

Monthly review

In May, the upward movement of the equity market continued, supported by the belief that a trade agreement will eventually be reached and that the US will be willing to backtrack from its more extreme proposals. However, persistent uncertainty remains regarding the stalemate in Ukraine negotiations, the situation in the Middle East, and the long-term economic impact of tariffs. In this context, the best-performing sectors were financials and cyclicals (excluding the automotive sector), while energy stocks struggled. At a sector level, we reduced exposure to banks and utilities, while re-entering technology names such as STM, and partially increasing energy stocks, although we remain underweight in the latter. We are closely monitoring developments in the banking sector M&A space. In this regard, we tendered our Illimity shares into Banca Ifis's offer. We also increased our allocation to mid- and small-cap stocks, which now represent 63% of the portfolio, as we consider current valuations attractive and the underperformance versus large caps to be excessive. In particular, we added positions in Dovalue, Multiply, Danieli savings shares, Ariston, Revo, Carell, and Mondadori. Our most significant positions among smaller stocks include again Sol, Danieli risp, Mondadori, D'Amico and Philogen. We maintain the single-stock portfolio allocation at around 100%, while net exposure stood at approximately 80% throughout the month. In a recovering market environment, the management team opted for a more cautious risk profile, given the persistent uncertainties surrounding the evolution of US trade policies.

Key fund information

Assogestioni category	International Equity
Inception date	31/01/2014
Nav (Euro)	327.370
AUM (in Euro)	93,435,397
Benchmark	50% FTSE Mib TR (NET) 50% FTSE Italia Mid Cap TR (NET)

Performance	Fund	Benchmark
YTD	20.36%	17.96%
Last week	1.31%	1.32%
Last month	8.66%	8.27%
Last 3 months	10.21%	7.71%
1 year	23.10%	18.73%
3 years (*)	19.29%	16.06%
5 years (*)	20.20%	17.19%
Since inception (*)	11.04%	9.40%

(*) Compound annual return

Risk statistics

Standard deviation	14.49%	Sharpe ratio	1.43
Standard deviation bench	15.36%	Information ratio	2.16
VaR	-23.90%	Beta	0.94
Tracking error volatility	1.85%	Correlation	0.99

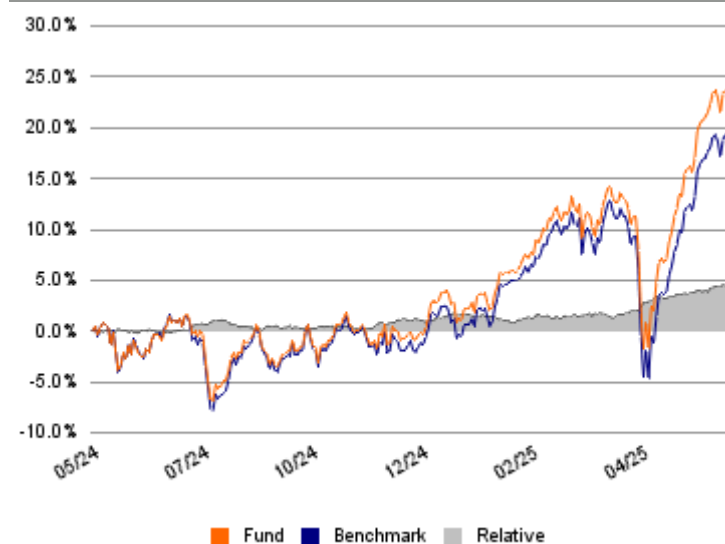
Asset class

Shares	99.94%
Liquidity	0.06%
Bonds	-
Total	100.00%

Currency exposure	Gross exp.	Coverage	Net exp.
Euro	100.0%	-	100.0%
Dollar	0.0%	-	0.0%
Europe ex Euro	-	-	-
Total	100.0%	-	100.0%

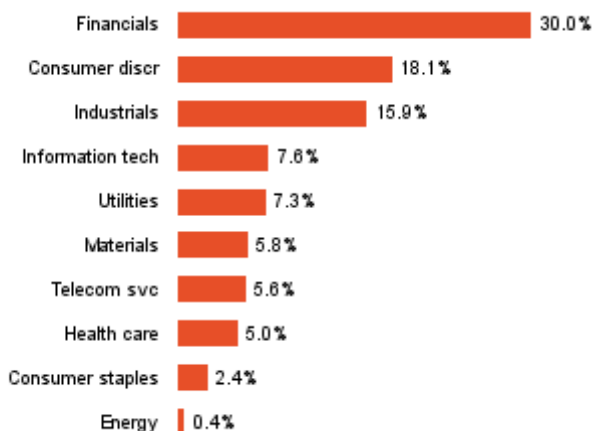
Equity portfolio structure	Shares	Derivat.	Total
Italy	92.0%	-	92.0%
Europe ex Italy	7.9%	-	7.9%
America	-	-	-
Total	99.9%	0.0%	99.9%

Performance over last year

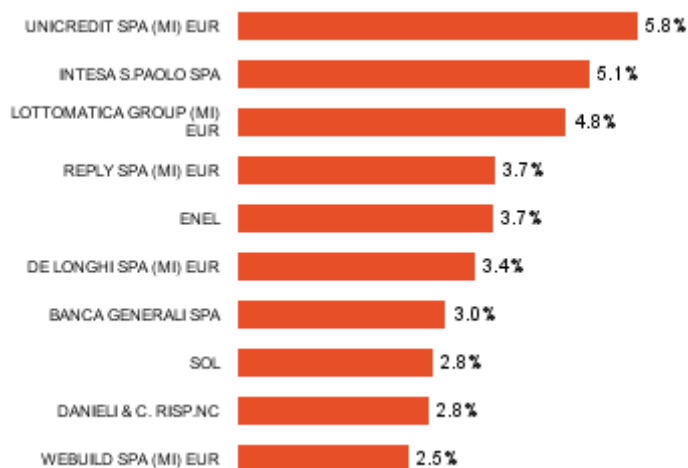




Composition by sector



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 35 Boulevard Joseph II, L-1840 Luxembourg
Base currency	Euro
ISIN code	LU1011691893
Bloomberg code	GLBPMIA LX
Frequency of NAV calculations	Daily
NAV published on:	Sito Ersel

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 (mln€)
LU1011691893	Euro	2.000.000 euro	0,9%	93.44
LU1011692438	Euro	2.500 euro	1,75%	124.95
Total				218.38

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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