

strategy

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 75% - 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.

PERFORMANCE ANALYSIS as of 31/01/2020

Class A USD	1 Month	2020	2019	2018	2017	1 year	Inception
	4.38%	4.38%	10.17%	-9.14%	1.79%	6.25%	6.37%



	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2020	4.38%												4.38%
2019	8.23%	3.29%	1.76%	0.56%	-4.10%	0.53%	1.06%	-0.79%	-2.89%	-0.51%	1.33%	1.78%	10.17%
2018	1.40%	-1.45%	-2.39%	1.34%	2.10%	-0.72%	0.27%	3.67%	-0.11%	-9.74%	0.73%	-3.92%	-9.14%
2017	-	-	-	-	-	-	0.61%	-0.14%	-1.16%	0.49%	2.10%	0.02%	1.80%



MAIN POSITIONS, % (equities)

Main Positions, %	
APPLE INC.	9.00%
AMAZON.COM INC.	5.19%
ALPHABET INC.	4.19%
BOOZ ALLEN HAMILTON	3.43%



FUND PROFILE

Fund Profile	
Equity exposure	72.56%
Number of positions	32
Top 5 positions	25.04%



MOVEMENTS

realized in the last month

Movements	
-	RADA ELEC.
-	TRANSDIGM

MAIN FEATURES

Share Class	A USD	A EUR H	Total AuM	55.70M USD	Entry fee/max.	2%
NAV	USD 1 063.74	EUR 972.62	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

Market Commentary

After a very successful year in 2019, the equity markets started the year on a high note before correcting sharply at the end of January due to the Coronavirus outbreak in China, which is by nature unpredictable.

The threat of a pandemic is raising fears about the global economy and any comparison with the SARS crisis in 2003 is rendered obsolete by China's now significant weight in world trade.

Even if the situation remains worrying, it should be borne in mind that this type of event often raises exaggerated concerns in the markets. All the more so since, after almost 5 positive months in a row, equity indices could appear overheated. This health crisis is therefore the perfect pretext for the market to breathe, and there is no indication today that the powerful upward trend in equities can be called into question.

The Economic Momentum is recovering in the US and around the world. The Fed and the other Central Banks are maintaining a very accommodative monetary policy. Valuation remains attractive, as the risk premium of US equities is back above 4%, compared to a 20-year average of 3%. And finally, expected earnings growth remains robust (+7-8% for the S&P 500 in 2020).

Very few movements to report in January. Took a few profits on Rada Electronics and Transdigm to consolidate our exposure to equity markets towards a 75% allocation of our portfolio now positions on US stocks.

The Sedec North America posted a +4.38% net return in January.



INVESTMENT DISTRIBUTION, %

