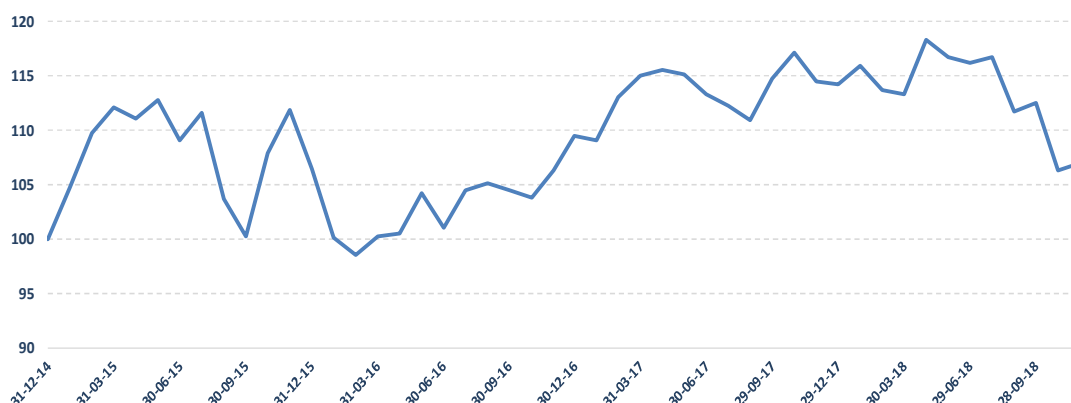


# LSF – EEE Enhanced Equity Exposure

Data as of 30 November 2018

## Fund performance and risk analysis

### Monthly NAV

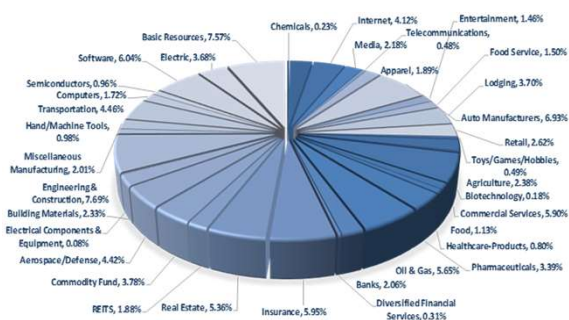


### Historical monthly returns

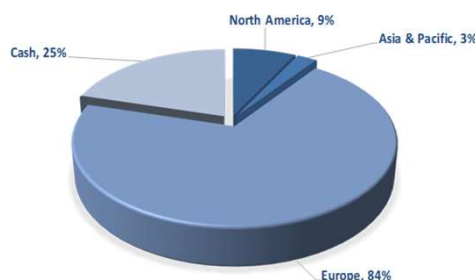
	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
<b>2015</b>	4.75%	4.78%	2.14%	-0.96%	1.58%	-3.28%	2.27%	-7.01%	-3.35%	7.68%	3.63%	-4.88%	<b>6.42%</b>
<b>2016</b>	-5.96%	-1.59%	1.83%	0.29%	3.58%	-3.02%	3.46%	0.64%	-0.67%	-0.67%	2.46%	2.92%	<b>2.84%</b>
<b>2017</b>	-0.33%	3.60%	1.76%	0.52%	-0.42%	-1.63%	-0.91%	-1.13%	3.39%	2.07%	-2.24%	-0.20%	<b>4.38%</b>
<b>2018</b>	1.46%	-1.93%	-0.32%	4.43%	-1.39%	-0.38%	0.47%	-4.35%	0.70%	-5.42%	0.50%		<b>-6.40%</b>

## Asset allocation

### Sector breakdown



### Geographic breakdown



## Manager commentary

November was a month of risk assets' divergence in US, equities outperformed while credit underperformed: SP500 +2%, Nasdaq flat and Emerging markets +4%, while US HY credit excess return fell by 1.6%. In Europe, Eustoxx50 -80bps, Dax -1.6% while Ftsemib +73bps and Eustoxx Bank flattish. Within global equities, value outperformed growth and defensive sectors like healthcare, telecoms and utilities were the outperforming sectors. The USD was flattish vs. Euro, while depreciated against most EM currencies. In commodities, WTI lost 22%, natural gas rose by 42% and gold was up 50bps. The US Treasury 10Y yield lost between 7-8%, reverting back to 3%, along with the 2-10Y curve yield flattening from more than 30bps to 20 bps. In his recent remarks, Powell stated that policy rate is just below the broad range of estimates of neutral, estimated value 2.5%-3.5% and a slow approach to normalization should be taken because it takes time to assess the effects of past tightening. A dovish Fed led yields down and Equities up.

Enhanced Equity Exposure, +50bps MoM, outperformed the main European indexes. The PM built an important position on Amazon, +5.8% MoM, after a record black Friday week, sold several put options on Oil stocks to profit from the commodity sell-off and wiped out the main US positions before the end of month. EEE is still mainly invested in defensive sectors such as Transportation & Logistics, Real Estate and Utilities etc.

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## Fund description

*Enhanced Equity Exposure (EEE)* is a Long Only UCITS open-end fund incorporated in Luxembourg.

The Fund mainly invests in and gains exposure to the developed markets of Europe and North America.

The fund's investment process is driven by stock specific fundamental analysis. Hedging strategies are implemented to reduce volatility.

## Fund facts

Nav as of 30 November

2018:

€106.92

AUM as of 30 November

2018:

€27.3 mln

Currency class: EUR, CHF

Base currency: EUR

Inception date: 31 December 2014

Management Fee: 1.5%

Performance Fee: 15% of the positive performance between the sub-fund performance and the High Watermark

Liquidity: Daily

Fund type: UCITS IV

Investment Manager: Heron Asset Management SA

ISIN: LU1136664395

Valoren: 25986742

Bloomberg: LSFEEA1 LX

## Contact details

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