

# GENERALI INVESTMENTS SICAV

## EURO FUTURE LEADERS - AX

### 31 August 2021

Marketing communication



#### 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>	30/10/2007
<b>FIRST NAV DATE AFTER DORMANT PERIOD</b>	22/07/2016
<b>CURRENCY</b>	Euro
<b>CUSTODIAN BANK</b>	BNP Paribas Securities Services Luxembourg
<b>ISIN</b>	LU0300506143
<b>BLOOMBERG CODE</b>	GISMCEA LX
<b>VALUATION</b>	
<b>AUM</b>	310.52 M EUR
<b>NAV PER SHARE</b>	144.42 EUR
<b>HIGHEST NAV OVER THE LAST 12 MONTHS</b>	144.83 EUR
<b>LOWEST NAV OVER THE LAST 12 MONTHS</b>	97.18 EUR
<b>FEES</b>	
<b>SUBSCRIPTION FEE</b>	max. 5%
<b>MANAGEMENT FEE</b>	0.5000%
<b>CONVERSION FEE</b>	max. 5%
<b>REDEMPTION FEE</b>	max. 3%
<b>PERFORMANCE FEE</b>	n.a.
<b>ONGOING CHARGES</b>	0.6500%

#### CATEGORY AND RISK PROFILE

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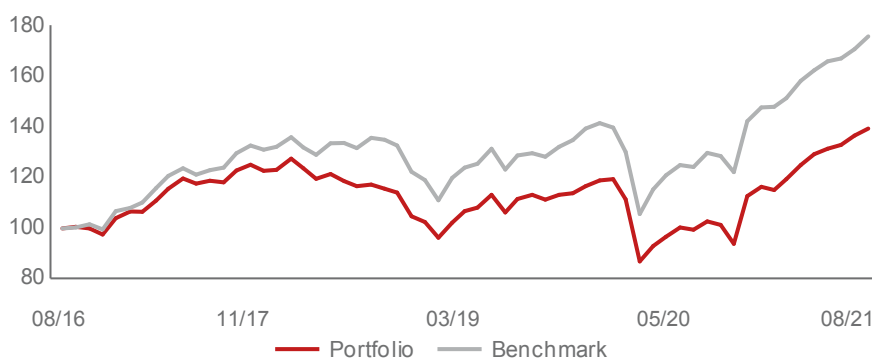
1	2	3	4	5	6	7
Lower risk			Higher risk			
Potentially lower rewards			Potentially higher rewards			

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 31 AUGUST 2021



	1M	YTD	1YR	3YR	5YR	3YR P.A.	5YR P.A.
Portfolio	2.02	19.69	35.57	20.44	39.23	6.39	6.84
Benchmark	2.93	18.92	35.29	30.17	75.45	9.18	11.89
Excess return	-0.90	0.77	0.28	-9.73	-36.22	-2.79	-5.05

	SI	SI P.A.	2020	2019	2018	2017
Portfolio	44.42	7.45	-2.10	23.38	-21.73	18.25
Benchmark	79.94	12.18	4.36	27.34	-15.91	23.71
Excess return	-35.51	-4.72	-6.46	-3.97	-5.82	-5.46

	08/21-08/20	08/20-08/19	08/19-08/18	08/18-08/17	08/17-08/16
Portfolio	35.57	-7.68	-3.77	-2.14	18.13
Benchmark	35.29	1.13	-4.86	8.85	23.83
Excess return	0.28	-8.81	1.09	-10.99	-5.70

#### 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

### Market activity

Eurozone mid caps rose by a further 2.9% (total return) in August, while large caps (MSCI Emu) gained 2.5%, bringing the respective gains of these two asset classes to +19.4% and +20.3% over the first 8 months of the year.

Investors were fairly cautious about the continuation of economic growth and favoured stocks with visible growth prospects. Thus, cyclical sectors generally declined: Aurubis (raw materials): -15%, MTU Aero Engines (aeronautical equipment): -8%, Lufthansa: -11%, while technology (Aixtron: +18%), digital (Hellofresh: +15%), health (Diasorin: +13%, Eurofins Scientific: +19%) remained in demand.

### Portfolio activity

In August, the fund slightly underperformed its benchmark. We benefited from the announcement of the takeover of Zooplus by the US private equity firm Hellman&Friedman, and also from the significant rise in some of our convictions: Hellofresh, ASMi, Faurecia, Bolloré and Almirall. On the other hand, we were penalised by the decline in certain stocks that are particularly sensitive to the "reopening" of the economies: Technogym, MTU, Hugo Boss, Moncler, Icade and Sodexo.

During the month, we reduced our holdings in Indra and Peugeot Invest, after their shares had risen sharply in recent months. We also strengthened certain holdings, notably Ubisoft and Eiffage. Finally, we initiated positions in Verallia, Norma, Trigano, Flatexdegiro and Chargeurs. We believe that these well-managed companies have both significant growth prospects and very reasonable valuations.

### Outlook

GIS Euro Future Leaders invests mainly in mid-sized Eurozone stocks 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	4.42%
ALTEN SA (ATE FP)	Information Technology	3.01%
CAPGEMINI SE (CAP FP)	Information Technology	2.02%
VEOLIA ENVIRONNEMENT (VIE FP)	Utilities	1.96%
EIFFAGE (FGR FP)	Industrials	1.87%
SPIE SA (SPIE FP)	Industrials	1.75%
ALSTOM (ALO FP)	Industrials	1.68%
SOPRA STERIA GROUP (SOP FP)	Information Technology	1.67%
ASM INTERNATIONAL NV (ASM NA)	Information Technology	1.64%
STELLANTIS NV (STLA FP)	Consumer Discretionary	1.53%
<b>Total Top 10 (%)</b>		<b>21.54%</b>
<b>Total Top 20 (%)</b>		<b>35.54%</b>

### TOP 3 SALES OVER THE LAST MONTH

INDRA SISTEMAS SA (IDR SQ)
PEUGEOT INVEST (PEUG FP)

### TOP 3 PURCHASES OVER THE LAST MONTH

FLATEXDEGIRO AG (FTK GY)
AIXTRON SE (AIXA GY)
NORMA GROUP SE (NOEJ GY)

## RATIOS

### PERFORMANCE AND RISK ANALYSIS - SYNTHESIS

	1YR	3YR	5YR	SI
Standard Deviation Ptf	17.50	22.77	18.88	18.76
Standard Deviation Bmk	14.90	22.29	18.50	18.41
Tracking Error	5.03	4.38	4.00	4.00
Alpha	-0.08	-0.05	-0.09	-0.08
Beta	1.13	1.00	1.00	1.00
R-squared	0.93	0.96	0.96	0.95
Information Ratio	0.01	-0.64	-1.27	-1.18
Sharpe Ratio	1.74	0.29	0.38	0.40
Treynor Ratio	31.11	6.25	5.73	6.25
Sortino Ratio	3.05	0.40	0.52	0.56

### NUMBER OF STOCKS

	FUND	BENCHMARK
Number of Positions (ex derivatives)	129	571
Out of Benchmark positions	13	-
Active Share	54.52	-
Number of derivative positions	6	-
Equity Derivatives	6	-
Total number of positions	135	571

### DRAWDOWN

	SINCE INCEPTION
Maximum drawdown (%)	-36.4
Peak to trough drawdown (dates)	Jan 18 - Mar 20
Length (in days)	791
Recovery Period (in days)	392
Worst Month	March 2020
Lowest Return	-21.9
Best Month	November 2020
Highest Return	20.1

### FINANCIAL RATIO - EQUITY

	FUND	BENCHMARK
P/Book value	-	1.78
P/E Ratio (current)	-	25.46
Dividend Yield (%) (current)	-	1.92
Average Market Cap (in M€)	9,713	4,282
Median Market Cap (in M€)	7,821	2,449

## BREAKDOWNS

■ Fund ■ Benchmark ■ Relative

COUNTRY	NET		RELATIVE	
France	45.3%		21.4%	
Germany	16.3%		-7.7%	
Italy	8.7%		-1.8%	
Netherlands	8.6%		-4.6%	
Spain	6.5%		0.7%	
Luxembourg	3.3%		0.4%	
Belgium	3.2%		-2.4%	
Others	4.1%		-10.0%	
Cash	4.0%			

SECTOR	NET		RELATIVE	
Industrials	25.2%		2.3%	
Information Technology	12.2%		3.6%	
Financials	11.2%		-1.1%	
Consumer Discretionary	11.2%		-2.3%	
Health Care	8.6%		1.1%	
Communication Services	7.7%		2.4%	
Materials	7.7%		-2.3%	
Others	12.3%		-7.7%	
Cash	4.0%			

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	55.9%		-12.4%	
Under 5 bn	36.6%		7.2%	
Over 30 bn	3.5%		1.2%	
Cash	4.0%			

**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**

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