

DNCA INVEST EUROSE

FLEXIBLE ASSET

Investment objective

The Sub-Fund seeks to outperform the 20% Eurostoxx 50 + 80% FTSE MTS Global composite index calculated with dividends reinvested, over the recommended investment period. Investors' attention is drawn to the fact that the management style is discretionary and integrates environmental, social / societal and governance (ESG) criteria.

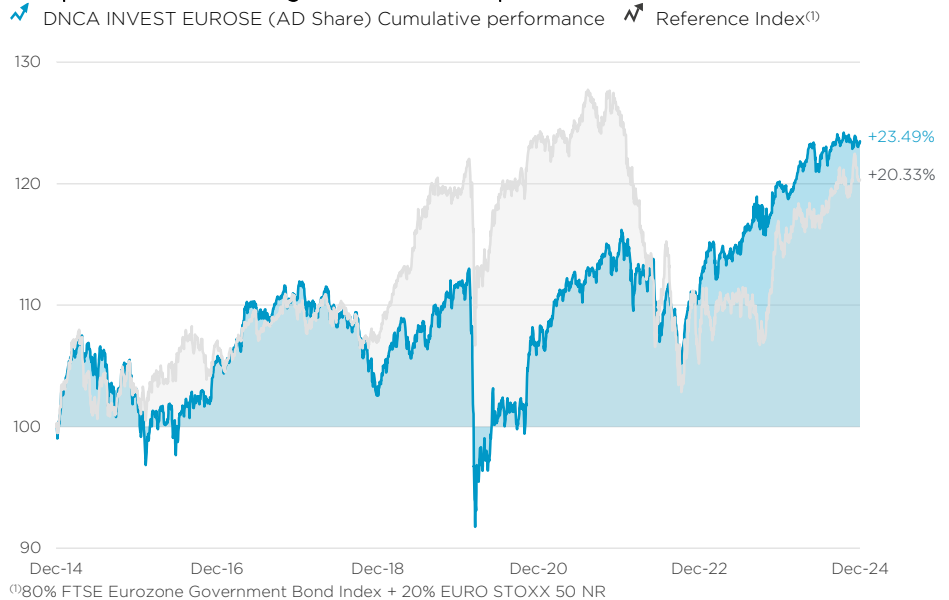
To achieve its investment objective, the investment strategy is based on active discretionary management.

Financial characteristics

NAV (€)	146.12
Net assets (€M)	2,294
Number of equities holdings	31
Gross equity exposure	24.1%
Net equity exposure	20.9%
Price to Earning Ratio 2025 ^e	9.3x
Price to Book 2024	0.9x
EV/EBITDA 2025 ^e	5.2x
ND/EBITDA 2024	1.1x
Free Cash Flow yield 2025 ^e	8.79%
Dividend yield 2024 ^e	4.68%
Number of issuers	189
Average modified duration	2.25
Net modified duration	2.25
Average maturity (years)	2.63
Average yield	3.53%
Average rating	BBB-

Performance (from 31/12/2014 to 31/12/2024)

Past performance is not a guarantee of future performance



The performances are calculated net of any fees by DNCA FINANCE.

Annualised performances and volatilities (%)

	1 year	2 years	5 years	10 years	Since inception
AD Share	+2.94	+5.70	+2.08	+2.13	+3.10
Reference Index	+3.76	+6.94	+0.25	+1.87	+3.50
AD Share - volatility	2.51	3.09	6.08	5.48	5.27
Reference Index - volatility	4.84	5.85	6.68	5.77	5.73

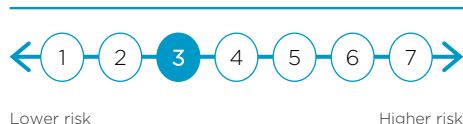
Cumulative performances (%)

	1 month	YTD	1 year	2 years	5 years	10 years
AD Share	+0.25	+2.94	+2.94	+11.76	+10.83	+23.49
Reference Index	-0.80	+3.76	+3.76	+14.40	+1.27	+20.33

Calendar year performances (%)

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
AD Share	+2.94	+8.57	-3.22	+7.05	-4.27	+7.85	-6.42	+4.73	+2.48	+2.86
Reference Index	+3.76	+10.25	-16.32	+1.57	+4.15	+10.77	-1.76	+2.22	+3.64	+3.06

Risk indicator

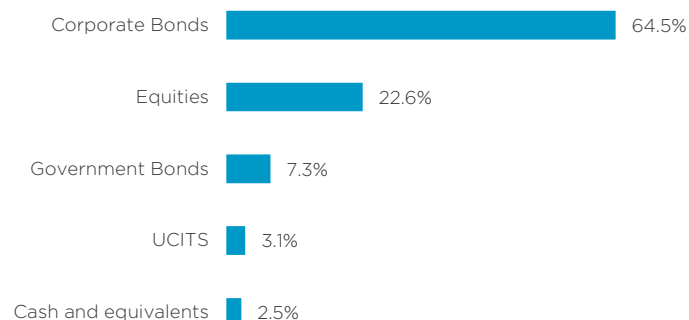


Synthetic risk indicator according to PRIIPS. 1 corresponds to the lowest level and 7 to the highest level.

	1 year	3 years	5 years	10 years
Sharpe Ratio	1.16	0.62	0.34	0.39
Tracking error	3.99%	6.29%	5.83%	4.87%
Correlation coefficient	0.57	0.46	0.59	0.63
Information Ratio	-0.20	0.65	0.31	0.05
Beta	0.30	0.28	0.53	0.60

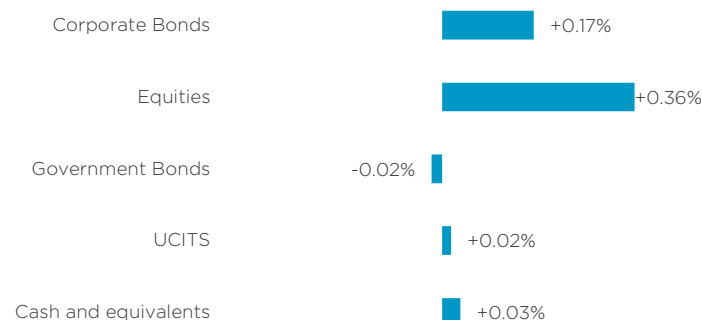
Main risks: interest-rate risk, credit risk, equity risk, risk of capital loss, risk of investing in derivative instruments as well as instruments embedding derivatives, specific Risk linked to ABS and MBS, distressed securities risk, risk of investing in speculative grade bonds, risk related to investing in speculative securities, specific risks of investing in contingent convertible bonds (Cocos), specific risks associated with OTC derivative transactions, ESG risk, sustainability risk, risk related to exchange rate, risk relating to investments in derivative products

Asset class breakdown



Monthly performance contributions

Past performance is not a guarantee of future performance



Sector breakdown (ICB)

	Fund	Index
Banks	23.2%	2.3%
Industrial Goods and Services	10.9%	3.1%
Govies	7.4%	80.0%
Construction and Materials	6.3%	0.6%
Automobiles and Parts	5.8%	0.9%
Telecommunications	5.8%	0.7%
Health Care	5.0%	1.2%
Consumer Products and Services	4.8%	2.3%
Utilities	4.6%	0.8%
Energy	4.2%	0.9%
Technology	3.0%	3.6%
Chemicals	2.4%	0.8%
Financial Services	2.3%	0.2%
Media	2.0%	0.2%
Basic Resources	1.9%	-
Insurance	1.4%	1.4%
Food, Beverage and Tobacco	1.3%	0.7%
Retail	0.9%	0.3%
Travel and Leisure	0.7%	-
Personal Care, Drug and Grocery	0.4%	0.2%
Real Estate	0.2%	-
UCITS	3.1%	N/A
Cash and equivalents	2.5%	N/A

Country breakdown

	Fund	Index
France	42.5%	26.8%
Italy	11.0%	19.8%
Spain	10.7%	13.3%
Netherlands	5.7%	7.1%
Germany	5.0%	21.0%
USA	4.1%	-
United Kingdom	2.1%	-
Belgium	1.9%	4.5%
Switzerland	1.8%	-
Sweden	1.6%	0.2%
Denmark	1.4%	-
Norway	1.2%	-
Czech Republic	1.1%	-
Ireland	1.0%	-
Austria	0.9%	3.0%
Israel	0.9%	-
Finland	0.5%	1.5%
Greece	0.4%	-
Portugal	0.3%	1.6%
Luxembourg	0.3%	-
Poland	0.2%	-
Slovenia	0.2%	-
Other Countries	-	1.3%
UCITS	3.1%	N/A
Cash and equivalents	2.5%	N/A

Bonds portfolio composition and indicators

	Weight	Maturity (yrs)	Modified duration	Yield	Number of lines
Fixed rate bonds	56.67%	2.67	2.27	3.47%	280
Inflation-linked bonds	6.98%	3.58	3.39	2.44%	5
Convertible bonds	3.64%	1.73	1.55	5.91%	17
Hybrid bonds	3.49%	1.07	1.07	4.25%	17
Floating-rate bonds	1.03%	1.97	0.21	2.85%	6
Total	71.81%	2.63	2.25	3.53%	325

Changes to portfolio holdings*

In: AIRBUS SE (5), Banco de Credito Social Cooperativo SA 5.25% 2026 (6.5), BE SEMICONDUCTOR INDUSTRIES (4.4), CTP NV (3.1), Intesa Sanpaolo SpA 6.32% 2032 (6.9), SIEMENS AG-REG (5) and Umicore SA 0% 2025 CV (7)

Out: Banco BPM SpA 1.75% 2025 (4.7), Banco Santander SA 2025 FRN (3.5), CA Auto Bank SPA/Ireland 2025 FRN (6.2), CLASQUIN (4.3), Grifols SA 1.63% 2025 (3.7), Sixt SE 1.75% 2024 (4.3) and VEOLIA ENVIRONNEMENT (6.2)

*The figure between brackets represents the issuer's 'responsibility' score. Please refer to the Internal Extra-financial analysis page for the analysis methodology.

Equity portfolio (22.6%)

Main positions⁺

	Weight
TOTALENERGIES SE (3.9)	2.65%
SANOFI (4.9)	1.94%
BNP PARIBAS (4.1)	1.91%
SOCIETE GENERALE SA (3.8)	1.68%
COMPAGNIE DE SAINT GOBAIN (6.0)	1.62%

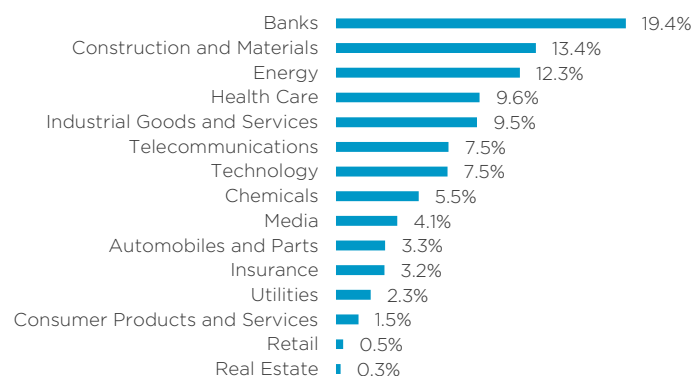
Monthly performance contributions

Past performance is not a guarantee of future performance

Best	Weight	Contribution
SOCIETE GENERALE SA	1.68%	+0.13%
BNP PARIBAS	1.91%	+0.08%
DASSAULT AVIATION SA	0.93%	+0.04%
CREDIT AGRICOLE SA	0.80%	+0.04%
SANOFI	1.94%	+0.04%

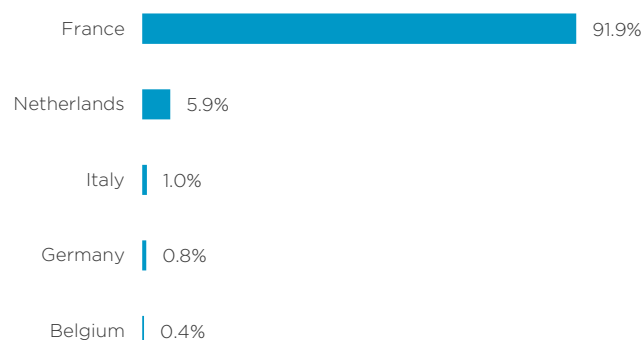
Worst	Weight	Contribution
TOTALENERGIES SE	2.65%	-0.08%
ORANGE	1.47%	-0.02%
COFACE SA	0.73%	-0.01%
COMPAGNIE DE SAINT GOBAIN	1.62%	-0.01%
THALES SA	0.69%	-0.01%

Sector breakdown (ICB)



Equity portfolio (base 100)

Country breakdown



Equity portfolio (base 100)

Bond portfolio (71.8%)

Main positions⁺

	Weight
Spain I/L 2027	2.07%
Italy I/L 2026	1.35%
Spain I/L 2030	1.33%
Italy I/L 2029	1.33%
Italy I/L 2028	0.90%

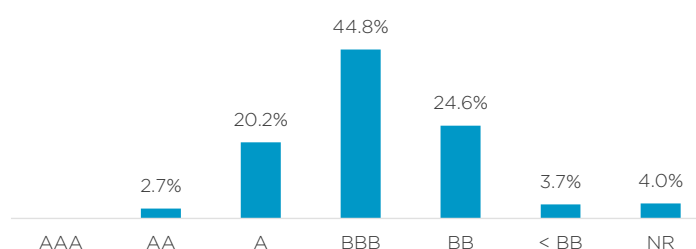
Monthly performance contributions

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Best	Weight	Contribution
IPGIM 7 09/27/28	0.24%	+0.00%
ILDFP 6 7/8 04/15/31	0.34%	+0.00%
IPGIM 5 3/8 06/20/29	0.21%	+0.00%
SPMIM 4 7/8 05/30/30	0.26%	+0.00%
ILDFP 5 3/8 05/02/31	0.25%	+0.00%

Worst	Weight	Contribution
SPGBEI 1 11/30/30	1.33%	-0.01%
BTPS 11/2 05/15/29	1.33%	-0.01%
CHEPDE 4 3/8 01/15/28	0.19%	-0.01%
CHEPDE 7 1/2 05/15/30	0.17%	-0.01%
VRLAFP 3 7/8 11/04/32	0.21%	+0.00%

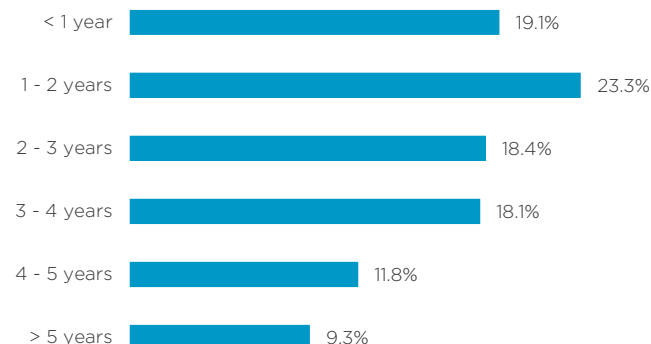
Rating breakdown



Bonds portfolio (base 100)

These data are provided for guidance purposes only. The management company does not systematically and automatically use ratings issued by credit rating agencies and carry out its own credit analysis.

Maturity breakdown



Bonds portfolio (base 100)

*The figure between brackets represents the issuer's 'responsibility' score. Please refer to the Internal Extra-financial analysis page for the analysis methodology.

Portfolio managers comments

As the Fed and ECB cut rates by 25bp, the final month of the year confirmed the importance of interest rate trends on the performance of the various markets. In contrast to last year's bond rally, which accounted for much of the positive performance in 2023, yields rallied in December, with the German 10-year rising 28bp. Over the year, the rise was similar. The eurozone sovereign bond index ended the year at 1.9%, while a money market investment would have returned 3.9%. The significant narrowing of credit spreads, combined with carry, enabled credit to post another fine performance: +4.7% for investment grade, +8.2% for high yield. Similarly, equities in the eurozone rose for the second year running (+9.3%), but lagged behind the US market (+25%), driven by its mega-caps.

DNCA Invest Eurose was positive the month (0.25%) and posted an increase of 2.94% over the year. The bond component made a significant contribution to this performance, while the equity component of the portfolio was penalized by its exposure to France.

Equities made a positive contribution in December, with banking stocks (BNP Paribas, Crédit Agricole and Société Générale) the main contributors. Over 2024, equities made a positive contribution, with Coface, D'Ieteren, EssilorLuxottica and Saint-Gobain all returning over 25%. During the month, the fund initiated four new positions with the addition of Airbus (Netherlands), Besi (Netherlands), CTP (Netherlands) and Siemens (Germany) to its portfolio. Besi develops equipment for semiconductor design, with a 90% market share in hybrid bonding (interconnection for 3D chip development). CTP is a real estate group operating mainly in Eastern Europe to develop industrial and logistics parks. Siemens is a global player in industry (automation and digitalization), smart infrastructure (energy transition), mobility (rail transport) and healthcare (Siemens Healthineers). Conversely, the Publicis position was lightened, and Clasquin (contribution to the MSC offer) and Veolia were removed from the selection. At the end of December, the fund's net exposure to equities stood at 20.9%: TotalEnergies (2.7%), Sanofi (2.0%), BNP Paribas (1.9%), Société Générale (1.7%) and Saint-Gobain (1.6%). Hedging accounted for 3.2% (EURO STOXX 50 and CAC 40 futures) and was reduced over the month. The portfolio's financial characteristics show a P/E for 2025 of 9.3x (EURO STOXX 50 at 14.2x), while the dividend yield for 2025 is estimated at 4.7% (EURO STOXX 50 at 3.1%).

Within the bond portfolio, the short end has been reinforced on convertibles with very little sensitivity to the underlying share: GBL 11/2025 and Sagerpar 4/2026, and Umicore 6/25 is added to the portfolio: the company already has the financing in place to repay this debt, while the remuneration offered is very attractive. For valuation reasons, Smurfit Kappa 1/2026 has been exited; Inpost 7/27, Nexi 4/2029 and Unicredit AT1 call 6/26 have been reduced, while Intesa SanPaolo (6/2032), Cajamar (11/2031), ZF 8/2026 and Nexi 4/2027 have been reinforced.

The extra-financial characteristics of the portfolio show a responsibility performance of 4.91 and a sustainable transition exposure of 85.26%.

The major political event ahead is D. Trump taking office. The reaction of US rates to the first announcements will be particularly closely watched. If the inflationary impact of the latter is confirmed, and the economic cycle remains strong, will risky markets be as robust in the face of the approach of 5% on the 10-year yield? We are approaching 2025 with a moderate allocation to equities (21%), a strong allocation to credit (63%), and a still relatively low bond sensitivity (2.3), and we will take advantage of the next market movements.

Text completed on 09/01/2025.



Jean-Charles
Meriaux



Romain
Grandis, CFA



Damien
Lanternier, CFA



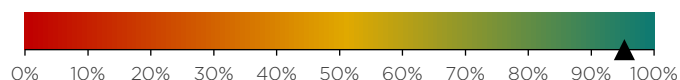
Adrien
Le Clainche



Baptiste
Planchard, CFA

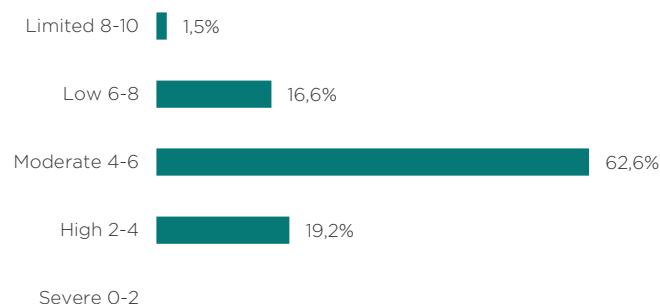
Internal extra-financial analysis

ABA coverage rate⁺ (95.3%)

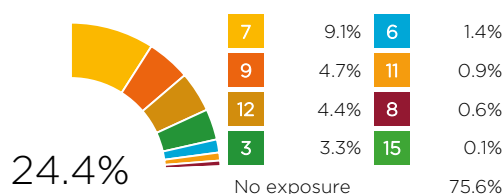


Average Responsibility Score: 4.9/10

Responsibility risk breakdown⁽¹⁾



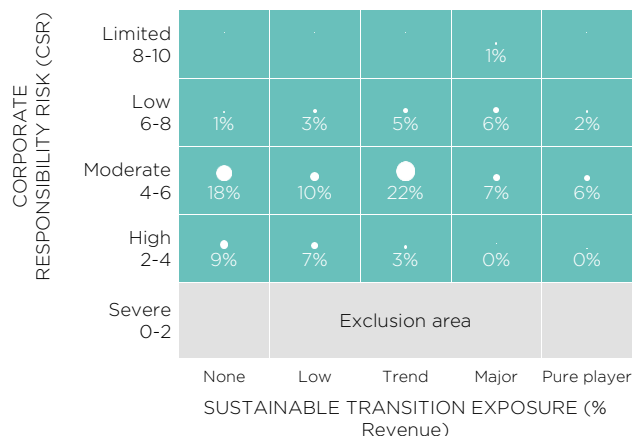
SDG's exposure⁽³⁾ (% of revenues)



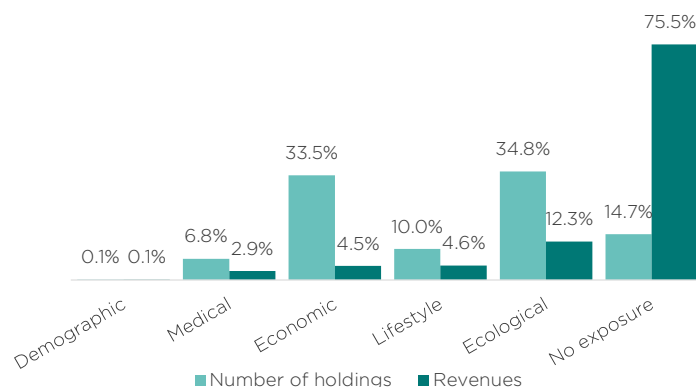
Selectivity universe exclusion rate



Transition/CSR exposure⁽²⁾



Sustainable transitions exposure⁽⁴⁾



Analysis methodology

We develop proprietary models based on our expertise and conviction to add tangible value in the selection of portfolio securities. DNCA's ESG analysis model, Above & Beyond Analysis (ABA), respects this principle and offers a rating that we control the entire construction. Information from companies is the main input to our rating. The methodologies for calculating ESG indicators and our responsible investor and engagement policy are available on our website [by clicking here](#).

⁽¹⁾ The rating out of 10 integrates 4 risks of responsibility: shareholder, environmental, social and societal. Whatever their sector of activity, 24 indicators are evaluated, such as social climate, accounting risks, suppliers, business ethics, energy policy, quality of management.

⁽²⁾ The ABA Matrix combines the Responsibility Risk and the Sustainable Transition exposure of the portfolio. It allows us to map companies to be mapped using a risk/opportunity approach.

⁽³⁾ 1 No poverty. 2 Zero hunger. 3 Good health and well-being. 4 Quality education. 5 Gender equality. 6 Clean water and sanitation. 7 Clean and affordable energy. 8 Decent work and economic growth. 9 Industry, innovation and infrastructure. 10 Reduced inequalities. 11 Sustainable cities and communities. 12 Sustainable consumption and production. 13 Tackling climate change. 14 Aquatic life. 15 Terrestrial life. 16 Peace, justice and effective institutions. 17 Partnerships to achieve the goals.

⁽⁴⁾ 5 transitions based on a long-term perspective of the financing of the economy allow the identification of activities with a positive contribution to sustainable development and to measure the exposure of companies in terms of turnover as well as exposure to the UN Sustainable Development Goals.

*The coverage rate measures the proportion of issuers (equities and corporate bonds) taken into account in the calculation of the extra-financial indicators. This measure is calculated as a % of the net assets adjusted for cash, money market instruments, derivatives and any vehicle outside the scope of "listed equities and corporate bonds".

Principal Adverse Impacts

PAI	Unit	Fund		Ref. Index	
		Coverage	Value	Coverage	Value
PAI Corpo 1_1 - Tier 1 GHG emissions	T CO ₂	94%	95,416		
	29/12/2023	80%	121,677	100%	89,436
PAI Corpo 1_2 - Tier 2 GHG emissions	T CO ₂	94%	27,783		
	29/12/2023	80%	29,709	100%	29,299
PAI Corpo 1_3 - Tier 3 GHG emissions	T CO ₂	95%	1,258,032		
	29/12/2023	80%	935,184	100%	1,142,874
PAI Corpo 1T - Total GHG emissions	T CO ₂	95%	1,330,664		
	29/12/2023	80%	1,065,350	100%	1,262,486
PAI Corpo 1T_SC12 - Total GHG emissions (Scope 1+2)	T CO ₂	95%	123,199		
PAI Corpo 2 - Carbon footprint	T CO ₂ /EUR million invested	94%	595	100%	460
	29/12/2023	80%	479	100%	108
PAI Corpo 3 - GHG intensity	T CO ₂ /EUR million sales	95%	869	100%	961
	29/12/2023	89%	941	100%	967
PAI Corpo 4 - Share of investments in companies active in the fossil fuel sector		93%	0%	100%	0%
	29/12/2023	11%	0%	12%	0%
PAI Corpo 5_1 - Share of non-renewable energy consumption		73%	67.5%	100%	57.2%
PAI Corpo 5_2 - Share of non-renewable energy production		7%	70.3%	8%	60.6%
PAI Corpo 6 - Energy consumption intensity by sector with high climate impact	GWh/EUR million sales	92%	0.7	100%	0.5
PAI Corpo 7 - Activities with a negative impact on biodiversity-sensitive areas		95%	0.1%	100%	0.0%
	29/12/2023	4%	0.0%	1%	0.0%
PAI Corpo 8 - Water discharges	T Water Emissions	5%	0	2%	0
	29/12/2023	2%	0	2%	4,094
PAI Corpo 9 - Hazardous or radioactive waste ratio	T Hazardous Waste/EUR million invested	90%	1.1	100%	0.1
	29/12/2023	43%	0.7	66%	0.1
PAI Corpo 10 - Violations of UNGC and OECD principles		97%	0.0%	100%	0.0%
	29/12/2023	87%	0.0%	100%	0.0%
PAI Corpo 11 - Lack of UNGC and OECD compliance processes and mechanisms		93%	0.0%	100%	0.0%
	29/12/2023	87%	0.1%	100%	0.0%
PAI Corpo 12 - Unadjusted gender pay gap		69%	12.3%	67%	9.4%
	29/12/2023	37%	14.4%	33%	11.7%
PAI Corpo 13 - Gender diversity in governance bodies		94%	42.6%	100%	43.0%
	29/12/2023	87%	41.1%	100%	42.4%
PAI Corpo 14 - Exposure to controversial weapons		97%	0.0%	100%	0.0%
	29/12/2023	87%	0.0%	100%	0.0%
PAI Corpo OPT_1 - Water use	m ³ /EUR mln sales	55%	400	84%	335
	29/12/2023	6%	1	11%	1
PAI Corpo OPT_2 - Water recycling		8%	0.6%	11%	0.1%
	29/12/2023	3%	0.0%	10%	0.0%
PAI Corpo OPT_3 - Investments in companies with no policy for preventing accidents at work		93%	0.0%	100%	0.0%
	29/12/2023	34%	10.8%	31%	0.8%

Source : MSCI

It should be noted that DNCA Finance changed its non-financial data provider in October 2023 from monitoring negative externalities by the Scope Rating provider to monitoring performance indicators (PAI) by the MSCI provider.

This change of supplier and indicator typology prevents DNCA Finance from producing a 3-year ESG performance comparison. DNCA Finance Committed to produce this historical data from the data available in December 2023.

Administrative information

Name: DNCA INVEST Eurose
ISIN code (Share AD): LU0641748271
SFDR classification: Art.8
Inception date: 22/07/2011
Investment horizon: Minimum 3 years
Currency: Euro
Country of domicile: Luxembourg
Legal form: SICAV
Reference Index: 80% FTSE Eurozone Government Bond Index + 20% EURO STOXX 50 NR
Valuation frequency: Daily
Management company: DNCA Finance

Portfolio Managers:
Jean-Charles MERIAUX
Romain GRANDIS, CFA
Damien LANTERNIER, CFA
Adrien LE CLAINCHE
Baptiste PLANCHARD, CFA

Minimum investment: 2,500 EUR
Subscription fees: 1% max
Redemption fees: -
Management fees: 1.40%
Ongoing charges as of 31/12/2023: 1.61%
Performance fees: -

Custodian: BNP Paribas - Luxembourg Branch
Settlement: T+2
Cut off: 12:00 Luxembourg time

Legal information

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Past performance is not a reliable indicator of future performance.

Sub-fund of DNCA INVEST Investment company with variable capital (SICAV) under Luxembourg law in the form of a Société Anonyme - domiciled at 60 Av. J.F. Kennedy - L-1855 Luxembourg. It is authorised by the Commission de Surveillance du Secteur Financier (CSSF) and subject to the provisions of Chapter 15 of the Law of 17 December 2010.

DNCA Finance is a limited partnership (Société en Commandite Simple) approved by the Autorité des Marchés Financiers (AMF) as a portfolio management company under number GP00-030 and governed by the AMF's General Regulations, its doctrine and the Monetary and Financial Code. DNCA Finance is also a Non-Independent Investment Advisor within the meaning of the MIFID II Directive. DNCA Finance - 19 Place Vendôme-75001 Paris - e-mail: dnca@dnca-investments.com - tel: +33 (0)1 58 62 55 00 - website: www.dnca-investments.com

Any complaint may be addressed, free of charge, either to your usual contact (within DNCA Finance or within a delegate of DNCA Finance), or directly to the Head of Compliance and Internal Control (RCCI) of DNCA Finance by writing to the company's head office (19 Place Vendôme, 75001 Paris, France). In the event of persistent disagreement, you may have access to mediation. The list of out-of-court dispute resolution bodies and their contact details according to your country and/or that of the service provider concerned can be freely consulted by following the link https://finance.ec.europa.eu/consumer-finance-and-payments/retail-financial-services/financial-dispute-resolution-network-fin-net/members-fin-net-country_fr.

A summary of investors' rights is available in English at the following link: <https://www.dnca-investments.com/en/regulatory-information>

This product promotes environmental or social characteristics, but does not have as its objective a sustainable investment. It might invest partially in assets that have a sustainable objective, for instance qualified as sustainable according to the EU classification.

This product is subject to sustainability risks as defined in the Regulation 2019/2088 (article 2(22)) by environmental, social or governance event or condition that, if it occurs, could cause an actual or a potential material negative impact on the value of the investment.

If the portfolio investment process can incorporate ESG approach, the portfolio's investment objective is not primarily to mitigate this risk. The sustainability risk management policy is available on the website of the Management Company.

The reference benchmark as defined in the Regulation 2019/2088 (article 2(22)) does not intend to be consistent with the environmental or social characteristics promoted by the fund.

Glossary

Beta. Measures the average extent to which a fund moves relative to the broader market. The beta of a market is 1. A fund with a beta of more than 1 moves on average to a greater extent than the market. A fund with a beta of less than 1 moves on average to a lesser extent. If beta is a minus number, it is likely that the stock and the market move in opposite directions.

Convertible Bond. Hybrid securities that have both bond and equity characteristics. Convertible bonds make periodic interest payments like a bond, but bondholders also get an option to exchange their bonds for a specified number of shares of common stock. Convertible bonds typically carry lower coupon rates, thus reducing the corporation's cost of borrowing.

Correlation coefficient. The correlation coefficient is a measure of correlation. It is used to determine the relationship between two assets over a given period. A positive coefficient means that the two assets move in the same direction. Conversely, a negative coefficient means that the assets move in the opposite direction. The correlation or decorrelation can be more or less strong and varies between -1 and 1.

Delta. The delta of a position expresses the change in the price of an option when its underlying asset price varies. It corresponds to the derivative of the theoretical value of the option relating to the price of the underlying asset.

Maturity. The time when a bond or other debt instrument is due to for redemption (is due to mature); or the length of time between the issue of such an instrument and the date it is due for redemption (the maturity date).

Sensitivity. The sensitivity of a bond measures the change in its percentage value induced by a given change in interest rates.

Sharpe Ratio. A way of measuring the historical risk-adjusted return on an investment. It is the average previous return minus the risk-free return, divided by the standard deviation (a measure of risk that looks at the diversion of actual returns from expected returns).

Sharpe Ratio. The Sharpe ratio measures the excess return over the risk-free money rate of an asset portfolio divided by the standard deviation of that return. It is therefore a measure of the marginal return per unit of risk. It is used to measure the performance of managers with different risk policies.

Tracking error. Tracking Error is a measure of how closely an investment portfolio follows the index against which it is benchmarked. It is the difference in the return earned by a portfolio and the return earned by the benchmark against which the portfolio is constructed. For example, if a bond portfolio earns a return of 5.15% during a period when the portfolio's benchmark (say, for example, the Lehman Brothers Index) produces a return of 5.06%, the tracking error is .09%, or 9 basis points.

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