



# Carmignac Portfolio Grandchildren celebrates its four-year anniversary

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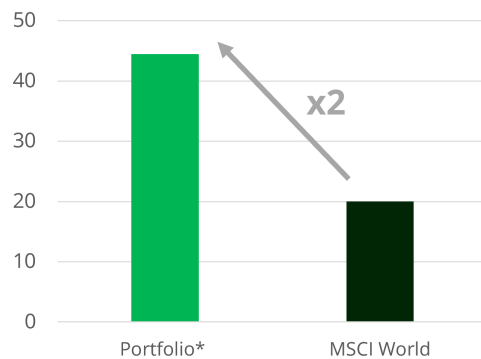
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**Carmignac Portfolio Grandchildren** - a **global equity fund invested in developed markets** through a sustainable approach - is **celebrating its fourth anniversary**. This milestone provides a chance to reflect upon the fund's key defining characteristics.

A Fund focusing on “Compounders”

## MEDIAN EPS GROWTH OF STOCKS HELD IN THE FUND VS. THE MARKET



\*Stocks we own today and have held since the Fund's launch (65% of the portfolio). Portfolio composition may change over time. Source: Carmignac, Factset, as of 31/05/2023

*Compounders* are high-quality companies that choose to reinvest their earnings sustainably to generate future growth. By investing in compounders, the Fund aims to benefit from profitable business models over the long term. By ploughing capital back into their business instead of paying dividends, compounders **create additional growth engines**, for example through innovation or product development, which allows the company to **live on over economic cycles and generations**.

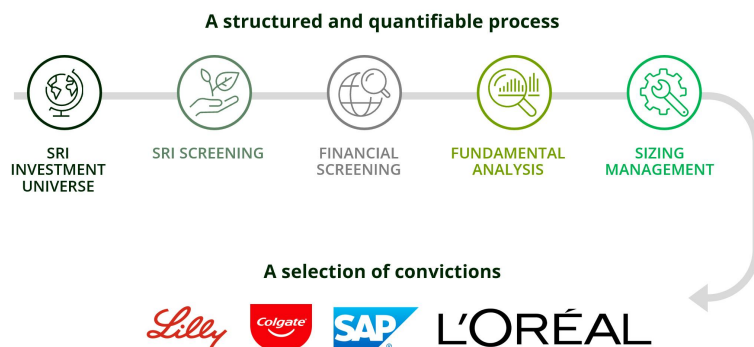
We can observe from the graph above that those *compounders* in the portfolio since launch have generated higher average earnings per share than the MSCI World, reflecting potential better profitability over the long term. In this way, the Fund benefits from the **compounding effect**.

### An experienced portfolio management team

**Carmignac Portfolio Grandchildren** is managed by two experienced fund managers: Mark Denham and Obe Ejikeme. With **33 and 20 years of investment experience respectively**, they collectively manage more than **more than €1 billion of assets under management**. Their complementary expertise – Mark Denham is known for his fundamental approach and Obe Ejikeme for his quantitative analysis – enables the Fund to benefit from a robust process to unearth *compounders*.

### A non-benchmarked high-conviction portfolio

## COMPOUNDING OPPORTUNITIES IN DEVELOPED MARKETS



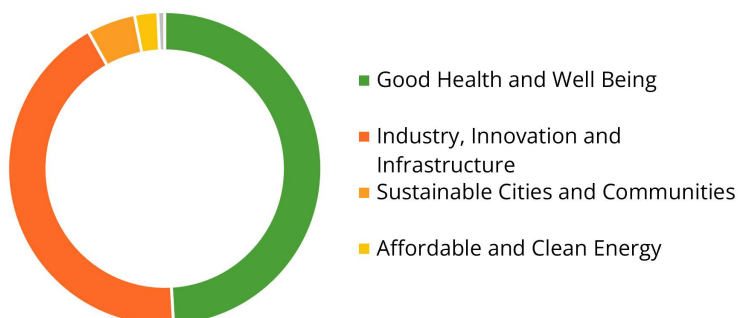
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Thanks to its **structured and quantifiable process**, **Carmignac Portfolio Grandchildren** identifies companies that possess the ability not only to grow their earnings consistently over time but also to effectively execute their strategies due to their operational excellence. This enables us to **build up strong convictions** while **optimising the weight** of our positions based on the economic cycle to form a **concentrated portfolio** of 41 stocks with an active share of 86% (at the end of May 2023).

Eli Lilly, Colgate, SAP and L'Oréal, for example, have demonstrated their resilience by **adapting their business model to changes** in their environment over time. Their ability to adapt and continue to invest, even in difficult times, makes them major players in their sectors. In our view, this ability can also lead them to **maintain their position in the future**.

### A sustainable global equity Fund

## CARMIGNAC PORTFOLIO GRANDCHILDREN ASSETS ALIGNED WITH SDGS



By investing in *compounders*, **Carmignac Portfolio Grandchildren** aims to achieve long-term outcomes, **building a legacy** not only for the investors themselves but one that can be passed on from one generation to the next.

With this objective of transmission through the generations, we are convinced that, as investors, it is our **responsibility to create value for our clients** through a sustainable approach, and to have a positive footprint for future generations. We strive to identify firms generating positive change based on the Sustainable Development Goals (SDGs) defined by the United Nations.

The Fund also aims to reduce its **carbon emissions relative to its reference indicator** (MSCI WORLD, USD, Reinvested Net Dividends).

A long-term investment solution



## ANNUALISED PERFORMANCE OVER 4 YEARS OF THE FUND

Carmignac Portfolio Grandchildren	Reference indicator*	Category**
+11.9%	+11.1%	+8.8%

Fund's launch: 31/05/2019. Performance net of fees as of 31/05/2023. \*MSCI World (USD, Reinvested net dividends). \*\*Morningstar category average (Global Large-Cap Growth Equity).

On its fourth anniversary, **Carmignac Portfolio Grandchildren** has posted **solid annualised net performance since launch, outperforming its reference indicator** and its category. This puts the Fund in the top quartile since the start of 2023, over 1 year, 3 years and since launch. This positive performance is underpinned by the **sound business models** of the companies in which the Fund invests, which generate **positive underlying results** over the long term. A further example of the benefits of compounding.

**Carmignac Portfolio Grandchildren** is a fund designed to withstand different market situations over the long term. Given the economic slowdown taking shape, the Fund appears to be well positioned thanks to its focus on **quality companies** that are generating positive and foreseeable cash flows regardless of economic growth.

Carmignac Portfolio Grandchildren

# A global, high-conviction equity fund for long-term investors

[Discover the fund page](#)

## Carmignac Portfolio Grandchildren A EUR Acc

ISIN: LU1966631001

Recommended  
minimum  
investment horizon

← Lower risk Higher risk →

1	2	3	4	5*	6	7
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### Main risk of the Fund

**EQUITY:** The Fund may be affected by stock price variations, the scale of which is dependent on external factors, stock trading volumes or market capitalization.

**CURRENCY:** Currency risk is linked to exposure to a currency other than the Fund's valuation currency, either through direct investment or the use of forward financial instruments.

**DISCRETIONARY MANAGEMENT:** Anticipations of financial market changes made by the Management Company have a direct effect on the Fund's performance, which depends on the stocks selected.

The Fund presents a risk of loss of capital.

**Marketing communication. Please refer to the KID/KIID, prospectus of the fund before making any final investment decisions. This document is intended for professional clients.**

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