



Edouard Carmignac

Carmignac Investissement

Lower risk Potentially lower return				Higher risk Potentially higher return		
1	2	3	4	5*	6	7

International equity fund which benefits from our macro-economic expertise, active management and unconstrained asset allocation in terms of sectors, geographical areas and market capitalisations. The Fund aims to outperform its reference indicator over 5 years minimum. At least 60% of net assets are permanently exposed to equity markets. The Fund's main performance drivers are therefore equities but also currencies and occasionally fixed income products.

Carmignac Investissement gained +2.43% in the second quarter of 2018, versus +5.98% for its reference indicator. That takes the Fund's performance for the first half of the year to +3.19%. Our equity portfolio contributed +7.03% to our returns and of which a +1.05% outperformance driven by our tech, internet and energy stocks that was partially offset by our emerging-market financial stocks, which underperformed. Our overall performance was also penalised by our currency allocation, as we were unable to capitalise on a rising US dollar during the period. Over the first half of 2018, Carmignac Investissement bested the MSCI World Index by +0.79%.

In the second quarter of the year, we were still positioned to benefit from the anticipation of slowing economic growth in Europe and the United States. We believe that the benefits to US GDP from tax cuts and a stimulative federal budget have been priced in by the market, and that this "sugar high" will fade as the year progresses and as investors start to anticipate the unfavourable base effects that will kick in in 2019. In Europe, we had forecast weaker corporate earnings growth due to euro appreciation and a moderate economic slowdown. That slowdown materialised in the second quarter when the currency bloc's economic indicators showed surprisingly low readings as the period progressed.

This decline in growth expectations should be favourable for Technology and Internet names, to which we have significant exposure. Buttressed by predictable earnings growth and robust balance sheets, such companies tend to outperform when the business cycle wanes. With similar reasoning, we are underweight cyclical companies in developed markets, especially those with weaker balance sheets. Our exception to this positioning is our positive stance on US shale oil producers, as we believe we will continue to see a supply/demand balance that favours low-cost US producers. In emerging markets, our exposure is focused on China, India and Argentina. During the second quarter, the weakness of our Argentine and Chinese investments detracted from performance. A strong US dollar proved damaging to the former, while the latter bore the brunt of the recent trade tensions. We are nonetheless confident that they will rebound once those headwinds have died down in the second half of the year.

Our US exposure remains weighted towards disruptive IT companies, video game publishers and shale oil producers. However, as we recently took profits on some of our better-performing tech stocks, our exposure to that sector has fallen to 10%. In Europe, we retain a higher than historical weighting to the consumer discretionary sector, but remain underweight the other more cyclical sectors. In the United Kingdom, we are only exposed to exporting companies, as we have a negative outlook on both the UK economy and the pound. In emerging markets, we retain the view that firmer growth and normalising inflation, combined with stable growth in China, should bolster profit recoveries. We retain our constructive views on the Indian and Argentine banking sectors, as both countries have pro-business governments and therefore offer attractive long-term growth prospects. In contrast, we have moved to limit our US financial stock holdings to **Bank of America** because the low-sloping US yield curve has dragged down operating profits at most banks.

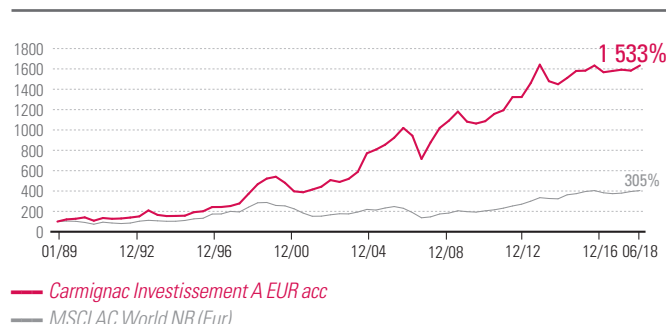
The dollar's substantial appreciation of late proved detrimental to our performance in the second quarter, due to our low exposure to the US currency. Towards the end of the quarter, we increased that exposure, bringing it into line with that of our reference indicator. While we still believe that expanding US budget deficits and the slower growth we expect for 2019 are likely to weaken the US dollar, we feel that current conditions call for more neutral positioning.

We maintain our view that we are on the way to monetary policy tightening in the developed countries, even in the face of slower GDP growth in Europe and eventually in the United States. With this backdrop, we adapted our portfolio construction by focusing on what we classify as "Quality" companies – those with lighter debt loads and strong and predictable growth, while avoiding the more leveraged cyclical names. Our gold exposure, the use of options and the active management of equity and currency exposures should also continue to help us manage risk.

Our thematic and sector allocation at 29 June 2018 was as follows:

- We remain focused on investment opportunities around digital consumption and technology convergence, where **35%** of the Fund's assets are invested. Those themes were the strongest performers over the quarter, with core positions that include **Wayfair, Facebook, ASML, ServiceNow, Amazon, Activision Blizzard** and **PTC**. However, we scaled back our allocation by 5% relative to the first quarter, taking profits on several of the top performers and selling our holdings in **Splunk**, an enterprise security software maker, and the online video service provider **Netflix**. We also initiated a position in **Booking.com** out of the conviction that the company will soon generate significantly higher margins, and in **Spotify**, a company on track to become the world's leading music streaming platform.

Performance of the fund since its launch



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.

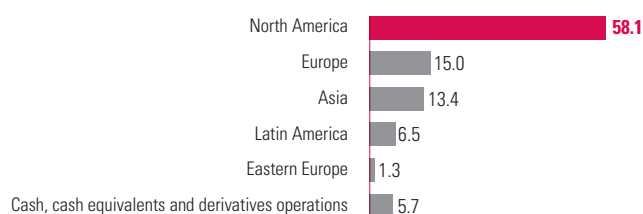
- Within US healthcare, we maintained our positions in robotic surgery firms **Stryker** and **Intuitive Surgical**, as well as in the biotech companies **Clovis** and **Incyte** specialising in oncology. We also initiated a position in **Becton Dickinson**, a medical technology company that looks set to capitalise on its recent acquisitions to accelerate earnings growth and boost margins.
- We initiated a position in **Constellation Brands**, an alcoholic beverage maker that we feel has the ability to significantly increase sales of its Corona beer brand in the US market.
- We reduced our exposure to cyclical sectors from 25% to **23%** of the Fund's assets. We maintain our positive outlook for Permian Basin shale oil producers as we expect them to benefit from higher oil prices, which in our view should hold up over the medium term. Similarly, our investment in **HSBC** in Europe is based on restructuring opportunities under the new management team. During the quarter, we closed out our positions in Wells Fargo, a US bank, and Unicredit, an Italian bank.
- Our emerging market exposure was relatively unchanged at **22%** of the Fund. Core positions remain **HDFC Bank** and **Indusind Bank** in India, **Banco Macro**

and **Banco Galicia** in Argentina, Latin America's e-commerce and payments powerhouse **MercadoLibre**, the Chinese internet players **Tencent** and **58.com**, the Chinese video surveillance and robotics firm Hikvision and the Russian search engine and ridesharing company **Yandex**.

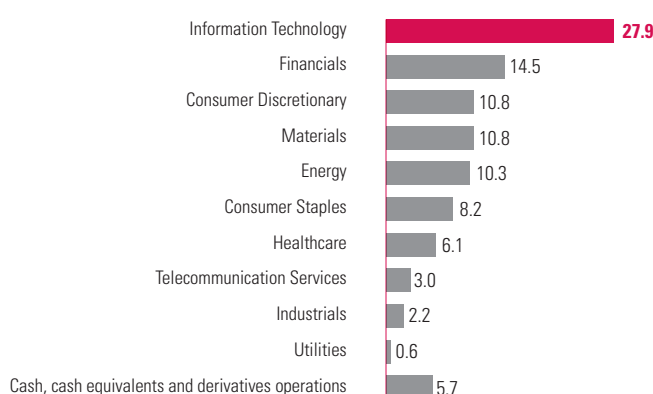
Among this quarter's strong performers, were:

Stocks	Performance
Wayfair , online furniture retailer, United States	+76%
Facebook , social media network, United States	+22%
PTC , computer software, United States	+20%
EOG Resources , oil and gas exploration and production, United States	+18%
Amazon , online retailer, United States	+17%

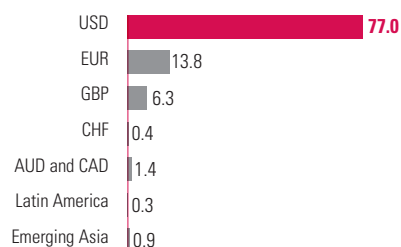
Geographic breakdown (derivatives excluded) (%)



Sector breakdown (derivatives excluded) (%)



Net currency exposure of Euro share classes (%)



Statistics (%)	1 year	3 years
Fund volatility	11.58	10.60
Benchmark volatility	11.47	11.02
Sharpe ratio	0.32	0.01
Beta	0.81	0.75
Alpha	-0.06	-0.40

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

Quarterly gross performance contribution (%)

Equity Portfolio	Equity Derivatives	Currency Derivatives	Total
7.03	-0.21	-4.00	2.82

Value at Risk (%)	Fund	Reference indicator
99% - 20 days (2 years)	7.92	7.36

Cumulative performance (%)	Since 29/12/2017	3 months	6 months	1 year	3 years	5 years	10 years	Since the first NAV
Carmignac Investissement A EUR acc	3.19	2.43	3.19	3.38	-0.53	36.81	73.10	1533.26
MSCI AC World NR (Eur)	2.40	5.98	2.40	8.17	20.84	74.56	114.51	304.50
Category average*	4.45	7.01	4.45	10.33	20.99	76.17	110.87	554.72
Ranking (quartile)	3	4	3	4	4	4	4	1

From 01/01/2013 the equity index reference indicators are calculated net dividends reinvested. * Global Large-Cap Growth Equity. Past performance is not necessarily indicative of future performance. Performances are net of fees (excluding applicable entrance fee due to the distributor). Reference to certain securities and financial instruments is for illustrative purposes to highlight stocks that are or have been included in the portfolios of funds in the Carmignac range. This is not intended to promote direct investment in those instruments, nor does it constitute investment advice. The Management Company is not subject to prohibition on trading in these instruments prior to issuing any communication. The portfolios of Carmignac funds may change without previous notice.

EQUITY MANAGEMENT

HOLDINGS CARMIGNAC INVESTISSEMENT AT 29/06/2018

Price in currencies

Total value (€)

% of net assets

Cash, cash equivalents and derivatives operations				233 896 452.07	5.65
Cash (including collateral cash from derivative positions)				233 896 452.07	5.65
Equities Developed countries				3 027 511 354.63	73.18
North America				2 405 703 480.60	58.15
1 450 374	ACTIVISION BLIZZARD (USA)	Information Technology	76.32	94 807 540.30	2.29
1 202 534	AGNICO EAGLE MINES (Canada)	Materials	45.83	47 203 231.74	1.14
335 201	ALBEMARLE CORP (USA)	Materials	94.33	27 081 932.53	0.65
84 848	AMAZON.COM INC (USA)	Consumer Discretionary	1 699.80	123 527 583.74	2.99
1 966 523	BANK OF AMERICA (USA)	Financials	28.19	47 480 864.52	1.15
129 579	BECTON DICKINSON & CO. (USA)	Healthcare	239.56	26 587 251.29	0.64
24 763	BOOKING HOLDINGS (USA)	Consumer Discretionary	2 027.09	42 993 301.93	1.04
926 434	CELGENE CORP (USA)	Healthcare	79.42	63 018 618.71	1.52
2 214 066	CLOUDESTA INC (USA)	Information Technology	13.64	25 866 010.23	0.63
422 404	CLOVIS ONCOLOGY INC (USA)	Healthcare	45.47	16 450 438.85	0.40
659 287	CONCHO RESOURCES (USA)	Energy	138.35	78 122 869.64	1.89
279 568	CONSTELLATION BRANDS INC. CL A (USA)	Consumer Staples	218.87	52 408 075.17	1.27
258 595	COSTCO WHOLESALE CORP (USA)	Consumer Staples	208.98	46 285 968.99	1.12
745 508	CVS CAREMARK CORP (USA)	Consumer Staples	64.35	41 088 981.03	0.99
486 860	ELECTRONIC ARTS (USA)	Information Technology	141.02	58 804 331.46	1.42
1 164 697	EOG RESOURCES (USA)	Energy	124.43	124 125 945.54	3.00
733 941	FACEBOOK INC (USA)	Information Technology	194.32	122 152 725.90	2.95
914 454	FRANCO-NEVADA CORP (Canada)	Materials	95.95	57 129 186.64	1.38
6 412 963	GOLDCORP INC (Canada)	Materials	13.71	75 304 460.39	1.82
422 905	GRUBHUB INC (USA)	Information Technology	104.91	38 000 054.43	0.92
298 469	INCYTE CORP (USA)	Healthcare	67.00	17 127 680.19	0.41
2 006 692	INTERCONTINENTAL EXCHANGE (USA)	Financials	73.55	126 411 885.23	3.06
144 780	INTUITIVE SURGICAL (USA)	Healthcare	478.48	59 333 077.30	1.43
215 043	MASTERCARD INC (USA)	Information Technology	196.52	36 195 666.45	0.87
3 292 933	NEWMONT MINING (USA)	Materials	37.71	106 356 475.89	2.57
3 036 213	NOBLE ENERGY INC (USA)	Energy	35.28	91 745 616.58	2.22
2 765 306	NUTRIEN LTD (Canada)	Materials	54.38	64 753 942.90	1.57
7 791 333	ORYX PETROLEUM (Canada)	Energy	0.22	1 116 055.12	0.03
804 820	PIONEER NAT. RESOURCES (USA)	Energy	189.24	130 447 635.48	3.15
741 143	PTC INC (USA)	Information Technology	93.81	59 549 162.63	1.44
346 761	SERVICENOW (USA)	Information Technology	172.47	51 223 390.58	1.24
434 267	SHOPIFY INC - CLASS A (Canada)	Information Technology	145.89	54 263 382.84	1.31
296 935	SPOTIFY TECHNOLOGY SA (USA)	Information Technology	168.24	42 787 327.65	1.03
403 666	STRYKER CORP (USA)	Healthcare	168.86	58 381 260.55	1.41
1 648 951	T-MOBILE US INC (USA)	Telecommunication Services	59.75	84 385 955.42	2.04
321 977	VISA INC (USA)	Information Technology	132.45	36 525 933.49	0.88
643 636	WAYFAIR INC - CLASS A (USA)	Consumer Discretionary	118.76	65 468 897.57	1.58
3 613 581	WHEATON PRECIOUS METALS CORP (Canada)	Materials	22.06	68 275 959.80	1.65
1 293 032	ZAYO GROUP HOLDINGS INC (USA)	Telecommunication Services	36.48	40 400 674.37	0.98
107 918	ZUORA INC - CLASS A (USA)	Information Technology	27.20	2 514 127.53	0.06
Europe				621 807 874.03	15.03
377 859	ASML HOLDINGS (Netherlands)	Information Technology	169.70	64 122 672.30	1.55
802 732	ASOS PLC (United Kingdom)	Consumer Discretionary	61.02	55 388 371.84	1.34
27 568	DASSAULT AVIATION SA (France)	Industrials	1 632.00	44 990 976.00	1.09
524 264	DELIVERY HERO AG (Germany)	Information Technology	45.58	23 895 953.12	0.58
262 805	HERMES INTERNATIONAL (France)	Consumer Discretionary	523.80	137 657 259.00	3.33
11 096 410	HSBC HOLDINGS (United Kingdom)	Financials	7.11	89 175 310.53	2.16
1 090 987	LONDON STOCK EXCHANGE (United Kingdom)	Financials	44.71	55 156 927.43	1.33
43 847	PUMA (Germany)	Consumer Discretionary	501.00	21 967 347.00	0.53
810 699	RECKITT BENCKISER (United Kingdom)	Consumer Staples	62.39	57 193 996.28	1.38
2 786 456	RYANAIR HOLDINGS PLC (Ireland)	Industrials	15.81	44 039 937.08	1.06
430 833	TALENT SA (France)	Information Technology	62.28	22 981 696.06	0.56
38 273	VIFOR PHARMA AG (Switzerland)	Healthcare	158.65	5 237 427.39	0.13
Equities Emerging markets				875 838 819.38	21.17
Latin America				268 317 565.51	6.49
684 796	BANCO MACRO (Argentina)	Financials	58.79	34 481 741.12	0.83
1 309 030	GRUPO FINANCIERO GALICIA (Argentina)	Financials	32.98	36 976 411.63	0.89
3 481 459	GRUPO PAO DE ACUCAR (Brazil)	Consumer Staples	77.89	59 748 049.69	1.44
438 189	MERCADOLIBRE INC (Argentina)	Information Technology	298.93	112 190 345.40	2.71
813 434	PAMPA ENERGIA (Argentina)	Utilities	35.77	24 921 017.67	0.60
Asia				554 674 350.70	13.41
1 391 470	58.COM (China)	Information Technology	69.34	82 638 456.43	2.00
21 541 158	HANGZHOU HIKVISION DIGITAL-A (China)	Information Technology	37.13	103 397 781.18	2.50
4 456 892	HDFC BANK (India)	Financials	2 108.45	117 471 956.73	2.84
2 462 316	HOUSING DEVELOPMENT FINANCE (India)	Financials	1 908.10	58 733 205.57	1.42
1 447 891	INDUSIND BANK (India)	Financials	1 932.20	34 972 504.31	0.85
1 593 699	TENCENT HOLDINGS (China)	Information Technology	393.80	68 515 512.22	1.66
9 823 575	UNITED SPIRITS LTD (India)	Consumer Staples	664.95	81 657 806.56	1.97
764 164	WUXI BIOLOGICS (China)	Healthcare	87.35	7 287 127.70	0.18
Eastern Europe				52 846 903.17	1.28
1 718 702	YANDEX (Russia)	Information Technology	35.90	52 846 903.17	1.28
Portfolio value				3 903 350 174.01	94.35
Net assets				4 137 246 626.08	100.00