



# CARMIGNAC

## Securité

Fixed Income Management

## MONTHLY REPORT - Portfolio breakdown

December 2011

### Fund Profile

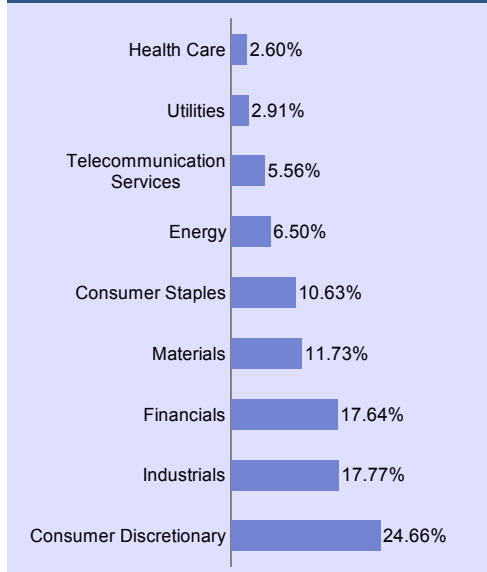
|                     |                                   |
|---------------------|-----------------------------------|
| Launch date         | 26/01/1989                        |
| Legal form          | French Unit Trust                 |
| Reference indicator | EURO MTS 1-3 Y (accrued interest) |
| Volume (30/12/2011) | 4 822 Million €                   |
| Quotation currency  | EURO                              |
| Dividend policy     | Accumulation                      |
| ISIN code           | FR0010149120                      |
| Bloomberg code      | CARSECC FP                        |



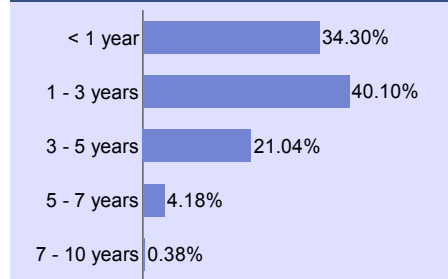
C. Galvis

Mod. Duration : **2.33** | Mac. Duration : **2.39** | Avg. Rating : **A**

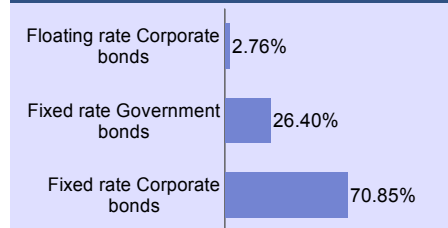
### Sector breakdown (1)



### Maturity breakdown (1)



### Bond type breakdown (1)



(1) Portfolio (derivatives excluded)

### Preferred stocks

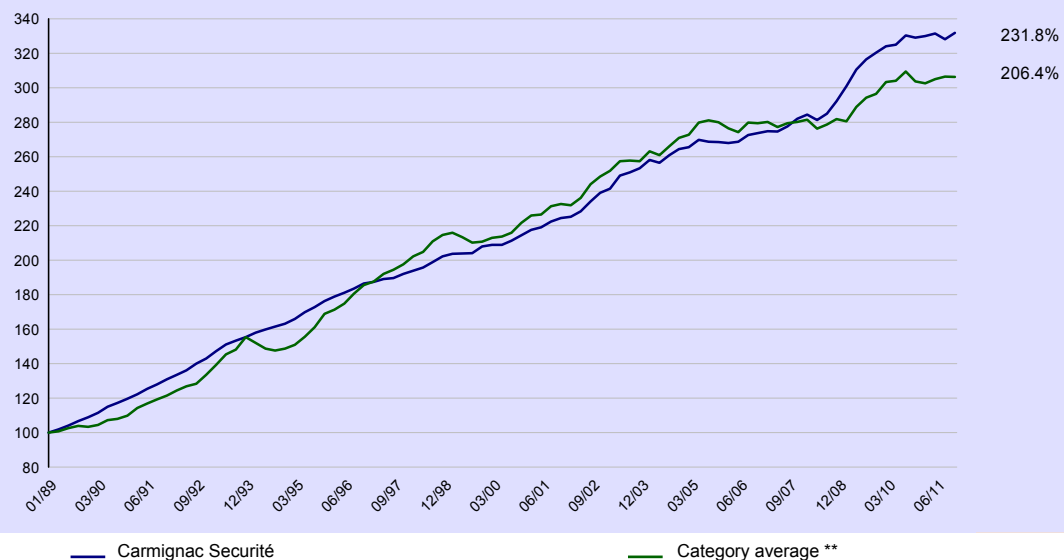
| Name                           | Rating | Country        | % Asset |
|--------------------------------|--------|----------------|---------|
| BOBL 3.50% 12/04/2013          | AAA    | Germany        | 7.27%   |
| SCHATZ 1.00% 16/03/2012        | AAA    | Germany        | 5.70%   |
| BOBL 4.00% 11/10/2013          | AAA    | Germany        | 4.47%   |
| SCHATZ 1.00% 14/12/2012        | AAA    | Germany        | 2.10%   |
| PEUGEOT 4.00% 28/10/2013       | BBB-   | France         | 1.55%   |
| BACARDI 7.75% 09/04/2014       | BBB+   | United Kingdom | 1.27%   |
| FORD 7.125% 16/01/2012         | BB     | United States  | 1.13%   |
| ARCELOR 8.25% 03/06/2013       | BBB-   | Netherlands    | 1.05%   |
| LUFTHANSA 6.75% 24/03/2014     | BBB-   | Germany        | 1.03%   |
| STAT BK INDIA 4.50% 30/11/2015 | BBB-   | India          | 0.99%   |

### Commentaries

Carmignac Securité ended the last month of the year slightly behind its performance indicator. December was notable for the ECB's 25bp rate cut as well as the 3-year refinancing package offered to European banks. With these decisions leading to a stabilisation of peripheral government bond spreads, the Fund suffered from its lack of exposure to this type of debt. However, in a context of poorer macroeconomic conditions, the Fund benefited from its high modified duration during the period through its positioning on the German yield curve, with 10-year yields down 45bp over the month. Through its credit portfolio, the Fund also benefited from the fine performance of our corporate bonds as spreads tightened, especially in the consumer staples, industrial and financial sectors. Our CDS positions opened to hedge the credit component were closed at the beginning of the month. Given the markets' high volatility and reduced liquidity, we are remaining defensively positioned.

| Asset allocation   | December       | November       | Begin of the year |
|--|----------------|----------------|-------------------|
| <b>Bonds</b>   | <b>79.61%</b>  | <b>78.31%</b>  | <b>86.47%</b>     |
| <b>Developed countries Government bonds</b>              | <b>19.53%</b>  | <b>19.17%</b>  | <b>19.35%</b>     |
| AAA  | 19.53%         | 19.17%         | 19.35%            |
| <b>Emerging markets Government bonds</b>                 | <b>1.48%</b>   | <b>1.45%</b>   | <b>1.41%</b>      |
| BBB  | 1.48%          | 1.45%          | 1.41%             |
| <b>Developed countries corporate bonds</b>               | <b>51.15%</b>  | <b>50.33%</b>  | <b>60.98%</b>     |
| AA   | 2.43%          | 1.61%          | 1.99%             |
| A  | 6.68%          | 7.03%          | 13.00%            |
| BBB  | 27.73%         | 27.83%         | 30.86%            |
| BB   | 8.94%          | 8.17%          | 9.83%             |
| No rating  | 5.37%          | 5.69%          | 5.30%             |
| <b>Emerging markets corporate bonds</b>                  | <b>7.44%</b>   | <b>7.37%</b>   | <b>4.73%</b>      |
| A  | 0.00%          | 0.00%          | 0.40%             |
| BBB  | 7.44%          | 7.37%          | 4.33%             |
| <b>Cash, cash equivalents and derivatives operations</b> | <b>20.39%</b>  | <b>21.69%</b>  | <b>13.53%</b>     |
|  | <b>100.00%</b> | <b>100.00%</b> | <b>100.00%</b>    |

**Performance of the fund since its launch**



**Annual performances (%)**

| Year  | Carmignac Securité | Category average ** |
|-------|--------------------|---------------------|
| 2011  | 0.81               | 1.44                |
| 2010  | 2.72               | 2.35                |
| 2009  | 9.61               | 7.12                |
| 2008  | 3.64               | 0.56                |
| 2007  | 3.06               | 0.28                |
| 2006  | 1.89               | -0.17               |
| 2005  | 1.52               | 3.36                |
| 2004  | 4.42               | 5.18                |
| 2003  | 5.96               | 3.63                |
| 2002  | 6.53               | 6.79                |
| 2001  | 4.60               | 4.96                |
| 2000  | 3.19               | 5.19                |
| 1999  | 2.84               | -1.81               |
| 1998  | 5.28               | 8.65                |
| 1997  | 2.95               | 6.41                |
| 1996  | 5.81               | 9.97                |
| 1995  | 8.06               | 13.44               |
| 1994  | 4.92               | -4.21               |
| 1993  | 8.67               | 16.33               |
| 1992  | 9.26               | 9.92                |
| 1991  | 9.46               | 10.62               |
| 1990  | 9.85               | 6.20                |
| 1989* | 8.90               | 3.20                |

| Statistics (%)          | 1 Year | 3 Years |
|-------------------------|--------|---------|
| Volatility of the funds | 2.22   | 2.01    |
| Benchmark volatility    | 2.52   | 1.92    |
| Sharpe ratio            | -0.03  | 1.80    |
| Beta                    | 0.12   | 0.33    |
| Alpha                   | 0.06   | 0.30    |

| Portfolio | Derivatives   |          | Total |
|-----------|---------------|----------|-------|
|           | Equity & Bond | Currency |       |
| 0.79      | 0.43          | 0.00     | 1.22  |

| Accumulated performances (%)             | Year to date | 1 Month     | 3 Months    | 6 Months    | 1 Year      | 3 Years      | 5 Years      | 10 Years     | Since launch  |
|--|--------------|-------------|-------------|-------------|-------------|--------------|--------------|--------------|---------------|
| <b>CARMIGNAC Securité</b>                | <b>0.81</b>  | <b>1.14</b> | <b>1.12</b> | <b>0.09</b> | <b>0.81</b> | <b>13.51</b> | <b>21.24</b> | <b>47.88</b> | <b>231.79</b> |
| <b>EURO MTS 1-3 Y (accrued interest)</b> | 0.54         | 1.44        | -0.18       | 0.51        | 0.54        | 5.66         | 16.93        | 37.68        | -             |
| Category average **                      | 1.44         | 2.46        | 0.28        | 0.96        | 1.44        | 11.24        | 12.17        | 34.88        | 206.39        |
| Ranking (quartile)                       | 3            | 4           | 1           | 3           | 3           | 2            | 2            | 1            | 2             |

\*\* EUR Diversified Bond, Morningstar

Past performances do not bare any significance to future performances and may fluctuate over time.