

# Cartesio *Equity*

## Factsheet

NAV (Class I)  
103.66

Assets  
81m €

The Pareturn Cartesio Equity ceased to exist on the 24th of March 2020 as a result of the merger with Cartesio Funds Equity

## October 2021

The fund is flat in October and up 11.13% YTD. The pandemic, as far as the financial markets and GDP aggregates are concerned, is a closed chapter, particularly in the US but also in Europe. New stock market highs have become almost the new normal and the debate shifted long time ago to inflation, bottlenecks and monetary policy strategies post pandemic. Central banks stick to their "temporary" narrative and blame pandemic related dislocations.

The fact is that in the face of persistently negative real rates and high liquidity, real assets are well bid, and equities is no exception. We think that macro and policy uncertainty is at its highest since the arrival of the vaccines last year. The valuation dispersion across the equity market is back to levels last seen at the height of the pandemic. Growth at almost any price is back in vogue.

Against this difficult backdrop, our position is to remain well invested in an equity portfolio which we believe offers exceptional value in an investment world dominated by momentum. The equity portfolio has shown zero correlation with the market since mid- June, outperforming when the market corrects and lagging on the upside. We are relaxed about being "different" in a market increasingly dominated, in our view, by momentum, flows and lack of valuation focus.

### Investment objective

Cartesio Equity replicates the investment strategy of Cartesio Y. It seeks higher risk adjusted returns (Sharpe ratio) than European Equities as represented by the MSCI Pan Euro Index. Willingness to forego potential returns in order to give an adequate capital protection.

### Investment strategy

The fund can only hold equities and cash with total flexibility in its exposure to both assets. The fund has a long equity bias.

### Fund History

Cartesio Y has an overall Three Star Morningstar rating. Since inception (March 2004) it has returned 5.2% p.a. against 6.9% p.a. total return for Pan-European equities with a volatility of

10.8% (index 18.8%). On a five and three year basis the fund has returned 20.1% and 12.0% respectively against total returns of 57.6% and 39.2% respectively for European equities with 74% and 78% respectively of the volatility experienced by the index.

### Factors to consider

- The fund has a clear long bias with emphasis on capital protection over the medium term.
- The equity component is actively managed with a significant tracking error vs the benchmark.
- Suitable for investors seeking to grow and protect their capital over the medium term with a moderate level of risk.

### Performance Chart\*



\* Relates to past data. Past performance does not guarantee future returns.

### PERFORMANCE\*

2021	11.1%
Since Inception (p.a.)**	4.6%

### RISK / RETURN

Volatility**	10.8%
Beta	0.84
Sharpe**	0.33

### ASSET ALLOCATION

Equity	84.3%
Cash	15.7%

### SECTORIAL DISTRIBUTION

Industrials	18.2%
Communication Services	15.9%
Financials	11.3%
Materials	9.0%
Energy	8.9%

### MAIN HOLDINGS

Fresenius SE	3.9%
Repsol	3.4%
Merlin Properties	3.3%
Total Energies	3.3%
Glencore	3.1%

### INVESTMENTS / DIVESTMENTS

Investments:

Divestments: Prosegur Cash

### MARKET RETURNS

	2021	Since 31/03/04
MSCI Pan Euro (Total return.)	23.0%	6.9% p.a.
Sharpe		0.31
Long Term Euro Gov. Bond	-3.5%	4.4% p.a.
Sharpe		0.77
Euro Gov T Bill	-0.5%	1.0% p.a.

\*\* Inception 31st March '04. Cartesio Y until Jun '09. Pareturn Cartesio Equity Class I until Feb'20

# Cartesio *Equity*

## Factsheet

NAV (Class I)  
**103.66**

Assets  
**81m €**

HOLDINGS		
1	Fresenius SE	3.9%
2	Repsol	3.4%
3	Merlin Properties	3.3%
4	Total Energies	3.3%
5	Glencore	3.1%
6	SES Global	3.1%
7	Unicaja	3.0%
8	Logista	2.7%
9	Volkswagen	2.6%
10	Heidelberg	2.5%
11	Signify	2.5%
12	Gruppo Unipol	2.4%
13	EDF	2.4%
14	Thales	2.4%
15	Publicis	2.3%
16	Pinfra	2.3%
17	Santander	2.3%
18	Carrefour	2.2%
19	KPN	2.1%
20	Alphabet	2.1%
21	Other	30.6%
22	Cash	15.7%
<b>Total</b>		<b>100%</b>

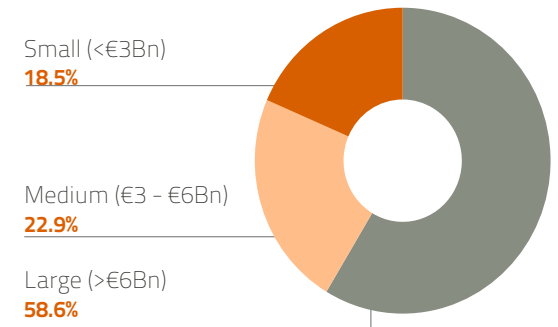
RISK ADJUSTED RETURNS CARTESIO EQUITY*							
	Returns		Volatility		Relative Volatility		M2
	Fund	Index	Fund	Index	Volatility	Index	
2004**	8.5%	8.0%	4.6%	11.1%	41.2%	18.4%	18.4%
2005	12.4%	26.1%	6.0%	9.5%	63.1%	18.4%	18.4%
2006	16.1%	19.0%	5.3%	12.7%	41.9%	34.6%	34.6%
2007	2.2%	4.5%	6.9%	15.7%	43.7%	-0.2%	-0.2%
2008	-14.2%	-42.5%	13.1%	37.3%	35.0%	-49.0%	-49.0%
2009	14.9%	31.1%	8.2%	24.4%	33.7%	45.0%	45.0%
2010	3.5%	10.1%	11.0%	18.7%	58.5%	5.5%	5.5%
2011	-5.7%	-6.6%	16.3%	22.2%	73.7%	-8.4%	-8.4%
2012	6.3%	17.2%	11.5%	14.7%	78.2%	7.7%	7.7%
2013	21.1%	19.6%	9.0%	12.2%	74.0%	28.3%	28.3%
2014	3.6%	7.0%	10.3%	13.4%	76.5%	4.6%	4.6%
2015	7.3%	7.2%	11.8%	20.7%	57.0%	12.7%	12.7%
2016	0.0%	3.6%	10.2%	19.8%	51.9%	0.2%	0.2%
2017	7.2%	9.8%	4.0%	8.5%	47.2%	15.7%	15.7%
2018	-6.0%	-9.4%	5.2%	12.5%	41.6%	-13.8%	-13.8%
2019	9.2%	25.8%	7.1%	11.3%	62.6%	14.9%	14.9%
2020	-9.0%	-4.6%	23.5%	28.3%	83.0%	-10.8%	-10.8%
2021	11.1%	23.0%	9.7%	11.7%	82.8%	13.5%	13.5%
Q1	7.7%	8.8%	10.1%	11.8%	86.2%	8.9%	8.9%
Q2	3.1%	6.7%	8.3%	11.3%	72.9%	4.3%	4.3%
Q3	0.1%	1.0%	10.2%	12.6%	81.2%	0.2%	0.2%
Q4 (Oct)	0.0%	4.9%	7.1%	10.4%	68.1%	0.0%	0.0%
<b>Total</b>	<b>121.4%</b>	<b>221.1%</b>	<b>10.8%</b>	<b>18.8%</b>	<b>57.7%</b>		
Index price only		74.7%					

\* Cartesio Y until 12/2009 and Pareturn Cartesio Equity from 12/2009 until 02/2020  
 \*\* Since March 2004  
 Index= MSCI Pan Euro Total Return // M2= Theoretical return assuming the save volatility as the Index

PORTFOLIO VALUATION	
P/E	13.2x
Div Yield	3.9%

SECTOR DISTRIBUTION		FUND	MSPE
1	Consumer Discretionary	5.1%	11.6%
2	Consumer Staples	4.8%	14.4%
3	Energy	8.9%	5.4%
4	Financials	11.3%	17.0%
5	Health Care	7.1%	15.9%
6	Industrials	18.2%	12.5%
7	Information Technology	7.0%	9.2%
8	Materials	9.0%	6.9%
9	Real Estate	6.1%	0.4%
10	Communication Services	15.9%	2.8%
11	Utilities	6.5%	4.0%
<b>Total</b>		<b>100%</b>	<b>100%</b>

## Market Cap Distribution (Equity Portfolio)



**Name**  
Cartesio Funds Equity (Repl-  
cates Cartesio Y)

**ISIN**  
LU1966822444 - Class I  
LU1966822527 - Class R  
LU1725678517 - Class Z

**Bloomberg**  
CARTEQI LX / CARTEQR LX /  
CARTEQZ LX

**Inception Date**  
13/01/20  
(Cartesio Y 31/3/04)

**Type**  
SICAV (UCITS III)

**Benchmark**  
MSCI Pan Europe – Risk  
Adjusted

**NAV frequency**  
Daily (Euros)

**Management Company**  
MDO Management Services

**Fund Manager**  
Cartesio SGIC, S.A.

**Custodian**  
BNP Paribas



MORNINGSTAR ★★ 3 years  
 MORNINGSTAR ★★★ 5 years  
 MORNINGSTAR★★★★ 10 years  
 MORNINGSTAR★★★★ Overall

- 3 Lipper Leader Total Return
- 2 Lipper Leader Consistent Return
- 1 Lipper Leader Preservation
- 5 Lipper Leader Expense

**Auditor**  
Deloitte

**Transfer Agent & Fund Administrator**  
BNP Securities Services

**Fund Management Fee**  
1.5% - Class I and Class R  
0.75% + 7.5% performance fee -  
Class Z

\* All ratings apply to Cartesio Y