

**Monthly review**

May was characterised by the partial retracement of the rate hike seen in April. Negative surprises on US macro data, compared to previous months, halted the rate increases the 2-year Treasury rate did not make it over 5%, and the 10-year rate stabilised around 4.70%. European rates showed a slightly less linear performance, with a return of surprising growth performances, but clearer communication from the central bank, which put the first cut as early as this week's meeting. The German Bund reached 2.70% before coming to a halt. This time, the ECB will be a step ahead of the Fed in monetary expansion: in Europe, the market currently estimates 60bps of cuts, just over 2 cuts, while in the US it is 40bps, just over 1 cut. In this context, European spreads tightened on high beta, with high yields and cocos making considerable progress. On the other hand, the strongest credit – investment grade – suffered from the rate movement. In foreign exchange, the weakness of the dollar allowed all other G10 currencies to appreciate. The yen continued to be the most penalised (+0.10%) due to a rate differential that remained decidedly unfavourable and a wait-and-see attitude by the central bank. Among the strongest currencies were the Norwegian krone (+5.62%) and the Swedish krona (+4.49%). The euro appreciated by 1.58% despite the European Central Bank's incoming cut in early June. On the programme, we re-accumulated duration, thanks to some tactical trades on the relative value book, as part of the trading range we already discussed last month.

**Key fund information**

Assogestioni category	Flexible bond
Inception date	16/01/2020
Nav (Euro)	100,340
Strategy AUM (in Euro)	115.432.255
Benchmark	

Performance	Fund	Benchmark
YTD	0,32%	-
Last week	-0,09%	-
Last month	0,33%	-
Last 3 months	0,28%	-
1 year	4,46%	-
3 years (*)	-0,82%	-
5 years (*)	-	-
Since inception (*)	0,08%	-

(\*) Compound annual return

**Risk statistics**

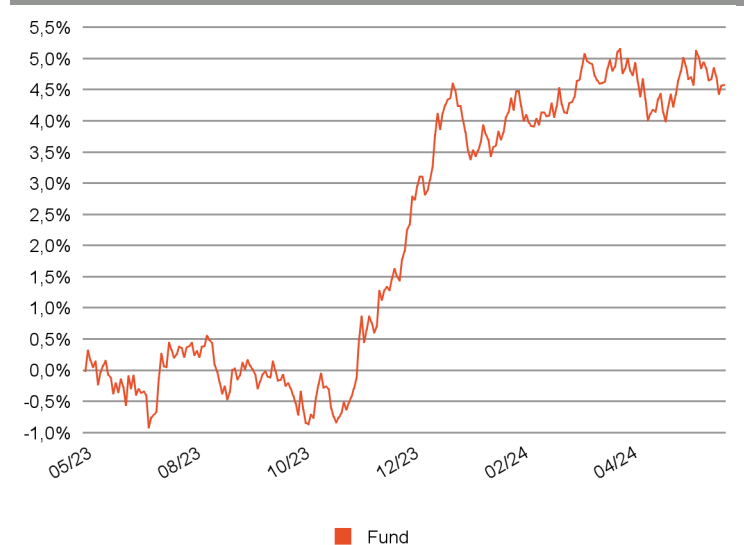
Standard deviation	3,56%	Sharpe ratio	-0,44
Standard deviation bench	-	Information ratio	-
VaR	-5,88%	Beta	-
Tracking error volatility	-	Correlation	-
Effective duration	3,66		

**Asset class**

Bonds	82,2%
Liquidity	17,8%
Shares	-
	-
<b>Total</b>	<b>100,0%</b>

Currency exposure	Gross exp.	Coverage	Net exp.
Euro	91,5%	1,4%	92,8%
Dollar	4,4%	-1,4%	3,1%
Emerging countries	1,8%	-	1,8%
Europe ex Euro	2,3%	-	2,3%
Global	-	-	-
Japanese Yen	0,0%	-	0,0%
Pacific ex Japan	0,0%	-	0,0%
	-	-	-
<b>Total</b>	<b>100,0%</b>	<b>-</b>	<b>100,0%</b>

Regional Exposure	Bond	Derivat.	Total
America	7,3%	-	7,3%
Emerging countries	3,2%	-	3,2%
Europe ex Italy	61,6%	6,8%	68,4%
Italy	9,9%	-	9,9%
Japan	-	-	-
Pacific ex Japan	0,2%	-	0,2%
<b>Total</b>	<b>82,2%</b>	<b>6,8%</b>	<b>89,0%</b>

**Performance over last year**


Credit Rating	Corp	Govt	Conv	Total
AAA	-	-	-	-
AA	-	10,9%	-	10,9%
A	1,7%	6,0%	-	7,7%
BBB	8,2%	3,3%	-	11,5%
BB	6,2%	-	-	6,2%
B	1,0%	-	-	1,0%
<CCC	-	-	-	-
NR	0,8%	-	0,3%	1,2%
<b>Total</b>	<b>18,0%</b>	<b>20,2%</b>	<b>0,3%</b>	<b>38,5%</b>

Maturity Profile			
0 - 0,5 years	24,0%	3 - 5 years	50,5%
0,5 - 1 years	2,1%	5 - 7 years	1,5%
1 - 2 years	6,2%	7 - 10 years	4,0%
2 - 3 years	8,9%	> 10 years	2,7%

Fund technicals	
Management Company	Ersel Gestion Internationale SA
Investment Manager	Ersel Asset Management Sgr SpA
Custodian bank	Caceis Bank Luxembourg SA
Independent auditors	Ernst & Young S.A.
Offices of Ersel Group	Piazza Solferino, 11 - 10121 Torino +39 01155201 Via Caradosso, 16 - 20123 Milano +39 02303061 Via M. D'Azeglio, 19 - 40123 Bologna +39 051273232 35 Boulevard Joseph II, L-1840 Luxembourg
Base currency	Euro
ISIN code	LU2065928777
Bloomberg code	LEADFBA LX
Frequency of NAV calculations	Daily
Performance Fee	Maximum of 10% of the annual performance exceeding both the Highwatermark (the highest year end value attained prior to the calculation date) and the Hurdle Rate (annual performance of Euribor 12 Month + 2%). Paid annually.

Main securities in the portfolio	
FRANCIA EUR 06/24 ZCB	8,65%
SPAIN EUR 08/24 ZCB	6,02%
BTP 01/05/33 4,4%	3,27%
AUSTRIA EUR 06/20 0,85%	2,26%
NATL BANK GREECE EUR 11/27 MCP CALL 26	1,16%
POSTE IT EUR PERP MCP CALL 29 2.625%	0,94%
PETROLEUM GEO USD 03/27 13,5% CALL 25	0,90%
UNICREDIT EUR 01/31 MCP CALL 30	0,88%
VODAFONE EUR 08/80 MCP CALL 26	0,85%
FERRARI EUR 05/25 1,5%	0,85%

**Investment objective**

The fund pursues an absolute return objective with moderate volatility and a time horizon of 2-3 years. To achieve this objective, the fund adopts a discretionary investment style in which the control of risk factors is an integral, pervasive part of the investment process. Without any benchmark constraints, the fund will undertake the bond investments deemed the most attractive in terms of risk/return profile in the light of the prevalent market scenario. The fund may invest in bonds of all kinds and in other similar kinds of debt, exchange-traded funds (ETFs), undertakings for collective investment in transferable securities (UCITS) and other undertakings for collective investment (UCIs). It may invest in instruments denominated in currencies other than the euro and may hold liquidity of less than 50% of its net asset value (NAV). The fund will make use of listed and OTC derivative instruments to take long and short positions designed to take opportunistic advantage of the efficiencies identified from time to time in the various segments of the bond market.

Isin	Currency	Min.initial Subs.	Mgmt. fee	AUM (mln€)
LU1578335538	Euro	2.500 euro	0,6%	61,9
LU2065928777	Euro	2.000.000 euro	0,5%	53,54
<b>Total</b>				<b>115,43</b>

Return (net of fees)													
	1	2	3	4	5	6	7	8	9	10	11	12	YTD
2024	0,22%	-0,18%	0,83%	-0,87%	0,33%								0,32%
2023	1,27%	-1,88%	0,41%	0,32%	-0,12%	-0,42%	0,74%	-0,28%	-0,50%	0,21%	2,47%	1,86%	4,09%
2022	-0,71%	-1,31%	-0,29%	-1,58%	-0,51%	-2,43%	3,07%	-1,65%	-2,40%	0,41%	1,67%	-0,63%	-6,30%
2021	-0,16%	-0,35%	0,59%	-0,02%	-0,17%	0,24%	0,26%	-0,16%	-0,19%	-0,26%	-0,28%	0,10%	-0,42%
2020		-0,60%	-2,95%	1,62%	0,66%	1,17%	1,11%	0,29%	-0,09%	0,41%	1,20%	0,27%	2,98%

Risk level						
1	2	3	4	5	6	7

The synthetic risk indicator assumes that the product is held for 5 years and is an indicative indication of the level of risk of this product compared to other products.

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