

LO FUNDS - EUROPE EQUITY FACTOR ENHANCED, SYST. HDG, (USD) S

FUND FACTS

Domicile	Luxembourg/SICAV
Fund inception date	25 June 2015
Currency of Fund	EUR
Currency of share class	USD Hedged
Registered in	AT, CH, DE, ES, FR, GB, LI, LU, NL, SE
Fund manager	A. Deruaz (CFA), B. Vaucher (CFA)
Net assets (all classes)	USD 51.28 million
Number of positions	111
Liquidity (sub./red.)	Daily
Min. investment	To be defined
Management fee	0.00%
Distribution fee	0%
Performance fee	0.00%
TER max (31 March 2016)	0.10%

RISK AND REWARD PROFILE

1	2	3	4	5	6	7
Low						High

CODES

Class A

ISIN	LU1230574656
Bloomberg	LOEEFUA LX
Telekurs	28125761
NAV	USD 9.68

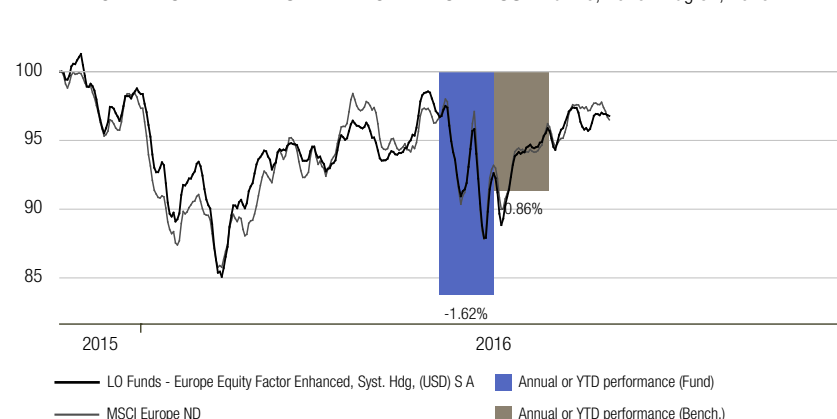
FISCAL INFORMATION

EUSD	In Scope - no tax
UKRFS	No
DE InvStG	Not transparent

HIGHLIGHTS

LO Funds - Europe Equity Factor Enhanced is a rule-based, long-only European equity investment strategy launched in June 2015. It invests in securities within the MSCI Europe universe and seeks to offer higher risk-adjusted returns compared to the index. The investment approach seeks to offer a transparent, systematic and dynamic process combining: i) a factor-based stock selection focusing on Value, Quality, Momentum, Low Risk and Small Size; ii) a risk-based allocation achieving diversification by equalizing the risk contribution of sectors to the portfolio; and iii) an adjustment of factors relative importance to prevailing economic and market environments.

NET PERFORMANCE AND ANNUAL PERFORMANCE IN USD Nov 20, 2015 - Aug 31, 2016



NET PERFORMANCE IN USD

	Fund	Bench.
YTD	-1.62%	-0.86%
1 month	0.93%	0.30%
3 months	-1.49%	-0.15%
Total return (since 20.11.2015)	-3.22%	-3.50%

STATISTICS 20.11.2015 - 31.08.2016

	Fund	Bench.
Maximum drawdown	-9.94%	-10.71%
Correlation		0.828

TOP 10 (IN %)

Colruyt	2.4
Koninklijke Ahold Nv	2.3
Atos	2.2
Eng Sm Equity	2.1
William Demant Holding	2.0
TeliaSonera	1.9
Orkla	1.9
TDC A/S	1.8
Imerys	1.8
Lonza Group	1.8

SECTORS (IN %)

Financials	14.0
Industrials	13.0
Materials	13.0
Consumer staples	12.4
Consumer discretionary	11.0
Healthcare	9.4
Telecommunications	7.0
Utilities	7.0
Information technology	6.7
Others (liquid Assets Incl.)	6.5

COUNTRIES (IN %)

France	18.8
United Kingdom	12.3
Switzerland	9.4
Germany	8.3
Belgium	6.5
Netherlands	6.0
Spain	5.5
Sweden	5.5
Others	25.4
Liquid assets	2.3

CURRENCIES (IN %)

EUR	61.8
GBP	12.1
CHF	9.4
NOK	6.2
SEK	5.5
DKK	4.7
USD	0.2

INCREASED

OMV	0.6
UCB	0.5
Actelion	0.5
William Demant Holding	0.5
Marine Harvest	0.5

REDUCED

Trn Im Equity	-0.9
Kerry Group	-0.7
Ornbv Fh Equity	-0.7
Qiagen	-0.6
United Internet (nom)	-0.6

MONTHLY RETURNS IN %

	2015		2016	
	Fund	Bench.	Fund	Bench.
January			-5.2	-6.6
February			-1.0	-1.8
March			2.3	6.3
April			0.7	2.4
May			3.2	-0.6
June			-7.0	-4.4
July			5.0	4.2
August			0.9	0.3
September				
October				
November	1.4	-0.1		
December	-3.0	-2.6		
Year	-1.6	-2.7	-1.6	-0.9

PARTICULAR RISKS

LO Funds - Europe Equity Factor is a rule-based, long-only European equity investment strategy launched in June 2015. It invests in securities within the MSCI Europe universe and seeks to offer higher risk-adjusted returns compared to the index. The investment approach seeks to offer a transparent, systematic and dynamic process

GLOSSARY

Credit Ratings: The credit ratings breakdown mentioned for convertible funds is a blend of ratings performed internally as well as ratings provided by external sources.

Risk and Reward Profile: This indicator (SRRI) represents the annualized historical volatility of the Sub-Fund over a 5-year period. Where there are less than 5 years worth of data, missing returns are simulated using an appropriate benchmark. The SRRI may change over time and should not be used as an indicator of future risk or returns. Even the lowest risk classification does not imply that the Sub-Fund is risk-free or that capital is necessarily guaranteed or protected.

Total Expense Ratio (TER): The total fees involved in managing and operating a fund. The TER included the annual management fee and other charges, for example legal, admin, and audit costs (source: annual audited reports or semi annual non audited reports)

Volatility: A statistical measure of the fluctuations of a security's price. It can also be used to describe fluctuations in a particular market. High volatility is an indication of higher risk.

Sharpe Ratio: A measure of risk-adjusted performance. The higher the ratio, the better risk-adjusted performance has been.

Drawdown: A draw down is usually quoted as the percentage between the peak and trough of an investment during a specific period. It can help to compare an investment's possible reward to its risk.

Correlation: Correlation is a measure of how securities or asset classes move in relation to each other. Highly correlated investments tend to move up and down together while investments with low correlation tend to perform in different ways in

combining: i) a factor-based stock selection focusing on Value, Quality, Momentum, Low Risk and Small Size; ii) a risk-based allocation achieving diversification by equalizing the risk contribution of sectors to the portfolio; and iii) an adjustment of factors relative importance to prevailing economic and market environments.

different market conditions, providing investors with diversification benefits. Correlation is measured between 1 (perfect correlation) and -1 (perfect opposite correlation). A correlation coefficient of 0 suggests there is no correlation.

Tracking Error: A measure of how closely an investment portfolio follows the index against which it is benchmarked.

Bond Floor: The lowest value that convertible bonds can fall to, given the present value of the remaining future cash flows and principal repayment. The bond floor is the value at which the convertible option becomes worthless because the underlying stock price has fallen substantially below the conversion value.

Delta: The ratio comparing the change in the price of the underlying asset to the corresponding change in the price of a derivative.

Premium: If a fixed-income security (bond) is purchased at a premium, existing interest rates are lower than the coupon rate. Investors pay a premium for an investment that will return an amount greater than existing interest rates.

Yield to Maturity: The rate of return anticipated on a bond if it is held until the maturity date.

Coupon: The interest rate stated on a bond when it's issued.

Modified Duration: This formula is used to determine the effect that a 100-basis-point (1%) change in interest rates will have on the price of a bond.

Average Duration: The average modified duration of the portfolio expressed in years.

Expected Loss: Annual average expected loss to the portfolio expressed in percent.

Attachment Point: The modelled probability of a negative portfolio return in any given year.

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