

## PERFORMANCE SUMMARY

### PRICE RETURN - Alpha vs Main Benchmark

2017

#### EUROPE

| Index Name                                       | Tickers       | Live Since | SDY  | 12M vol | Q4     | 2017   |
|--|---------------|------------|------|---------|--------|--------|
| Finvex Sustainable Efficient Europe 30           | FSEURE Index  | Jul-11     | 3.5% | 7.94%   | 1.85%  | 5.85%  |
| Alpha vs. EURO STOXX 50 Price EUR                |               |            |      | -2.38%  | 4.38%  | -0.64% |
| Finvex Low Volatility Europe                     | RSEUPE Index  | Jul-11     | 3.5% | 7.91%   | 0.08%  | 7.46%  |
| Alpha vs. EURO STOXX 50 Price EUR                |               |            |      | -2.41%  | 2.61%  | 0.97%  |
| Finvex Ethical Efficient Europe 30               | FEEURE Index  | Jul-14     | 4.0% | 7.85%   | 1.87%  | 7.33%  |
| Alpha vs. EURO STOXX 50 Price EUR                |               |            |      | -2.47%  | 4.40%  | 0.84%  |
| Finvex Shariah Efficient Europe 20               | FSHEURE Index | Apr-15     | 4.0% | 8.36%   | 1.09%  | 11.25% |
| Alpha vs. D&J Islamic Mkt Europe Titans 25 Index |               |            |      | -1.29%  | 4.10%  | 5.56%  |
| Finvex Shariah & Sustainable 20 Europe           | FSSEURE Index | Jan-16     | 4.0% | 8.56%   | 0.69%  | 7.36%  |
| Alpha vs. D&J Islamic Mkt Europe Titans 25 Index |               |            |      | -1.09%  | 3.70%  | 1.67%  |
| Finvex Sector Efficient Europe 30                | FSECEUE Index | Nov-15     | 4.5% | 7.70%   | 1.59%  | 7.52%  |
| Alpha vs. EURO STOXX 50 Price EUR                |               |            |      | -2.62%  | 4.12%  | 1.03%  |
| ECOFI SRI Europe                                 | EISRIEI Index | Nov-15     | 4.0% | 7.83%   | 0.82%  | 9.72%  |
| Alpha vs. EURO STOXX 50 Price EUR                |               |            |      | -2.49%  | 3.35%  | 3.24%  |
| Finvex Ethical Sector Efficient Europe           | FESEURE Index | Jul-16     | 4.5% | 8.23%   | 3.05%  | 9.25%  |
| Alpha vs. EURO STOXX 50 Price EUR                |               |            |      | -2.08%  | 5.58%  | 2.77%  |
| Finvex ESG Low Carbon Europe 50                  | FELCEU Index  | Jun-17     | 4.5% | 8.60%   | -0.25% | 6.27%  |
| Alpha vs. EURO STOXX 50 Price EUR                |               |            |      | -1.71%  | 2.28%  | -0.22% |

#### WORLD / US / ASIA

| Index Name                               | Tickers       | Live   | SDY  | 12M vol | Q4     | 2017    |
|--|---------------|--------|------|---------|--------|---------|
| Finvex Sustainable Efficient World 30    | RSWLDE Index  | Jul-11 | 3.0% | 7.34%   | 2.03%  | 2.84%   |
| Alpha vs. MSCI World EUR                 |               |        |      | -1.44%  | -1.20% | -2.54%  |
| Finvex Shariah Efficient Global 50       | FSHWLDD Index | Apr-15 | 4.0% | 5.40%   | 4.68%  | 14.19%  |
| Alpha vs. DJIM TITANS 100 INDEX          |               |        |      | -0.80%  | -0.32% | -9.49%  |
| Finvex Sustainable Efficient US 30       | FSUSAD Index  | Feb-15 | 3.5% | 6.34%   | 2.27%  | 6.79%   |
| Alpha vs. S&P 500 INDEX                  |               |        |      | -0.45%  | -3.85% | -12.63% |
| Finvex Sustainable Efficient Japan Index | FSJAPY Index  | May-17 | 2.5% | 9.75%   | 5.35%  | 15.37%  |
| Alpha vs. Nikkei 225 Index               |               |        |      | -1.57%  | -6.48% | -3.73%  |
| Finvex Quality Efficient Asia Index      | FQASIAD Index | Jul-11 | 2.0% | 5.48%   | 7.23%  | 24.26%  |
| Alpha vs. Asian Synthetic Benchmark      |               |        |      | -1.34%  | -0.60% | -2.87%  |

## HIGHLIGHTS

2017

### Analysis

The global equity market rallied in 2017, confirming a strong economic momentum backed by easier financial conditions and accommodative monetary policies.

However, risks still remain, the geopolitical uncertainty and the potential for rising rates coupled with high valuations could be a threat.

#### **Q4**

Sustainable stocks are showing flat performance as indicated by the D&J Sustainability Europe index (+0.05%).

The low volatility strategy exhibited by the Finvex Sustainable Efficient Europe 30 as well as the Finvex Ethical Efficient Europe 30 showed strong performance over the last quarter. They both outperformed the benchmark Eurostoxx 50 by more than 4%.

Cyclical stocks are underperforming defensive stocks while value stocks are showing very poor performance this quarter. The banking sector remains the lowest performing sector with -5.71% (SX7E).

#### **Asia & U.S.**

Our strategy has shown very strong absolute performances in the Asian region. The Finvex Sustainable Efficient Japan performance is lower than the benchmark with 15.37% (1Y), but offered a lower volatility compare to the Nikkei.

The Finvex Quality Efficient Asia is also showing a solid performance + 24.26% (1Y) and a lower volatility than its Asian synthetic benchmark.

In the US, our low risk strategy underweights technology and financial stocks which are the main drivers of the S&P 500 performances, thus resulting in a negative alpha.

For 2018 we remain confident that our systematic risk approach will capture the potential returns that the equity markets will offer while focusing on stability coupled with sustainable investment universe.



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