

# GENERALI INVESTMENTS SICAV

## EURO FUTURE LEADERS - DY

### 30 July 2021



Marketing communication for Professional investors

#### 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>	François GOBRON
<b>BENCHMARK</b>	100% MSCI EMU SMALL MID CAP (NR)
<b>FUND TYPE</b>	Sicav
<b>DOMICILE</b>	Luxembourg
<b>SUB-FUND LAUNCH DATE</b>	04/06/2007
<b>SHARE CLASS LAUNCH DATE</b>	12/10/2017
<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>	LU0300507117
<b>BLOOMBERG CODE</b>	GISMCDY LX
<b>VALUATION</b>	
<b>AUM</b>	300.48 M EUR
<b>NAV PER SHARE</b>	105.32 EUR
<b>HIGHEST NAV OVER THE LAST 12 MONTHS</b>	105.48 EUR
<b>LOWEST NAV OVER THE LAST 12 MONTHS</b>	73.03 EUR
<b>FEES</b>	
<b>SUBSCRIPTION FEE</b>	max. 5%
<b>MANAGEMENT FEE</b>	1.8000%
<b>CONVERSION FEE</b>	max. 5%
<b>REDEMPTION FEE</b>	max. 3%
<b>PERFORMANCE FEE</b>	n.a.
<b>ONGOING CHARGES</b>	2.0000%

#### CATEGORY AND RISK PROFILE

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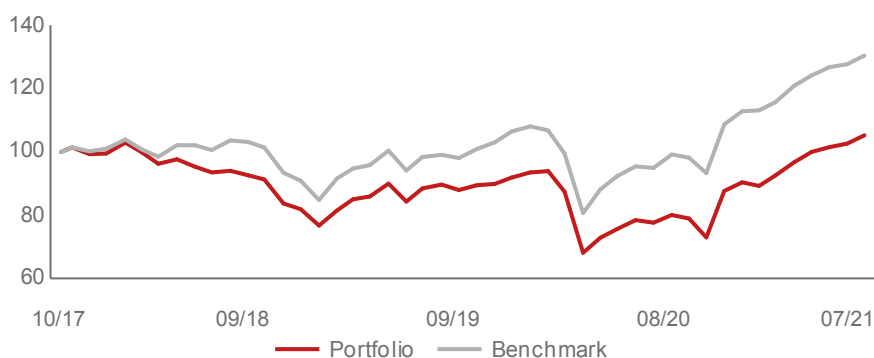
1	2	3	4	5	6	7
Lower risk			Higher risk			
Potentially lower rewards			Potentially higher rewards			

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 outperform its Benchmark and to provide long-term capital appreciation investing in equities of companies, listed on stock exchanges of any participating member state of the Eurozone (qualifying as Regulated Markets), focusing on securities having a small and mid-sized capitalisation. The Fund shall mainly invest in equities and other participation rights issued by "Small & Mid Cap" companies, denominated in Euro. At least 75% of its net assets will be invested in Eurozone equities. The Fund may also invest on an ancillary basis in equity-linked securities of European issuer. 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	3YR P.A.
Portfolio	2.61	16.42	35.31	11.89	3.82
Benchmark	2.16	15.54	37.28	25.78	7.95
Excess return	0.45	0.88	-1.97	-13.89	-4.13

	SI	SI P.A.	2020	2019	2018
Portfolio	5.32	1.37	-3.40	21.76	-22.76
Benchmark	30.41	7.24	4.36	27.34	-15.91
Excess return	-25.09	-5.86	-7.76	-5.58	-6.84

	07/21-07/20	07/20-07/19	07/19-07/18
Portfolio	35.31	-13.28	-4.64
Benchmark	37.28	-4.15	-4.42
Excess return	-1.97	-9.14	-0.22

#### KEY FEATURES

- Exploits the strong potential of the large and diversified Small & Mid Cap universe
- Focuses on companies with a share price increase potential based on a DCF approach
- Follows a stock-picking approach based on bottom-up fundamental analysis
- Leverages on proven competences of an experienced, dedicated team

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)

## FUND MANAGER'S COMMENTS

GIS EFL

July 2021

### Market activity

Eurozone mid caps rose by a further 2.2% (total return) in July, while large caps (MSCI Emu) gained 1.4%, taking the respective gains of these two asset classes to +16% and +17.4% over the first 7 months of the year.

The markets benefited from the publication of generally very good and better than expected results for the second quarter of the year. Mergers and acquisitions activities also continued, with the following transactions taking place during the month - the takeover of the R&D consulting group AKKA by Adecco, at a premium of around 100% to the last listed price, - the discussions initiated with a view to selling the consulting company Artefact to the Ardan group, - the launch of a takeover bid for Europcar by a consortium led by Volkswagen, - the delisting of the Iliad group by its founding shareholder, Xavier Niel (at a premium of 60% to the last listed price).

### Portfolio activity

In July, the fund outperformed its benchmark. We benefited from the significant rise in some of our convictions, driven in particular by the publication of excellent second-quarter results: Alten, Ipsos, Indra, Delivery Hero and Hugo Boss. We also benefited from the takeover bid launched by Adecco for Akka at a high premium.

During the month, we contributed our shares in Tarkett (nearly 1% of AuM), a leader in floor coverings, to the bid launched by the Deconinck family, the majority shareholder, in association with the investment company Wendel. We also contributed our shares in Deutsche Wohnen (0.8% of AuM) to one of Europe's leading residential property companies, the German group Vonovia. At the same time, we strengthened some of our convictions, notably Thales, Biomérieux and Dassault Aviation.

### Outlook

GIS Euro Future Leaders invests mainly in mid-cap Eurozone companies with a solid track record, visible growth prospects and attractive valuations based on discounted free cash flows.

We currently favour defensive stocks with high visibility (Gerresheimer, Bureau Veritas, Thales, Sopra, Grifols, Nexi), but also some quality stocks heavily penalised by the health crisis and offering a very attractive valuation in a medium-term perspective (Sodexo, Eiffage, Faurecia, Orpea).

## HOLDINGS & TRANSACTIONS

### TOP 10 EQUITY

HOLDING	SECTOR	GROSS %
IPSOS (IPS FP)	Communication Services	4.37%
ALTEN SA (ATE FP)	Information Technology	2.99%
CAPGEMINI SE (CAP FP)	Information Technology	2.00%
VEOLIA ENVIRONNEMENT (VIE FP)	Utilities	1.93%
SPIE SA (SPIE FP)	Industrials	1.79%
SOPRA STERIA GROUP (SOP FP)	Information Technology	1.67%
ALSTOM (ALO FP)	Industrials	1.66%
EIFFAGE (FGR FP)	Industrials	1.66%
GRIFOLS SA (GRF SQ)	Health Care	1.63%
AKKA TECHNOLOGIES (AKA FP)	Industrials	1.58%
<b>Total Top 10 (%)</b>		<b>21.28%</b>
<b>Total Top 20 (%)</b>		<b>35.67%</b>

### TOP 3 SALES OVER THE LAST MONTH

TARKETT (TKTT FP)
DEUTSCHE WOHNEN SE (DWN GY)
ALMIRALL SA (ALM SQ)

### TOP 3 PURCHASES OVER THE LAST MONTH

DASSAULT AVIATION SA (AM FP)
NORMA GROUP SE (NOEJ GY)
VERALLIA (VRLA FP)

## RATIOS

### PERFORMANCE AND RISK ANALYSIS - SYNTHESIS

	1YR	3YR	SI
Standard Deviation Ptf	17.59	22.76	20.88
Standard Deviation Bmk	15.06	22.28	20.48
Tracking Error	5.05	4.41	4.29
Alpha	-0.11	-0.07	-0.11
Beta	1.13	1.00	1.00
R-squared	0.93	0.96	0.96
Information Ratio	-0.39	-0.90	-1.36
Sharpe Ratio	1.75	0.19	0.08
Treynor Ratio	31.67	3.87	1.03
Sortino Ratio	3.07	0.26	0.11

### NUMBER OF STOCKS

	FUND	BENCHMARK
Number of Positions (ex derivatives)	125	576
Out of Benchmark positions	11	-
Active Share	54.11	-
Number of derivative positions	4	-
Equity Derivatives	4	-
Total number of positions	129	576

### DRAWDOWN

	SINCE INCEPTION
Maximum drawdown (%)	-38.2
Peak to trough drawdown (dates)	Jan 18 - Mar 20
Length (in days)	791
Recovery Period (in days)	497
Worst Month	March 2020
Lowest Return	-22.0
Best Month	November 2020
Highest Return	19.9

### FINANCIAL RATIO - EQUITY

	FUND	BENCHMARK
P/Book value	-	1.74
P/E Ratio (current)	-	39.64
Dividend Yield (%) (current)	-	1.93
Average Market Cap (in M€)	10,046	21,499
Median Market Cap (in M€)	7,964	2,332

## BREAKDOWNS

■ Fund ■ Benchmark ■ Relative

COUNTRY	NET		RELATIVE	
France	44.3%		20.4%	
Germany	15.0%		-9.1%	
Italy	9.0%		-1.4%	
Netherlands	8.5%		-4.3%	
Spain	7.1%		1.3%	
Luxembourg	3.3%		0.5%	
Belgium	3.3%		-2.4%	
Others	4.1%		-10.3%	
Cash	5.3%			

SECTOR	NET		RELATIVE	
Industrials	25.2%		2.2%	
Information Technology	12.1%		3.5%	
Consumer Discretionary	10.8%		-3.0%	
Financials	10.6%		-1.5%	
Health Care	8.7%		1.5%	
Materials	7.6%		-2.4%	
Communication Services	7.4%		2.0%	
Others	12.2%		-7.8%	
Cash	5.3%			

CURRENCY	NET		RELATIVE	
EUR	99.7%		0.1%	
CHF	0.3%		0.3%	
USD	0.0%		-0.4%	
GBP	0.0%		0.0%	

MARKET CAP	NET		RELATIVE	
5-30 bn	55.1%		-11.1%	
Under 5 bn	35.3%		4.7%	
Over 30 bn	4.4%		1.1%	
Cash	5.3%			

#### DEALING DETAILS

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