

2020 report on the exercise of voting rights

Updated on January 28th, 2021

Important note: this document is a free translation of the document titled «Rapport de vote AG 2020». In case of discrepancies between the two versions, only the French version will be considered valid and binding.

1. **Reminder of the voting policy**

The general voting policy of Moneta Asset Management concerning votes at the meetings of portfolio companies is described in the "Voting Policy" document.

The Management Company has identified three cases where the Management Company will use its voting rights:

- 1) When the holding of the managed UCITS exceeds 2.5% of the capital of the company concerned. The presence of the management company is thus deemed significant to require a vote on its part even though most of the companies in which we are shareholders have a controlling shareholder.
- 2) When at least one of the proposed resolutions is deemed to be detrimental to the interests of the UCITS unit holders or contrary to the principle of equity. This is a matter of principle, and the management company intends to show its disagreement by means of a vote at the meeting.
- 3) Whenever it is possible when participation in a vote at a meeting is explicitly desired by a company, either for reasons of quorums or because the company has declared itself sensitive to the effective participation of Moneta Asset Management.

2. **Exercice des droits de vote de l'année 2020**

In total, voting rights were exercised for approximately 24.5% of the assets under management: 38% for Moneta Micro Entreprises ("**MME**"), 27% for Moneta Multi Caps ("**MMC**") and 5% for Moneta Long Short ("**MLS**").

2.1 Voting when the holding of managed UCITS exceeds 2.5% of the voting rights of the company concerned

A list of votes to be exercised was drawn up at the end of January, March, April, May, June, September, October and November, highlighting 18 companies in which the funds had to exercise their rights. These were the following companies, often among the smallest capitalisations in our portfolios:

1000Mercis	Groupe Guillin
Assystem	HiPay
Aures Technologies	Infotel
Engie EPS	Jacquet Metal
Envea	Parrot
FFP	Pierre et Vacances
Flo (groupe)	SIF Holding NV
Fnac	Tessi
Generix	Verimatrix

However, the votes in 1000Mercis, Engie EPS, Tessi and Verimatrix were not carried out.

In addition, we have voted at the AGMs of several other companies represented in the MME, MMC and MLS funds:

Alstom SA	Nexi SpA
Amundi SA	Nexity SA
Aurea SA	PAX Global Technology Ltd.
CECONOMY AG	Rubis SCA
Eiffage SA	SPIE SA
Electricite de Strasbourg SA	Teleperformance SE
Eurofins Scientific SE	Unibail-Rodamco-Westfield SE
HEXAOM SA	Virbac SA
Lagardere SCA	Volitalia
Nexans SA	Worldline SA

In total, Moneta exercised its voting rights in:

- 32 companies out of a total of approximately 100 stocks in the portfolio for MME and MMC and
- 3 companies out of a total of approximately 100 stocks in the portfolio for MLS.

2.2 When at least one of the proposed resolutions is deemed to be detrimental to the interests of the shareholders of the UCITS or contrary to the principle of equity.

This is a matter of principle, and the management company intends to show its disagreement by means of a vote at the meeting.

No case in 2020. However, we have voted "no" to many of the above-mentioned company resolutions, in particular for cases of authorisation of share issues that are too large in relation to the realistic needs of the companies, insufficient dividends, waiver of the PDS, abusive or poorly documented regulated agreements, etc.

2.3 Whenever possible when participation in a vote at a meeting is explicitly desired by a company

None

2.4 Other statistics

Number of AGMs voted	Of which France	30
	Outside France	5
	Total	35
AGM with at least one opposition vote	Of which France	19
	Outside France	4
	Total	23

Number of resolutions voted		1404
Of which resolutions supported by the Board	Number of votes " for " by Moneta Asset Management	1177
	Number of votes " against " by Moneta Asset Management	180
	Number of votes " abstain " by Moneta Asset Management	25
	Total	1382
Of which resolutions not supported by the Board	Number of votes " for " by Moneta Asset Management	22
	Number of votes " against " by Moneta Asset Management	0
	Number of votes " abstain " by Moneta Asset Management	0
	Total	22
Analysis of opposition votes	Of which board-related matters	227
	Of which, capital-related issues	38
	Of which subjects related to remuneration	27
	Of which other matters	49

3. Means of implementation

In most cases, voting is carried out through the platform provided by our custodian bank. However, some votes are cast directly with the company, particularly when the shares are held in registered form.

When we consider it necessary, a member of the management team attends the meetings. However, we believe that we are sufficiently close to the companies through our investment process that we do not have to physically attend general meetings. For discussions with management, we prefer face-to-face meetings to formal meetings such as general meetings.

Of course, each vote is subject to an analysis of the resolutions submitted for voting. We are particularly sensitive to the interests of minority shareholders (capital increases without preferential subscription rights, etc.)