

Objective and investment policy
MorningStarRating **
Risk profile


Equity fund that invests in companies in the Iberian peninsula. Traditional securities management by means of fundamental analysis.

General information

Inception date	22/01/2002
Type of fund	Equitie
Base currency	EUR
Benchmark	IBEX35
NAV calculation	Daily
Purchasing fees	max 1,50%
Selling fees	max 1,00%
Annual management fees*	2,00%
Register Number CNMV	366
Ticker	BPAEURE LX
Investment Manager	Banco Madrid Gestión de Activos
Custodian	KBL European Private Bankers
Auditing Entity	DELOITTE SL
Cut-off time	1PM
ISIN	LU0134080414
Settlement date	D+2

Management report

The quarter stands out for strong rises in the European stock exchanges and also of the US dollar. As we have been pointing out, the stock exchange remained much behind in its behaviour compared to the sovereign debt securities. In fact, government bonds are at minimum yield levels, with many of them with negative yield.

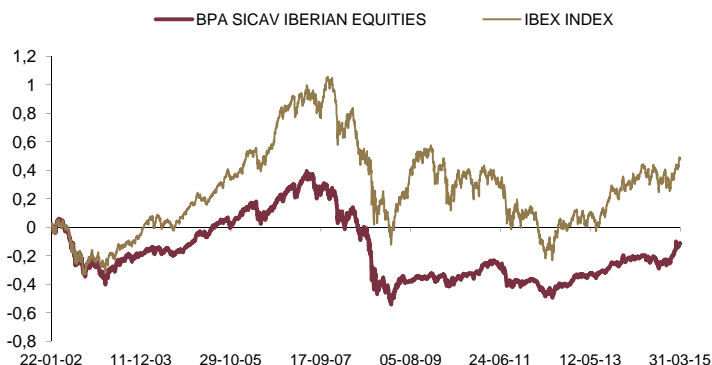
The ECB repurchase program entailed the drop of the Euro and that of the bonds' yields. Obviously, this situation is extremely beneficial for the European export companies, with extraordinary revaluations for them.

The situation that we are facing is quite exceptional, since the assets' price is marked by the central banks' actions and not by supply and demand. As a consequence, the sustainability of the situation is uncertain, as the final result. Without any doubt, these actions are generating bubbles in the financial assets, since no one is taking into account the real risks of the assets.

For all this, our strategy is to invest in companies with recurring cash flows and with high yields over their capacities to generate resources, well above the asset without risk. We believe that this way we are safeguarding the value of our investments, notwithstanding the central banks' expansionary policies.

The main investments

EBROO FOODS SA	6,46%
LAB FARMACEUTIC ROVI SA	6,15%
ARCELOR MITTALS SA	5,69%
REPSOL SA	5,48%
TELEFONICA SA	5,43%
CAIXABNK SA	3,97%
FOMETO DE CPNST Y CONTRAT	3,72%
LAR ESPAÑA	3,48%
ADVEO GROUP	3,45%
CIE AUTOMOTIVE	3,39%

Comparative performance funds - benchmark


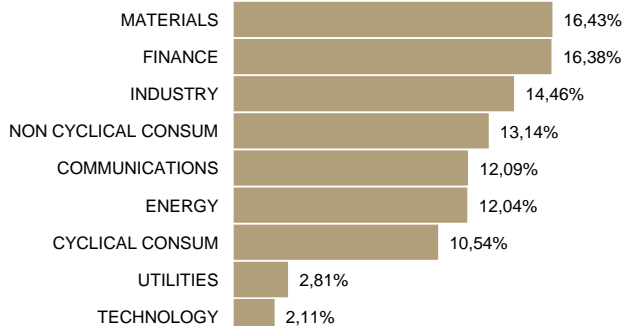
Performance	YTD	2014	2013	2012	2011	TAE
FUND	15,91%	1,45%	20,89%	1,56%	-9,50%	-0,91%
BENCHMARK	12,08%	0,92%	21,78%	-5,08%	-13,11%	3,04%

The performances expressed deduce the management and depositary commissions.

Technical information

Assets	2.777.577	EUR
NAV	88,60	EUR
Number of shares	31.349,63	
Volatility of funds during the last 12 months*	13,97%	
Volatility of benchmark during the last 12 months*	19,22%	
Tracking error	16,44%	

* Standard inter-annual deviation (last 12 months).

Distribution by sector

Distribution by country

Distribution per currency
