

Sedec North America is a flexible fund seeking long term capital appreciation by gaining exposure on regulated financial markets with constant risk assessment. The investment strategy integrates 3 asset segments to maximize returns while maintaining a stable environment. The first segment is composed of government/corporate bonds, cash and equivalents. This safety allocation aims to protect the fund from severe economic tensions. The second segment invests – up to 45% - in international stocks with emphasis on dividends. The manager will select growth stocks by implementing fundamental analysis. The third segment consists in tactical allocation involving aggressive stocks, special situations with dramatic upside potential. This portion will not exceed 10% of the holdings.

Equity markets were particularly turbulent in October. SPX returned a -6.9% performance, NDX a -9.66% return and MSCI World a -7.42% return. This violent and atypical behaviour coincide with the rise in US rates, the US / China trade war, the slowdown in Europe and the uncertainties related to Italy, but also with fears about valuations of growth stocks.

Arbitrageurs, and probably large hedge funds, took the opportunity to make a 180 ° turn on the winning themes of early 2018 selling massively growth stocks, especially small caps. The "value" stocks have well resisted. This is of course not the first time that we are confronted with the combination of "violent profit taking / rotation of style".

A technical rebound took place at the end of the month because of good publications. The intensification of quarterly earnings announcements should allow some standardization. The attention of investors no longer focusing only on macroeconomic scenarios but also on the news of companies, which should be more favourable to our fund.

In October a number a stop Loss were triggered due to high volatility. We continue looking for companies within our favorite sectors as well as interesting entry levels – Tech, Medicine, Defense. We also keep a close eye on the Cannabis theme. We close positions on names as BlackRock, Netflix, Alphabet in October.

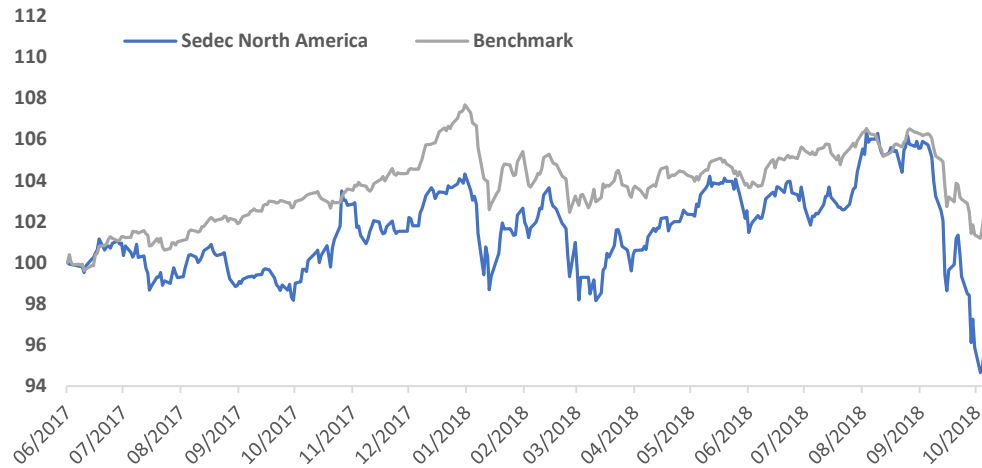
We remain strongly exposed to industrials and techs and look for interesting entry points on our favorite healthcare names.

The Sedec North America declined by -9.74% in October.



## PERFORMANCE ANALYSIS as of 31/10/2018

	1 Month	2018	2017	1 year	Inception	Annualized
Class A USD	-9.74%	-6.11%	1.79%	-3.65%	-4.42%	-
Benchmark*	-3.66%	-2.34%	3.81%	-0.16%	0.85%	-



## MAIN POSITIONS % (equities)

AMAZON.COM INC.	2.70%
NEXTERA ENERGY	2.56%
ABB GROUP ADR	2.25%



## FUND PROFILE

Equity exposure	43.63%
Number of equity positions	41
Top 5 equity positions	11.47%
Top 10 equity positions	18.78%



## MOVEMENTS realized in the last month

S	NETFLIX INC.
B	BOIENG INC.
S	BLACKROCK INC.
S	ALPHABET INC.



## INVESTMENT DISTRIBUTION %

USA	70.37%	Industrial	23.25%
Israel	5.56%	Technology	15.69%
China	3.70%	Automobiles	12.22%
Ireland	3.70%	Healthcare	9.80%
Japan	3.70%	Banks	8.25%
Lux.	3.70%	Financial serv.	8.07%
UK	3.70%	Consumer goods	6.68%
Canada	1.85%	Municipality	5.25%
France	1.85%	Distribution	4.40%
Switz.	1.85%	Travel & Leisure	3.15%
		Energy	2.13%
		Cash & other	1.11%



## MAIN FEATURES

Share Class	A USD	A EUR H	Total SICAV AuM as of 31/10/2018	138.47M USD	Entry fee/max.	2%
NAV	USD 955.82	EUR 903.94	Inception date	28/06/2017	Redemption fee/max	none
Ticker Bloomberg	SEBNARU LX	SENAERH LX	Valuation	Daily	Management fee	2% p.a.
ISIN Code	LU1574643885	LU1746875951	Advised inv. period	3 years	Performance fee	10% p.a. on gains
Currency	USD	EUR	Custodian	CACEIS Lux.	Allocation of income	Capitalization
Benchmark*	50% MSCI World Ind. + 50% BEUSG2 Ind.		Auditor	Ernst & Young	Cut-off	2:00 PM

This document is non-contractual and does not constitute an offer to sell or investment advice. It is intended to inform in a simplified and synthetic way about the characteristics of the fund. Before any investment decision, please refer to the regulatory documents (KIID and full prospectus) available on request. Past performance and volatilities do not bode well for future performance and volatility.

\*The suggested benchmark reflects best the asset allocation of the Sedec North America Fund and is used for comparison only. This synthetic benchmark is not to be used for fees calculation purposes.