

Monthly review

May saw the market move sideways, consolidating its climb since the beginning of the year and with increased volatility related to uncertainties over the timing of the rate cut. There continued to be uncertainties relating to geopolitical tensions in both Ukraine and the Middle East. At the sector level, the best stocks were banks and utilities, on the expectation of the rate cut, while industrials struggled. In terms of results, overall the figures were constructive, with turnover holding up and good margins. The only exceptions are some stocks operating in more distressed sectors such as Zignago, Carell and De Nora – stocks on which we are underweight. At the end of May, we got the go-ahead for the sale of the network by Tim, which we believe will help the share price rise after a difficult period. In terms of sectoral choices, we reduced banking and bought back utilities, especially those related to generation such as Enel and Iren. Among individual stocks, we bought back Stellantis and Stm after the correction and reduced Moncler. The most significant positions among small caps are Sol, Saes Getters, Danieli savings shares, Mondadori, D'Amico, Garofalo and Philogen. During the month, we had a few secondary market offerings, notably Eni, Pirelli and Webuild, in which we did not participate, and the IPO by Next Geo, a small company active in offshore services, in which we did participate. We are keeping the mid and small cap component high at 60%, favouring stocks with attractive valuations. The overall share stood at 102%, with the hedging strategy sending no signals given the strength of the market trend.

Key fund information

Assogestioni category	Italian Equity
Inception date	31/01/2014
Nav (Euro)	266,050
Strategy AUM (in Euro)	185.924.657
Benchmark	50% FTSE Mib TR (NET) 50% FTSE Italia Mid Cap TR (NET)

Performance	Fund	Benchmark
YTD	15,76%	12,77%
Last week	0,25%	0,08%
Last month	3,91%	2,90%
Last 3 months	9,65%	7,41%
1 year	32,35%	26,94%
3 years (*)	11,38%	8,87%
5 years (*)	14,62%	11,59%
Since inception (*)	9,94%	8,53%

(*) Compound annual return

Risk statistics

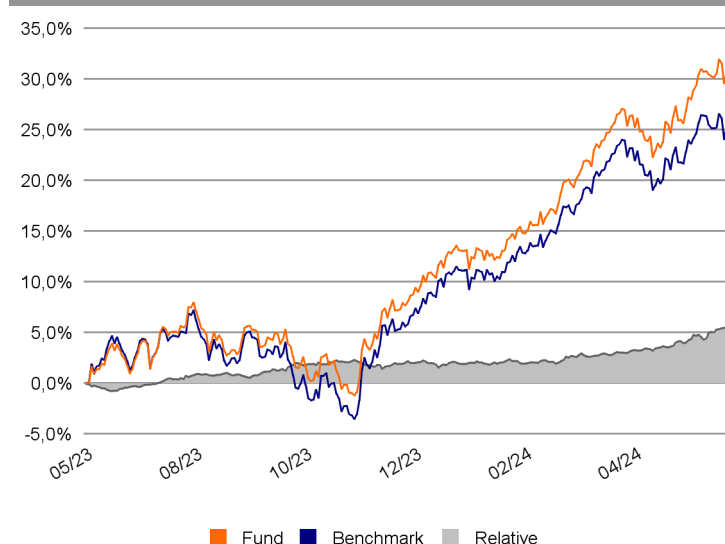
Standard deviation	14,70%	Sharpe ratio	1,05
Standard deviation bench	15,71%	Information ratio	1,11
VaR	-24,26%	Beta	0,93
Tracking error volatility	1,93%	Correlation	0,99

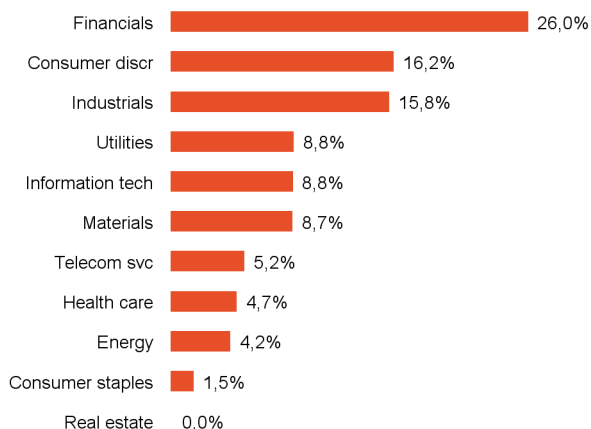
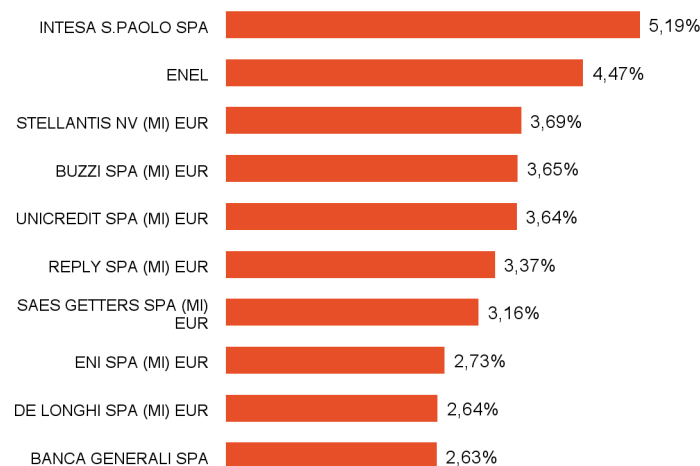
Asset class

Bonds	-
Liquidity	-3,4%
Shares	103,4%
Total	100,0%

Currency exposure	Gross exp.	Coverage	Net exp.
Europe ex Euro	0,0%	-	0,0%
Dollar	0,0%	-	0,0%
Euro	100,0%	-	100,0%
Emerging countries	-	-	-
Global	-	-	-
Japanese Yen	-	-	-
Pacific ex Japan	-	-	-
Total	100,0%	-	100,0%

Equity portfolio structure	Shares	Derivat.	Total
Italy	93,3%	-	93,3%
Europe ex Italy	10,1%	-	10,1%
America	-	-	-
Japan	-	-	-
Pacific ex Japan	-	-	-
Emerging countries	-	-	-
Total	103,4%	-	103,4%

Performance over last year


Composition by sector

Main securities in the portfolio

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	LU1011691893
Bloomberg code	GLBPMIA LX
Frequency of NAV calculations	Daily
Performance fee	15% of the difference recorded in the reference period between the percentage change in the unit value in the calendar year and the percentage change in the benchmark in the same period.

Investment objective

The fund predominantly invests in equity instruments listed in Italy or in shares of Italian issuers denominated in both Euro and foreign currency. Investments are made in small, medium and large capitalisation companies with the goal of obtaining adequate diversification in all economic sectors. The fund's main objective is appreciation of the value of capital over a long-term time horizon (indicatively over 7 years) with a high risk level. The investment philosophy is based on the centrality of fundamental analysis both by sector and individual company. Decisions are therefore made following research activity based on income prospects, valuation levels, cash flow analysis and risk control.

Isin	Currency	Min.initial Subs.	Mgmt. fee	AUM (mIn€)
LU1011691893	Euro	2.000.000 euro	0,9%	79,59
LU1011692438	Euro	2.500 euro	1,75%	106,33
Total				185,92

Risk level

1	2	3	4	5	6	7
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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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