



Carmignac Profil Réactif 100 A EUR acc



Carmignac Profil Réactif 75 A EUR acc



Carmignac Profil Réactif 50 A EUR acc



Frédéric Leroux

Pierre-Edouard Bonenfant

© Carmignac Profil Réactif 100/75/50

The Profils Réactifs funds are managed on a discretionary basis by the portfolio manager, who pursues an active asset allocation policy, mainly involving funds invested in international equities and bonds. They aim to generate a positive annual return while keeping annual volatility below that of their reference indicator.

In the third quarter of 2018, **Carmignac Profil Réactif 50** was down by -0.99%, **Carmignac Profil Réactif 75** by -1.55% and **Carmignac Profil Réactif 100** by -1.92%, while their respective reference indicators gained +1.86%, +3.34% and +4.82%. This takes their performance since the start of the year to -2.33% for Carmignac Profil Réactif 50, to -3.73% for Carmignac Profil Réactif 75 and to -5.22% for Carmignac Profil Réactif 100, versus +4.07%, +5.71% and +7.34% for their respective benchmarks. On the other hand, all three of our Funds experienced significantly less volatility than their benchmarks: 42% lower for Carmignac Profil Réactif 50, 44% lower for Carmignac Profil Réactif 75 and 52% lower for Carmignac Profil Réactif 100.

All three Profil Réactif funds maintained low equity exposure, ranging from 40% to 45% of the maximum allowed for each Fund. Broadly speaking, the movements we carried out in our portfolios over the quarter involved reducing our exposure to global equities, closing out our commodity holdings, maintaining our diversified allocation to Europe and mildly scaling back our total exposure to fixed-income assets. At the same time, we added positions in mid-cap companies to the portfolios.

Viewed in greater detail, Carmignac Profil Réactif 50 sold its holdings in Carmignac Portfolio Commodities and Carmignac Portfolio Investissement Latitude, and initiated a position in **Carmignac Portfolio Euro-Entrepreneurs**. The Fund's exposure to **Carmignac Portfolio Long-Short European Equities**, **Carmignac Portfolio Sécurité**, **Carmignac Portfolio Capital Plus** and **Carmignac Court Terme** was maintained, whereas its exposure to **Carmignac Portfolio Unconstrained Global Bond** was scaled back.

The equity component of Carmignac Profil Réactif 75 saw the sale of the Fund's holdings in Carmignac Portfolio Investissement Latitude and Carmignac Portfolio Commodities, and a more pronounced shift to European stocks through **Carmignac Portfolio Grande Europe** and the start of a position in Carmignac Portfolio Euro-Euro-Entrepreneurs. The Fund also stepped up its allocation to **Carmignac Portfolio Long-Short European Equities** while reducing its exposure to **Carmignac Portfolio Sécurité** in particular.

During the quarter, Carmignac Profil Réactif 100 closed out its positions in Carmignac Portfolio Investissement Latitude, Carmignac Portfolio Investissement and Carmignac Portfolio Commodities, instead putting in place

new positions in **Carmignac Portfolio Euro-Entrepreneurs** and **Carmignac Portfolio Emerging Discovery**. In terms of fixed income, the Fund sold its holding in Carmignac Portfolio Sécurité during the period and scaled back its allocation to Carmignac Court Terme.

The US dollar exposure of all three funds of funds was gradually pared down in exchange for greater exposure to the euro. However, our exposures to the two currencies were balanced out at the end of the quarter.

Our three Profil Réactif funds are entering the fourth quarter with equity market exposure of 39% for Carmignac Profil Réactif 50, 26% for Carmignac Profil Réactif 75 and 16% for Carmignac Profil Réactif 100.

On the macroeconomic front, inflation will remain a crucial variable to monitor in the coming months. Though the United States has continued to enjoy a boom that seems unstoppable in the short run - due to persistently upbeat sentiment and a tax policy that's still providing tailwinds - the rest of the world is now paying the price for that outstanding performance. The US economy's output gap has in fact entered positive territory, while Donald Trump's foreign policy has played a role in pushing up oil prices. Those conditions make it necessary for the Fed to strike a tricky balance between the need to anchor inflation expectations on the one hand, and interest-rate hikes on the other that will have to be sufficiently fine-tuned and gradual to avoid undermining the wealth effect created by booming property and equity markets - which experience shows is crucial to the American consumer.

The emerging world could well find itself on the receiving end of a Chinese economy running out of steam under the combined impact of a stronger greenback, rising oil prices and international trade tensions. Then again, we can't entirely rule out at this stage that Beijing and Washington will reach a last-minute deal on tariffs, and that might be enough to rekindle bullish sentiment towards risk assets.

In Europe, the political turbulence in Italy is compounding concerns over the upcoming EU elections, which are likely to see gains by parties demanding more national sovereignty. Going forward, those factors could well weaken the ECB's capacity for governance - just when the Bank will be faced with the tough task of managing a possible return of inflation in Germany while coming up with adequate adjustments for dealing with Italy's national debt.

* Risk scale from 1 (lowest risk) to 7 (highest risk); risk 1 doesn't mean an investment without risk. The risk category associated with this fund is not guaranteed and may change with time.

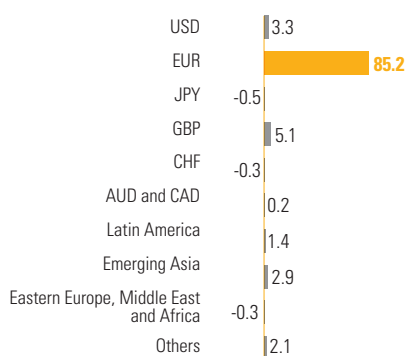
Asset allocation (%)

Title	CPR 100 A EUR acc	CPR 75 A EUR acc	CPR 50 A EUR acc
Carmignac Portfolio Grande Europe F EUR acc	18.95	14.93	10.03
Carmignac Euro-Entrepreneurs A EUR acc	11.11	9.72	4.71
Carmignac Portfolio Euro-Entrepreneurs F EUR acc	3.82	3.34	1.62
Carmignac Portfolio Emerging Discovery F EUR acc	9.58	0.00	0.00
Carmignac Portfolio Global Bond F EUR acc	0.00	0.00	5.62
Carmignac Portfolio Sécurité F EUR acc	0.00	12.94	19.10
Carmignac Portfolio Capital Plus F EUR acc	19.04	19.05	19.03
Carmignac Court Terme A EUR acc	16.55	19.05	19.04
Cash (including collateral cash from derivative positions)	2.01	2.04	1.84
Total	100.00	100.00	100.00

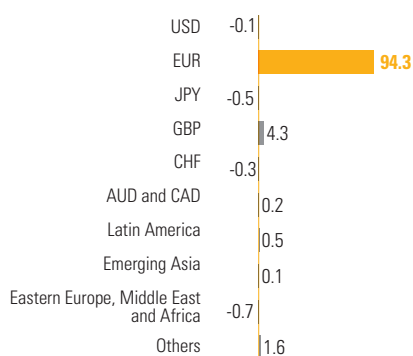
Exposure by asset class (%)

	CPR 100 A EUR acc	CPR 75 A EUR acc	CPR 50 A EUR acc
Equities	39.22	26.13	16.59
Bonds	8.63	20.29	31.42
Cash (including collateral cash from derivative positions)	52.15	53.58	51.99

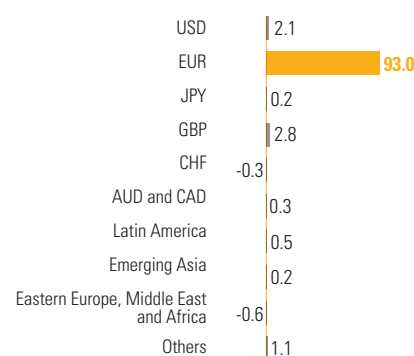
Net currency exposure of Euro share classes (%) Carmignac Profil Réactif 100



Net currency exposure of Euro share classes (%) Carmignac Profil Réactif 75



Net currency exposure of Euro share classes (%) Carmignac Profil Réactif 50



CARMIGNAC PROFIL RÉACTIF 100

Cumulative performance (%)	Since 29/12/2017	3 months	6 months	1 year	3 years	5 years	10 years	Since the first NAV
Carmignac Profil Réactif 100 A EUR acc	-5.22	-1.92	-2.48	-2.15	11.88	22.78	51.81	108.49
MSCI AC World NR (Eur)	7.34	4.82	11.08	11.73	40.14	76.59	141.66	90.34
Category average**	-0.91	0.53	1.77	0.25	8.54	15.33	24.70	38.87
Ranking (quartile)	4	4	4	4	2	2	2	1

From 01/01/2013 the equity index reference indicators are calculated net dividends reinvested. * EUR Moderate Allocation. Past performance is not necessarily indicative of future performance. Performances are net of fees (excluding applicable entrance fee due to the distributor).

Statistics (%)	1 year	3 years
Fund volatility	6.56	6.38
Benchmark volatility	11.23	9.37
Sharpe ratio	-0.27	0.65
Beta	0.47	0.36
Alpha	-0.14	-0.03

Calculation period: weekly (1 year) and monthly (3 years).

Quarterly gross performance contribution (%)

Mutual Fund	Total
-1.56	-1.56

Value at Risk (%)	Fund	Reference indicator
99% - 20 days (2 years)	2.91	7.49

Performance of the fund since its launch



— Carmignac Profil Réactif 100 A EUR acc
— MSCI AC World NR (Eur)

From 01/01/2013 the equity index reference indicators are calculated net dividends reinvested. Past performance is not necessarily indicative of future performance. Performances are net of fees (excluding applicable entrance fee due to the distributor).

CARMIGNAC PROFIL RÉACTIF 75

Cumulative performance (%)	Since 29/12/2017	3 months	6 months	1 year	3 years	5 years	10 years	Since the first NAV
Carmignac Profil Réactif 75 A EUR acc	-3.73	-1.55	-1.99	-1.17	9.98	18.46	45.89	126.19
Reference indicator*	5.71	3.34	8.44	8.82	29.53	60.79	126.96	104.73
Category average**	0.67	1.42	4.07	2.76	17.74	31.03	54.84	59.91
Ranking (quartile)	4	4	4	4	4	4	4	1

From 01/01/2013 the equity index reference indicators are calculated net dividends reinvested. * 75% MSCI ACW NR (Eur) + 25% Citigroup WGBI (Eur) (Accrued interest). ** EUR Aggressive Allocation - Global. Past performance is not necessarily indicative of future performance. Performances are net of fees (excluding applicable entrance fee due to the distributor).

Statistics (%)	1 year	3 years
Fund volatility	4.80	5.22
Benchmark volatility	8.53	7.28
Sharpe ratio	-0.17	0.68
Beta	0.41	0.33
Alpha	-0.09	0.03

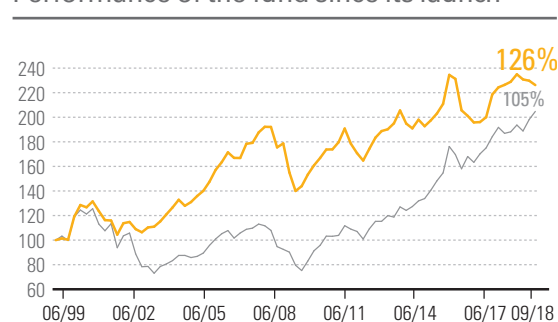
Calculation period: weekly (1 year) and monthly (3 years).

Quarterly gross performance contribution (%)

Mutual Fund	Total
-1.18	-1.18

Value at Risk (%)	Fund	Reference indicator
99% - 20 days (2 years)	2.09	6.02

Performance of the fund since its launch



— Carmignac Profil Réactif 75 A EUR acc
— 75% MSCI ACW NR (Eur) + 25% Citigroup WGBI all maturities (Eur)

From 01/01/2013 the equity index reference indicators are calculated net dividends reinvested. Past performance is not necessarily indicative of future performance. Performances are net of fees (excluding applicable entrance fee due to the distributor).

CARMIGNAC PROFIL RÉACTIF 50

Cumulative performance (%)	Since 29/12/2017	3 months	6 months	1 year	3 years	5 years	10 years	Since the first NAV
Carmignac Profil Réactif 50 A EUR acc	-2.33	-0.99	-1.62	-0.46	7.35	13.84	34.98	82.71
Reference indicator*	4.07	1.86	5.82	5.93	19.48	45.69	104.22	97.05
Category average**	-0.33	0.74	1.94	0.88	10.12	19.65	37.34	46.57
Ranking (quartile)	4	4	4	3	3	4	4	1

From 01/01/2013 the equity index reference indicators are calculated net dividends reinvested. * 50% MSCI ACW NR (Eur) + 50% Citigroup WGBI (Eur) (Accrued interest). ** EUR Flexible Allocation - Global. Past performance is not necessarily indicative of future performance. Performances are net of fees (excluding applicable entrance fee due to the distributor).

Statistics (%)	1 year	3 years
Fund volatility	2.88	4.18
Benchmark volatility	6.06	5.57
Sharpe ratio	-0.03	0.65
Beta	0.28	0.26
Alpha	-0.04	0.07

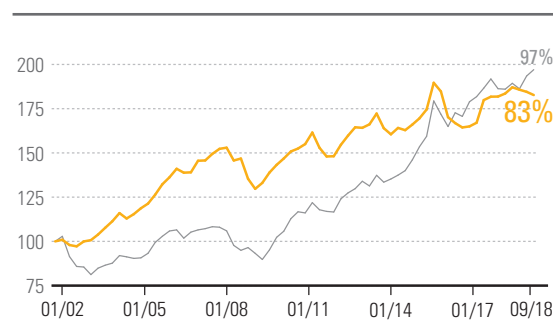
Calculation period: weekly (1 year) and monthly (3 years).

Quarterly gross performance contribution (%)

Mutual Fund	Total
-0.61	-0.61

Value at Risk (%)	Fund	Reference indicator
99% - 20 days (2 years)	1.50	4.70

Performance of the fund since its launch



— Carmignac Profil Réactif 50 A EUR acc
— 50% MSCI ACW NR (Eur) + 50% Citigroup WGBI all maturities (Eur)

From 01/01/2013 the equity index reference indicators are calculated net dividends reinvested. Past performance is not necessarily indicative of future performance. Performances are net of fees (excluding applicable entrance fee due to the distributor).