



Exposure rates of the Dorval Asset Management Range – 30th October 2020

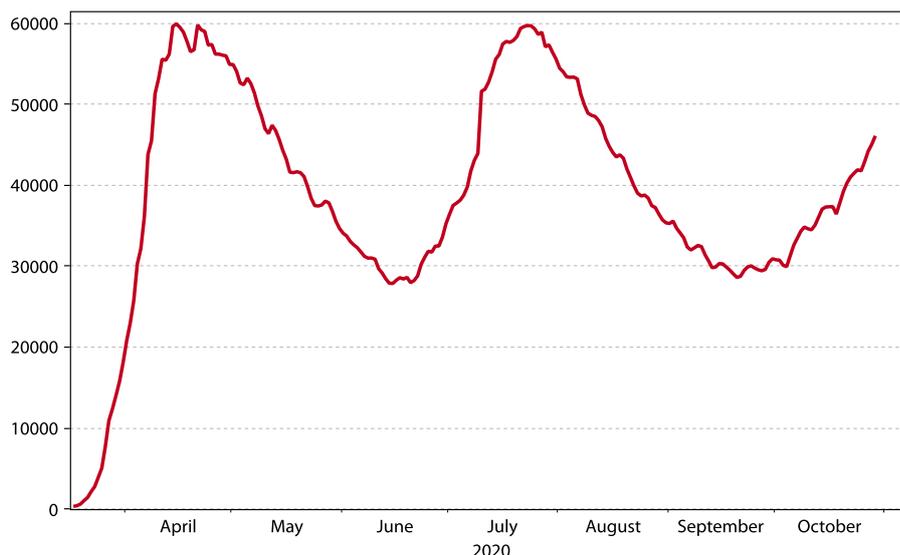
Dear Clients and Partners,

After investors dealt with the shock of fresh lockdown announcements in Europe, all eyes are now on the United States, where the results of the presidential and Senate elections are eagerly awaited, while the extent of the country's third Covid-19 wave is also being closely monitored.

After Donald Trump's shock election victory in 2016, most US pollsters reviewed their methodologies, but even after these changes, surveys still suggest that Democrats are poised to win both the presidency and the Senate. If this turns out to be the case, then a stimulus program of at least \$2 trillion would be waved through swiftly.

However, regardless of the election outcome, there will be severe pressure to roll out a fresh rescue plan in light of the surge in Covid-19-related hospitalizations in the country (cf. chart 1). Just like this summer's second Covid-19 wave, the spike is focused on a limited number of states for now, particularly in the Midwest (Illinois, Michigan), but given the number of surprise developments in the pandemic so far, making any kind of projection is a challenging task.

Third spike in US cases
Number of Covid-19-related hospitalizations in United States
La troisième vague de cas américaine
Nombre d'hospitalisations pour Covid-19 aux Etats-Unis



Dorval Asset Management



**NEITHER BEAR NOR BULL
BUT CAMELEON**



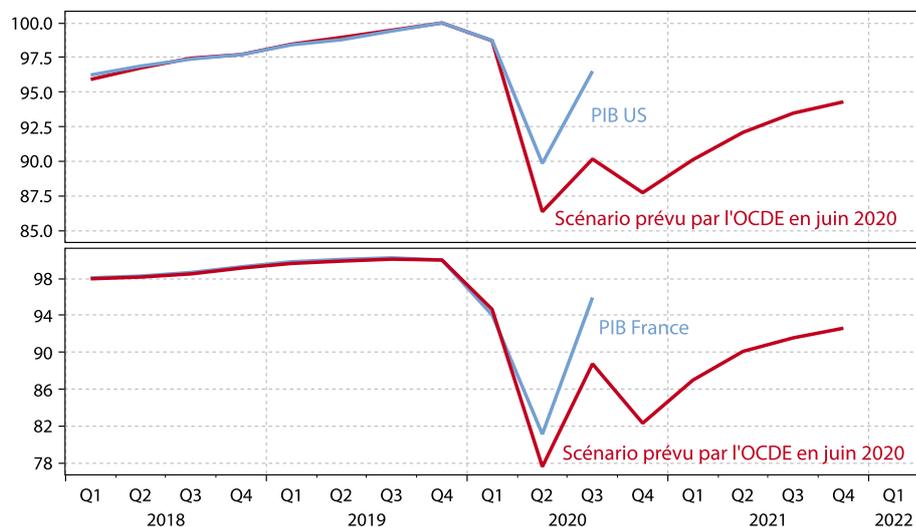
In the midst of the current uncertainty on the health situation, developed markets' 3Q GDP figures offered considerable reassurance, as they recovered significantly to revisit stats that the OECD's springtime projections had not expected until 2022 (cf. chart 2). Despite the series of economic restrictions to rein in health risks, these figures confirm that sufficiently extensive and long-lasting stimulus plans and rescue packages have the clout to drive the much hoped-for economic recovery. So there is definitely good reason to keep our hopes alive for the economic situation in 2021.

Economic activity recovered much more than expected after spring lockdowns

Base 100 in 4Q 2019

L'activité économique a rebondi beaucoup plus que prévu après les confinements du printemps

Base 100 au T4 2019



Dorval Asset Management

- US GDP / Scenario expected by OECD in June 2020
- French GDP / Scenario expected by OECD in June 2020

Meanwhile for investors, these figures put the disappointment triggered by lockdown moves in Europe into perspective. Economic activity is set to dip again in Europe in the fourth quarter of the year, but to a much lesser extent than in 2Q as restrictions are not so stringent, while experience suggests that the economy will then take a sharp upturn in the aftermath. The equity markets slid again (cf. chart 3), but the dent to the world financial markets resulting from fresh lockdowns is curbed by the fact that the virus remains under control in Asia, and is seeing a seasonal decline in the southern hemisphere (Australia, Latin America). Monetary and fiscal safety nets had already been set up, and are even being ramped up as the ECB recently noted. Lastly, vaccines are undergoing phase III trials and initial results could be published in November, so overall there are a number of substantial differences between March and the current situation.





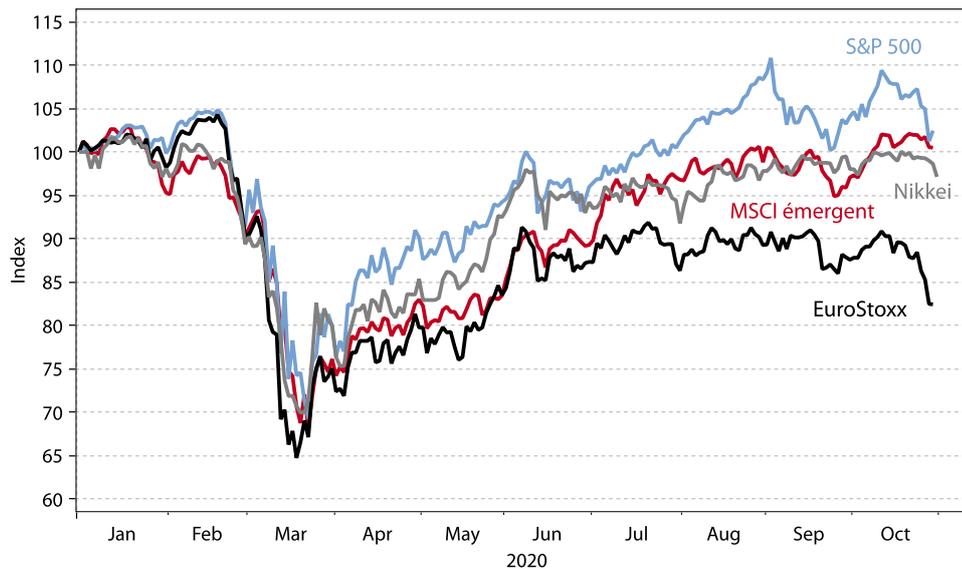
DORVAL
ASSET MANAGEMENT
FLEXIBLE PAR CONVICTION

Fresh lockdowns push down European equities again, but rest of world is holding up better

Base 100 January 1st

Les reconfinements font rechuter les actions européennes, mais le reste du monde résiste mieux

Base 100 au 1er janvier



Dorval Asset Management

- MSCI Emerging Markets Index

In our portfolios, we will assess whether it is timely to increase our equity exposure depending on forthcoming events in the United States, among other factors. Our scenario still remains for a clear world economic recovery in 2021.

Our exposure rates are as follows:

- **Dorval Convictions:** Our exposure rate is 66%.

DORVAL ASSET MANAGEMENT

Public limited company with share capital of €303,025 Paris Trade and Companies Register No. B 391392768 - APE 6630 Z - AMF accreditation no. GP 93-08

Registered office: 1 rue de Gramont - 75002 Paris

Tel +33 1 44 69 90 44 - Fax +33 1 42 94 18 37

www.dorval-am.com



NEITHER BEAR NOR BULL
BUT CAMELEON



DORVAL
ASSET MANAGEMENT
FLEXIBLE PAR CONVICTION

Legal notices

This promotional document is intended for business clients within the meaning of the MiFID. It cannot be used for a purpose other than that for which it has been designed and cannot be reproduced, circulated or communicated to third parties in whole or in part without the prior and written authorization of Dorval Asset Management. No information contained in this document can be interpreted as having any contractual value whatsoever. This document is produced purely for information purposes. It constitutes a presentation designed and produced by Dorval Asset Management from sources that it deems reliable. Dorval Asset Management reserves the right to amend the information presented in this document at any time and without notice and particularly regarding the description of the management processes that in any case do not form a commitment on the part of Dorval Asset Management. Dorval Asset Management cannot be held responsible for any decision made or not made based on information contained in this document or use that could be made of it by a third party. The mutual fund is authorized to be marketed in France and possibly in other countries where the law authorizes it. Prior to any investment, it should be verified whether the investor is legally authorized to subscribe to units in a mutual fund. The characteristics, fees, risk and yield profile relating to investment in a mutual fund are set out in the Key Investor Information Document (KIID) of the latter. The KIID and the periodic documents are available free of charge on request, from Dorval Asset Management. You must read the KIID, which must be sent to you prior to subscription. The definition of the risk indicators stated in this document feature on the website: www.dorval-am.com



**NEITHER BEAR NOR BULL
BUT CAMELEON**