

Key figures

PERFORMANCE (C EUR SHARE)

MTD (Month to Date)	-0.40%
YTD (Year to Date)	-0.87%

FUND SIZE

EUR 506.44m

NET ASSET VALUE PER UNIT

C EUR share	EUR 1,835.79
C CHF hedged share	CHF 1,387.81
C USD hedged share	USD 1,305.10

Financial data

NUMBER OF LINES/ISSUERS

282 / 209

NUMBER OF SECTORS¹

32

% ILS NET EXPOSURE

91.51%

THEORETICAL BETA

1.11

AVERAGE RATING²

BB- (fund) / BB- (index)

AVERAGE DURATION

3.60 (fund) / 3.72 (index)

OPTION ADJUSTED SPREAD (OAS)

472bps (fund) / 496bps (index)

AVERAGE YIELD TO WORST

4.24% (fund) / 4.3% (index)

AVERAGE YIELD TO MATURITY

4.27% (fund) / 4.30% (index)

¹ Barclays sectors

² Based on the worst rating from S&P and Moody's

MORNINGSTAR CATEGORY

EUR High Yield Bonds



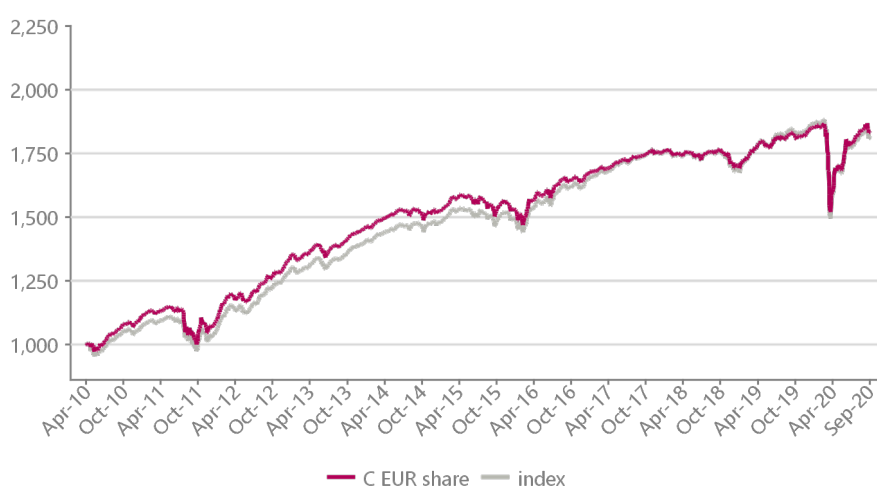
Investment strategy and fund's objective

SCOR Euro High Yield is a French FCP invested in Euro denominated high yield bonds. The fund's investment objective is to achieve a performance greater or equal to the « Barclays Euro High Yield ex financial - 3% Issuer Cap » index, less management costs, over the recommended investment period.

Key points:

- a diversified portfolio that promotes the generation of cash flows
- investments in Euro denominated securities only
- no investments in bonds issued by financial institutions
- no investments in credit derivatives

NAV since inception (basis 1,000)



Cumulative performance

	YTD	1 month	3 months	1 year	3 years	inception*
C EUR share	-0.87%	-0.40%	+2.89%	+0.83%	+5.24%	+83.58%
Index	-2.72%	-0.72%	+2.56%	-1.01%	+4.27%	+81.56%
C CHF hedged share	-1.19%	-0.42%	+2.83%	+0.39%	+3.70%	+38.78%
C USD hedged share	+0.39%	-0.37%	+3.14%	+2.79%	+10.33%	+30.51%

Calendar performance

	YTD 2020	2019	2018	2017	2016	2015
C EUR share	-0.87%	+8.85%	-3.12%	+5.08%	+9.14%	+0.54%
Index	-2.72%	+10.77%	-3.85%	+6.19%	+10.43%	+1.12%
C CHF hedged share	-1.19%	+8.27%	-3.63%	+4.60%	+8.28%	-0.53%
C USD hedged share	+0.39%	+9.16%	-0.44%	+7.15%	+10.66%	+0.79%

Annualized performance

	3 years	5 years	10 years	inception*
C EUR share	+1.71%	+4.02%	+5.61%	+5.97%
Index	+1.40%	+4.35%	+5.74%	+5.86%
C CHF hedged share	+1.22%	+3.43%	-	+4.20%
C USD hedged share	+3.33%	+5.63%	-	+4.30%

index = Barclays Euro High Yield ex. financial - 3% Issuer Cap (Bloomberg code: LEXFTREH Index)

* Since inception of the share class (refer to Characteristics)

Performance is net of fees, includes dividends and is based on net asset values adjusted to swing pricing. Past performance is not a reliable indicator of future performance.

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SCOR EURO HIGH YIELD

Monthly report – September 30, 2020

Top 10 exposures

ISSUER	SECTOR	COUPON	MATURITY	%
CASINO GUICHARD	Supermarkets	4.50%	07/03/2024	1.16%
AIR FRANCE-KLM	Airlines	6.25%	Perp	1.16%
SYNLAB UNSECURED	Healthcare	8.25%	01/07/2023	1.09%
IQVIA INC	Healthcare	3.25%	15/03/2025	1.09%
TIM S.P.A.	Wirelines	4.00%	11/04/2024	1.03%
UPC HOLDING BV	Cable Satellite	3.88%	15/06/2029	1.03%
EQUINIX INC	Technology	2.88%	01/10/2025	1.00%
FIAT CHRYSLER	Automotive	3.88%	05/01/2026	0.97%
SOFTBANK GROUP	Wireless	5.00%	15/04/2028	0.96%
INTL DESIGN	Consumer Products	6.50%	15/11/2025	0.93%

5 largest overexposures³

ISSUER	SECTOR	OVER EXPOSURE
BP CAPITAL	Integrated	1.22%
NISSAN MOTOR	Automotive	1.19%
AIR FRANCE-KLM	Airlines	1.16%
AUCHAN HOLDING	Retailers	1.06%
SPCM	Chemicals	1.04%

5 largest underexposures³

ISSUER	SECTOR	UNDER EXPOSURE
FCE BANK PLC	Automotive	-1.76%
AUTO TRADE	Transportation Services	-1.22%
ARCELORMITTAL	Metals and Mining	-1.12%
RCI BANQUE SA	Automotive	-1.11%
VALEO SA	Automotive	-1.10%

Risk indicators

YEAR	VOLATILITY*		TRACKING ERROR	INFO. RATIO.	BETA
	FUND	INDEX			
Since inception	4.33%	4.34%	1.30%	0.09	0.93
YTD 2020	10.27%	11.17%	2.32%	1.06	0.89
2019	2.10%	2.41%	0.64%	-3.00	0.82
2018	2.12%	2.39%	0.58%	1.23	0.85
2017	1.11%	1.29%	0.45%	-2.46	0.93
2016	3.87%	3.88%	0.78%	-1.65	0.95
2015	3.27%	2.79%	1.00%	-0.59	1.09

* Based on weekly NAVs, the volatility of the Fund may not only reflect the volatility of the securities in the portfolio due to the application of the swing pricing mechanism.

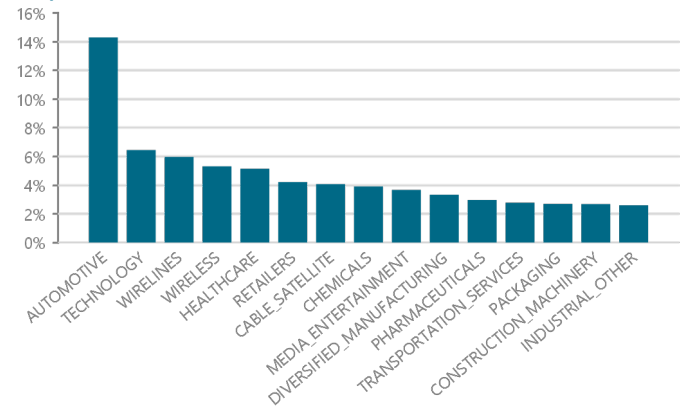
³ % of the AuM

⁴ Barclays sectors

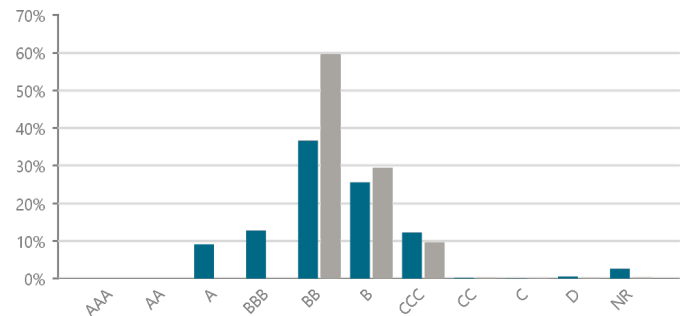
⁵ Source: Bloomberg

■ Fund
■ index = Barclays Euro High Yield ex financial - 3% Issuer Cap

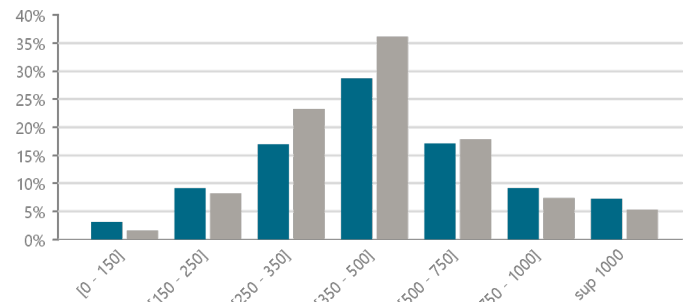
Top 15 sectors⁴



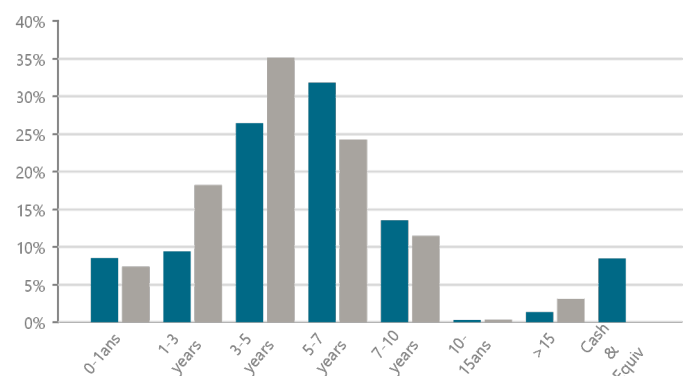
Rating distribution^{3,5}



Breakdown by OAS (in bps)³



Breakdown by maturity bucket³



Characteristics

ISIN CODE

C EUR share	FR0010853556
C CHF hedged share	FR0011341171
C USD hedged share	FR0011929728

BLOOMBERG CODE

C EUR share	SCOEUHY FP Equity
C CHF hedged share	SCOEUHC FP Equity
C USD hedged share	SCOEUHU FP Equity

FUND NAME

SCOR EURO HIGH YIELD

LEGAL FORM

French FCP, under the Directive 2009/65/CE

INCEPTION DATE

C EUR share	14/04/2010
C CHF hedged share	12/10/2012
C USD hedged share	06/06/2014

FUND CURRENCY

EUR

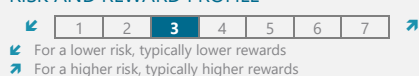
RECOMMENDED INVESTMENT HORIZON

3 years minimum

BENCHMARK

Barclays Euro High Yield ex. financial - 3% Issuer Cap (Bloomberg code: LEXFTREH Index)

RISK AND REWARD PROFILE



VALUATION FREQUENCY

Daily (D)

SWING PRICING

Swing Pricing mechanism effective as of April 16, 2020

SUBSCRIPTION / REDEMPTION

Orders received each D day before 12:00 a.m. (Paris time), executed on NAV D day

SETTLEMENT AND DELIVERY

D+2

ONGOING CHARGES

0.50% VAT incl. (for the year 2018)

PERFORMANCE FEES

None (since January 1st, 2016)

SUBSCRIPTION / REDEMPTION FEES

Maximum 3.00% / none

CUSTODIAN

BNP Paribas Securities Services S.C.A.

DELEGATED ACCOUNTING MANAGEMENT

European Fund Administration S.A. – France

COUNTRIES OF COMMERCIALIZATION

AT, BE, DE, DK, CH, FI, FR, IT, LU, MC*, NL, NO, SE

*Only with approved local entities

Market review

The Euro High Yield market posted a negative performance of 0.72% in September 2020. The average OAS of the index widened by 25 basis points to 460 basis points.

Despite a good start to the month statistically, with new subscriptions of around 1% of assets under management, inflows to Euro High Yield funds weakened. ETFs, short-term funds and Euro High Yield funds all saw outflows during the month. Since the start of the year, the market has suffered outflows of 5-10% of assets, while in the meantime there have been significant inflows into global funds.

In addition to weak demand there was significant volume offered in the primary market: EUR 12.7bn issued in September 2020 and EUR 27bn in the third quarter of 2020, the highest ever. Issues since the start of the year total EUR 70bn. On the pricing side, syndications tried to tighten issue terms as much as possible, and secondary market performance was mixed, as exemplified by the new SFR 2029 at 4.125%, Virgin Media at 3.25% and Maxeda below 6% in the retail sector. BB-rated issuers were responsible for a significant portion of the issues, with ZF (automotive), Ford, Volvo (automotive) et SNF (chemicals) all refinancing bonds approaching maturity. The pipeline still seems to be well stocked, reflecting refinancing needs as well as M&A activity. This means the primary market should remain active between now and the end of the year.

Sectors more sensitive to the Covid-19 crisis underperformed again. They included rental car companies (Europcar, Avis), airlines (British Airways, Lufthansa) and cyclicals (automotive and construction in particular). Positive performance came from special situations. Restructurings posted significant gains, with better-than-expected recovery prospects, at companies such as Garrett Motion, Selecta and Vallourec. Many distressed issuers have been announcing refinancings, asset sales or capital increases, causing them to bounce back significantly. Examples include TUI, Maxeda and Dufry.

More defaults were recorded in September 2020 than in any other month since the start of the year with EUR 2.2bn. These corresponded to defaults that had been expected for a long time, such as on Dia and Selecta. The default rate over the last 12 months has thus increased to 2.9% but is not expected to exceed 4% at the end of the year. The average recovery rate in Europe has risen from 40% over the medium-to-long-term to 50% over the past 12 months. This increase is related to the development of secured bonds in the high yield market over the last 10 years, and whose recovery rates have turned out to be very high, as exemplified by Swissport (more than 80%).

With a spread of 460 basis points, the Euro High Yield market implies a default rate within one year of 7.38%, assuming flat yield curves and average recovery of 40%. With an average recovery of 50%, the implied default rate would be 8.78%.

Fund manager's comment

The SCOR Euro High Yield fund returned a performance of -0.40% in September 2020(C EUR share), versus a performance of -0.72% for the benchmark index

As the fund's beta is still slightly higher than that of the index, the outperformance came exclusively from its positioning by sector, by rating category and by issuer. Firstly, crossover issues in the fund (Auchan, Peugeot, Eurofins) eligible for the ECB's program were resilient amid September 2020's expansion. As a result, the fund's actual beta was lower than its theoretical beta. Secondly, the fund's underweighting on high-volume issuers from the automotive and gaming industries, such as Ford, Shaeffler and IGT, contributed to its relative outperformance. Finally, the fund's individual positioning on several issues with yields in excess of 10%, such as Cirsá (gaming), Kloeckner and Pro-Gest (packaging), benefited from the good results they published.

Following the announcement of the full reimbursement for the Air France perpetual beginning of September 2020, the fund will no longer be exposed to this issuer as of October 1, 2020.

The fund's strategy remains maintaining a beta close to that of the index against a background of wide spreads and reweighting towards BB-rated issuers that are particularly attractive in relative terms vis-à-vis the investment grade.

Disclaimer

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Main risk factors

Risk of capital loss: There is a risk that the capital initially invested will not be fully recovered on redemption.

Risk linked to discretionary management: The management style is discretionary, which means that the portfolio management company may move away from the composition of the benchmark in accordance with its beliefs concerning issuers or its market anticipations. There is a risk that the Fund will not be invested at all times in the best performing securities and that the Fund's performance will differ significantly from that of the benchmark.

Interest rate risk: Since the portfolio is principally invested in fixed rate securities, Fund unitholders are exposed to interest rate risk. This corresponds to the risk of a fall in value of rate instruments due to interest rate variations and is measured by interest rate sensitivity. In periods of increased interest rates, the net asset value of the Fund may decrease significantly.

Credit risk: Deterioration in the solvency of an issuer may provoke a fall in the value of the securities that it has issued, and subsequently in the net asset value of the Fund. This risk is measured by credit sensitivity. In the event of default on payment, the value of the securities may be zero.

Risk linked to speculative securities: Due to the historically greater risk of default on speculative securities than on non-speculative securities, investment in high yield or non-rated securities may increase the credit risk and may lead to a significant and rapid fall in the net asset value of the Fund.

Emerging market risk: Due to the historically greater risk of default for non-OECD (emerging) securities than for OECD securities, investment in non-OECD (emerging) securities may increase the credit risk and may lead to a significant and rapid fall in the net asset value of the Fund.

Counterparty risk: This risk relates to the possibility of default by a counterparty, leading to payment default. Payment default by a counterparty may lead to a fall in the net asset value of the Fund.

Share market risk: The value of the Fund may fall in the event of a fall in the share market and/or a fall in value of specific securities held by the Fund.

Currency risk: For units denominated in CHF and USD, foreign exchange risk is residual because the units are hedged. The attention of unitholders is drawn to the residual exchange rate risk that would result from imperfect coverage. This risk may decrease the net asset value.

Refer to the fund latest prospectus for the comprehensive list of associated risks.