

## KEY DATA

<b>MANAGEMENT COMPANY</b>	Generali Investments Luxembourg S.A.
<b>INVESTMENT MANAGER</b>	Generali Investments Partners S.p.A Società di gestione del risparmio
<b>FUND MANAGER</b>	Andrea SCOTTI
<b>BENCHMARK</b>	50% MSCI POLAND (NR) + 15% MSCI CZECH REPUBLIC (NR) + 10% MSCI AUSTRIA (NR) + 10% MSCI HUNGARY (NR) + 10% MSCI ROMANIA (NR) + 5% BOFA ML EURO GVT 0-1 Y (RI)
<b>FUND TYPE</b>	Sicav
<b>DOMICILE</b>	Luxembourg
<b>SUB-FUND LAUNCH DATE</b>	02/04/2002
<b>SHARE CLASS LAUNCH DATE</b>	23/04/2004
<b>FIRST NAV DATE AFTER DORMANT PERIOD</b>	No dormant period
<b>CURRENCY</b>	Euro
<b>CUSTODIAN BANK</b>	BNP Paribas Securities Services Luxembourg
<b>ISIN</b>	LU0145470703
<b>BLOOMBERG CODE</b>	GENEQCX LX

## VALUATION

<b>AUM</b>	131.03 M EUR
<b>NAV PER SHARE</b>	199.13 EUR
<b>HIGHEST NAV OVER THE LAST 12 MONTHS</b>	199.70 EUR
<b>LOWEST NAV OVER THE LAST 12 MONTHS</b>	128.92 EUR

## FEEES

<b>SUBSCRIPTION FEE</b>	max. 5%
<b>MANAGEMENT FEE</b>	1.0000%
<b>CONVERSION FEE</b>	max. 5%
<b>REDEMPTION FEE</b>	max. 1%
<b>PERFORMANCE FEE</b>	n.a.
<b>ONGOING CHARGES</b>	1.1400%

## CATEGORY AND RISK PROFILE

<b>CATEGORY</b>	Equity
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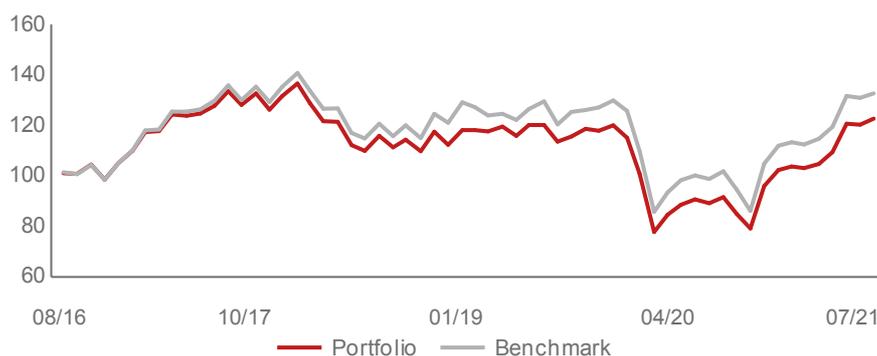
1	2	3	4	5	6	7
Lower risk Potentially lower rewards			Higher risk Potentially higher rewards			

The risk and reward category shown is not guaranteed to remain unchanged and the categorisation of the sub fund may shift over time. For more information about risk, please see the KIID and Prospectus.

## INVESTMENT OBJECTIVE AND POLICY

The objective of the Fund is to provide long-term capital appreciation and to outperform its Benchmark. The Fund shall essentially invest in equities and other participation rights of companies incorporated or having their registered office in Central and Eastern Europe, listed on the stock exchanges of Central and Eastern Europe Countries (CEEC). The Fund may also invest on an ancillary basis in equities, in participation rights and in equity-linked securities of European issuers. The Fund may use financial instruments and derivatives for hedging purposes, for efficient portfolio management purposes and for investment purposes.

## PERFORMANCE ANALYSIS AT 30 JULY 2021



	1M	YTD	1YR	3YR	5YR	3YR P.A.	5YR P.A.
Portfolio	2.02	19.79	37.35	5.88	22.07	1.92	4.06
Benchmark	1.41	18.45	34.24	9.96	31.86	3.22	5.68
Excess return	0.61	1.34	3.11	-4.08	-9.79	-1.29	-1.62

	SI	SI P.A.	2020	2019	2018	2017	2016
Portfolio	99.13	4.07	-14.68	6.88	-14.68	25.42	3.60
Benchmark	92.16	3.85	-13.72	7.26	-10.55	28.75	4.04
Excess return	6.97	0.21	-0.97	-0.38	-4.13	-3.33	-0.44

	07/21-07/20	07/20-07/19	07/19-07/18	07/18-07/17	07/17-07/16
Portfolio	37.35	-25.66	3.69	-9.26	27.06
Benchmark	34.24	-23.67	7.32	-7.02	28.97
Excess return	3.11	-1.99	-3.62	-2.24	-1.91

## KEY FEATURES

- Active management in a clearly defined investment process
- High level of flexibility to select the most attractive equity opportunities
- Invests in companies listed in Poland, Czech Republic, Hungary, Romania, Baltic States, Turkey, Croatia, Slovenia and Austria

## FUND MANAGER'S COMMENTS

### Market review

The Central & Eastern European Equity fund increased by 2 % last month. Despite inflation surprises the risk free rates remained stable/decreasing and together with continuing economic recovery built a positive environment mainly for growth stocks. Despite first interest hikes in CEE region (Czechia, Hungary), we witnessed continuing decline in CEE financials, but the trend turned up again as delta variant didn't hit the CEE countries and inflation numbers remained well above expectation.

Progress of vaccine roll-out in developed countries helped to moderate pandemic situation, but delta variant triggers another spike not only in Asia, but also in UK having less severe cases due to vaccinated population. Despite some deterioration on the European periphery, CEE countries are still green coloured and stabilized in terms of new cases, and enjoyed continuing re-openings. Globally the pandemic is far from its end as Asian countries took over the lead in new cases.

Equity market rally remains well supported by revenue and corporate earnings growth. The central banks perception of inflation as transitory and spreading of delta covid variant shifted the investors focus on technological stocks, but enhancing job reports might quickly change the market view. Emerging markets have not joined the recent rally struggling from new covid waves and Chinese measures related to technologies, education and real estate.

In July, equity markets continued to be supported by strong earnings results supporting current valuation. In CEE countries, strong earnings season combined with specific structure tilted to cyclicals sectors provide an interesting mix for continuing recovery. Among CEE countries, the Czech benchmark increased by 2.4 % followed by Austrian (+2.2 %). On the other there were only small differences last month as the worst performing Hungarian benchmark increased by 0.9 %.

### Portfolio activity

The equity allocation remains overweight and the fund is fully invested. Moderate activity was focused on rebalancing of the portfolio, decrease of non-benchmark positions and closing tactical underweights within the PL exposure.

### Outlook

CEE Equity markets and the valuations should be driven by the post-pandemic economic recovery combined with risk moderation. The polish financials will be focused on the Supreme Court's sessions concerning CHF loans, still no final decision. The markets noted solid earnings beats in large caps, therefore an improved outlook should trigger a wave of upward revisions and support the markets and fundamentals. The short-term equity outlook remains very sensitive on new measures and progress in vaccination. Continuing support from both monetary and fiscal policies should secure positive environment on global markets.

## HOLDINGS & TRANSACTIONS

### TOP 10 EQUITY

HOLDING	SECTOR	GROSS %
CEZ AS (CEZ CK)	Utilities	8.22%
PKO BANK POLSKI SA (PKO PW)	Financials	6.19%
OTP BANK PLC (OTP HB)	Financials	5.82%
POWSZECHNY ZAKLAD UBEZPIECZE (PZU)	Financials	5.21%
KOMERCNI BANKA AS (KOMB CK)	Financials	4.69%
ALLEGRO.EU SA (ALE PW)	Not Available	4.29%
BANCA TRANSILVANIA SA (TLV RE)	Financials	4.26%
KGHM POLSKA MIEDZ SA (KGH PW)	Materials	4.25%
MONETA MONEY BANK AS (MONET CK)	Financials	3.93%
BANK PEKAO SA (PEO PW)	Financials	3.58%
<b>Total Top 10 (%)</b>		<b>50.42%</b>
<b>Total Top 20 (%)</b>		<b>78.18%</b>

### TOP 3 SALES OVER THE LAST MONTH

ALLEGRO.EU SA (ALE PW)
CEZ AS (CEZ CK)
CCC SA (CCC PW)

### TOP 3 PURCHASES OVER THE LAST MONTH

OMV PETROM SA (SNP RE)
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## RATIOS

### PERFORMANCE AND RISK ANALYSIS - SYNTHESIS

	1YR	3YR	5YR	SI
Standard Deviation Ptf	19.62	23.78	20.43	20.87
Standard Deviation Bmk	20.03	24.22	20.80	22.30
Tracking Error	2.10	3.83	3.02	4.45
Alpha	0.06	-0.02	-0.03	-0.03
Beta	0.97	0.97	0.97	0.97
R-squared	0.99	0.98	0.98	0.98
Information Ratio	1.48	-0.33	-0.53	0.05
Sharpe Ratio	1.64	0.10	0.21	0.07
Treynor Ratio	38.67	1.91	2.93	-1.08
Sortino Ratio	3.24	0.14	0.30	0.10

### NUMBER OF STOCKS

	FUND	BENCHMARK
Number of Positions (ex derivatives)	47	63
Out of Benchmark positions	19	-
Active Share	13.52	-
Number of derivative positions	-	-
Total number of positions	47	63

### DRAWDOWN

	SINCE INCEPTION
Maximum drawdown (%)	-67.4
Peak to trough drawdown (dates)	Jul 07 - Mar 09
Length (in days)	595
Recovery Period (in days)	0
Worst Month	October 2008
Lowest Return	-29.8
Best Month	November 2020
Highest Return	21.0

### FINANCIAL RATIO - EQUITY

	FUND	BENCHMARK
P/Book value	-	1.10
P/E Ratio (current)	-	13.69
Dividend Yield (%) (current)	-	2.09
Average Market Cap (in M€)	2,461	3,352
Median Market Cap (in M€)	656	1,234

## BREAKDOWNS

■ Fund ■ Benchmark ■ Relative

COUNTRY	NET		RELATIVE
Poland	44.6%	44.8%	-0.2%
Czech Republic	17.2%	15.1%	2.1%
Austria	11.1%	10.3%	0.8%
Hungary	10.5%	9.9%	0.5%
Romania	9.9%	10.0%	-0.1%
Luxembourg	4.7%	5.1%	-0.4%
Croatia	0.4%		0.4%
Others	0.4%	4.7%	-4.3%
Cash	1.3%		

SECTOR	NET		RELATIVE
Financials	42.9%	42.2%	0.6%
Energy	14.7%	14.6%	0.1%
Utilities	12.2%	11.2%	1.0%
Communication Services	7.1%	6.0%	1.1%
Materials	6.2%	7.4%	-1.2%
Consumer Discretionary	3.9%	3.3%	0.6%
Others	7.6%	10.2%	-2.6%
Not Available	4.3%	5.1%	-0.8%
Cash	1.3%		

CURRENCY	NET		RELATIVE
PLN	48.9%	49.9%	-1.0%
CZK	17.2%	15.1%	2.1%
EUR	13.0%	15.0%	-2.0%
HUF	10.5%	9.9%	0.5%
RON	9.9%	10.0%	-0.1%
HRK	0.4%		0.4%
TRY	0.0%		0.0%
Others	0.0%		0.0%

MARKET CAP	NET		RELATIVE
Under 5 bn	87.7%	85.0%	2.7%
5-30 bn	11.1%	10.1%	1.0%
No Market Cap	4.9%		-4.9%
Cash	1.3%		

Please see the important information at the end of this document. Investing in the fund/sub-fund involves risks including the possible loss of capital. Please read the KIIDs and the prospectus to find out about these risks. Legal information concerning the fund/sub-fund are available on the website: [www.generali-investment.com](http://www.generali-investment.com)  
The above holdings are neither representative of the overall portfolios performance nor do they represent the performance of other holdings held within the portfolio. The composition of the portfolio may change from time to time at the sole discretion of the investment manager.

#### DEALING DETAILS

CUT OFF TIME	T at 1 pm (T being the dealing day)
SETTLEMENT	T+3
VALUATION	Daily
NAV CALCULATION	Day +1
NAV PUBLICATION	Day +1

#### Important Information

The sub-fund is part of Generali Investments SICAV (an investment company qualifying as a "société d'investissement à capital variable" with multiple sub-funds under the laws of the Grand Duchy of Luxembourg) managed by Generali Investments Luxembourg S.A. who appointed Generali Investments Partners S.p.A. Società di gestione del risparmio as investment manager. The information contained in this document is only for general information on products and services provided by Generali Investments Partners S.p.A. Società di gestione del risparmio. It shall under no circumstance constitute an offer, recommendation or solicitation to subscribe units/shares of undertakings for collective investment in transferable securities or application for an offer of investments services. It is not linked to or it is not intended to be the foundation of any contract or commitment. It shall not be considered as an explicit or implicit recommendation of investment strategy or as investment advice. Before subscribing an offer of investment services, each potential client shall be given every document provided by the regulations in force from time to time, documents to be carefully read by the client before making any investment choice. Generali Investments Partners S.p.A. Società di gestione del risparmio, periodically updating the contents of this document, relieves itself from any responsibility concerning mistakes or omissions and shall not be considered responsible in case of possible damages or losses related to the improper use of the information herein provided. Past performance is not a guarantee of future performance and the sub-fund presents a risk of loss of capital. No assurance is released with regard to the approximate correspondence of the future performances with the ones above mentioned. Before adopting any investment decision the client shall carefully read, if applicable, the subscription form, and the offering documentation (including the KIID, the prospectus, the fund regulation or by-laws as the case may be), which must be delivered before subscribing the investment. The offering documentation is available at any time, free of charge and in the relevant languages on our website ([www.generali-investments.com](http://www.generali-investments.com)), on Generali Investments Luxembourg S.A. (Management Company of Generali Investments SICAV) website ([www.generali-investments.lu](http://www.generali-investments.lu)), and by distributors. An hardcopy of the offering documentation may also be requested to the Management Company, free of charge. Generali Investments is a commercial brand of Generali Investments Partners S.p.A. Società di gestione del risparmio, Generali Insurance Asset Management S.p.A. Società di gestione del risparmio, Generali Investments Luxembourg S.A. and Generali Investments Holding S.p.A.. Generali Investments is part of the Generali Group which was established in 1831 in Trieste as Assicurazioni Generali Austro-Italiche.

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