

# GENERALI INVESTMENTS SICAV

## EURO EQUITY CONTROLLED VOLATILITY - BX

### 30 July 2021



Marketing communication for Professional investors

#### KEY DATA

<b>MANAGEMENT COMPANY</b>	Generali Investments Luxembourg S.A.
<b>INVESTMENT MANAGER</b>	Generali Insurance Asset Management S.p.A. Società di gestione del risparmio
<b>FUND MANAGER</b>	Luciano GISONNI, Daniele Marvulli
<b>BENCHMARK</b>	100% EURO STOXX 50 RISK CONTROL 15% (TR)
<b>FUND TYPE</b>	Sicav
<b>DOMICILE</b>	Luxembourg
<b>SUB-FUND LAUNCH DATE</b>	17/01/2011
<b>SHARE CLASS LAUNCH DATE</b>	19/02/2016
<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>	LU1350416027
<b>BLOOMBERG CODE</b>	GEQ50BX LX

#### VALUATION

<b>AUM</b>	240.45 M EUR
<b>NAV PER SHARE</b>	128.64 EUR
<b>HIGHEST NAV OVER THE LAST 12 MONTHS</b>	130.15 EUR
<b>LOWEST NAV OVER THE LAST 12 MONTHS</b>	103.76 EUR

#### FEES

<b>SUBSCRIPTION FEE</b>	max. 5%
<b>MANAGEMENT FEE</b>	0.7500%
<b>CONVERSION FEE</b>	max. 5%
<b>REDEMPTION FEE</b>	max. 1%
<b>PERFORMANCE FEE</b>	n.a.
<b>ONGOING CHARGES</b>	0.8900%

#### CATEGORY AND RISK PROFILE

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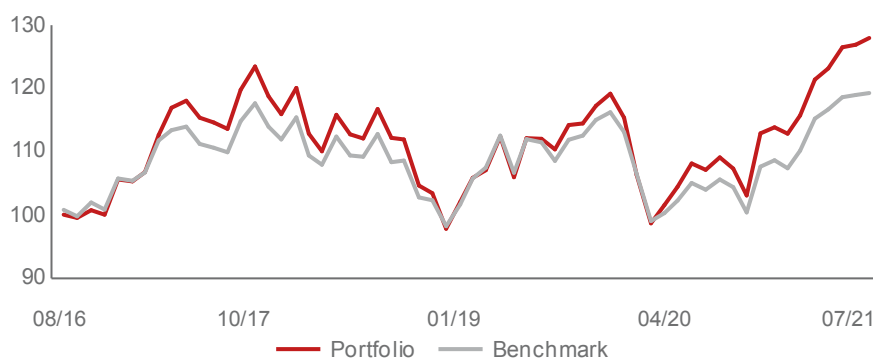
1	2	3	4	5	6	7
Lower risk			Higher risk			
Potentially lower rewards			Potentially higher rewards			

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 a long-term capital appreciation while maintaining the Fund around an objective of annual volatility comprised between 10.5% and 14.5% - with a target around 12.5% - investing in Eurozone equities and futures. The Fund shall invest at least 75% in Eurozone equities. The Fund may also invest on an ancillary basis in equities, in participation rights and in equity-linked securities listed on stock exchanges of European markets. In order to target the volatility objective, the Fund may manage the equity exposure through equity index futures, taking long future position (i.e. increasing the equity exposure) or short future positions (i.e. decreasing the equity exposure). 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	0.81	12.33	19.38	9.56	28.76	3.09	5.18
Benchmark	0.25	9.76	14.63	5.73	19.83	1.87	3.68
Excess return	0.56	2.58	4.75	3.84	8.93	1.22	1.50

	SI	SI P.A.	2020	2019	2018	2017
Portfolio	28.64	4.73	-4.42	21.67	-15.56	9.75
Benchmark	20.81	3.53	-6.51	18.25	-12.21	5.81
Excess return	7.84	1.20	2.09	3.41	-3.34	3.94

	07/21-07/20	07/20-07/19	07/19-07/18	07/18-07/17	07/17-07/16
Portfolio	19.38	-4.40	-4.00	1.85	15.39
Benchmark	14.63	-6.67	-1.17	1.95	11.17
Excess return	4.75	2.27	-2.83	-0.10	4.22

#### KEY FEATURES

- Gaining exposure to Eurozone large cap equities, while hedging some downside risk and reducing drawdowns
- Potentially optimising the cost of capital attached to equity exposure (Solvency II)
- Proposing a clear, disciplined and rules-based investment process
- Reducing volatility and improving risk-adjusted performance

Past performance is not a guide to future performance and may be misleading. The performances are shown net of fees and expenses over the relevant period. All performance figures reflect the reinvestment of dividends and do not take into account the commissions and costs incurred on the issue and redemption of shares/parts. 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)  
No official benchmark - Euro Stoxx 50 Price Index until the funds strategy change on July 17th 2015. From July 17th 2015: Euro Stoxx 50 Net Return Index used as indicative reference index until February 19th 2016. From February 19th 2016, Euro Stoxx 50 Risk Control 15% Total Return Index used as indicative reference index.

## FUND MANAGER'S COMMENTS

The path to normalcy of many economies has been disrupted by a global surge in coronavirus cases caused by the highly contagious Delta Variant. Europe's tourism sector is at risk as Spain, Portugal and Greece register a spike in cases, and adopt measures accordingly. The US will not lift travel restrictions either, whilst the UK government opened its borders to fully vaccinated travellers from the U.S. and the European Union. In July, the US Composite PMI further decreased to 59.7, moving further apart from May's record high of 68.1. The Services PMI (59.8) has fallen for 2 months in a row, amid labour shortages and declining consumer sentiment (down 5 pts). Despite PMIs being in expansionary territory, US GDP growth (6.5% annualized) in Q2 was below expectations. This month, as unemployment reached 5.9% and inflation registered its fastest gain since 1991 (3.5% yoy), Chairman Powell said the Fed is 'away from making substantial progress towards stable prices and maximum employment'. Accordingly, the Fed took a dovish stance, maintaining interest rates anchored near zero, yet rate hike expectations have been rising further. In the Euro Area, business conditions appear stronger than in the US, with the Composite PMI up to 60.6 in July from 59.5 last month, reaching its steepest pace in 15 years. Both manufacturing and services PMI are in expansion but still constrained by supply shortages. In the second quarter, GDP across the European Union rose by 13.2% compared with the same period last year, but European GDP has yet to return to its pre-pandemic level. The ECB maintains a 'persistently accommodative' stance and, in order to tackle growth and unemployment without having to worry too much about inflationary pressures, it has adjusted its inflation target to a symmetric 2% from 'below but close to 2%'. In the past month, there has been a decrease in benchmark yields, with the US 10-year yield falling by 20 bps to 1.24% and the 10-year Bund by 26 bps to -0.46. Non-core spreads have slightly increased, with the BTP-Bund spread up by 6 bps, reaching 109. Overall, global equities were positive with the MSCI World up 1.8%. Equity markets in the US performed better than in Europe with the S&P500 up by 2.4% and the Euro Stoxx 50 up by 0.8%. The S&P500 also outperformed the Nasdaq, which this month grew by 1.2%. In July, the fund's performance was +0.86%. During the month there was one volatility-induced rebalancing, occurred at the end of the month, with a decrease in the net equity exposure, moved to 80.4% from 86.4% at the end of June

## HOLDINGS & TRANSACTIONS

### TOP 10 EQUITY

HOLDING	SECTOR	GROSS %
ASML HOLDING NV (ASML NA)	Information Technology	8.89%
LVMH MOET HENNESSY LOUIS VUI (MC FP)	Consumer Discretionary	5.88%
SAP SE (SAP GY)	Information Technology	4.33%
LINDE PLC (LIN GY)	Materials	4.22%
SIEMENS AG-REG (SIE GY)	Industrials	3.15%
SANOFI (SAN FP)	Health Care	3.15%
TOTALENERGIES SE (TTE FP)	Energy	3.14%
L'OREAL (OR FP)	Consumer Staples	3.03%
ALLIANZ SE-REG (ALV GY)	Financials	2.91%
SCHNEIDER ELECTRIC SE (SU FP)	Industrials	2.66%
<b>Total Top 10 (%)</b>		<b>41.34%</b>
<b>Total Top 20 (%)</b>		<b>61.43%</b>

### TOP 3 SALES OVER THE LAST MONTH

No Sales for this period

### TOP 3 PURCHASES OVER THE LAST MONTH

No Purchases for this period

## RATIOS

### PERFORMANCE AND RISK ANALYSIS - SYNTHESIS

	1YR	3YR	5YR	SI
Standard Deviation Ptf	9.94	16.10	14.73	14.75
Standard Deviation Bmk	9.19	13.27	12.04	12.15
Tracking Error	1.95	4.23	4.06	4.14
Alpha	0.06	0.02	0.01	0.01
Beta	1.06	1.19	1.19	1.18
R-squared	0.96	0.95	0.95	0.94
Information Ratio	2.44	0.32	0.37	0.29
Sharpe Ratio	1.83	0.24	0.37	0.34
Treynor Ratio	18.56	2.87	3.32	2.72
Sortino Ratio	3.47	0.34	0.52	0.48

### NUMBER OF STOCKS

	FUND
Number of Positions (ex derivatives)	53
Number of derivative positions	3
Equity Derivatives	3
Total number of positions	56

### DRAWDOWN

	SINCE INCEPTION
Maximum drawdown (%)	-24.7
Peak to trough drawdown (dates)	Nov 17 - Mar 20
Length (in days)	861
Recovery Period (in days)	420
Worst Month	February 2020
Lowest Return	-7.7
Best Month	November 2020
Highest Return	9.5

### FINANCIAL RATIO - EQUITY

	FUND
Average Market Cap (in M€)	76,615
Median Market Cap (in M€)	61,583

## BREAKDOWNS

■ Fund

COUNTRY	NET	RELATIVE	
France	33.9%	<div><div></div></div>	
Germany	27.3%	<div><div></div></div>	
Netherlands	17.9%	<div><div></div></div>	
Ireland	6.1%	<div><div></div></div>	
Spain	5.4%	<div><div></div></div>	
Italy	4.2%	<div><div></div></div>	
Belgium	1.4%	<div><div></div></div>	
Others	0.9%	<div><div></div></div>	
Cash	2.9%	<div><div></div></div>	

SECTOR	NET	RELATIVE	
Consumer Discretionary	17.9%	<div><div></div></div>	
Information Technology	17.6%	<div><div></div></div>	
Industrials	13.8%	<div><div></div></div>	
Financials	12.6%	<div><div></div></div>	
Materials	9.5%	<div><div></div></div>	
Consumer Staples	7.9%	<div><div></div></div>	
Health Care	5.9%	<div><div></div></div>	
Others	11.9%	<div><div></div></div>	
Cash	2.9%	<div><div></div></div>	

CURRENCY	NET	RELATIVE
EUR	99.9% <div><div></div></div>	
USD	0.1% <div><div></div></div>	

MARKET CAP	NET	RELATIVE	
Over 30 bn	93.4%	<div><div></div></div>	
5-30 bn	4.0%	<div><div></div></div>	
No Market Cap	-0.3%	<div><div></div></div>	
Cash	2.9%	<div><div></div></div>	

#### 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 Insurance Asset Management 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 Insurance Asset Management 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, in charge of the marketing activity related to the sub-fund, 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 been 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-Italiane.

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