

Monthly review

February was a very positive month for the Italian stock market, which closed at highs and was one of the best in Europe. Both the sound performance of the US market and the generally positive reporting season contributed to the gains. At sector level, banking and financial stocks in general, along with industrial stocks, were the strongest, while the weakest included defensive sectors such as utilities. In the banking sector, results and guidance were better than expected, with Unicredito and Montepaschi performing particularly well. We remain positive on the sector and long on possible targets such as Banco Popolare and Montepaschi. Among the other results announced to the market, Ferrari, Stellantis, Prysmian, Poste, Tenaris and Saipem were better than expected, whereas Eni was worse than expected. The strong performance by Safilo stands out among small caps. From the standpoint of sector choices, in addition to being long on banking, we are short on utilities, particularly on regulated utilities, while among oil stocks we are long on Tenaris versus Eni. After the sharp gains, we sold Ferrari. We are keeping the mid and small cap component high at 62%, favouring stocks with attractive valuations. The overall share comes to approximately 102%. The most significant positions among small caps are Sol, Saes Getters, Danieli savings shares, Mondadori, D'Amico, Garofalo and Philogen. During the month, we saw numerous extraordinary transactions, such as the takeover bids for Tod's, Unipol and Saras, as well as transactions involving Sogefi, which sold its filter division, and Italmobiliare, which sold its stake in AGN Energia. In both cases, the sales took place at very high valuations.

Key fund information

Assogestioni category	Italian Equity
Inception date	31/01/2014
Nav (Euro)	242,630
Strategy AUM (in Euro)	181.877.349
Benchmark	50% FTSE Mib TR (NET) 50% FTSE Italia Mid Cap TR (NET)

Performance	Fund	Benchmark
YTD	5,57%	5,00%
Last week	0,46%	0,07%
Last month	3,40%	2,86%
Last 3 months	9,89%	9,48%
1 year	15,38%	13,30%
3 years (*)	13,71%	11,59%
5 years (*)	11,82%	9,32%
Since inception (*)	9,19%	7,98%

(*) Compound annual return

Risk statistics

Standard deviation	17,75%	Sharpe ratio	0,61
Standard deviation bench	18,72%	Information ratio	0,76
VaR	-29,29%	Beta	0,94
Tracking error volatility	1,92%	Correlation	1,00

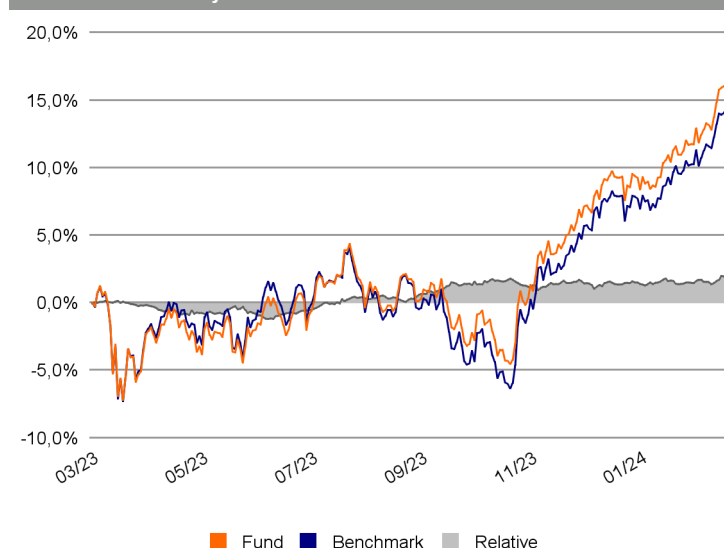
Asset class

Bonds	-
Liquidity	-1,4%
Shares	101,4%
Total	100,0%

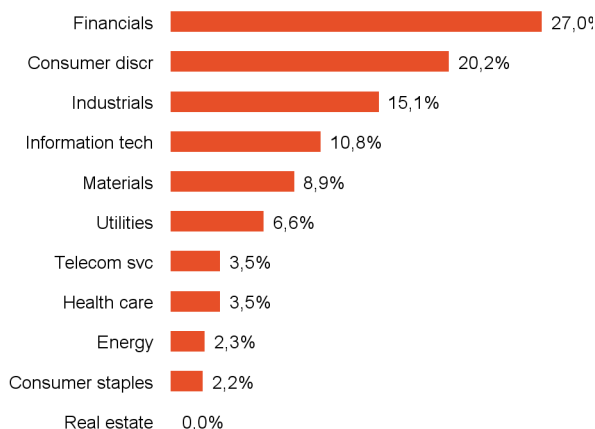
Currency exposure	Gross exp.	Coverage	Net exp.
Europe ex Euro	0,0%	-	0,0%
Dollar	0,1%	-	0,1%
Euro	99,9%	-	99,9%
Emerging countries	-	-	-
Global	-	-	-
Japanese Yen	-	-	-
Pacific ex Japan	-	-	-
Total	100,0%	-	100,0%

Equity portfolio structure	Shares	Derivat.	Total
Italy	86,8%	-	86,8%
Europe ex Italy	14,6%	-	14,6%
America	-	-	-
Japan	-	-	-
Pacific ex Japan	-	-	-
Emerging countries	-	-	-
Total	101,4%	-	101,4%

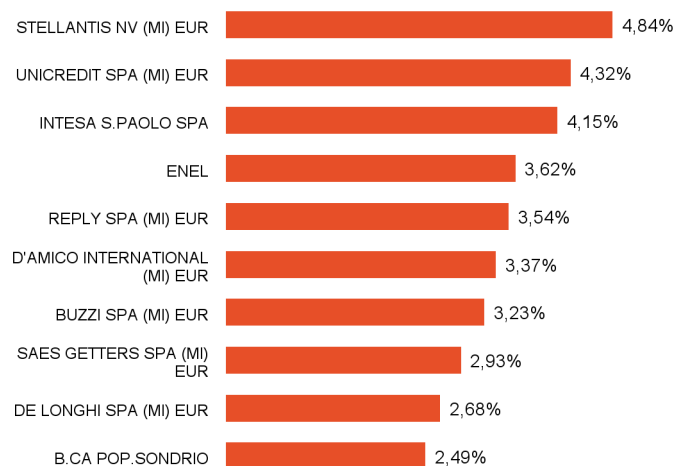
Performance over last year



Composition by sector



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 Via Caradosso, 16 - 20123 Milano +39 02303061 Via M. D'Azeglio, 19 - 40123 Bologna +39 051273232 35 Boulevard Joseph II, L-1840 Luxembourg
Base currency	Euro
ISIN code	LU1011691893
Bloomberg code	GLBPMIA LX
Frequency of NAV calculations	Daily
Performance fee	15% of the difference recorded in the reference period between the percentage change in the unit value in the calendar year and the percentage change in the benchmark in the same period.

Investment objective

The fund predominantly invests in equity instruments listed in Italy or in shares of Italian issuers denominated in both Euro and foreign currency. Investments are made in small, medium and large capitalisation companies with the goal of obtaining adequate diversification in all economic sectors. The fund's main objective is appreciation of the value of capital over a long-term time horizon (indicatively over 7 years) with a high risk level. The investment philosophy is based on the centrality of fundamental analysis both by sector and individual company. Decisions are therefore made following research activity based on income prospects, valuation levels, cash flow analysis and risk control.

Isin	Currency	Min.initial Subs.	Mgmt. fee	AUM (mIn€)
LU1011691893	Euro	2.000.000 euro	0,9%	81,95
LU1011692438	Euro	2.500 euro	1,75%	99,93
Total				181,88

Risk level

1	2	3	4	5	6	7
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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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