

Monthly review

The month of March was dominated by a sudden and violent geopolitical escalation driven by a joint operation between the United States and Israel in Iranian territory, an initiative that caught global observers by surprise and whose official motivations appeared strategically inconsistent. Although the US administration seemed to aim for a swift resolution through a regime decapitation strategy, an approach already successfully tested in Venezuela but in a non-comparable context, the reality on the ground has highlighted greater-than-expected resilience and tenacity from Iranian forces. Furthermore, the successive waves of attacks, which systematically eliminated the top tiers of the command hierarchy, have made identifying an interlocutor for potential negotiations extremely complex. This instability triggered retaliations against neighboring oil-producing countries and led to the blockage of transit through the Strait of Hormuz. This represents the most critical scenario for energy analysts, as 20% of global crude oil and 25% of liquefied natural gas depend on this chokepoint, along with strategic flows for agriculture and the semiconductor industry. Against this backdrop, financial markets reacted with corrections ranging between 10% and 15% for major equity indices, reflecting uncertainty that was further fueled by the White House's erratic communication on social media channels. On the fixed income front, initial fears of an inflationary spike gave way to concerns regarding the sustainability of economic growth and potential demand destruction caused by elevated energy prices. In line with this highly fluid scenario, portfolio management maintained a prudent approach, benefiting from the decision made the previous month to reduce equity exposure for macroeconomic reasons. Currently, we favor government bonds over corporate credit, believing they offer superior downside protection in the event of a cyclical deterioration, while the allocation to commodities via diversified ETFs has effectively fulfilled its role in shielding the portfolio. We will maintain a defensive stance until a clearer view emerges regarding the exit strategy from the conflict and its potential repercussions on the global economy.

Key fund information

Assogestioni category	Flessibile
Inception date	29/08/2022
Nav (Euro)	106.010
AUM (in Euro)	33,814,129
Benchmark	-

Past performance is not indicative of current or future results.

Performance	Fund	Benchmark
YTD	-0.20%	-
Last week	0.48%	-
Last month	-2.54%	-
Last 3 months	-0.20%	-
1 year	3.04%	-
3 years (*)	4.26%	-
5 years (*)	-	-
Since inception (*)	3.55%	-

(*) Compound annual return

Risk statistics

Standard deviation	4.36%	Sharpe ratio	0.09
Standard deviation bench	-	Information ratio	-
VaR	-7.20%	Beta	-
Tracking error volatility	-	Correlation	-
Average fund duration	3.41		

Asset class

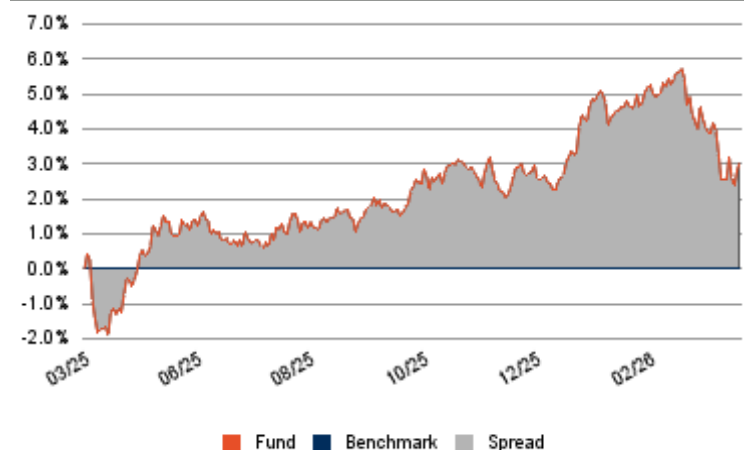
Bonds	70.3%
Shares	25.0%
Alternative inv.	3.6%
Liquidity	1.1%
Total	100.0%

Currency exposure	Gross exp.	Coverage	Net exp.
Euro	75.3%	2.8%	78.1%
Dollar	10.9%	-4.6%	6.3%
Emerging countries	7.5%	-	7.5%
Europe ex Euro	6.2%	-	6.2%
Pacific ex Japan	0.0%	-	0.0%
Yen	-	1.8%	1.8%
Total	100.0%	-	100.0%

Bond portfolio structure

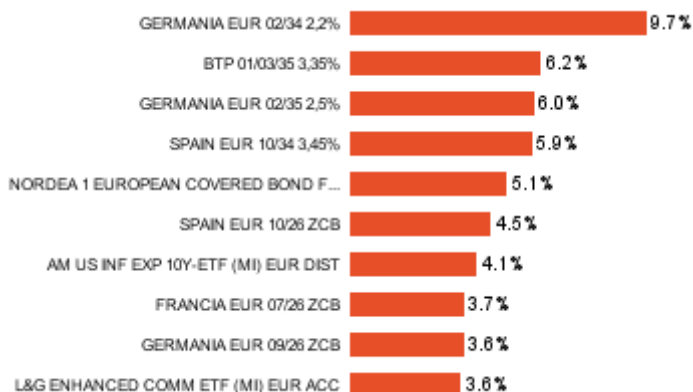
Europe ex Italy	49.5%
Italy	12.5%
America	5.2%
Emerging countries	3.1%
Total	70.3%

Equity portfolio structure	Shares	Deriv	Total
Europe ex Italy	9.0%	-	9.0%
America	7.0%	-1.7%	5.3%
Emerging countries	4.6%	-	4.6%
Italy	4.4%	-	4.4%
Total	25.0%	-	23.3%

Performance over last year




Main securities in the portfolio



Fund technicals

Management Company	Ersel Gestion Internationale SA
Investment Manager	Ersel Asset Management Sgr SpA
Custodian bank	Caceis Bank Luxembourg SA
Independent auditors	Ernst & Young S.A.
Offices of Ersel Group	Piazza Solferino, 11 - 10121 Torino +39 01155201 35 Boulevard Joseph II, L-1840 Luxembourg
Base currency	Euro
ISIN code	LU2454328100
Bloomberg code	LGAFLEA LX
Frequency of NAV calculations	Giornaliera
NAV published on:	Sito Ersel

Rating classes	Corp	Govt	Totale
AAA	2.4%	20.1%	22.5%
AA	1.4%	11.2%	12.6%
A	3.2%	11.1%	14.2%
BBB	4.2%	7.2%	11.4%
BB	2.9%	2.6%	5.5%
NO RATING	-	4.1%	4.1%
Total	14.1%	56.3%	70.3%

Investment objective

The sub-fund invests across multiple asset classes following a multi-strategy approach, without predefined constraints regarding geographic region, economic sector, currency, or duration. The primary objective is to achieve absolute return over a medium-term investment horizon of approximately six years, with a moderate risk profile. Macroeconomic analysis forms the cornerstone of the investment policy, guiding the allocation of weights among various strategies (equity, fixed income, currency, etc.) within the portfolio. This is complemented by an active and flexible management style designed to capture market opportunities opportunistically. Investment decisions are based primarily on research focused on growth prospects, valuation levels, flow analysis, and risk control, with technical analysis playing only a residual role. The sub-fund invests in specialized UCITS aligned with its investment policy, selected through both quantitative criteria (performance and assets under management) and qualitative factors (investment policy and management style).

Conditions

Minimum investment	1.000.000 Euro
Subsequent investments	250 euro
Subscription fees	
Refund Fees	0
Management fees	0,7% on an annual basis
Incentive commissions	A maximum rate of 10% calculated and accrued daily on the annual outperformance compared to the High Water Mark (the highest year-end value recorded since the fund's inception) and the Hurdle rate (the performance of the net asset value per share from the last day of the previous year that is higher than the annual performance of the Euro short-term rate (€STR) + 3%).

Risk level



The synthetic risk indicator assumes that the product is held for 5 years and is an indicative indication of the level of risk of this product compared to other products.

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