

Fund Fact Sheet

28/02/2020

Asset Class

Global Equities

Fund Characteristics

AUM	€ 277,6 mn
Launch date	11/03/2000
Oldest share class (B)	LU0117287580
Turnover (2019) ¹	7%
Reference currency	EUR
Legal structure	SICAV, UCITS
Domicile	Luxembourg
European passport	Yes
Countries of registration	AT, BE, DK, FI, FR, DE, ES, IT, LU, NL, NO, SG, SE, CH, GB

Fund Manager

After nearly four years as financial analyst at Banque Générale du Luxembourg, **Joël Reuland** joined the Asset Management department of Banque de Luxembourg in 1999.

Joël graduated in Management from the Ecole de Commerce Solvay in Brussels in 1995, and in 2004, he earned the CFA (chartered financial analyst) charter.

Management Company

BLI - Banque de Luxembourg Investments S.A.
16, boulevard Royal
L-2449 Luxembourg
Tel: (+352) 26 26 99 - 1
www.bli.lu

Dealing & Administrator Details

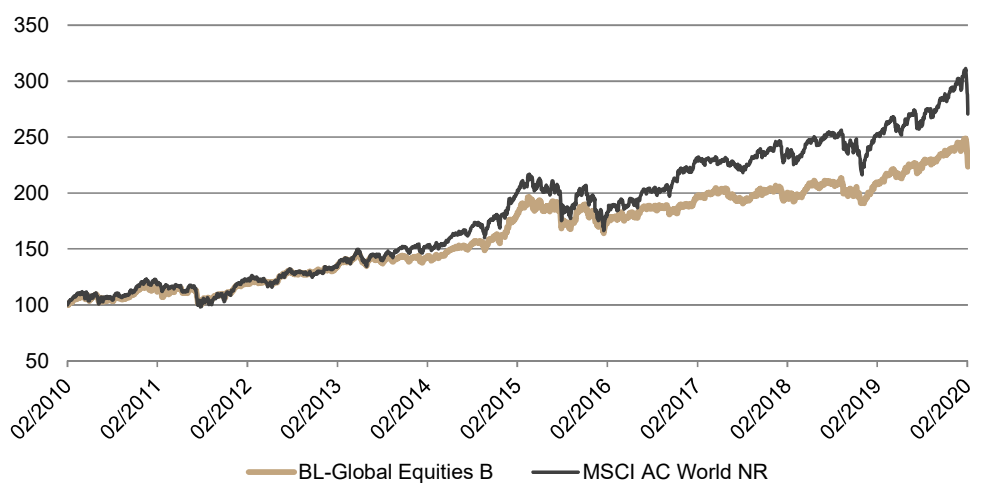
European Fund Administration (EFA)	
Tel	+352 48 48 80 582
Fax	+352 48 65 61 8002
Dealing frequency	daily ²
Cut-off time	17:00 CET
Front-load fee	max. 5%
Redemption fee	none
NAV calculation	daily ²
NAV publication	www.fundinfo.com

Investment Objective

BL-Global Equities is an international equity fund. The fund's objective is to grow capital over time by investing in a diversified global portfolio of high-quality companies posting a long-term competitive advantage. To reduce the potential downturn of the fund, the manager has the possibility of adjusting the exposure to equities (between 70% and 100%) by cash and/or hedging.

Key Facts

- Globally diversified portfolio of high-quality companies
- Exposure to equity markets may vary between 70% and 100%
- Particular importance placed on analysis of competitive advantage and valuation
- Derivatives may be used for hedging or portfolio optimisation



Performance	YTD	2019	2018	2017	2016	2015
Fund (B shares)	-6,0%	23,2%	-4,1%	7,5%	2,5%	12,7%
MSCI AC World NR	-7,1%	28,9%	-4,8%	8,9%	11,1%	8,8%

Performance	1 month	3 months	6 months	1 year	3 years	5 years	10 years
Fund (B shares)	-5,8%	-5,6%	-1,7%	7,7%	14,1%	22,5%	123,6%
MSCI AC World NR	-7,3%	-5,5%	1,4%	7,7%	18,4%	33,7%	170,6%

Volatility	3 months	6 months	1 year	3 years	5 years	10 years
Fund (B shares)	20,9%	15,1%	12,1%	10,4%	11,5%	10,9%
MSCI AC World NR	27,1%	19,6%	15,9%	13,5%	14,8%	14,5%

The index (MSCI World AC) is shown in the performance chart as well as in the performance tables above for performance measurement purposes only and it should under no circumstances be considered as an indication of a specific investment style or strategy.

Investors are also invited to consult the performance chart disclosed in the key investor information document of the sub-fund.

¹ min (purchases, sales) / average of net assets

² Luxembourg banking business day

Current Portfolio

28/02/2020

Top Holdings Equity Portfolio

Unilever	3,0%
SAP	2,8%
TSMC	2,6%
Pernod Ricard	2,5%
Microsoft	2,4%
Air Liquide	2,3%
EssilorLuxottica	2,3%
LVMH	2,2%
Danone	2,0%
Novo Nordisk	2,0%

Cash	6,8%
Weight of Top 10	24,2%
Number of holdings	130

New Investments in February

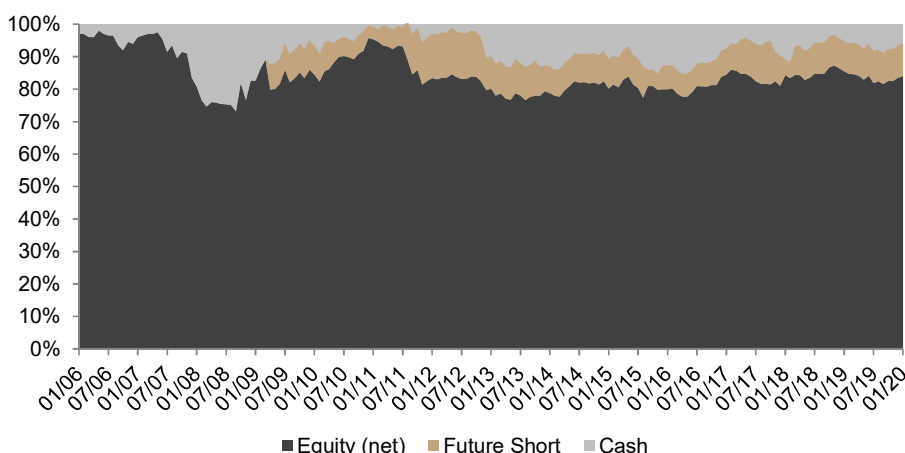
Nintendo

Investments sold in February

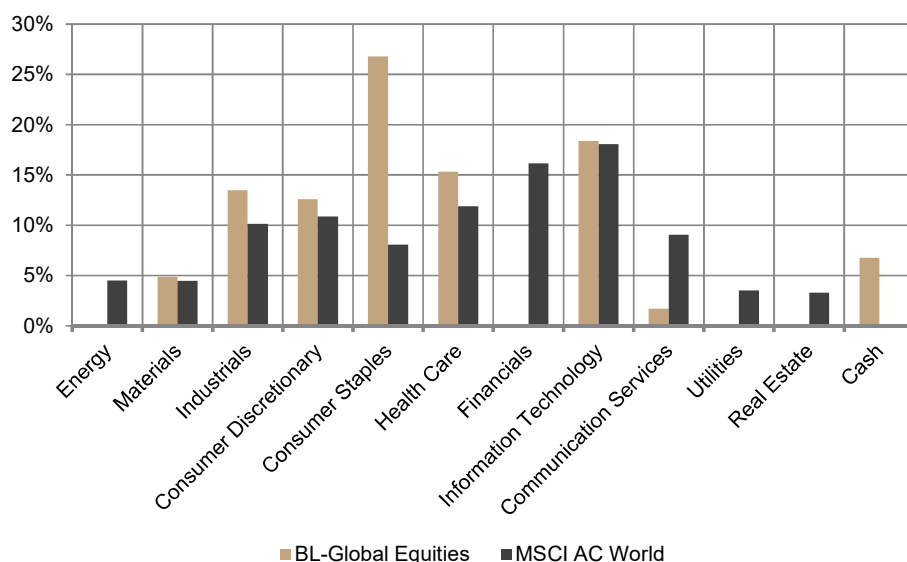
no transactions

Currency Allocation

USD	34,6%
EUR	27,1%
JPY	12,9%
GBp	5,7%
CHF	3,8%
HKD	3,3%
KRW	2,6%
SEK	2,5%
SGD	2,1%
DKK	2,0%
BRL	1,7%
TWD	0,8%
MXN	0,5%
VND	0,2%
ZAR	0,2%
MYR	0,0%



Strategic		Allocation portfolio February 2020			
		Gross	Hedging	Net	MSCI World AC
Europe	35,0%	36,3%	-3,9%	32,4%	19,3%
US	30,0%	30,2%	-6,8%	23,4%	59,2%
Japan	10,0%	11,6%		11,6%	7,1%
Asia ex Japan	19,0%	12,2%		12,2%	12,6%
Latin America	6,0%	2,9%		2,9%	1,8%
Total Equities	100,0%	93,2%			
Cash		6,8%			
Total		100,0%			



Investor Type	Clean Share	Eligibility Restrictions	Share Class	Currency	Income	Mgmt Fees	On-going Charges	SRRI	ISIN	Bloomberg
Retail	No	No	A	EUR	Dis	1,25%	1,45%	5	LU0439764787	BLGLBEA LX
Retail	No	No	B	EUR	Cap	1,25%	1,44%	5	LU0117287580	BLGLBEQ LX
Retail	Yes	Yes	AM	EUR	Dis	0,85%	1,04%	5	LU1484140683	BLGLEAM LX
Retail	Yes	Yes	BM	EUR	Cap	0,85%	1,04%	5	LU1484140766	BLGLEBM LX
Institutional	No	Yes	BI	EUR	Cap	0,60%	0,75%	5	LU0439765164	BLGLBEI LX

Management Report

28/02/2020

The spread of coronavirus outside China has triggered a sharp increase in investors' risk aversion, with government bonds fully resuming their role as safe havens. In the United States, the yield to maturity on the 10-year Treasury note plunged from 1.51% to 1.15%. In the eurozone, the 10-year government bond yield fell from -0.44% to -0.61% in Germany and from -0.18% to -0.29% in France, but rose from 0.23% to 0.28% in Spain and from 0.93% to 1.10% in Italy. Southern European government bonds were unable to benefit from the rush to non-risky assets. At the end of February, the average yield to maturity in the bond portfolio was 0.8% (0.0% for the benchmark) and the modified duration was 5.1 (8.5 for the benchmark).

The increasing likelihood of a coronavirus-related pandemic led to a sharp fall in equities in the last week of February, with most major stock market indices declining by more than 10%. Over the month as a whole, the MSCI All Country World Index Net Total Return expressed in euros fell by 7.3%. The S&P 500 in the United States, the Stoxx 600 in Europe, the Topix in Japan and the MSCI Emerging Markets fell by 8.4% (in USD), 8.5% (in EUR), 10.3% (in JPY) and 5.4% (in USD) respectively. In terms of sectors, energy stocks were particularly impacted. There was also less discrimination within the markets as the traditionally more defensive sectors such as consumer staples, healthcare and utilities were not spared by the slump.

A new line was opened in the Japanese company Nintendo in February. The producer of game consoles and video games is managing to capitalise on its portfolio of games and emblematic characters (like Super Mario) and increase the proportion of recurring and service-related income streams. While historically Nintendo's success was closely linked to the success of its proprietary game consoles (since its content was not available on rival consoles or other devices such as smartphones), the company is now much more diversified and well positioned to benefit from a generally positive trend for the digital games industry.

BL Global Equities' NAV declined by 5.8% in February. During the last week of the month, the fund was dragged down by the fall in equity markets due to low resilience in the defensive sectors and the strength of the euro. Given the scale of the economic disruption that could be triggered by a massive spread of the virus, we are keeping a partial hedge on equities for the time being.

Investment Approach

Investment Principles

Limit losses:

The value of an investment that has lost 50% must double to recover incurred losses.

> *Avoiding losses is more important than realising extraordinary gains.*

Master investment risks:

Risks arise when the parameters of the investment are not properly understood.

> *We avoid investing in assets we do not fully understand.*

Valuation / margin of safety:

The price paid determines the return.

> *The objective is to invest with a safety margin to increase the potential return and limit the risk of loss.*

Consideration of an entire business cycle:

Foregoing part of potential gains in strongly rising markets pays dividends in falling markets.

> *Our objective is to outperform the relevant market indices over an entire business cycle by limiting the drawdown in challenging markets.*

Active management:

The market reference is solely used for performance measurement principles.

> *Owing to the active investment approach of our portfolio management, the portfolio structure may deviate strongly from that of market indices.*

Equity investment approach: "Business-Like Investing" approach

We consider an equity investment as a long-term participation in a quality business. As a consequence, we need to make sure that the businesses we invest in are able to compete successfully within their line of business and remain profitable for the years to come.

Quality

In the first step of our investment process, we perform an in-depth review of the targeted company's business model in order to identify its sustainable competitive advantage. A competitive advantage differentiates the company from its competitors and creates barriers to entry, adding value for its investors.

In the second step we analyse whether the competitive advantage translates into recurrent free cash-flow. We put a special emphasis on the analysis of the maintenance capex requirements of the targeted companies to make sure that the generated cash-flow is not absorbed by investment needs to sustain the company's current business operations.

In the third step, we analyse how the targeted company uses its capital. The company's management faces the following options: investment in current business activities, development of new activities, takeovers, dividend payments, stock buybacks or debt repayments.

Only companies that comply with our bottom-up quality criteria are considered for inclusion into our portfolios, which may lead to significant deviations from the relevant market indices.

Valuation

Even investments in quality companies may result in significant capital losses if the price that was paid for the investment proves too high. To avoid this pitfall, we determine a fair value for each targeted company prior to investing. This fair value is based on the company's normalised free cash flow and serves as reference point for our buy and sell discipline.

Portfolio structure

BL-Global Equities has a diversified portfolio of around 150 companies. The default regional weighting of equities (35% for Europe, 40% for the United States, 10% for Japan, 11.5% for Asia excluding Japan and 3.5% for Latin America) is adjusted according to valuation levels and the manager's opinion on the relative attractiveness of each region. Given the diversified nature of the portfolio and the importance placed on the analysis of competitive advantage and valuation, the specific risk related to an unfavourable movement in an individual stock is contained.

Legal Information

This document is issued by Banque de Luxembourg Investments S.A. ("BLI"), with the greatest care and to the best of its knowledge and belief. However, no guarantee is provided with regard to its content and completeness and BLI does not accept any liability for any losses which might arise from making use of the information contained herein. The opinions expressed in this document are those of BLI at the time of writing and are subject to change at any time without notice. If nothing is indicated to the contrary, all figures are unaudited.

The product description contained herein is for information purposes only and is for the exclusive use of the recipient. Nothing in this document should be construed as an offer and is therefore not a recommendation to purchase or sell shares. It does not release the recipient from exercising his own judgement. Unless specifically indicated, this description is solely aimed at institutional investors according to the Luxembourgish law of 17 december 2010.

The securities and financial instruments described in this document may generate considerable losses and are not therefore suitable for all investors. Among other risks, these include market risks, currency fluctuation risks, credit or payment default risks, liquidity risks and interest rate risks. BLI cannot guarantee that the securities and financial instruments will achieve the intended investment objectives. Each investor must ensure that he is aware of the risks and the consequent legal, tax, accounting and commercial aspects related to these securities and financial instruments.

The accuracy of the data, the evaluation, opinions and estimates of which are included in this document, has been very carefully checked. Any statements made in this document may be subject to change without prior warning.

References to past performances of financial instruments should not be interpreted as a guarantee of future returns.

The recipient is recommended in particular to check that the information provided is in line with his own circumstances with regard to any legal, regulatory, tax or other consequences, if necessary with the help of a professional adviser. It is expressly not intended for persons who, due to their nationality or place of residence, are not permitted access to such information under local law. Neither this document nor any copy thereof may be sent, taken into or distributed in the United States or to any U.S. person as defined in the fund's prospectus. This material is not for distribution to the general public. It is intended for the recipient personally, and it may be used solely by the person to whom it was presented. It does not constitute and may not be used for or in connection with a public offer in Luxembourg of the products referred to herein.

The prospectus, the articles of incorporation, the annual and semi-annual reports of BL as well as the key investor information document (KIID) of the sub-fund are available on www.bli.lu or upon request from BLI. The KIIDs are available in French, English and in any other official language of registration of BL.

This document may not be reproduced either in part or in full without the prior written consent of BLI.

Specific Information concerning MSCI Data:

All MSCI data is provided "as is". Neither MSCI nor any other party involved in or related to compiling, computing or creating the MSCI data makes any express or implied warranties or representations with respect to such data (or the result to be obtained by the use thereof) and all such parties hereby expressly disclaim all warranties of originality, accuracy, completeness, merchantability or fitness for a particular purpose with respect to any such data. Without limiting any of the foregoing, in no event shall MSCI, any of its affiliates or any third party involved in or related to compiling, computing or creating the data have any liability for any direct, indirect, special punitive, consequential or any other damages (including lost profits) even if notified of the possibility of such damages. No further distribution or dissemination of the MSCI data is permitted without MSCI's express written consent.

Specific Information concerning GICS Data:

The Global Industry Classification Standard ("GICS") was developed by and is the exclusive property and a service mark of MSCI Inc. ("MSCI") and Standard and Poor's, a division of The McGraw-Hill Companies, Inc. ("S&P") and is licensed to use by Banque de Luxembourg S.A.. Neither MSCI, S&P nor any third party involved in making or compiling the GICS or any GICS classifications makes any express or implied warranties or representations with respect to such standard or classification (or the results to be obtained by the use thereof), and all such parties hereby expressly disclaim all warranties of originality, accuracy, completeness, merchantability and fitness for a particular purpose with respect to any of such standard or classification. Without limiting any of the foregoing, in no event shall MSCI, S&P, any of their affiliates or any third party involved in making or compiling the GICS or any GICS classification have any liability for any direct, indirect, special, punitive, consequential or any other damages (including lost profits) even if noticed of the possibility of such damages.

Specific Information for Switzerland:

Legal documentation of the fund may be obtained, free of charge, at the offices of the Swiss representative, CACEIS (Switzerland) S.A., 7-9, Chemin de Précossy, CH-1260 Nyon, Switzerland, in accordance with the provisions of the Swiss Collective Investment Schemes Act of 23 June 2006 ("CISA"). The SICAV has appointed Banque CIC (Suisse) SA, Marktplatz 13, CH-4001 Bâle, Switzerland to act as paying agent for Switzerland. The present document may be distributed to Swiss qualified investors.

Specific Information for France:

The present document may be distributed to French professional investors.