERTIES	2,4%	0,0%

Asset Allocation



Capitalization breakdown



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