



## Monthly review

August was a demanding month, shaped by energy tensions, record spending on artificial intelligence and rising interest rates. Geopolitical tension in the Middle East and stalled talks between the United States and Iran pushed Brent crude above USD 90 a barrel, lifting fuel costs and slowing global disinflation. A fresh US–Canada trade dispute added to the strain, with 50% tariffs on a broad range of Canadian goods and the threat of immediate retaliation. Developed-market bonds were volatile, with the thirty-year US Treasury yield climbing above 5.3%. US public debt crossed the psychological USD 40 trillion mark and, with inflation picking up, growth resilient and the large technology companies issuing heavily, yields had every reason to stay high. In a surprise move, the US Treasury doubled its buyback programme for long-dated securities to support liquidity at the long end; a more cynical reading is that the administration is trying to cap yields to ease its own cost of debt and the mortgage bills facing American households. Equity markets held up well, buoyed above all by the extraordinary wave of investment in technology. Quarterly results confirmed a sharp acceleration in spending on data centres for artificial intelligence, alongside strong growth in cloud revenues, and Nvidia guided for sales above even the most optimistic forecasts. Even so, unease is building around so-called circular financing, the credit guarantees Nvidia extends to its own customers, and investors are looking far more closely at how long big tech's vast investments will take to pay for themselves. The gains were far from uniform: higher mortgage rates and the high cost of living continued to weigh on consumption, hurting retail and consumer discretionary stocks. Turning to positioning, late in July the fund swapped part of its direct S&P 500 exposure for short-dated call options, keeping the upside while capping the risk of disappointing big tech earnings. In early August it took profit on those options without fully rebuilding the direct exposure and bought EuroStoxx 50 puts as added protection, leaving US and European equity exposure lower overall. The set-up should help contain risk if markets turn, at a time of year when thin volumes tend to amplify volatility. In fixed income, with developed-market yields rising and the US Treasury stepping in, the fund extended duration, selling short-dated government bonds and buying ten-year paper, a position we believe can deliver an attractive return even if rates do not fall.

## Key fund information

|                       |            |
|-----------------------|------------|
| Assogestioni category | Flessibile |
| Inception date        | 29/08/2022 |
| Nav (Euro)            | 110.770    |
| AUM (in Euro)         | 35,212,606 |
| Benchmark             | -          |

Past performance is not indicative of current or future results.

| Performance         | Fund   | Benchmark |
|---------------------|--------|-----------|
| YTD                 | 4.28%  | -         |
| Last week           | 0.06%  | -         |
| Last month          | 0.10%  | -         |
| Last 3 months       | -0.23% | -         |
| 1 year              | 6.13%  | -         |
| 3 years (*)         | 5.32%  | -         |
| 5 years (*)         | -      | -         |
| Since inception (*) | 4.31%  | -         |

(\*) Compound annual return

## Risk statistics

|                           |        |                   |      |
|---------------------------|--------|-------------------|------|
| Standard deviation        | 4.62%  | Sharpe ratio      | 0.41 |
| Standard deviation bench  | -      | Information ratio | -    |
| VaR                       | -7.63% | Beta              | -    |
| Tracking error volatility | -      | Correlation       | -    |
| Average fund duration     | 3.11   |                   |      |

## Asset class

|                  |               |
|------------------|---------------|
| Bonds            | 68.8%         |
| Shares           | 27.1%         |
| Liquidity        | 2.1%          |
| Alternative inv. | 2.0%          |
| <b>Total</b>     | <b>100.0%</b> |

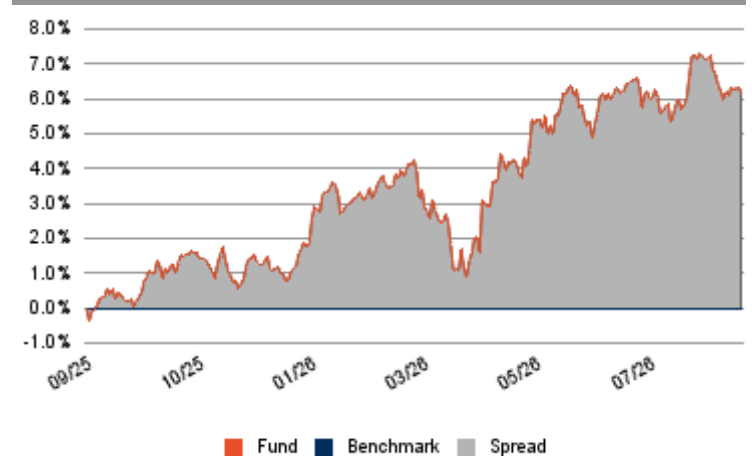
| Currency exposure  | Gross exp.    | Coverage | Net exp.      |
|--------------------|---------------|----------|---------------|
| Euro               | 74.1%         | 2.3%     | 76.4%         |
| Dollar             | 12.0%         | -4.0%    | 8.0%          |
| Emerging countries | 7.5%          | -        | 7.5%          |
| Europe ex Euro     | 4.3%          | -        | 4.3%          |
| GLOBALI            | 1.9%          | -        | 1.9%          |
| Pacific ex Japan   | 0.2%          | -        | 0.2%          |
| Yen                | -             | 1.7%     | 1.7%          |
| <b>Total</b>       | <b>100.0%</b> | <b>-</b> | <b>100.0%</b> |

## Bond portfolio structure

|                      |              |
|----------------------|--------------|
| Europe ex Italy      | 44.4%        |
| Italy                | 16.9%        |
| America              | 4.3%         |
| Emerging countries   | 2.9%         |
| Pacific ex Japan     | 0.2%         |
| Japan                | -            |
| Global All Countries | -            |
| <b>Total</b>         | <b>68.8%</b> |

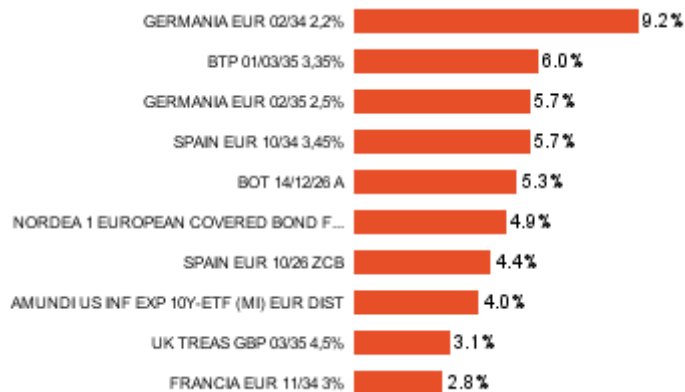
| Equity portfolio structure | Shares       | Deriv    | Total        |
|----------------------------|--------------|----------|--------------|
| America                    | 8.7%         | 0.9%     | 9.7%         |
| Europe ex Italy            | 7.7%         | -1.7%    | 6.0%         |
| Emerging countries         | 4.7%         | 1.0%     | 5.8%         |
| Italy                      | 4.1%         | -        | 4.1%         |
| Global All Countries       | 1.9%         | -        | 1.9%         |
| Japan                      | -            | 0.8%     | 0.8%         |
| Pacific ex Japan           | -            | -        | -            |
| <b>Total</b>               | <b>27.1%</b> | <b>-</b> | <b>28.2%</b> |

## 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<br>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            | 2.7%         | 18.0%        | 20.7%        |
| AA             | 2.0%         | 8.5%         | 10.5%        |
| A              | 2.9%         | 10.5%        | 13.4%        |
| BBB            | 3.1%         | 12.1%        | 15.2%        |
| BB             | 2.8%         | 2.5%         | 5.3%         |
| NO RATING      | 0.1%         | 4.0%         | 4.1%         |
| <b>Total</b>   | <b>13.7%</b> | <b>55.5%</b> | <b>69.2%</b> |

## 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

|   |   |   |   |   |   |   |
|---|---|---|---|---|---|---|
| 1 | 2 | 3 | 4 | 5 | 6 | 7 |
|---|---|---|---|---|---|---|

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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