

September 30, 2019

ODDO BHF Génération



CN-EUR - Eur | FUNDAMENTAL EQUITIES - ALL CAP/LARGE CAP - EUROZONE

Assets Under Management 647.1 M€
 NAV per Unit 138.67€
 Evolution vs M-1 3.27€

Morningstar category :
 Eurozone Large-Cap Equity



Countries in which the fund is authorised for distribution to the public:

FR LUX AUT IT CHE DEU NLD PRT ESP BEL SWE CL
 FIN

Accredited investor only: SGP

The ESG approach consists in selecting companies with the best environmental, social and governance policies by favouring the best-rated issuers within an investment universe in terms of non-financial criteria (Best in Universe) and/or issuers showing an improvement in their ESG practices over time (Best Effort).

Portfolio Managers

Emmanuel CHAPUIS, Guillaume DELORME, JAVIER GOMEZ RODRIGUEZ, François-Régis BREUIL

Key features

Benchmark: MSCI EMU Net Return EUR Index

Recommended investment horizon: 5 Years

Inception date of the fund: 6/17/96

Initial date of performance: 7/10/15

Legal structure	French FCP
ISIN code	FR0012847150
Bloomberg code	ODDGNB2 FP
Currency	Euro
Dividend policy	Accumulation units
Minimum (initial) investment	100 EUR
Subscription fees	4 % (maximum)
Redemption fees	Nil
Management fees	Up to 1.15% (inclusive of tax) of the net assets, excluding units or shares of UCITS
Performance fees	20% of the FCP's outperformance relative to the benchmark index provided that the FCP's performance is positive
Ongoing charges	1.51%
Management company	ODDO BHF AM SAS
Custodian	ODDO BHF SCA, France (Paris)
Administration and Accounting	EFA
Subscriptions/ redemptions	11:15am D
NAV calculation frequency	Daily
Transaction fees	Transaction fees are listed in the prospectus and may be applied in addition to the fees shown above.

Technical and risk indicators*

	1 year	3 years
Jensen's Alpha	-10.25%	-3.90%
Sharpe ratio	-0.40	0.32
Information ratio	-1.52	-0.70
Tracking Error	6.45%	5.12%
Beta	1.15	1.04
Correlation	0.94	0.93

Investment strategy

ODDO BHF Génération is a European equity fund of all market caps that seeks to invest mainly in companies with stable and sustainable shareholdings (often family-owned companies). It aims to be permanently invested in equities, targeting long-term capital growth. The fund follows a pure stock-picking strategy based on fundamental analysis and individual stock valuation to find attractively priced stocks with regard to their long-term prospects. The fund takes strict ESG criteria into account during its investment process, based on the ODDO BHF AM proprietary analysis model.

Annual performance (rolling 12 months)

from	9/30/15	9/30/16	9/29/17	9/28/18
to	9/30/16	9/29/17	9/28/18	9/30/19
Fund	9.3%	24.0%	-2.0%	-6.4%
Benchmark	2.9%	22.2%	-0.5%	4.2%

Past performance is not an indication of future results. Performance may vary over time.

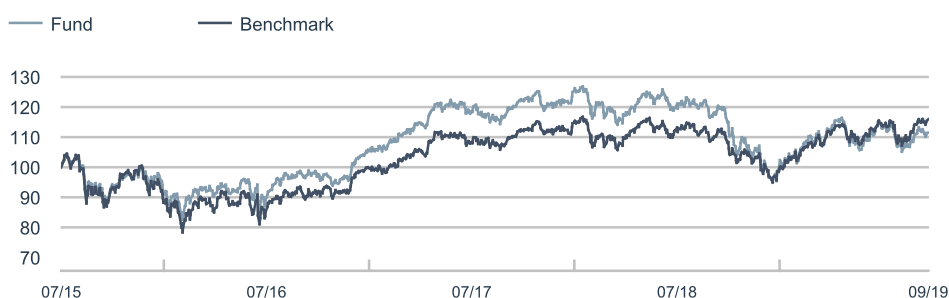
Calendar performance (from January 01 to December 31)

	2016	2017	2018
Fund	6.8%	16.8%	-19.5%
Benchmark	4.4%	12.5%	-12.7%

Performance Analysis

	Annualized performance			Cumulative performance					
	3 years	5 years	Inception	1 month	YTD	1 year	3 years	5 years	Inception
Fund	4.4%		2.6%	2.4%	14.2%	-6.4%	13.7%		11.5%
Benchmark	8.2%		3.6%	3.7%	19.4%	4.2%	26.7%		15.9%

Change in performance since inception (base 100)



Annualized volatility

	1 year	3 years	5 years
Fund	17.32%	14.07%	
Benchmark	14.09%	12.62%	

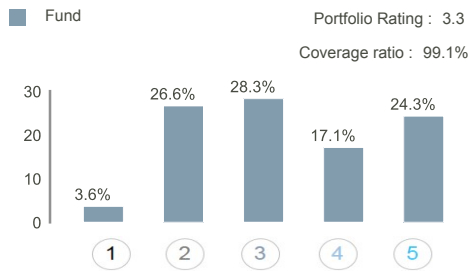
*Definitions of the financial indicators used are available for download on the website www.am.oddo-bhf.com under the heading "Regulatory information".

Sources : ODDO BHF AM SAS, Bloomberg, Morningstar®

(1) Risk/return scale in a range from 1 (lowest risk) to 7 (highest risk). This indicator is not constant and is updated if the risk/reward profile of the fund changes over time. The lowest category does not mean a risk-free investment. Historical data, such as is used to calculate the risk/return ratio, may not be a reliable indication of the future risk profile of the Fund. There is no guarantee that the management objectives in terms of risk and return will actually be met.

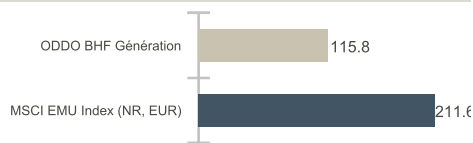


ESG Rating



In accordance with the update to our ESG integration policy published on 30 June 2017, the internal ESG rating scale now ranks the investment universe from 1 (High Risk) to 5 (Strong Opportunity) in ascending order.

Carbon Intensity (tCO2e/ mil EUR)



Portfolio manager comment

After consolidation in August, the equity indices ticked up in September, with a gain of 3.72% for the MSCI EMU NR index. While the economic indicators published over the month confirmed a global economic slowdown and the threat of an imminent US recession, the most cyclical sectors proved to be the driving force behind the rally. Similarly, government bond yields generally rose after the sharp fall seen in recent months. This would suggest that investors have already fully priced in the prospect of an economic slowdown. Macroeconomic indicators deteriorated most severely in Europe (and Germany in particular), whereas there was more of a mixed picture in the United States and China.

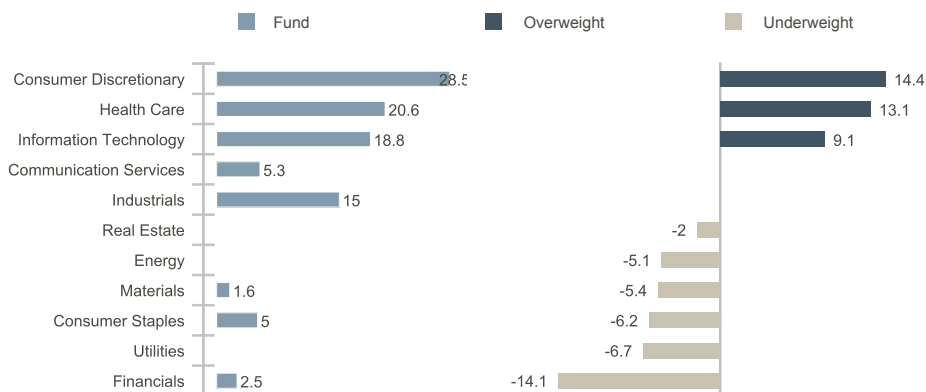
Both the US Federal Reserve and the European Central Bank responded to market operators' expectations over the course of the month. The Fed cut its key interest rates by 0.25% and indicated that it was prepared to take further action if prompted to do so by the economic outlook. Despite disagreement among members of its Governing Council, the ECB reduced the interest rate on the deposit facility from -0.40% to -0.50% for retail banks and restarted its debt security purchase programme at a monthly pace of EUR 20 billion for the next nine months.

The month was also dominated by the twists and turns of negotiations between the United States and China. The most likely outcome is that a deal will be reached on matters relating purely to trade if nothing else, whereas negotiations on more complex topics such as intellectual property and hidden company subsidies will be postponed.

Oddo BHF Génération was up 2.34% over the month. The month's best performers were Carel (Italy, capital goods), easyJet (UK, transport), Pirelli (Italy, automotive), SPIE (services), Faurecia (automotive), Roche (Switzerland, health care), Volkswagen (Germany, automotive), Bouygues (telecoms) and Merck (Germany, health care). At the other end of the spectrum, the fund was hit by the poor performance of Ipsen (health care), Beiersdorf (Germany, cosmetics), Moncler (Italy, luxury goods), Richemont (Switzerland, luxury goods), Grifols (Spain, health care), Fresenius (Germany, health care), Sixt (Germany, car rental), ALTEN (outsourced R&D), Sopra (IT services) and SAP (Germany, software).

In terms of portfolio changes, we scaled back our positions in Fresenius (Germany, health care), Aperam (Luxembourg, stainless steel), LVMH (luxury goods), Altran (outsourced R&D) and Bouygues (telecoms) to strengthen our investments in Teleperformance (services), Ipsen (health care), Dassault Systèmes (software) and Ubisoft (video games). We are keeping the portfolio's overall ESG rating above that of the reference universe.

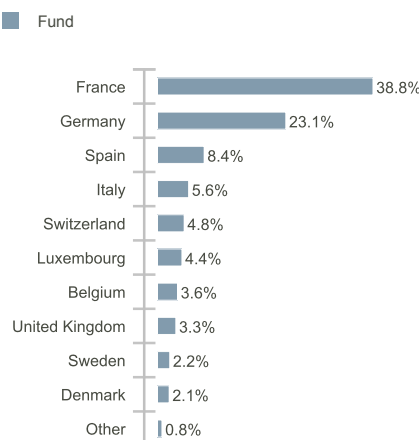
Sector breakdown: portfolio vs benchmark (%)



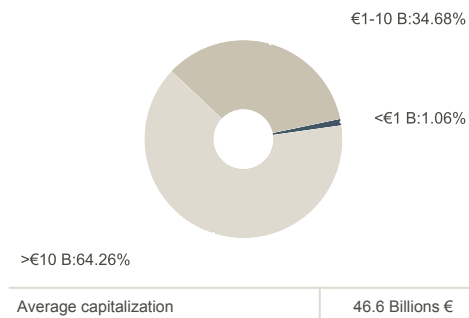
Money market 2.9%

MSCI EMU Net Return EUR Index

Geographic breakdown



Market cap breakdown



Main equity portfolio holdings

Security name	Weight*	Weight**	Sector	Country
Sap Se	5.13%	2.61%	Technology	Germany
Volkswagen Ag-Pref	4.61%	0.71%	Consumer Goods	Germany
Grifols Sa - B	4.33%		Health Care	Spain
Michelin (Cgde)	4.06%	0.43%	Consumer Goods	France
Lvmh Moet Hennessy Louis Vui	4.04%	2.50%	Consumer Goods	France
Sopra Steria Group	3.74%		Technology	France
Anheuser-Busch Inbev Sa/Nv	3.63%	1.64%	Consumer Goods	Belgium
Bouygues Sa	3.43%	0.20%	Industrials	France
Merck Kgaa	3.35%	0.33%	Health Care	Germany
Spie Sa	3.17%		Industrials	France

Number of equity holdings: 50

* Fund ** Benchmark

RISKS: The fund is exposed to the following risks : risk of capital loss, equity risk, interest rate risk, credit risk, risk associated with discretionary management, currency risk, risk associated with commitments on forward financial instruments, counterparty risk, risk associated with holding small and medium capitalisations, risks associated with securities financing transactions and collateral management and on an ancillary basis emerging markets risk

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