

## KEY DATA

<b>MANAGEMENT COMPANY</b>	Generali Investments Luxembourg S.A.
<b>INVESTMENT MANAGER</b>	Generali Asset Management S.p.A. Società di gestione del risparmio
<b>FUND MANAGER</b>	Mauro Valle
<b>BENCHMARK</b>	100% ESTER
<b>FUND TYPE</b>	UCITS - SICAV
<b>DOMICILE</b>	Luxembourg
<b>SUB-FUND LAUNCH DATE</b>	02/04/2002
<b>SHARE CLASS LAUNCH DATE</b>	02/04/2002
<b>FIRST NAV DATE AFTER DORMANT PERIOD</b>	No dormant period
<b>SUB FUND CURRENCY</b>	EUR
<b>SHARE CLASS CURRENCY</b>	EUR
<b>CUSTODIAN BANK</b>	BNP Paribas SA/Luxembourg
<b>ISIN</b>	LU0145484910
<b>BLOOMBERG CODE</b>	GENELBX LX
<b>COUNTRY OF REGISTRATION</b>	LU

When the reference currency of the Sub-fund or unit/share class differs from the one of your country, the currency fluctuations may have a negative impact on the net asset value, the performances and costs. Returns may increase or decrease as a result of currency fluctuations.

## VALUATION

<b>AUM</b>	610.10 M EUR
<b>NAV PER SHARE</b>	144.84 EUR
<b>HIGHEST NAV OVER THE LAST 12 MONTHS</b>	145.01 EUR
<b>LOWEST NAV OVER THE LAST 12 MONTHS</b>	139.60 EUR

## DEALING DETAILS

<b>CUT OFF TIME</b>	T at 1 pm (T being the dealing day)
<b>SUBSCRIPTION SETTLEMENT</b>	T+3
<b>REDEMPTION SETTLEMENT</b>	T+3
<b>VALUATION</b>	Daily
<b>NAV CALCULATION</b>	Day +1
<b>NAV PUBLICATION</b>	Day +1

## INVESTMENT OBJECTIVE AND POLICY

The objective of the Fund is to outperform its Benchmark investing in quality debt securities denominated in Euro resulting in a weighted average portfolio maturity ranging from 1 to 3 years. The Fund shall invest at least 70% in debt securities denominated in Euro with Investment Grade Credit Rating. The Fund shall invest at least 60% in government bonds. The fund may invest up to 30% in securities with Sub-Investment Grade Credit Rating. The Investment Manager will be applying an Environmental, Social and Governance (ESG) criteria process on an ongoing basis to select securities, covering at least 90% of the Fund's portfolio. The Investment Manager selects securities that present positive ESG criteria relative to the Benchmark, provided that the issuers follow good governance practices. The issuers of bonds in which the Fund invests will be subject to a proprietary ethical filter. The selection process applicable to sovereign issuers is based on the Sovereign Warming Potential indicator. The Fund's average weighted Sovereign Warming Potential will be lower than that of its initial investment universe, as represented by the Fund's Benchmark.

## KEY FEATURES

- SFDR Classification - Art. 8: The fund promotes, among other characteristics, environmental or social ones, or a combination of those characteristics, provided that the companies in which the investments are made follow good governance practices.
- 08/07/2022 : Change of investment strategy (ESG approach)
- 21/12/2023 : The minimum proportion of net assets aligned with E/S characteristics is increased from 60% to 90%.

## CATEGORY AND RISK PROFILE

<b>CATEGORY</b>	Fixed Income					
<b>1</b>	<b>2</b>	3	4	5	6	7
Lower risk			Higher risk			

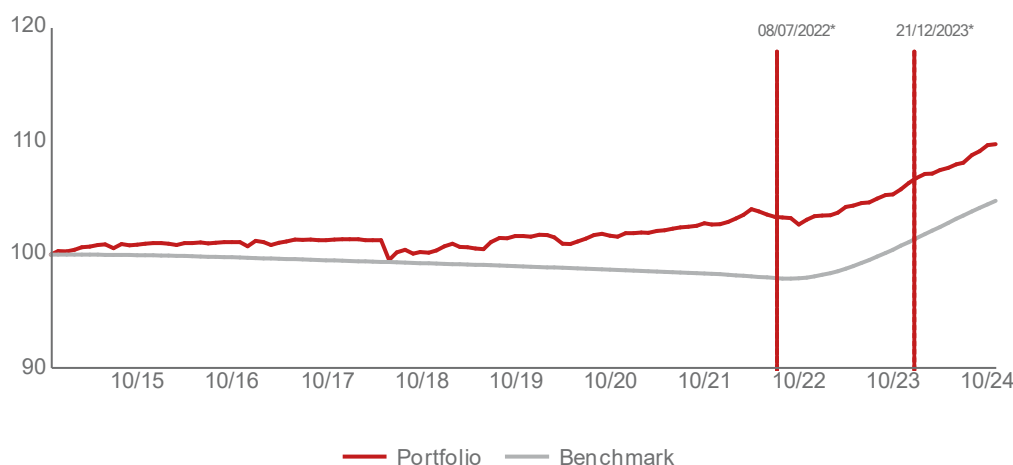
The risk indicator is based on the assumption that you keep the product over the recommended investment period. The data used to calculate the synthetic indicator may not be a reliable indication of the future risk profile of your product. It is not certain that the risk category will remain unchanged, and the classification of the product may therefore change over time. The risk factors are described in full in the Prospectus.

## MAIN COSTS (NON-EXHAUSTIVE LIST)\*

<b>ENTRY CHARGE (MAX)</b>	0%
<b>MAX. MANAGEMENT FEE P.A. (AS PER THE PROSPECTUS)</b>	0.15%
<b>MANAGEMENT FEES AND OTHER ADMINISTRATIVE OR OPERATING COSTS P.A.</b>	0.27%
<b>EXIT COST (MAX)</b>	0%
<b>PERFORMANCE FEE</b>	NaN

## PERFORMANCE ANALYSIS

### EVOLUTION OF CUMULATIVE PERFORMANCES (%)



08/07/2022 : Change of investment strategy (ESG approach)  
21/12/2023 : Increase of ESG coverage from 60% to 90%.

### ANNUALIZED & CUMULATIVE PERFORMANCES (%)

	1M	YTQ	YTD	1YR	3YR	5YR	3YR P.A.	5YR P.A.	10YR	10YR P.A.	Since Inception	Since Inception P.A
Portfolio	0.09	1.42	2.81	3.76	6.87	7.95	2.23	1.54	9.72	0.93	44.84	1.65
Benchmark	0.29	0.95	3.25	3.91	6.53	5.82	2.13	1.14	4.73	0.46	32.14	1.24
Excess return	-0.20	0.47	-0.45	-0.16	0.34	2.12	0.11	0.40	4.99	0.47	12.70	0.41

### CALENDAR YEAR PERFORMANCES (%)

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Portfolio	3.20	0.55	0.93	0.16	0.98	-0.60	0.13	0.21	0.72	1.25
Benchmark	3.28	-0.02	-0.37	-0.33	-0.28	-0.26	-0.25	-0.23	-0.08	0.07
Excess return	-0.09	0.57	1.30	0.49	1.26	-0.34	0.39	0.44	0.79	1.19

### ROLLING 1Y PERFORMANCES (%)

	10/24-10/23	10/23-10/22	10/22-10/21	10/21-10/20	10/20-10/19	10/19-10/18	10/18-10/17	10/17-10/16	10/16-10/15	10/15-10/14
Portfolio	3.76	2.58	0.41	1.07	-0.07	1.47	-1.13	0.21	0.14	0.96
Benchmark	3.91	2.87	-0.34	-0.34	-0.32	-0.27	-0.25	-0.25	-0.21	-0.06
Excess return	-0.16	-0.29	0.75	1.41	0.26	1.73	-0.88	0.46	0.35	1.02

Past performance is not a guide to future performance and may be misleading. There is no guarantee that the investment objective will be reached. Investors may not get back the initial invested amount. The performances are shown net of fees and expenses over the relevant period. All performance figures reflect the reinvestment of dividends and do not take into account the commissions and costs incurred on the issue and redemption of shares/parts. Future performance is subject to tax, which depends on the individual investor's circumstances and may change in the future. The costs may increase or decrease as a result of currency and exchange rate fluctuation.

## FUND MANAGER'S COMMENTS

### Market View

In the third quarter, the US economy grew at an annualized rate of 2.8%, largely due to a 3.7% increase in consumption. The overall growth for 2024 is expected to be 2.7%, with a revised forecast of 2.2% for 2025. The labour market is rebalancing in an orderly manner, and the Federal Reserve's easing measures are anticipated to prevent a rise in unemployment, thereby supporting purchasing power. Increased productivity and upward revisions of GDP data suggest a stronger short-term growth potential for the US economy. Markets have adjusted their expectations for key interest rates upward due to strong economic activity data and potential inflationary policies if Republicans win both the White House and Congress. Despite this, the Federal Open Market Committee (FOMC) members' communication remains positive about inflation and data-driven. The forecast still anticipates two more 25 basis point cuts this year and an additional 125 basis points in 2025.

Q3 GDP growth in the euro area unexpectedly rose to 0.4%. The composite PMI indicates potential labour market issues. However, disinflation and solid wage growth are boosting consumer confidence and spending. Easing financing conditions and external support from the US and China are also positive. Overall, while Q4 might stagnate, growth is expected to pick up in early 2025, with forecasts revised up to 0.8% for 2024 and 1.0% for 2025. In October, the ECB cut its key rate by 25 basis points to 3.25% due to weak growth and favourable inflation data. There is a risk of stronger and faster easing if inflation falls close to the target sooner than expected, with potential for bolder cuts at the December 12 meeting.

Stronger-than-expected US economic data, and the likelihood of a Trump victory has contributed to rising yields in recent weeks. The 10-year Treasury yield increased from 3.79% to 4.28%, while the 10-year Bund from 2.13% to 2.39%. EA non-core bond spreads tightened a bit. In the EA, the Investment Grade (IG) credit spread tightened by 11 bps, while the High Yield (HY) one by 25 bps. In the US, the IG and the HY spread tightened by 6 and 15 bps respectively.

### Portfolio Activity

The portfolio managed the duration around 0.8 years, on average, during the month. The exposure to Italian bonds was always long, together with a small long in Spanish Bonos and a short position in Schatz futures.

### Outlook

In the next weeks it will be seen where US and Euro rates will find an equilibrium, after the US presidential elections, last US and Euro economic data and central banks decisions. Bund rates moved higher in October, in line with the US rates repricing, due to the so called "Trump trade": higher rates in provision of new tariffs, inflationary policies and large fiscal spending. Bund rates, after Trump victory, touched the 2.5%, supported also by slightly better than expected Euro GDP data for the third quarter, and an unchanged level of inflation in October vs the previous month. In the next weeks the focus will be again for economic data and market will try to better focus the economic momentum of the Euro area. In our opinion Bund rates are moving in the high part of the range and for the final period of the year they are expected to move lower. Considering the solid market expectations about the next ECB cuts, the steepening trend of the yield curve will continue. French spreads will be always volatile, linked to the difficulties to approve the fiscal law by a divided parliament. The Italian BTPs underperformed in the second half of October, but the positive trend of the spread is expected to resume, also because the BTPs issuances are expected to be quite low in the final months of the year.

In the next weeks the portfolio will continue to manage duration in a range around 0.8 years, with a long exposure to Italian bonds.

## HOLDINGS & TRANSACTIONS

### TOP 10 FIXED INCOME

HOLDING	SECTOR	RATING	GROSS %
CCTS EU 04/15/26	Sovereigns	BBB	14.83%
CCTS EU 04/15/25	Sovereigns	BBB	9.89%
BTPS 3.4 03/28/25	Sovereigns	BBB	5.76%
EUROPEAN UNION 2 10/04/27	Supranationals	AAA	5.67%
BTPS 3.8 04/15/26	Sovereigns	BBB	5.00%
SPANISH GOV'T 2.8 05/31/26	Sovereigns	A-	4.99%
SPANISH GOV'T 2.5 05/31/27	Sovereigns	A-	4.96%
BTPS 1.5 06/01/25	Sovereigns	BBB	4.42%
BTPS 0.5 02/01/26	Sovereigns	BBB	3.99%
BTPS 1.85 07/01/25	Sovereigns	BBB	3.44%
<b>Total Top 10 (%)</b>			<b>62.96%</b>
<b>Total Top 20 (%)</b>			<b>91.77%</b>

### TOP 3 SALES OVER THE LAST MONTH

BTPS 5 03/01/25
BTPS 0.35 02/01/25
BTPS 3.4 03/28/25

### TOP 3 PURCHASES OVER THE LAST MONTH

EUROPEAN UNION 2 10/04/27
SPANISH GOV'T 2.5 05/31/27
EUROPEAN UNION 0.8 07/04/25

## RATIOS

### PERFORMANCE AND RISK ANALYSIS - SYNTHESIS

	1YR	3YR	5YR	SI
Standard Deviation Ptf	0.57	0.83	0.77	0.83
Standard Deviation Bmk	0.03	0.26	0.26	0.23
Tracking Error	0.57	0.81	0.75	0.82
Alpha	0.01	0.00	0.01	0.01
Beta	-3.22	-4.69	-0.40	0.27
R-squared	0.01	0.01	0.00	0.00
Information Ratio	0.02	0.19	0.58	0.51
Sharpe Ratio	0.25	0.05	0.53	0.47
Treynor Ratio	0.05	-0.49	-3.98	-6.45
Sortino Ratio	1.49	0.09	0.95	0.77

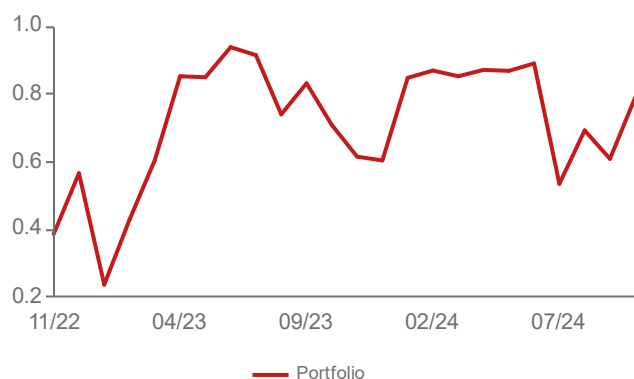
### DRAWDOWN

	SINCE INCEPTION
Maximum drawdown (%)	-2.5
Peak to trough drawdown (dates)	Jan 18 - Jun 18
Length (in days)	147
Recovery Period (in days)	399
Worst Month	May 2018
Lowest Return	-1.7
Best Month	December 2011
Highest Return	1.6

### FINANCIAL RATIO - FIXED INCOME

	FUND
Z-Spread	21.63
DTS (Duration Times Spread)	28.43
Average Rating (2nd best)	BBB+
Modified Duration	0.50
Effective Duration FI	0.79
Average Time to Maturity	1.19
Yield to Maturity	2.69
Current Yield	2.38
Average Coupon	2.38

### EFFECTIVE DURATION FI EVOLUTION



## BREAKDOWNS

■ Fund excl. derivatives exposure    ■ Fund incl. derivatives exposure

COUNTRY	%
Italy	74.6% 85.1%
Spain	13.2% 13.2%
Supranational	9.7% 9.7%
Cash	2.6%

SECTOR	%
Sovereigns	87.8% 63.3%
Supranationals	9.7% 9.7%
Cash	2.6%

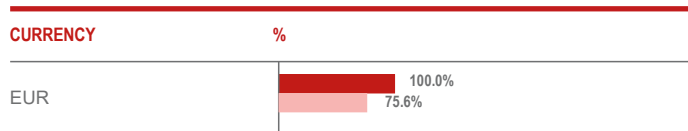
RATINGS (2ND BEST)	%
AAA	-25.2% 9.7%
A	13.2% 13.2%
BBB	74.6% 85.1%
Cash	2.6%

MATURITY	%
0-1Y	37.0% 37.0%
1-3Y	60.4% 36.0%
Cash	2.6%

Please see the important information at the end of this document. Investing in the fund/sub-fund involves risks including the possible loss of capital. Please read the PRIIPs KID and the prospectus to find out about these risks. Legal information concerning the fund/sub-fund are available on the website: [www.generali-investments.com](http://www.generali-investments.com)  
 The above holdings are neither representative of the overall portfolio's performance nor do they represent the performance of other holdings held within the portfolio. The composition of the portfolio may change from time to time at the sole discretion of the investment manager.

## BREAKDOWNS

Fund excl. derivatives exposure ■ Fund incl. derivatives exposure



## ESG REPORTING

### ESG COVERAGE

	FUND
Coverage	100.00%

### SOVEREIGN WARMING

	FUND	COVERAGE
Sovereign Warming	2.22	86.75%

Source: Generali Asset Management S.p.A. Società di gestione del risparmio.

The carbon intensity is a weighted average scope 1 + 2 intensity in tonnes per million USD of revenues of all issuers covered for the indicator. The coverage percentage is provided for the corporate, supranationals and agencies entities in portfolio (sovereign debt excluded).

Please note that the section denominated "ESG Reporting" has been developed using information (the "Information") from MSCI ESG Research LLC or its affiliates or information providers (the "ESG Parties") and may have been used to calculate scores, ratings or other indicators. The Information may only be used for your internal use, may not be reproduced or disseminated in any form and may not be used as a basis for or a component of any financial instruments or products or indices. Although they obtain information from sources they consider reliable, none of the ESG Parties warrants or guarantees the originality, accuracy and/or completeness, of any data herein and expressly disclaim all express or implied warranties, including those of merchantability and fitness for a particular purpose. None of the Information is intended to constitute investment advice or a recommendation to make (or refrain from making) any kind of investment decision and may not be relied on as such, nor should it be taken as an indication or guarantee of any future performance, analysis, forecast or prediction. None of the ESG Parties shall have any liability for any errors or omissions in connection with any data herein, or any liability for any direct, indirect, special, punitive, consequential or any other damages (including lost profits) even if notified of the possibility of such damages.

## ESG Glossary

**ESG Coverage:** Percentage of the portfolio covered by an extra-financial analysis also called “ESG analysis” as the main pillars are: Environment, Social and Governance.

**Carbon intensity** (tCO<sub>2</sub> eq./million \$): we are referring to the equivalent of the number of tons of carbon dioxide (CO<sub>2</sub>) that it takes to a company to make one unit of revenue (1 million \$) per year. The methodology used includes both Scope 1 and Scope 2 emissions where Scope 1 covers direct emissions from owned or controlled sources while Scope 2 covers indirect emissions from the generation of purchased electricity, steam, heating and cooling consumed by the reporting company.

**ESG score:** ESG scores are designed to transparently and objectively measure a company's relative extra-financial performance, commitment and effectiveness across 35 main criteria based on publicly reported data. Based on those criteria, each sector has its own materiality matrix that allows companies ESG scoring taking into account the most material issues within each sector. However, the ESG scores relies on Environment (climate change, energy efficiency...), Social (human resources management, employees' health & safety...) and Governance (composition & diversity of governance bodies, executive compensation...) pillars.

The ESG approach has the main following restraints:

- The availability of data to conduct an ESG analysis
- The quality of the data used in the assessment of ESG quality and impact as there are no universal standards related to ESG information and third party verification is not systematic
- The comparability of data, as not all companies publish the same indicators;
- The use of proprietary methodologies, which relies on the experience and skills of the asset manager's staff

For more details on the ESG investment process, ESG approach and ESG criteria, please refer to the prospectus

## Important Information

This marketing communication is related to Generali Investments SICAV, an open-ended investment company with variable capital (SICAV) under Luxembourg law of 17 December 2010, qualifying as an undertaking for collective investment in transferable securities (UCITS) and its Sub-Fund, altogether referred to as “the Fund”. This marketing communication is intended for investors in the countries where the Fund is registered for distribution and is not intended for U.S. Persons as defined under Regulation S of the United States Securities Act of 1933, as amended.

This document is issued by Generali Asset Management S.p.A Società di gestione del risparmio and Generali Investments Luxembourg S.A. Generali Investments Luxembourg S.A. is authorised as UCITS Management Company and Alternative investment Fund Manager (AIFM) in Luxembourg, regulated by the Commission de Surveillance du Secteur Financier (CSSF) - CSSF code: S00000988 LEI: 222100FSOH054LBKJL62. Generali Asset Management S.p.A. Società di gestione del risparmio is authorised as Italian asset management company, regulated by Bank of Italy and appointed to act as marketing promoter of the Fund in the EU/EEA countries where the Fund is registered for distribution (Via Niccolò Machiavelli 4, Trieste, 34132, Italia - C.M. n. 15376 - LEI: 549300LKLUOHU2BK025 ).

Before making any investment decision, investors must read the Prospectus and the Key Information Document (“KID”). The KIDs are available in one of the official languages of the EU/EEA country, where the Fund is registered for distribution, and the Prospectus is available in English, as well as the annual and semi-annual reports at [www.generali-investments.lu](http://www.generali-investments.lu) or upon request free of charge to Generali Investments Luxembourg S.A., 4 Rue Jean Monnet, L-2180 Luxembourg, Grand Duchy of Luxembourg, e-mail address: [GILfundInfo@generali-invest.com](mailto:GILfundInfo@generali-invest.com). The Management Company may decide to terminate the agreements made for the marketing of the Fund. A summary of your investor rights (in English or an authorized language) is available at [www.generali-investments.lu](http://www.generali-investments.lu) in the section “About us/Generali Investments Luxembourg”. A summary of the SFDR Product Disclosures (in English or an authorized language) is available under the Fund page of the website in the “Sustainability-related disclosure” section.

In the United Kingdom: The Fund is a recognised scheme (FCA Reference n°: 743378). This document is a financial promotion, approved for the purposes of Section 21 of the Financial Services and Markets Act 2000, by Generali Investments Luxembourg S.A. (Firm Reference number: 743375), approved at the date of the publishing. The regulation for the protection of retail clients in the United Kingdom and the compensation available under the UK Financial Services Compensation scheme does not apply in respect of any investment or services provided by an overseas person. UK representative: BNP Paribas Trust Corporation UK Limited (Firm Reference n°: 947223)

In Switzerland: The Fund has been registered with the FINMA. This document is advertising intended for Swiss investors. Generali Investments Schweiz AG, authorized as management company in Switzerland, is appointed as distributor of the Fund in Switzerland. The Swiss version of the prospectus and KIDs are available at [www.generali-investments.lu](http://www.generali-investments.lu). Swiss Representative/Paying agent: BNP Paribas, Paris, succursale de Zurich - Ombudsman of the distributor: Ombudsman for Private Insurance and SUVA

This marketing communication is not intended to provide an investment, tax, accounting, professional or legal advice and does not constitute an offer to buy or sell the Fund or any other securities that may be presented. Any opinions or forecasts provided are as of the date specified, may change without notice, may not occur and do not constitute a recommendation or offer of any investment. Past or target performance do not predict future returns. There is no guarantee that positive forecasts will be achieved in the future. The value of an investment and any income from it may go down as well as up and you may not get back the full amount originally invested. The future performance is subject to taxation, which depends on the personal situation of each investor and which may change in the future. Please liaise with your Tax adviser in your country to understand how your returns will be impacted by taxes. The existence of a registration or approval does not imply that a regulator has determined that these products are suitable for investors. It is recommended that you carefully consider the terms of investment and obtain professional, legal, financial and tax advice where necessary before making a decision to invest in a Fund.

Generali Investments is a trademark of Generali Asset Management S.p.A. Società di gestione del risparmio, Generali Investments Luxembourg S.A. and Generali Investments Holding S.p.A. - Sources (unless otherwise specified): Generali Asset Management S.p.A. Società di gestione del risparmio - This document may not be reproduced (in whole or in part), circulated, modified or used without prior written permission.

Please see the important information at the end of this document. Investing in the fund/sub-fund involves risks including the possible loss of capital. Please read the PRIIPs KID and the prospectus to find out about these risks. Legal information concerning the fund/sub-fund are available on the website: [www.generali-investments.com](http://www.generali-investments.com) Certain information in this publication has been obtained from sources outside of Generali Asset Management S.p.A. Società di gestione del risparmio. While such information is believed to be reliable for the purposes used herein, no representations are made as to the accuracy or completeness thereof.