

Template periodic disclosure for the financial products referred to in Article 8, paragraphs 1, 2 and 2a, of Regulation (EU) 2019/2088 and Article 6, first paragraph, of Regulation (EU) 2020/852

Product name: Leadersel Innotech ESG

Legal entity identifier: Ersel Gestion Internationale (EGI)

Environmental and/or social characteristics

Did this financial product have a sustainable investment objective? *[tick and fill in as relevant, the percentage figure represents sustainable investments]*

<input checked="" type="radio"/> <input checked="" type="radio"/> <input type="checkbox"/> Yes	<input checked="" type="radio"/> <input type="radio"/> <input checked="" type="checkbox"/> No
<input type="checkbox"/> It made sustainable investments with an environmental objective: ___% <ul style="list-style-type: none"> <input type="checkbox"/> in economic activities that qualify as environmentally sustainable under the EU Taxonomy <input type="checkbox"/> in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy <input type="checkbox"/> It made sustainable investments with a social objective: ___%	<input type="checkbox"/> It promoted Environmental/Social (E/S) characteristics and while it did not have as its objective a sustainable investment, it had a proportion of ___% of sustainable investments <ul style="list-style-type: none"> <input type="checkbox"/> with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy <input type="checkbox"/> with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy <input type="checkbox"/> with a social objective <input checked="" type="checkbox"/> It promoted E/S characteristics, but did not make any sustainable investments



To what extent were the environmental and/or social characteristics promoted by this financial product met

Leadersel Innotech ESG promoted a range of environmental and social characteristics by integrating environmental, social and governance ('ESG') criteria into the investment process and allocating its resources in issuers implementing a production processes that do not generate negative effects on the climate through the reduction of energy consumption/production from fossil fuels, reduction of greenhouse gas emissions, combating resource depletion and deforestation, protection of biodiversity; and analysing how a company develops its human capital by referring to fundamental principles that are universal in scope (e.g. human resources management, diversity and equal opportunities, working conditions, health and safety).



The Sub-Fund promoted, through the implementation of specific screening criteria and the application of exclusion lists, investments aimed at reducing the negative impacts on society and the environment and excluding from its investment universe certain issuers operating in sectors considered controversial, identified in the context of the sub-fund's responsible investment policy, to which we invite you to refer for further details at the following link: <https://www.ersel.it/en/ersel-group/sustainability>

With reference to the characteristics described above, the Investment Manager undertakes to assess whether the issuing companies aim to respect and promote them through the development of innovation, products and processes capable of fostering them, since the Sub-Fund is intended to invest in companies which, through technological innovation, are or will be able to intercept or address structural trends that have as their centre of influence the change in the way people act and interact on a daily basis.

No benchmark index has been designated to meet the environmental or social characteristics of the Sub-Fund.

● ***How did the sustainability indicators perform?***

To achieve the environmental or social characteristics promoted by the Sub-Fund, the portfolio combines negative criteria of exclusions and positive criteria of selection aimed at excluding companies characterised by poor ESG performance and, at the same time, promoting investments in best-in-class issuers (for further details please consult the Sub-fund's Responsible Investment Policy available at the following link: <https://www.ersel.it/en/ersel-group/sustainability>).

Sustainability data are provided by MSCI ESG Research ("MSCI").

Sectors, companies and activities that conflict with the ESG values promoted by the Ersel Group and specific to the Sub-Fund are excluded from the investable universe: for example, issuers that are involved in violations of the United Nations Global Compact (UNGC) principles or are involved in the manufacture or sale of controversial weapons.

The composition of the Sub-Fund's portfolio is made of companies that qualify as best in class in their sector (i.e. that have a better ESG rating on equivalent financial indicators), that have a minimum ESG scoring equal to "average" (BBB or 5) according to the MSCI methodology, and that show a positive trajectory in terms of improving their ESG scoring. The MSCI's methodology reports the average weighted score adjusted with positive factors, if companies are improving from their ESG perspective, or negative factors, if companies are deteriorating their ESG perspectives or are laggards.

The ESG performance of each company is assessed through ESG scoring that rates the companies' ability to manage environmental, social and governance risks and opportunities; seven different scoring grades are used, ranging from the best AAA rating to the worst CCC rating.

The weighted average rating of the investment portfolio cannot be lower than 'average' of the MSCI scoring.

The total weight of investments in issuers with poor ESG ratings (below BB) cannot exceed 10% of Net Asset Value ("NAV"); the total weight of investments in issuers with no ESG ratings cannot exceed 20% of NAV.

During the period take into consideration in this report, the weighted average ESG rating was **A**; the total weight of investments in issuers with poor ESG ratings (below BB) and investments in issuers with no ESG rating has been progressively reduced, in order to reach at the end of this reporting period the values of **9,36%** and **12,21%** respectively.



● **...and compared to previous periods?**

N/A

● **What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objectives?**

This financial product promotes environmental and/or social characteristics, but does not have sustainable investment as an objective.

● **How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?**

N/A

— How were the indicators for adverse impacts on sustainability factors taken into account?

N/A

— Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:

N/A



How did this financial product consider principal adverse impacts on sustainability factors?

This financial product did not take into consideration principal adverse impact during the period of interest covered by this report.



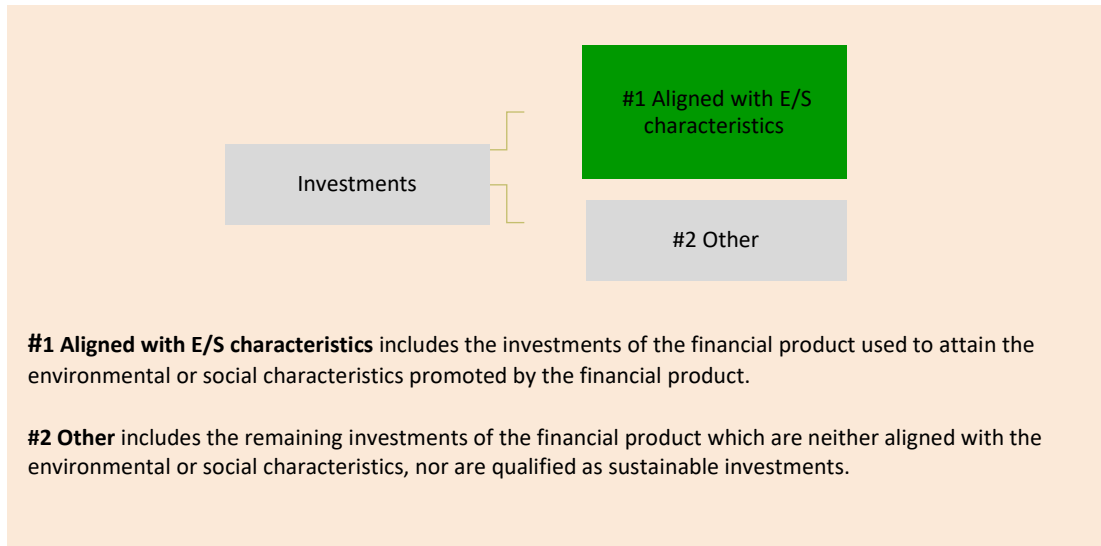
What were the top investments of this financial product?

Largest Investments	Sector	% assets	Country
UBISOFT ENTERTAINMENT SA	Software publishing	6,898%	FRA
FARFETCH LIMITED	Retail sale in non-specialised stores	5,447%	UK
HOLOGIC INC	Manufacture of irradiation, electromedical and electrotherapeutic equipment	5,385%	USA
MARVELL TECHNOLOGY INC	Manufacture of electronic components and boards	5,332%	USA
ALIBABA GROUP HOLDING LTD	Retail sale of other goods in specialised stores	5,073%	CHN
NEW RELIC INC	Software publishing	4,876%	USA
META PLATFORMS INC	Data processing, hosting and related activities; web portals	3,898%	USA
AMBARELLA INC	Manufacture of electronic components and boards	3,551%	USA
PACIFIC BIOSCIENCES OF CALIFORNIA INC	Manufacture of irradiation, electromedical and electrotherapeutic equipment	3,533%	USA
SUNRUN INC	Manufacture of electronic components and boards	3,458%	USA
OUTSET MEDICAL INC	Manufacture of irradiation, electromedical and electrotherapeutic equipment	3,345%	USA
FLUENCE ENERGY INC	Manufacture of batteries and accumulators	3,210%	USA
COHERENT CORP	Manufacture of electronic components and boards	3,032%	USA
WOLFSPEED INC	Manufacture of electronic components and boards	2,982%	USA
TPI COMPOSITES INC	Manufacture of general - purpose machinery	2,919%	USA



What was the proportion of sustainability-related investments?

● *What was the asset allocation?* ¹



#1 The Sub-fund foresees a percentage of investments aligned with the promoted environmental and social characteristics that do not qualify as sustainable investments equal to at least 70% of the investment portfolio, net of cash, money market instruments and derivatives. During the period covered by this report, the percentage of investments aligned with these characteristics was equal to **73,52%**.

#2 The category “#2 Other” includes investments of the financial product that are neither aligned with environmental or social characteristics nor qualify as sustainable investments, such as issuers with no ESG rating or poor ESG rating (B and CCC) . During the period covered by this report, the percentage of investments aligned with this category was equal to **26,48%**.

● *In which economic sectors were the investments made?*

The Fund invested in the following economic sectors:

- FINANCIAL AND INSURANCE ACTIVITIES
- HUMAN HEALTH AND SOCIAL WORK ACTIVITIES
- INFORMATION AND COMMUNICATION
- MANUFACTURING
- PROFESSIONAL, SCIENTIFIC AND TECHNICAL ACTIVITIES
- WHOLESALE AND RETAIL TRADE; REPAIR OF MOTOR VEHICLES AND MOTORCYCLES

¹Cash, money market instruments and derivatives were not used in the calculations for metrics represented in this report since they are not, by definition, aligned or not with the environmental or social characteristics promoted by the sub-fund

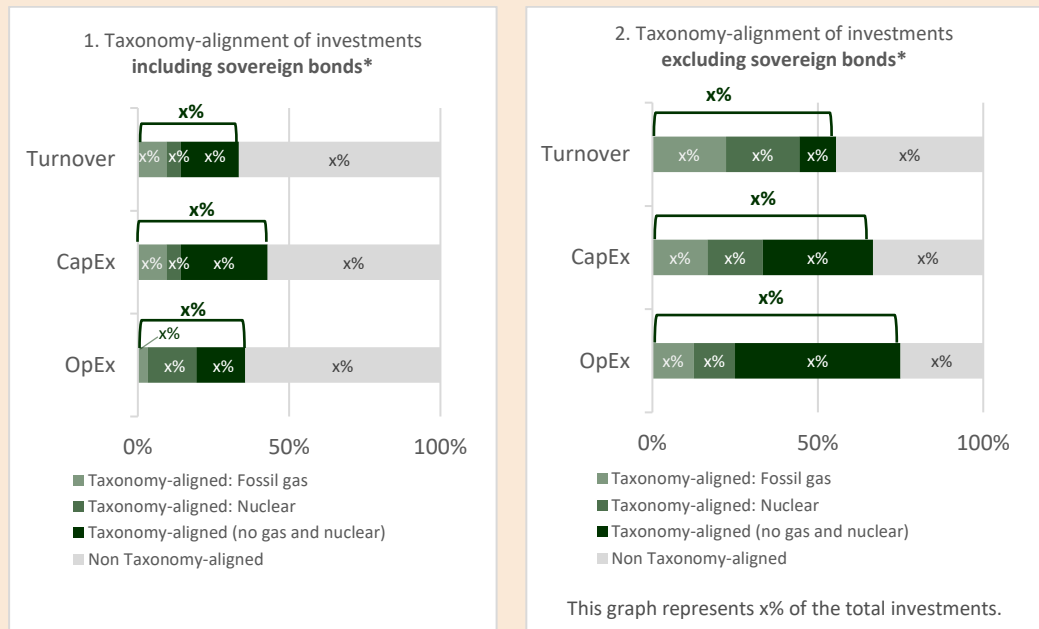


To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?

- **Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy²?**

- In fossil gas
- In nuclear energy
- No

The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.*



* For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures.

- **What was the share of investments made in transitional and enabling activities?** N/A
- **How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?**

N/A

² Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm any EU Taxonomy objective - see explanatory note in the left hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.



What was the share of sustainable investments with an environmental objective not aligned with the EU Taxonomy?

N/A



What was the share of socially sustainable investments?

N/A



What investments were included under “#2 other”, what was their purpose and were there any minimum environmental or social safeguards?

The category “#2 Other” refers to the remaining investments of the Sub-Fund that are neither aligned with environmental or social characteristics nor qualify as sustainable investments and can represent up to 30% of the invested assets, net of cash, money market instruments and derivatives. During the period covered by this report, the percentage of investments aligned with this category was equal to **26,48%**. They include investments in issuers with an insufficient ESG rating (below BB) and investments in issuers with no ESG rating. Investments in “#2 Other” aim at optimising exposure to concentration and market risks, thus contributing to the efficient management of the Sub-Fund's portfolio.

For securities included in “#2 Other”, minimum environmental or social safeguards apply. Issuers of such securities must not be involved in violations of the UNGC principles and must not be involved in very serious litigation concerning environmental, social or governance issues or socially controversial activities.



What actions have been taken to meet the environmental and/or social characteristics during the reference period?

In selecting investments, the manager uses a proprietary investment evaluation model that integrates, among others, ESG risks and opportunities.

In addition to being considered during the investment selection phase, ESG risks and opportunities are assessed throughout the entire investment process, through the adoption of a proprietary assessment model that includes:

- **Exclusion lists** which, in addition to excluding issuers following the Ersel Group's Responsible Investment Policy, also exclude companies active in the production and extraction of uranium; companies active in the production of palm oil; companies that derive more than 30% of their revenues from the production of nuclear energy; companies that derive more than 5% of their revenues from the production and distribution of pornographic material.

- **Positive screening** through which the choice of best-in-class issuers is favoured, i.e., issuers with a better ESG rating overall, or compared to comparable issuers, or issuers with ESG ratings that are improving among those issuers considered equivalent according to traditional financial criteria.

- **Negative screening** through which it is assessed whether issuers that are suitable in terms of financial analysis, but not ESG analysis, are included in the investment portfolio; the total weight of positions in issuers with an ESG rating below average may not exceed 10% of the portfolio, and the total weight of positions in non-ESG rated issuers may not exceed 20% of the NAV.



Moreover, to assess good governance practices of the investee companies, the Management Company has adopted an approach based on the use of specific indicators provided by MSCI, i.e., the MSCI ESG Controversies and the MSCI ESG Rating indexes relating to the Social and Governance pillars. This approach envisages excluding from the investment portfolio of the Sub-Fund all issuers for which red flags have been identified. The Management Company's 'Good Governance Assessment Practices' policy can be found at the following link <https://www.ersel.it/en/ersel-group/sustainability>

The respect of the social and environmental characteristics promoted by the fund has been granted by the adoption of the following procedures:

- **Periodical assessment** of the conformity with respect to the ESG characteristics promoted, executed with the support of the Risk Manager, with the data provided by the info-provider.
- **Engagement activity** with the issuers on topics linked to sustainability.



How did this financial product perform compared to the reference benchmark?

- ***How does the reference benchmark differ from a broad market index?***

N/A

- ***How did this financial product perform with regard to the sustainability indicators to determine the alignment of the reference benchmark with the environmental or social characteristics promoted?***

N/A

- ***How did this financial product perform compared with the reference benchmark?***

N/A

- ***How did this financial product perform compared with the broad market index?***

N/A