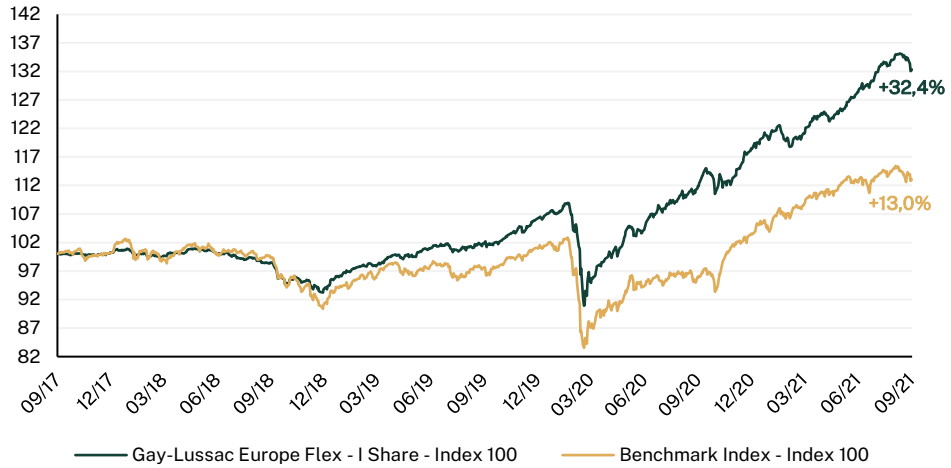


GENERAL INFORMATIONS

Custodian	Société Générale
Cut off	Subscriptions/redemptions
ISIN Code (A share)	FR0013280211
ISIN Code(I share)	FR0013280237
Valuation	Daily
Management fees A share	1,50% of Net assets
Management fees I share	0,80% of Net assets
Performance fees (High Water Mark)	12% including tax of the annual perf over 5%
Entry fees	2% maximum
Exit fees (UCITS acquired)	None
NAV (A share)	193,01 €
NAV (I share)	13 235,18 €
Inception date (A share)	29-sep-17
Inception date (I share)	29-sep-17
Net assets	55,64 M€

3 years values (Bloomberg data)	Gay-Lussac Europe Flex
Volatility	7,46%
Max Drawdown	-16,54%
Beta	0,48
Sharpe Ratio	1,32

Performances and statistics on the 30 of september 2021



	1M	2021	2020	2019	2018	Inception*
A Share	-1,5%	10,8%	11,0%	12,1%	-6,8%	28,7%
I Share	-1,4%	11,6%	11,5%	12,9%	-6,1%	32,4%

* Since the launch of the Fund on 29/09/2017
 ** Benchmark index: 50% EONIA (EONCALP7 Index) + 16.66% Stoxx 600 TR + 16.66% CAC Mid&Small TR + 16.66% MSCI EMU Microcaps TR

EXTRA FINANCIAL PORTFOLIO ANALYSIS

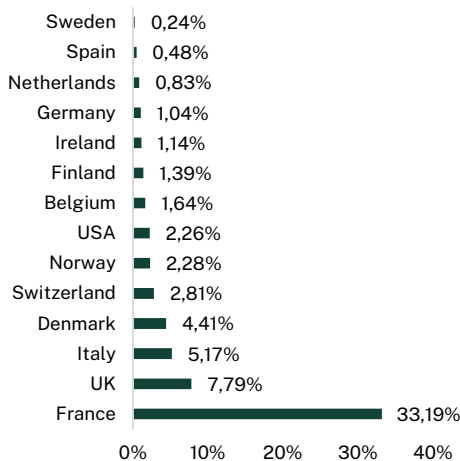
	Gay-Lussac Europe Flex (/10)	Benchmark Index (/10)
Grade average E*	6,46	6,31
Grade average S*	5,95	5,33
Grade average G*	6,23	5,69
Grade average ESG**	6,89	6,87

* proportion of the fund's investments for which non-financial data are available and used to complement fundamental analysis.
 ** MSCI coverage rate: 62.3% / Internal coverage rate: 37.7% / Total coverage rate: 100%.

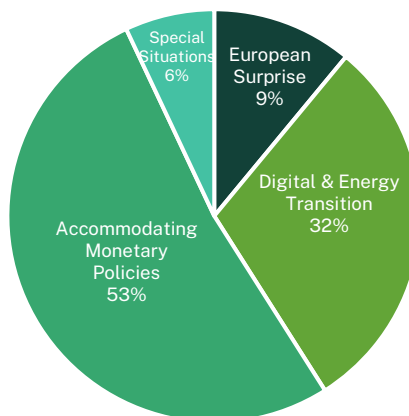
PRI Principles for Responsible Investment
 Gay-Lussac Gestion is a signatory of the **United Nations Principles for Responsible Investment (UN-PRI)** since 2020.

TCFD TASK FORCE ON CLIMATE-RELATED FINANCIAL DISCLOSURES
 Gay-Lussac Gestion is a supporter of the **Task Force on Climate-related Financial Disclosures (TCFD)** since 2021.

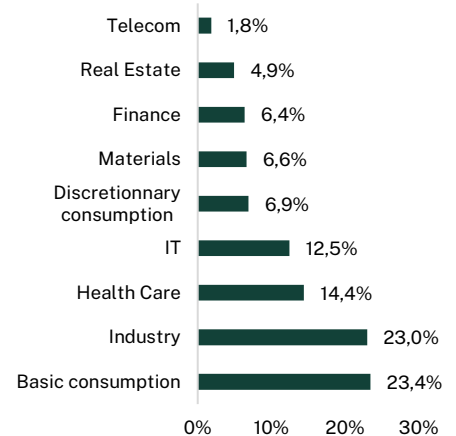
COUNTRY BREAKDOWN (on the invested share)



BREAKDOWN BY INVESTMENT THEME



INDUSTRY BREAKDOWN (on the invested share)



INVESTMENT PROCESS

- Two defensive criteria, **Low Volatility** and **Low Beta** and one performance criterion, **Momentum** to quantitatively filter the investment universe.
- Selection of 3 to 4 major structural and/or cyclical themes by a quarterly Macroeconomic Committee bringing together economists, strategists, fund managers and financial analysts.
- Definition of the investable universe through the selection of stocks in line with the themes selected and validated by the fundamental analysis of the companies.
- Construction and follow-up of the portfolio in risk budget.

INVESTMENT OBJECTIVE

To obtain, over an investment horizon of **at least 5 years an annualised performance over 5% net of current charges**. This objective is pursued through investments mainly in Equity markets of EU and OCDE. The stocks are selected in accordance with the investment themes defined by the quarterly Macroeconomic Committee.

MANAGEMENT TEAM

Louis de FELS	Daphné PARANT
Hugo VOILLAUME, CFA	Paul EDON
Guillaume BUHOURS	Thibaut MAISSIN

RISK EXPOSURE



Macroeconomic review

In September, financial struggles of Chinese real estate developer **Evergrande**, energy price inflation and sovereign rate hikes have penalized equity markets: CAC 40 TR -2,24%, S&P500 -2,81%, STOXX 600 TR -3,29%.

In Europe, vaccination remains the engine of economic rebound. Most indicators point to robust economic growth in the third quarter, but inflation remained at the center of the debate in September. Driven by electricity and gas prices, rolling 12-months inflation stood at 3,4% (+40bp), while core inflation stood at 1,6% (+30bp). In Germany, election results herald a change of regime but negotiations between the potential coalitions are still expected to take some time. On the monetary front, the ECB kept its policy rates unchanged but considered that the financing conditions were sufficiently stable to begin reducing the asset purchases of the PEPP. However, in a context of potential stagflation, we believe the ECB should remain in support of the activity for a long time.

In the United States, political issues continue to penalize growth prospects. Congress neither endorsed raising the debt ceiling nor came up with a definitive vote on the infrastructure plan, reduced to two trillion dollars. Consumer confidence index (109,3 vs. 115,2 points) and job creation figures (235K vs. 750K expected) disappointed in September. As a result, growth forecasts for the third quarter have been revised downwards by the Atlanta FED, from 6,1% at the end of July, to 3,2% as we write. In addition, at its September meeting, the FED announced an upcoming tapering, excluding exceptional economic events. On the other hand, FOMC members remain divided on the start date of the policy rate hikes, between 2022 and 2023. As a result, sovereign bond yields rose sharply during the last two weeks of September. The 10-year Treasury Bond ended the month at 1,487% against 1,309% at the end of August.

KEY RATIOS

Gross Equity Exposure	64,67%
Futures & Options	-18,19%
Net Equity Exposure	46,49%
Bonds	2,48%
Arbitrage / Takeover bid	10,48%
Liquidities, money market	22,37%
Monthly performance - A Share	-1,49%
Monthly performance - I Share	-1,37%
Number of lines	54
Median PER 2021	23,62
Median EV/Sales 2021	2,87
Median EV/EBIT 2021	18,79

TOP FIVE POSITIONS

Name	% net asset
NESTLE SA-REG	2,81%
PRECIA	2,66%
DIAGEO PLC	2,64%
GERARD PERRIER	2,56%
ELECTRIC	2,51%
UNILEVER PLC	2,51%

BREAKDOWN BY MARKET CAPS

Name	% net asset
More than 4 Mds €	37,65%
From 500 M€ to 4 Mds €	40,17%
Less than 500 M€	22,17%
Average Capitalisation (M€)	32 969
Median Capitalisation (M€)	1 569

Management review

In the current environment of rising interest rates, we reduced our exposure to long duration securities for more value securities benefiting from the reopening of economies.

Regarding disposals, we sold our **ASML** shares and reduced our **Cellnex** position. The Dutch specialist in lithography technologies for the semiconductor industry, **ASML**, continues to exhibit excellent fundamentals, recently confirmed during its capital market day. However, with an enterprise value of over 40x EBIT, the stock has been severely hit by rising rates. The European leader in telecommunication infrastructures, **Cellnex**, continues to benefit from a strong investment case. But the very long-term growth profile is struggling under these market conditions.

Regarding acquisitions, we have strengthened our positions in **Marr** and **Voyageurs du Monde**. Italy's leading food supplier for restaurants continues to benefit from reduced sanitary measures. We also believe that the third quarter numbers will be better than expected. The expert in tailor-made and adventure travel, **Voyageurs du Monde**, is benefiting from the recovery in global tourism and in particular from the reopening of American borders to European tourists.