

### Monthly review

November began with what was arguably the most significant event of the year: the US presidential elections, where Trump decisively defeated Harris, securing not only the presidency but also a majority in both chambers of Congress. The immediate reaction of US interest rates was marked by a sell-off, with rates rising due to fears of the inflationary effects of the tariff policies promised by the new administration. In Europe, the rise in rates was tempered by less optimistic growth prospects, particularly for Germany, as a direct consequence of the anticipated tariffs. Towards the end of the month, however, rates reversed course in the US, and even more so in Europe, as the new administration would not begin its work until the new year, while macroeconomic data in both regions fell short of expectations. The positive contribution from the interest rate component kept all credit segments in positive performance territory, with Investment Grade leading the way, gaining 1.2 points, compared to only marginal progress in High Yield. Subordinated debt also delivered strong performance, with CoCos and Tier 2 securities posting gains of over 1 point. In the currency market, the euro was the weakest performer, weighed down by worsening data and sentiment in the region. The best-performing currency was the yen, which benefited from the late-month decline in rates. The US dollar strengthened by 2.69%, supported by a widening interest rate spread. Regarding portfolio positioning, we entered the presidential elections with an average financial duration of around five years, which we maintained throughout the month. Looking ahead to the end of the year, we plan to reduce duration during December, should market conditions provide the opportunity.

### Key fund information

Assogestioni category	Flexible bond
Inception date	16/01/2020
Nav (Euro)	104,510
Strategy AUM (in Euro)	114.663.679
Benchmark	

Performance	Fund	Benchmark
YTD	4,49%	-
Last week	0,67%	-
Last month	1,39%	-
Last 3 months	1,86%	-
1 year	6,51%	-
3 years (*)	0,68%	-
5 years (*)	-	-
Since inception (*)	0,91%	-

(\*) Compound annual return

### Risk statistics

Standard deviation	3,00%	Sharpe ratio	0,08
Standard deviation bench	-	Information ratio	-
VaR	-4,96%	Beta	-
Tracking error volatility	-	Correlation	-
Effective duration	4,02		

### Asset class

Bonds	98,2%
Liquidity	1,8%
Shares	-
	-
<b>Total</b>	<b>100,0%</b>

### Currency exposure

Currency exposure	Gross exp.	Coverage	Net exp.
Euro	84,3%	6,3%	90,5%
Dollar	10,6%	-6,3%	4,3%
Emerging countries	1,9%	-	1,9%
Europe ex Euro	3,2%	-	3,2%
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

Regional Exposure	Bond	Derivat.	Total
America	8,4%	-	8,4%
Emerging countries	7,2%	-	7,2%
Europe ex Italy	56,4%	18,5%	74,8%
Italy	26,1%	-	26,1%
Japan	-	-	-
Pacific ex Japan	0,1%	-	0,1%
<b>Total</b>	<b>98,2%</b>	<b>18,5%</b>	<b>116,6%</b>

### Performance over last year



Credit Rating	Corp	Govt	Conv	Total
AAA	3,6%	1,1%	-	4,7%
AA	-	30,1%	-	30,1%
A	15,1%	4,3%	-	19,4%
BBB	11,2%	22,8%	-	34,0%
BB	5,8%	2,6%	-	8,5%
B	0,7%	-	-	0,7%
<CCC	-	-	-	-
NR	0,9%	-	-	0,9%
<b>Total</b>	<b>37,3%</b>	<b>60,9%</b>	<b>-</b>	<b>98,2%</b>

Maturity Profile			
0 - 0,5 years	26,4%	3 - 5 years	51,0%
0,5 - 1 years	1,7%	5 - 7 years	8,0%
1 - 2 years	4,7%	7 - 10 years	4,9%
2 - 3 years	0,7%	> 10 years	2,6%

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 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	
BOT 31/03/25 S	11,24%
FRANCIA EUR 02/25 ZCB	9,54%
BTP 01/05/33 4,4%	6,75%
AUSTRIA EUR 06/20 0,85%	2,54%
NATL BANK GREECE EUR 11/27 MCP CALL 26	1,14%
POSTE IT EUR PERP MCP CALL 29 2.625%	0,98%
UNICREDIT EUR 01/31 MCP CALL 30	0,95%
PETROLEUM GEO USD 03/27 13,5% CALL 24	0,92%
FERRARI EUR 05/25 1,5%	0,87%
VODAFONE EUR 08/80 MCP CALL 26	0,87%

**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%	66,52
LU2065928777	Euro	2.000.000 euro	0,5%	48,15
<b>Total</b>				<b>114,66</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%	0,51%	1,52%	0,12%	1,06%	-0,49%	1,39%		4,49%
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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