

MOOREA FUND EUROPEAN EQUITY QUALITY INCOME

Monthly Factsheet



INVESTMENT OBJECTIVE

Moorea Fund – European Equity Quality Income seeks to provide long-term capital appreciation over a cycle of 5 years, primarily through investments in a portfolio of European Equities. The aim of the Sub-Fund is to identify companies that exhibit sustainable quality and income characteristics.

KEY DATA AS AT 31 JULY 20

| | | | |
|-----------------------|------------|---------------------------------|----------|
| Fund net assets (EUR) | 62 143 130 | Net asset value per share (EUR) | 1 407,99 |
|-----------------------|------------|---------------------------------|----------|

PAST PERFORMANCE



| Cumulative performance | 1 month | 3 months | 6 months | Year-to-date | Since inception (new strategy) |
|--|---------|----------|----------|--------------|--------------------------------|
| Moorea Fund - European Equity Quality Income | 1,49% | 8,37% | -7,26% | -8,45% | 4,67% |

| Calendar year performance | 2019 | 2018 | 2017 | 2016 | 2015 |
|--|--------|---------|--------|-------|-------|
| Moorea Fund - European Equity Quality Income | 21,69% | -13,02% | 11,55% | 0,36% | 7,68% |

Past performance should not be seen as an indication of future performance.
The performances prior to 24/02/2020 are those of the old strategy (Moorea Selection Europe).

RISK DATA

| Volatility | 1 month | 3 months | 6 months | 1 year | Since inception |
|--|---------|----------|----------|--------|-----------------|
| Moorea Fund - European Equity Quality Income | 14,30% | 20,87% | 28,51% | 21,70% | 14,51% |

The risk data prior to 24/02/2020 are those of the old strategy (Moorea Selection Europe).

MANAGEMENT COMMENTARY

The equity markets continued the rebound that began in April (Stoxx 600 +2.85% for the month of June) with good news on the speed of the economic recovery despite the health crisis, which continues to develop, but with the hope of a vaccine against Covid-19 coming to market soon.

We took advantage of the crash to buy stocks in the Luxury Goods and Technology sectors at a good price, sectors in which we were not subsequently positioned because the valuations seemed unreasonable to us. Adyen, a specialist in online payments, was bought at the beginning of April and sold at the end of May with a 52% gain. ASML was bought at the same time and is also enjoying a very good stock market performance. The stock is buoyed by a recovery in memory and the good performance of 'work from home', which has led to an increase in demand. Positive comments at the end of June from American competitors (Micron and Xilinx) on a rise in demand for technology products have led European stocks in the sector in their wake.

The coronavirus epidemic brought the healthcare sector back to the forefront. Small and large companies alike are struggling to develop tests and find a treatment or a vaccine. After a spectacular stock market performance, investors began to move out of this sector at the end of the first half of the year and into more cyclical sectors. The U.S. presidential elections in November are likely to create further volatility for the sector with the likely election of Joe Biden.

JULY 20

RETAIL EUR
LU0859660069

UCITS Risk/return grading (1)



Recommended investment horizon
5 years

Legal Form
UCITS Luxembourg SICAV

Management company
Société Générale Private Wealth Management S.A.

Custodian / Central administration
Société Générale Luxembourg

Inception date
21/01/2013

Launch of the new strategy
24 February 2020

Currency
EUR

Valuation / Subscriptions / Redemptions
Daily

Initial net asset value
1000

Minimum subscription
1 share

| ISIN codes | | |
|------------|----------------|--------------|
| RE | Retail EUR Acc | LU0859660069 |
| RE-D | Retail EUR Dis | LU0859660143 |
| RU | Retail USD Acc | LU2108470738 |
| IE | Instit EUR Acc | LU2108471116 |
| IU | Instit USD Acc | LU2108471207 |

Management fees / Ongoing charges

| | |
|------|---------------|
| RE | 1,60% / 1,95% |
| RE-D | 1,60% / 1,95% |
| RU | 1,60% / 1,95% |
| IE | 0,55% / 0,90% |
| IU | 0,55% / 0,90% |

Entry fees

Maximum 5%

Exit fees

None

Performance fee

10% of the outperformance (benchmark: Eurostoxx 600 Net Return)

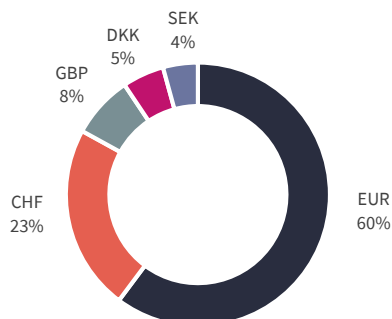
⁽¹⁾ Risk scale from 1 (lowest risk) to 7 (highest risk), the lowest category does not mean a risk-free investment. The risk and reward category shown is not guaranteed to remain unchanged and that the categorisation of the Sub-Fund may shift over time. The prospectus, the KIID (Key Investor Information Document) and annual reports of the Fund are available at the website sgpwm.societegenerale.com and on request at the registered office of Moorea Fund, of the Management Company or of the Custodian Bank.

MOOREA FUND EUROPEAN EQUITY QUALITY INCOME

JULY 20

Financial Criteria

CURRENCY BREAKDOWN (%)



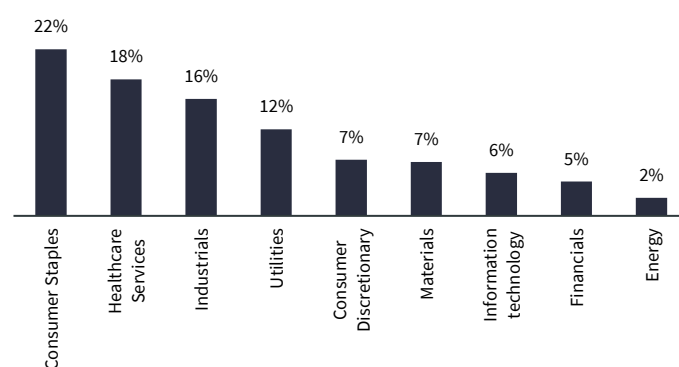
GEOGRAPHIC BREAKDOWN (%)



PORTFOLIO STATISTICS

| | |
|---|-------|
| P/E 2021 | 22,90 |
| Dividend growth rate / Equity over 5yrs (%) | 5,15% |
| Annualised dividend yield (in %) | 2,27% |
| Number of positions | 34 |

SECTOR BREAKDOWN (%)



TOP 5 POSITIONS

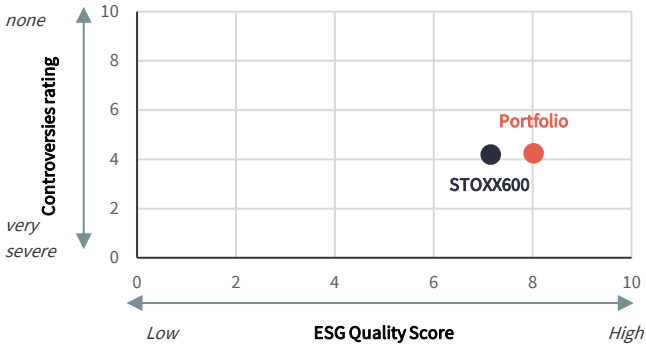
| Name | Weight | Country | Sector |
|-----------------------------|--------|-------------|------------------|
| RECKITT BENCKISER GROUP PLC | 4,4% | UK | Consumer Staples |
| GIVAUDAN-REG | 4,4% | Switzerland | Materials |
| NESTLE SA-REG | 4,2% | Switzerland | Consumer Staples |
| DANONE | 3,8% | France | Consumer Staples |
| UNILEVER NV | 3,8% | UK | Consumer Staples |

MOOREA FUND EUROPEAN EQUITY QUALITY INCOME

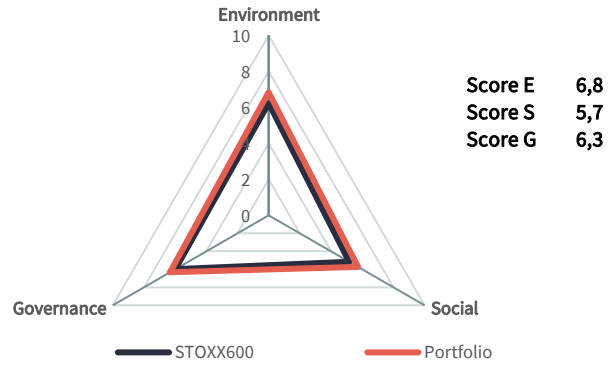
JULY 20

Extra-Financial Criteria

ESG PORTFOLIO POSITIONING



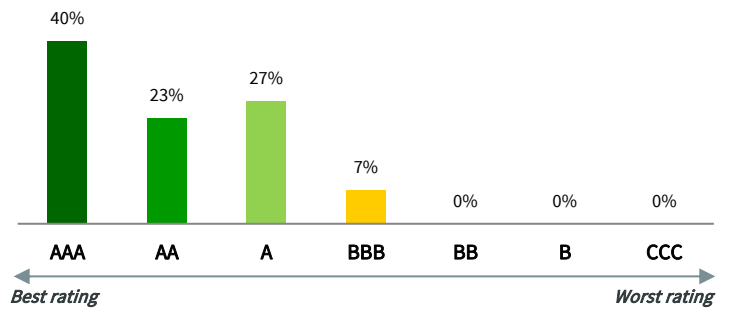
ESG RATING



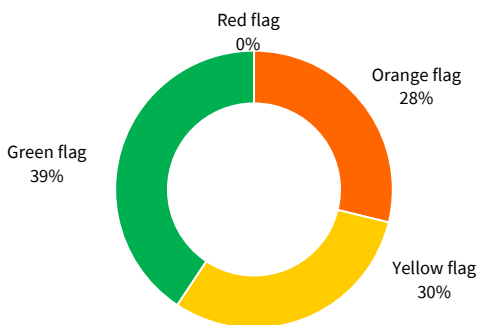
ESG INDICATORS

| | Portfolio | Stoxx 600 |
|---|-----------|-----------|
| ESG Quality Score | 8,0 | 7,2 |
| ESG Median Rating | AA | A |
| Average Controversy Rating | 4,2 | 4,2 |
| Carbon Footprint (tons CO2 / \$M sales) | 134,6 | 155,9 |

ESG RATING DISTRIBUTION



CONTROVERSY FLAG DISTRIBUTION



BUSINESS INVOLVEMENTS DISTRIBUTION

SGPWM excludes issuers with more than 15% of revenues in these sectors:

| Sectors | % of portfolio revenues |
|---------------------|-------------------------|
| Gambling | 0,00% |
| Civilians arms | 0,03% |
| Adult Entertainment | 0,01% |
| Tobacco | 0,09% |

TOP 3 SUSTAINABLE IMPACT CONTRIBUTORS

| | Sustainable revenues (€ mln) | % of sustainable revenues |
|-----------------------|------------------------------|---------------------------|
| SCHNEIDER ELECTRIC SE | 8 093,1 | 30% |
| ALSTOM | 7 708,1 | 94% |
| VINCI SA | 6 562,2 | 18% |

IMPACT INDICATORS

| | | |
|--|-----|--|
| | 8% | Sustainable Impact revenues Stoxx 600: 4,0% |
| | 35% | Ratio of wastes recycled Stoxx 600: 28% |
| | 65% | GHG Science-Based Target signatories Stoxx 600: 44% |
| | 36% | Women on board Stoxx 600: 35% |
| | 68% | Independant directors Stoxx 600: 73% |
| | 0% | Global Compact Non-compliance Stoxx 600: 5% |

Source: SGPWM, Bloomberg, MSCI

GLOSSARY

ESG RATING

MSCI ESG Ratings aim to measure a company's resilience to long-term, financially relevant ESG risks (Environment, Social et Gouvernance). For each company a Weighted Average Key Issue Score is calculated based on the underlying Key Issue scores and weights. To arrive at a final letter rating, this score is normalized by industry. **The Industry Adjusted Score corresponds to a rating between AAA and CCC.** These assessments of company performance are not absolute but are explicitly intended to be relative to the standards and performance of a company's industry peers.

| Letter Rating | CCC | B | BB | BBB | A | AA | AAA |
|---------------|---------|-----------|-----------|-----------|-----------|-----------|----------|
| Score | 0 - 1.4 | 1.4 - 2.9 | 2.9 - 4.3 | 4.3 - 5.7 | 5.7 - 7.1 | 7.1 - 8.6 | 8.6 - 10 |

CARBON FOOTPRINT

As key climate change indicators, Greenhouse gas emissions (GHG) are classified as per the Greenhouse Gas Protocol and are grouped in three categories:

- ▶ **Scope 1 - Direct scope:** GHG emissions are those directly occurring from sources that are owned or controlled by the institution.
- ▶ **Scope 2 - Indirect scope:** GHG emissions are indirect emissions generated in the electricity production consumed by the institution.
- ▶ **Scope 3 - Indirect scope:** GHG emissions are all the other indirect emissions that are consequences of the institution's activities, but that occur from sources not owned and controlled by the institution.

The uses MSCI data who are based on declarative or estimated figures from companies. It aims to take into account the GHG emissions of Scope 1 and 2, produced by the companies held in the portfolio. GHG emissions are compared to the sales of each company and adjusted with the security weight in the portfolio. Emissions are expressed in carbon dioxide equivalent (CO₂e).

SUSTAINABLE IMPACT REVENUES

Revenue exposure to Sustainable Impact Solutions reflects the extent to which company revenue is exposed to products and services that help solve the world's major social and environmental challenges. It is calculated as a weighted average, using portfolio or index weights and each issuer's percent of revenue generated from Sustainable Impact Solutions. To be eligible to contribute, an issuer must maintain minimum ESG standards.

DISCLAIMER

The content of this document should not be interpreted as an investment service or as investment advice, and under no circumstances is it to be used or considered as an offer or incentive to purchase or sell a particular product. The content is intended for information purposes only and to provide investors with the relevant reference information for any investment decisions. It has no regard to the specific financial objectives of any individual investor, nor may it be construed as legal, accounting or tax advice. Past performance is no indication of future results.


Similarly, the present document is not intended as an incentive, offer or solicitation to invest in the asset categories listed herein. Investors are warned that the placing of stock market orders requires a perfect understanding of the markets and their governing legislation. Before investing, they must be aware that certain markets may be subject to rapid fluctuations and are speculative or lacking in liquidity. Accordingly, certain assets or categories of assets listed in the present document may not be appropriate for investors. In certain cases, investments may even bear an indeterminate high risk of loss that exceeds the initial investment made. Investors are therefore urged to seek the advice of their financial advisor or intermediary in order to assess the particular nature of an investment and the risks involved and its compatibility with their individual investment profile and objectives.


For Swiss investors: the Sub-Fund has been authorised for public sale by the Commission de Surveillance du Secteur Financier in Luxembourg and for public offering in Switzerland by the Swiss Financial Market Supervisory Authority (shortly 'FINMA'). The prospectus, the KIID (Key Investor Information Document) and annual reports of the Fund are available on the website www.fundinfo.com and can be obtained from our Representative and Paying Agent in Switzerland : Société Générale, Paris, succursale de Zurich, Talacker 50, Case postale 1928, 8021 Zurich.


CONTROVERSY


An ESG Controversy may be defined as an incident or ongoing situation in which a company faces allegations of negatively impacting stakeholders (i.e.: workers, communities, the environment, shareholders, or society at large), via some type of wrongdoing across several ESG indicators. The aim of ESG Controversies research is to assess the severity of the negative impact of each situation, rather than the extent of negative press attention or public opprobrium.

For each issuer, the ESG rating comes along with a Controversy flag which reflects the lowest flag among analyzed key indicators.

 **Green flag:** the company is not involved in major recent controversies

 **Yellow flag:** in recent moderate-to-severe level controversies

 **Orange flag:** one or more recent severe structural controversies that are ongoing

 **Red flag:** one or more recent very severe controversies

Controversy flag translates also into controversy score:

Red 0 - Orange 1 - Yellow 2 to 4 - Green 5 to 10

SCIENCE-BASED TARGETS

Science-based targets provide companies with a clearly defined pathway to future-proof growth by specifying how much and how quickly they need to reduce their greenhouse gas emissions. Targets adopted by companies to reduce greenhouse gas (GHG) emissions are considered "science-based" if they are in line with the goals of the Paris Agreement – to limit global warming to well-below 2°C above pre-industrial levels and pursue efforts to limit warming to 1.5°C.

UNITED NATIONS GLOBAL COMPACT



The United Nations Global Compact is a non-binding United Nations pact to encourage businesses worldwide to adopt sustainable and socially responsible policies, and to report on their implementation. The UN Global Compact is a principle-based framework for businesses, stating ten principles in the areas of human rights, labor, the environment and anti-corruption. The UN Global Compact is the world's largest corporate sustainability initiative with 13000 corporate participants and other stakeholders over 170 countries with two objectives: "Mainstream the ten principles in business activities around the world" and "Catalyse actions in support of broader UN goals, such as the Millennium Development Goals (MDGs) and Sustainable Development Goals (SDGs)".

ESG LUXFLAG LABEL



LuxFLAG is an independent, non-profit, international association created in Luxembourg in July 2006. The objective of the LuxFLAG ESG Label is to reassure investors that the labelled funds actually incorporate ESG (Environmental, Social and Governance) criteria throughout the entire investment process.