

Key Investor Information



Generali Smart Funds

This document provides you with key investor information about this Fund. It is not marketing material. The information is required by law to help you understand the nature and the risks of investing in this Fund. You are advised to read it so you can make an informed decision about whether to invest.

PREMIUM FLEXIBLE BOND, a compartment of GENERALI SMART FUNDS

Class: I, Share: X (Accumulation) ISIN: LU1580343876

This SICAV is managed by Generali Investments Luxembourg S.A.

Objectives and Investment Policy

The Fund's objective is to provide long term return and outperform its Benchmark in the long term by investing, up to 100% its net assets, in a portfolio allocated across the full spectrum of global debt and debt-related securities.

These may include developed and/or emerging markets, government and/or corporate, investment grade and/or non-investment grade, bonds and debt-related securities of any kind such as eligible debentures, notes and convertibles.

The Fund's asset allocation is largely unconstrained with no minimum/maximum allocation to specific countries, issuer type, sectors and/or credit quality. The Fund aims to achieve returns through duration management, yield curve positioning, currency positioning, and the selection of individual securities with the objective of optimising the portfolio's yield along a high level of diversification and a controlled level of risk i.e. the strategy will aim at capturing the significant portion of the upside in the global bond universe while limiting the downside risk.

The Fund may also invest, on an ancillary basis, in money market instruments and bank deposits, and hold ancillary liquid assets such as cash and cash equivalent.

The Fund's primary currency exposure is to the Euro, but it may also have exposure to other currencies such as US dollar or emerging market currencies.

Investments in the following instruments are allowed up to the Fund's net assets below thresholds:

- convertible bonds: 10%
- contingent convertible bonds: 10%
- equity securities (either directly or following the conversion of convertible and contingent convertible bonds): 10%

- emerging markets distressed/defaulted securities for benchmarking consideration, together with the holding of distressed/defaulted securities as a result of the potential downgrading of the issuer: 10%
- debt securities traded on Chinese stock exchanges through Bond Connect: 5%
- other funds: 10%

The Fund may use financial instruments and derivatives for hedging purposes and for efficient portfolio management purposes. For diversification purposes and/or to hedge against inflation, the Fund may invest up to 10% of its net assets in derivatives and/or exchange traded commodity on eligible commodity financial indices.

The Fund is actively managed and references the Benchmark by seeking to outperform it. The Investment Manager has full discretion over the composition of the Fund's portfolio even though the Benchmark constituents are generally representative of the Fund's portfolio. The Fund does however not track the Benchmark and can invest in instruments that are not constituents of the Benchmark. There are no restrictions on the extent to which the Fund's portfolio and performance may deviate from the ones of the Benchmark.

The Fund is open-ended. You may redeem shares of the Fund on any Luxembourg business day.

The Share Class makes no dividend payment.

The Benchmark of the Fund is composed as follows: 40% ICE BofA BB-B Euro High Yield Index EUR; 40% ICE BofA ML US Emerging Markets External Sovereign (TR hedged in EUR); and 20% ICE BofA Euro Broad Market Index EUR.

Risk and Reward Profile



This indicator represents the annual historical volatility of the Fund over a 5-year period. Its aim is to help investors understand the uncertainties attached to gains and losses that may have an impact on their investment.

The Fund's exposure to interest rate risk explains its classification in this category.

Historical data such as that used to calculate the synthetic indicator cannot be considered as a reliable indication of the Fund's future risk profile.

The risk category associated with the Fund is not guaranteed and may change over time. The lowest risk category does not mean "risk free". Your initial investment is not guaranteed.

Significant risk(s) for the Fund not taken into account in this indicator include the following:

Credit Risk: The Fund invests a substantial portion of its assets in bonds. The issuers may become insolvent, whereby the bonds may lose a major part of their value or their value entirely.

Liquidity Risk: Risk related to a limited market activity that could not allow the Fund to sell or buy underlying investments in suitable conditions.

Counterparty Risk: The Fund primarily concludes derivatives trades with various contracting parties. There is a risk that counterparties may no longer be able to honour their payment or settlement obligations.

Operational Risk and Depositary Risk: The Fund may fall victim to fraud or other criminal acts. It may also incur losses due to misunderstandings or errors by employees of the management company, the depositary or external third parties. Finally, its' management or the custody of its' assets can be adversely affected by external events such as fires, natural disasters etc.

Geopolitical Risk: Risk related to investments in geographic areas or sectors that may be sensitive to any event of economic, geopolitical or regulatory nature or any other events beyond the control of the Management Company that could expose the Fund to losses.

Risks relating to trading via Stock Connect: Investing in Chinese onshore securities via the Stock Connect program may be subject to additional risks. The program is new and relevant regulations are untested and subject to change. The program has a quota limit which may restrict the Fund's ability to trade on a timely basis and to implement its investment strategy. Securities in scope under the program may be subject to change.

For more information about the risks of the Fund, please refer to the risk section of the prospectus.

Charges for this Fund

The charges and commissions are used to cover the Fund's operating costs, including marketing and distribution of shares. These charges reduce the potential growth of your investment.

One-off charges that may be taken before or after you invest	
Entry charge	5 %
Exit charge	3 %
The percentage shown is the maximum amount that can be paid out of your investment. Your financial advisor or distributor can inform you of the associated entry and exit charges.	
Charges taken from the Fund over a year	
Ongoing charge	0.66 %
Charges taken from the Fund under certain specific conditions	
Performance fee	Not Applicable

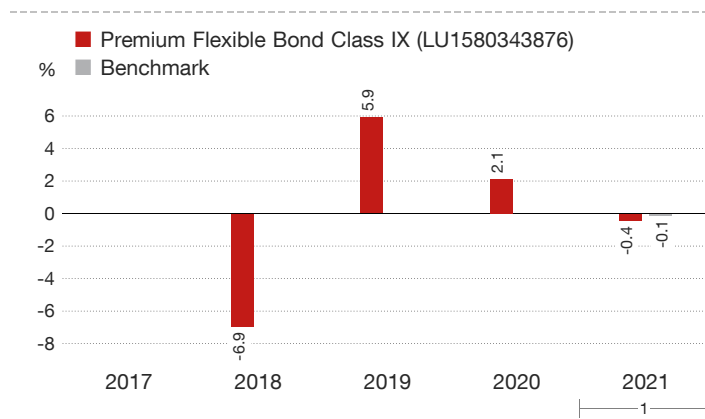
The entry and exit charges shown are maximum rates. In certain cases, the charges paid may be lower.

The indicated ongoing charges are an estimate based on the expected total amount of charges. This is due to the fact that the fee structure of the Fund has changed with effect from 18/01/2021. This percentage may vary from year to year. It excludes performance fees, if applicable, and portfolio trade-related costs, with the exception of costs paid to the custodian and any entry/exit charge paid to an underlying collective investment scheme. The Fund's annual report for each financial year will include detail on the exact charges made.

A conversion commission of up to 5.00% maximum of the net asset value per share class to be converted may be charged.

For more information about Fund charges, please refer to the relevant parts of the prospectus, which is available at www.generali-investments.lu.

Past Performance



The performance figures shown in the bar chart are not a reliable indication of future performance.

Annualised performance is calculated after deducting all charges taken from the Fund, taking into consideration the reinvested net dividends.

Fund creation date: 30 August 2016.

Share class launch date: 9 October 2017.

Past performance has been calculated in EUR.

Benchmark: 40% ICE BofA BB-B Euro High Yield Index EUR; 40% ICE BofA ML US Emerging Markets External Sovereign (TR hedged in EUR); and 20% ICE BofA Euro Broad Market Index EUR. As the Fund is actively managed, it is not intended that the performance of this share class will track the performance of the Benchmark.

1 The investment policy changed on 18/01/2021. Until 18/01/2020, the Fund had no reference Benchmark.

Practical Information

Depository: BNP Paribas S.A.

The latest prospectus and the latest periodical regulatory documents, as well as all other practical information, are available in English free of charge from Generali Investments Luxembourg S.A., 4 Rue Jean Monnet, L-2180 Luxembourg, Grand Duchy of Luxembourg or at the following e-mail address: GILfundInfo@generali-invest.com.

This SICAV is divided into multiple compartments. The assets of each compartment are segregated from other compartments of the SICAV. The prospectus refers to all compartments of the SICAV. The latest consolidated annual report of the SICAV is also available from the Management Company.

You may, under certain conditions, convert all or part of your shares of one compartment into shares of one or more other compartments. Information on conversion right procedure is set out in Chapter 8 of the Prospectus.

The Fund offers other share classes for the categories of investors defined in its prospectus.

Depending on your tax regime, any capital gains and income arising from the ownership of shares in the Fund may be subject to taxation. We advise you to consult your financial advisor for more information on taxation.

Details of the Management Company's up-to-date remuneration policy, including, but not limited to, a description of how remuneration and benefits are calculated and the identity of persons responsible for awarding the remuneration and benefits, including the composition of the remuneration committee, are available at the following website www.generali-investments.lu and a paper copy of such remuneration policy is available to investors free of charge upon request at the registered office of the Management Company.

The net asset value is available upon simple request from the Management Company and on its website www.generali-investments.lu.

Generali Investments Luxembourg S.A. may be held liable solely on the basis of any statement contained in this document that is misleading, inaccurate or inconsistent with the relevant parts of the prospectus for the SICAV.

This Fund is authorised in Luxembourg and regulated by the Commission de Surveillance du Secteur Financier (CSSF).

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This key investor information is accurate as at 1 October 2022.