

Monthly review

During May, the macro financial backdrop continued to be shaped by the energy shock and by the technology cycle linked to artificial intelligence. Geopolitical tensions in the Middle East supported energy prices, helping to keep inflationary pressures and cyclical risks elevated, particularly in Europe. In the United States, inflation remained at still elevated levels, but in the absence of signs of a wage price spiral, allowing the Federal Reserve to maintain a wait and see stance. In the euro area, the impact on consumer prices proved more pronounced, while the ECB continued to pursue a gradual approach. Globally, the AI theme continues to favor certain areas of Emerging Asia, with China increasingly oriented toward exports. Bond yields remained volatile and sensitive to expectations for inflation and economic activity, while credit markets offer valuations that appear unattractive. Equity markets benefited from earnings dynamics, albeit with leadership still concentrated in a limited number of technology stocks, resulting in a more selective environment. Against this backdrop, the Fund maintained an overall elevated risk profile. In the first part of the month, U.S. equity exposure was reduced via futures by approximately 2% of the portfolio, reallocating part of the risk toward the healthcare sector through currency hedged ETFs, which we consider attractive from a valuation standpoint. At the beginning of the month, the hedge on the European index was also removed, leading to a slight increase in equity exposure in Europe. In the second part of the month, overall equity exposure was partially reduced through profit taking in the U.S. technology sector and the introduction of a hedge via a put option on the U.S. index. The equity allocation remains predominantly European, with a focus on the domestic market and on active managers; in emerging markets, a moderate position has been maintained, with selective attention to Chinese technology. On the fixed income side, duration remained broadly stable. Toward month end, a call option on the Bund future was purchased, consistent with the hypothesis of rising concerns about growth and a possible normalization of energy related tensions. Exposure to corporate credit remained concentrated in high quality issuers, with no significant transactions during the period.

Key fund information

Assogestioni category	Obbligazionario Misto
Inception date	24/05/2023
Nav (Euro)	116.450
AUM (in Euro)	14,590,403
Benchmark	

Past performance is not indicative of current or future results.

Performance	Fund	Benchmark
YTD	3.38%	-
Last week	0.88%	-
Last month	2.73%	-
Last 3 months	0.92%	-
1 year	5.77%	-
3 years (*)	4.99%	-
5 years (*)	-	-
Since inception (*)	4.97%	-

(*) Compound annual return

Risk statistics

Standard deviation	5.47%	Sharpe ratio	0.42
Standard deviation bench	-	Information ratio	-
VaR	-9.02%	Beta	-
Tracking error volatility	-	Correlation	-
Average fund duration	5.57		

Asset class

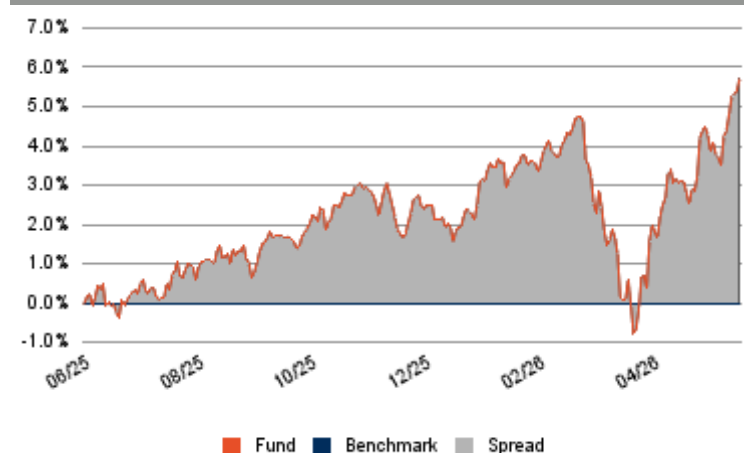
Bonds	60.7%
Shares	19.2%
Alternative inv.	10.6%
Liquidity	7.1%
Other	2.4%
Total	100.0%

Currency exposure	Gross exp.	Coverage	Net exp.
Euro	74.9%	0.6%	75.5%
Dollar	13.9%	-0.6%	13.3%
Emerging countries	5.8%	-	5.8%
Yen	3.2%	-	3.2%
Europe ex Euro	1.9%	-	1.9%
Pacific ex Japan	0.3%	-	0.3%
Total	100.0%	-	100.0%

Bond portfolio structure

Europe ex Italy	28.5%
Italy	22.1%
America	5.3%
Emerging countries	4.8%
Pacific ex Japan	0.0%
Japan	-
Global All Countries	-
Total	60.7%

Equity portfolio structure	Shares	Deriv	Total
America	5.7%	9.1%	14.8%
Emerging countries	4.5%	-	4.5%
Europe ex Italy	3.6%	-	3.6%
Japan	3.1%	-	3.1%
Italy	2.0%	-	2.0%
Pacific ex Japan	0.3%	-	0.3%
Global All Countries	-	-	-
Total	19.2%	-	28.2%

Performance over last year


Main securities in the portfolio

LEADERSEL CORPORATE BD ESG	14.5%
AMUNDI EURO GOV BOND 7-10Y-ETF A (ML)	10.3%
ISHARES EURO GOVT BOND ETF (GR) EUR...	10.3%
GENERALI INV-EURO BOND-GX	7.2%
LEADERSEL FINANCIAL BONDS I	6.2%
LEADERSEL EVENT DRIVEN CLA	5.2%
GLOBERSEL GL EQ A W SCOTT	5.1%
AM EU GOV INF LNK BD-ETF (MI) EUR ACC	3.2%
ISHARES MSCI JAPAN ETF (MI) EUR ACC	2.8%
WCT GLOBAL RATES UCITS-EUR F	2.7%

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	LU2598629579
Bloomberg code	LETBACE LX
Frequency of NAV calculations	Giornaliera
NAV published on:	Sito Ersel

Rating classes	Corp	Govt	Totale
AAA	-	8.2%	8.2%
AA	0.3%	11.1%	11.3%
A	4.9%	6.7%	11.5%
BBB	13.6%	11.3%	24.8%
BB	3.3%	0.6%	3.9%
B	-	0.0%	0.0%
<= C	0.0%	-	0.0%
NO RATING	-	1.1%	1.1%
Total	22.0%	38.9%	60.7%

Investment objective

The Fund is actively managed and aims to achieve capital growth and generate income, without reference to any benchmark. To pursue these objectives, the Fund primarily invests in a diversified portfolio of international fixed-income and equity securities, as well as money market instruments, including through Undertakings for Collective Investment in Transferable Securities (UCITS) and/or other collective investment schemes. The Fund may allocate up to 30% of its total net assets to equities and equity-related instruments and may use derivatives not solely for hedging purposes. Investment decisions are made on a discretionary basis. The Fund's net asset value (NAV) is calculated and expressed in euros.

Conditions

Minimum investment	2.500 euro
Subsequent investments	0
Subscription fees	-
Refund Fees	-
Management fees	1,1% on an annual basis
Incentive commissions	Up to a maximum of 15% of the fund's return in accordance with the High Water Mark method.

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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