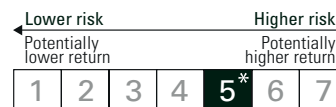




Frédéric Leroux

Carmignac Portfolio Investissement Latitude



Fund combining strong convictions on global equities and expertise in managing market risk exposure. Its flexible equity exposure rate is defined by our risk management process. This process includes monitoring macroeconomic conditions as well as quantitative and country risk analysis. The Fund aims to outperform its reference indicator over 5 years.

Carmignac Portfolio Investissement Latitude had a tough third quarter, giving up -2.53%, while its global reference indicator gained +4.82%. Year to date, the Fund is down -0.87%, versus a +7.34% increase in the benchmark. There was a single cause for our underperformance in this past quarter: the underlying fund retreated -2.52% due to losses on its EM positions, whose disproportional weight proved highly counter-productive, and on its gold stocks, as well as to poor results for its energy and tech holdings (the emerging technologies issue) and its currency hedges.

Our equity-index derivatives made a positive contribution to results, thanks to hedges on the gold mine holdings in the underlying assets, our long position on a European pharmaceuticals index and our investment in a Chinese equity index. Those gains were partially eroded by our short positions on broad-based US and European equity indices. Our currency hedges made a negative contribution, chiefly those on the yen and pound sterling.

In the equity market, we have maintained our short positions on highly leveraged cyclical companies. We expect interest rates to trend further upwards and thereby accentuate the economic slowdown. In contrast, for opportunistic, tactical motives, we have retained our exposure to Chinese A-shares (i.e., listed on mainland exchanges) and to Chinese tech names, which got slaughtered over the past few months.

As we have no strong currency convictions, we have kept slightly lower exposure to the US dollar than our benchmark.

It is most frustrating to do so badly in a quarter in which our overall equity and fixed-income exposure was on target (apart from our EM exposure) and we made the right calls in terms of overweighting specific sectors. US interest rates are still rising, global liquidity has dwindled further and the economic slowdown in China has continued just when the government finds itself less able to counter it. Those factors, along with persistent concerns over how the Sino-American trade negotiations will pan out, were what led to such poor performance in the emerging world.

Donald Trump has implemented a highly unorthodox economic policy that involves fiscal stimulus at the peak of the business cycle. The resulting GDP growth in the United States has not only exceeded our expectations; it is also creating major woes for the rest of the world. No doubt about it: there is more to America First than mere rhetoric.

The rest of the world is simultaneously saddled with economic slowdown, a shrinking supply of liquidity and rising American interest rates – reflecting higher growth and inflation forecasts in the country – as well as less government bond-buying by central banks. So far, a diminishing liquidity supply hasn't hurt the US, given that it has been amply offset by the repatriation of hundreds of billions of dollars worth of corporate profits into the country. A large amount of that windfall has been spent on share buybacks by American companies, which

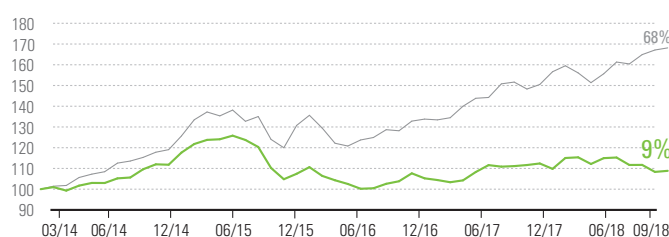
have in turn forced pension funds to increase the proportion of long-dated bonds in their portfolios so as to maintain their target allocations between stocks and bonds. In that way, the rise in US long bond yields has been contained, making it easier to prolong the current boom. With the US yield curve not steepening to any major extent, the property market downturn has been kept within reasonable limits and the valuation of risk assets hasn't taken a serious turn for the worse.

We accordingly feel that, in the short to medium term, the macroeconomic and financial outlook in the United States compares favourably with the situation elsewhere. However, we also believe that as the country's output gap closes, inflation will pick up and we may be seeing greater upward pressure on US wages. Both factors are likely to bring about a less advantageous fixed-income environment and eventually undermine the earnings capacity of US firms.

With those considerations in mind, we will continue to favour US stocks, particularly those of companies that can go on expanding profits in a more demanding market climate. Going forward, we will continue with our negative exposure to US and European bonds, as we feel that the market has entered a new higher-yield period driven by the downsizing of central-bank balance sheets. In the forex market, we have opted for a neutral exposure to the dollar, and plan to use the yen to maximise the Fund's ability to adapt to fluctuations in investor risk appetite.

On a tactical basis, we will adjust our portfolios to any good news regarding Sino-American trade negotiations, giving additional weight to those markets and sectors that have been hardest-hit by trade-related threats and uncertainties.

Performance of the fund since its launch

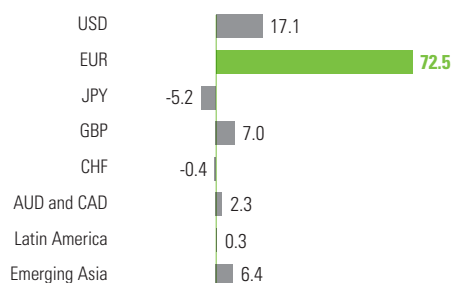


— Carmignac Portfolio Investissement Latitude A EUR acc
— MSCI AC World NR (Eur)

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).

* 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.

Net currency exposure of Euro share classes (%)



Statistics (%)

	1 year	3 years
Fund volatility	11.02	7.86
Benchmark volatility	11.23	9.37
Sharpe ratio	-0.25	0.20
Beta	0.74	0.44
Alpha	-0.22	-0.30

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

Value at Risk (%)

	Fund	Reference indicator
99% - 20 days (2 years)	7.79	7.49

Quarterly gross performance contribution (%)

Equity Portfolio	Equity Derivatives	Bond Derivatives	Currency Derivatives	Mutual Fund	Total
-1.27	0.28	-0.32	-0.76	-0.06	-2.13

Exposure rate (%): 86.36

Cumulative performance (%)

	Since 29/12/2017	3 months	6 months	1 year	3 years	5 years	10 years	Since the first NAV
Carmignac Portfolio Investissement Latitude A EUR acc	-0.87	-2.53	-2.94	-3.16	3.86	-	-	8.85
MSCI AC World NR (Eur)	7.34	4.82	11.08	11.73	40.14	-	-	68.14
Category average*	-0.91	0.53	1.77	0.25	8.54	-	-	13.35
Ranking (quartile)	2	4	4	4	4	-	-	3

* 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).

MIXED MANAGEMENT

HOLDINGS CARMIGNAC PORTFOLIO INVESTISSEMENT LATITUDE AT 28/09/2018		prices in currencies	total value (€)	% of net assets	
Cash, cash equivalents and derivatives operations			14 470 174.12	11.33	
306 130	Cash (including collateral cash from derivative positions)		14 470 174.12	11.33	
Mutual Fund			10 003 684.28	7.83	
8 251	Carmignac Investissement	Mutual Fund	1 212.36	10 003 684.28	7.83
Equities Developed countries			82 600 341.04	64.67	
North America			62 449 991.23	48.89	
30 496	ACTIVISION BLIZZARD (USA)	Information Technology	83.19	2 184 212.00	1.71
19 790	AGNICO EAGLE MINES (Canada)	Materials	34.20	582 710.29	0.46
9 435	ALBEMARLE CORP (USA)	Materials	99.78	810 524.58	0.63
2 140	ALPHABET INC (USA)	Information Technology	1 207.08	2 223 978.65	1.74
5 073	ANTHEM (USA)	Healthcare	274.05	1 196 948.47	0.94
55 466	BANK OF AMERICA (USA)	Financials	29.46	1 406 825.97	1.10
9 363	BECTON DICKINSON & CO. (USA)	Healthcare	261.00	2 103 954.37	1.65
1 444	BOOKING HOLDINGS (USA)	Consumer Discretionary	1 984.00	2 466 548.43	1.93
26 111	CELGENE CORP (USA)	Healthcare	89.49	2 011 772.18	1.58
62 457	CLOUDERA INC (USA)	Information Technology	17.65	949 088.29	0.74
11 912	CLOVIS ONCOLOGY INC (USA)	Healthcare	29.37	301 210.02	0.24
15 417	CONCHO RESOURCES (USA)	Energy	152.75	2 027 504.74	1.59
13 317	CONSTELLATION BRANDS INC. CL A (USA)	Consumer Staples	215.62	2 472 158.02	1.94
7 296	COSTCO WHOLESALE CORP (USA)	Consumer Staples	234.88	1 475 406.35	1.16
7 732	ELANCO ANIMAL HEALTH INC (USA)	Healthcare	34.89	232 259.56	0.18
25 023	ELECTRONIC ARTS (USA)	Information Technology	120.49	2 595 799.63	2.03
22 534	EOG RESOURCES (USA)	Energy	127.57	2 474 956.85	1.94
19 680	FACEBOOK INC (USA)	Information Technology	164.46	2 786 545.67	2.18
13 544	FRANCO-NEVADA CORP (Canada)	Materials	80.80	729 914.11	0.57
96 514	GOLDCORP INC (Canada)	Materials	10.20	847 561.60	0.66
8 662	GRUBHUB INC (USA)	Information Technology	138.62	1 033 772.23	0.81
8 398	INCYTE CORP (USA)	Healthcare	69.08	499 469.51	0.39
54 843	INTERCONTINENTAL EXCHANGE (USA)	Financials	74.89	3 536 110.43	2.77
3 288	INTUITIVE SURGICAL (USA)	Healthcare	574.00	1 624 891.95	1.27
6 045	MASTERCARD INC (USA)	Information Technology	222.61	1 158 568.62	0.91
20 083	MYLAN INC (USA)	Healthcare	36.60	632 834.95	0.50
49 466	NEWMONT MINING (USA)	Materials	30.20	1 286 158.59	1.01
75 918	NOBLE ENERGY INC (USA)	Energy	31.19	2 038 641.77	1.60
24 514	NUTRIEN LTD (Canada)	Materials	57.70	1 217 785.45	0.95
46 100	ORYX PETROLEUM (Canada)	Energy	0.22	6 755.25	0.01
19 424	PIONEER NAT. RESOURCES (USA)	Energy	174.19	2 913 014.69	2.28
17 354	PTC INC (USA)	Information Technology	106.19	1 586 587.40	1.24
7 659	PVH CORP (USA)	Consumer Discretionary	144.40	952 182.18	0.75
6 395	SERVICE NOW (USA)	Information Technology	195.63	1 077 101.89	0.84
12 278	SHOPIFY INC - CLASS A (Canada)	Information Technology	164.46	1 738 476.01	1.36
8 405	SPOTIFY TECHNOLOGY SA (USA)	Information Technology	180.83	1 308 545.98	1.02
6 961	STRYKER CORP (USA)	Healthcare	177.68	1 064 856.20	0.83
36 640	T-MOBILE US INC (USA)	Telecommunication Services	70.18	2 213 857.25	1.73
9 112	VISA INC (USA)	Information Technology	150.09	1 177 460.25	0.92
7 949	WAYFAIR INC - CLASS A (USA)	Consumer Discretionary	147.67	1 010 614.58	0.79
78 105	WHEATON PRECIOUS METALS CORP (Canada)	Materials	17.50	1 176 786.48	0.92
44 046	ZAYO GROUP HOLDINGS INC (USA)	Telecommunication Services	34.72	1 316 639.79	1.03
Europe			20 150 349.81	15.78	
10 678	ASML HOLDINGS (Netherlands)	Information Technology	160.90	1 718 090.20	1.35
24 433	ASOS PLC (United Kingdom)	Consumer Discretionary	57.62	1 580 676.43	1.24
778	DASSAULT AVIATION SA (France)	Industrials	1 594.00	1 240 132.00	0.97
14 789	DELIVERY HERO AG (Germany)	Information Technology	41.42	612 560.38	0.48
3 171	FERRARI NV (Italy)	Consumer Discretionary	118.60	376 080.60	0.29
7 414	HERMES INTERNATIONAL (France)	Consumer Discretionary	570.60	4 230 428.40	3.31
313 028	HSBC HOLDINGS (United Kingdom)	Financials	6.70	2 354 080.21	1.84
30 777	LONDON STOCK EXCHANGE (United Kingdom)	Financials	45.86	1 584 722.64	1.24
42 963	PHILIPS ELECTRONICS (Netherlands)	Healthcare	39.24	1 685 653.31	1.32
1 787	PUMA (Germany)	Consumer Discretionary	425.00	759 475.00	0.59
15 085	RECKITT BENCKISER (United Kingdom)	Consumer Staples	70.16	1 188 304.72	0.93
78 636	RYANAIR HOLDINGS PLC (Ireland)	Industrials	13.12	1 031 704.32	0.81
23 360	SANOFI-AVENTIS (France)	Healthcare	76.56	1 788 441.60	1.40
Equities Emerging markets			20 654 736.76	16.17	
Latin America			4 999 016.87	3.91	
96 558	GRUPO PAO DE ACUCAR (Brazil)	Consumer Staples	87.51	1 793 351.85	1.40
10 936	MERCADOLIBRE INC (Argentina)	Information Technology	340.47	3 205 665.02	2.51
Asia			14 283 656.13	11.18	
33 756	58.COM (China)	Information Technology	73.60	2 138 994.06	1.67
67 800	AIA GROUP LTD (Hong Kong)	Financials	69.90	521 443.78	0.41
711 738	HANGZHOU HIKVISION DIGITAL-A (China)	Information Technology	28.74	2 559 542.30	2.00
89 813	HDFC BANK (India)	Financials	2 006.05	2 139 851.15	1.68
74 804	HOUSING DEVELOPMENT FINANCE (India)	Financials	1 754.50	1 558 765.56	1.22
161 898	MEITUAN DIANPING-CLASS B (China)	Information Technology	68.75	1 224 657.95	0.96
55 788	TENCENT HOLDINGS (China)	Information Technology	323.20	1 983 867.97	1.55
277 157	UNITED SPIRITS LTD (India)	Consumer Staples	514.30	1 692 953.75	1.33
53 232	WUXI BIOLOGICS (China)	Healthcare	79.15	463 579.61	0.36
Eastern Europe			1 372 063.76	1.07	
48 454	YANDEX (Russia)	Information Technology	32.89	1 372 063.76	1.07
Portfolio value			113 344 530.67	88.74	
Net assets			127 728 936.20	100.00	