

## KEY DATA

<b>MANAGEMENT COMPANY</b>	Generali Investments Luxembourg S.A.
<b>INVESTMENT MANAGER</b>	Generali Investments Partners S.p.A Società di gestione del risparmio
<b>FUND MANAGER</b>	Mauro VALLE / Fabrizio VIOLA
<b>BENCHMARK</b>	100% BARCLAYS MSCI EURO GREEN BOND INDEX (TR)
<b>FUND TYPE</b>	Sicav
<b>DOMICILE</b>	Luxembourg
<b>SUB-FUND LAUNCH DATE</b>	16/12/2019
<b>SHARE CLASS LAUNCH DATE</b>	18/12/2019
<b>FIRST NAV DATE AFTER DORMANT PERIOD</b>	No dormant period
<b>CURRENCY</b>	Euro
<b>CUSTODIAN BANK</b>	BNP Paribas Securities Services Luxembourg
<b>ISIN</b>	LU2036759335
<b>BLOOMBERG CODE</b>	GEGBCIE LX
<b>VALUATION</b>	
<b>AUM</b>	161.84 M EUR
<b>NAV PER SHARE</b>	100.66 EUR
<b>HIGHEST NAV OVER THE LAST 12 MONTHS</b>	104.41 EUR
<b>LOWEST NAV OVER THE LAST 12 MONTHS</b>	97.10 EUR
<b>FEES</b>	
<b>SUBSCRIPTION FEE</b>	max. 5%
<b>MANAGEMENT FEE</b>	0.35%
<b>CONVERSION FEE</b>	max. 5%
<b>REDEMPTION FEE</b>	max. 1%
<b>PERFORMANCE FEE</b>	n.a.
<b>ONGOING CHARGES</b>	0.49%

## CATEGORY AND RISK PROFILE

<b>CATEGORY</b>	Fixed Income
-----------------	--------------

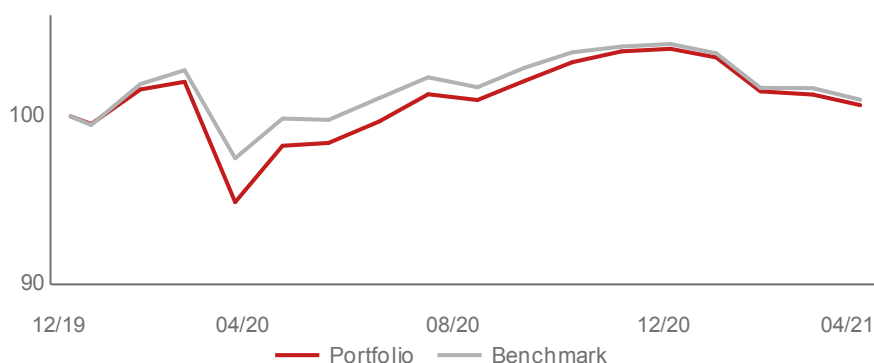
1	2	3	4	5	6	7
Lower risk Potentially lower rewards			Higher risk Potentially higher rewards			

The risk and reward category shown is not guaranteed to remain unchanged and the categorisation of the sub fund may shift over time. For more information about risk, please see the KIID and Prospectus.

## INVESTMENT OBJECTIVE AND POLICY

The objective of the Fund is to outperform its Benchmark investing in Green and Sustainable Bonds denominated in Euro. The Fund shall invest at least 70% of its net assets in Green and Sustainable Bonds denominated in Euro, with an Investment Grade Credit Rating, selected from the investment universe defined by the Benchmark, based on established "Green Bond Principles". The Fund may invest up to 30% of its net assets in Green and Sustainable Bonds, or other bonds, that are not constituent of the Benchmark. The Fund may invest on an ancillary basis in convertible bonds, in standardized credit default swaps, in Money Market Instruments, bank deposits, and may use financial instruments and derivatives for hedging purposes. The Fund may hold equities following the conversion up to 10% of its net asset, for a period of 3 months maximum. The maximum non-euro currency exposure cannot exceed 30% of the net assets of the Fund. All issuers of bonds, convertible bonds and reference obligations underlying credit default swaps will be subject to a proprietary ethical filter. None of the net assets of the Fund may be invested directly in equities and other participation rights.

## PERFORMANCE ANALYSIS AT 30 APRIL 2021



	1M	YTD	1YR
Portfolio	-0.63	-3.22	2.45
Benchmark	-0.66	-3.16	1.12
Excess return	0.03	-0.06	1.33

	SI	SI P.A.	2020
Portfolio	0.66	0.48	4.49
Benchmark	0.99	0.72	4.82
Excess return	-0.33	-0.24	-0.33

	04/21-04/20
Portfolio	2.45
Benchmark	1.12
Excess return	1.33

## KEY FEATURES

- A responsible investing approach for today and tomorrow through bonds that finance green, sustainable projects
- A liquid, transparent strategy that makes a real, positive impact on environmental issues, for example climate change and the energy transition
- 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.

Past performance is not a guide to future performance and may be misleading. 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. 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 KIIDs and the prospectus to find out about these risks. Legal information concerning the fund/sub-fund are available on the website: [www.generali-investment.com](http://www.generali-investment.com)

## Fund Manager's Comments

### Market View

During Q1 2021 US GDP rose by a strong 6.4% annualised, driven by a surge in consumption (10.7% ann.) following the reopening and the extra income provided by the fiscal measures approved in March. The prospect of a quick reopening is fuelling business confidence, with the ISM for services up to 64.7, the highest level since record began. However, business sentiment indicators point also to increased worries about higher prices, adding to the risks flagged by consumer surveys and inflation breakevens. Base effects, the increase in the oil price and temporary supply bottlenecks have started to drive inflation up: headline CPI rose from 1.7% yoy in Feb to 2.6% yoy in March. In the April meeting the Fed acknowledged the brightened outlook but underlined again that data are not showing yet the substantial improvement the Fed needs to start thinking about tapering. In Europe, after a bumpy start of the vaccination campaign amid surging infections, the situation improved significantly as of late: At the time of writing almost one quarter of the euro area population received at least one inoculation. With supply-shortages being overcome we look for herd immunity to be reached by summer. And with the most vulnerable part of the population having already received vaccination we look for the lasting unwinding of lockdown measures to start already in May and June. The broad-based improvement of key sentiment indicators also hints in this direction. The April composite PMI of 53.7 is the highest since October 2018. Clearly, in terms of output growth these indicators exhibit an upward-bias as long as lockdown measures persist. But improvement of expectations and of new orders heralds the unleashing of activity once the lockdown is over. Accordingly, April consumer confidence rose back into pre-lockdown territory. At its April meeting, the Governing Council did not embark on any action. In the past month, the US 10-year yield decreased by 12 bps to 1.63% and the 10-year Bund increased by 10 bps to -0.20%; US Treasuries recovered from hefty losses in April. The trend for government yields in 2021 is likely to be upwards. The Italian spread widened by 11 bps to 107 bps and the Spanish spread by 5 bps to 68 bps. But, the near term outlook is constructive amid the accommodative fiscal and monetary policy mix. In addition, the German Constitutional Court cleared the way for the EU Recovery Fund. The MSCI Euro Green Bond Index returned -0.66% absolute, another negative month because of adverse interest rate move and duration. Excess return over government bonds has been flat slightly positive, indicating muted credit spread movements. Concerning high grade credits there are not many material elements to add. We are always more in favour of a theory of the "trading range" for many asset classes, including spread products, even a tight range with little dispersion inside sectors. Quality carry will continue to dominate the credit scene until a big shift of Central Bank attitude toward PEPP. The funds of the Next Generation EU will soon arrive providing a new fuel to companies involved into infrastructure and construction, especially the ones having a "green" footprint.

### Portfolio Activity

In April we took advantage of a partial redemption to liquidate some very expensive corporate bond solutions. Basically, the implemented activity did not change the bond positioning both on credit and government space. Finally, the portfolio duration has been managed through tactical overlay strategy.

### Outlook

The central banks worldwide accommodative stance aimed to support the economies using all their monetary policy tools, it is a positive factor for the rates environment especially for core and semi-core space. In particular, the PEPP can be considered as a backstop in Eurozone for the spread widening. Like in 2016, the CSPP (Corporate Sector Purchase Programme) should limit widening, and more so as the Fed is now also a buyer of corporate bonds. The system of government guarantees and bailout funds, as well as intense central bank buying in IG space, will reduce the liquidity risk and facilitate the reopening of primary markets. At the same time, vaccination rollout improves the expectations on pandemic situation as well as the global growth recovery. On the contrary, the rising inflation could push higher interest rates and the new risk factor is surely the relation between credit spread and inflation. Under mentioned circumstances we do not expect major spill-over effects on credit spreads, especially investment grade ones. Other positive technical factors to highlight is the great amount of liquidity sitting on the sidelines of real money like insurers, money ready to be invested again at those marginal higher yields. The portfolio will continue to be invested maintaining the same average rating and the same level of diversifications. The duration exposure will be managed in the range 8 - 10 years with a tactical approach.

## HOLDINGS & TRANSACTIONS

### TOP 10 FIXED INCOME

HOLDING	SECTOR	RATING	GROSS %
FRANCE O.A.T. 1.75 06/25/39	Sovereigns	AA	6.06%
BTPS 1.5 04/30/45	Sovereigns	BBB-	5.78%
EUROPEAN INVT BK 0.01 11/15/35	Supranationals	AAA	2.55%
IRISH GOVT 1.35 03/18/31	Sovereigns	A+	2.50%
FRANCE O.A.T. 0.5 06/25/44	Sovereigns	AA	2.50%
BELGIAN 0346 1.25 04/22/33	Sovereigns	AA-	2.15%
NETHERLANDS GOVT 0.5 01/15/40	Sovereigns	AAA	2.14%
MUNCHEN HYPOBANK 0.375 03/09/29	Financials	A	1.84%
ENGIE PERP	Utilities	BBB-	1.57%
SOCIETE PARIS 0 11/25/30	Agencies	AA	1.51%
<b>Total Top 10 (%)</b>			<b>28.59%</b>
<b>Total Top 20 (%)</b>			<b>41.56%</b>

### TOP 3 SALES OVER THE LAST MONTH

EUROPEAN INVT BK 0.01 05/15/41
ENEL FIN INTL NV 1.125 09/16/26
IBERDROLA FIN SA 0.875 06/16/25

### TOP 3 PURCHASES OVER THE LAST MONTH

No Purchases for this period

## RATIOS

### PERFORMANCE AND RISK ANALYSIS - SYNTHESIS

	1YR	SI
Standard Deviation Ptf	2.89	6.02
Standard Deviation Bmk	2.93	4.89
Tracking Error	1.19	1.88
Alpha	0.03	-0.01
Beta	0.90	1.18
R-squared	0.84	0.92
Information Ratio	1.12	-0.13
Sharpe Ratio	1.00	0.15
Treynor Ratio	2.91	0.62
Sortino Ratio	1.74	0.18

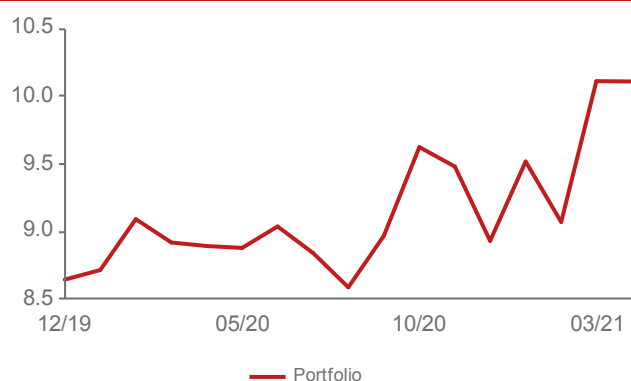
### DRAWDOWN

	SINCE INCEPTION
Maximum drawdown (%)	-8.0
Peak to trough drawdown (dates)	Mar 20 - Mar 20
Length (in days)	14
Recovery Period (in days)	196
Worst Month	March 2020
Lowest Return	-7.0
Best Month	April 2020
Highest Return	3.5

### FINANCIAL RATIO - FIXED INCOME

	FUND	BENCHMARK
Z-Spread	50.44	21.72
DTS (Duration Times Spread)	520.58	194.00
Average Rating (2nd best)	A-	A+
Modified Duration	10.11	8.85
Effective Duration	9.96	8.83
Average Time to Maturity	10.96	9.95
Yield to Maturity	0.85	0.45
Current Yield	0.90	0.41
Average Coupon	0.93	0.89

### MODIFIED DURATION EVOLUTION



## BREAKDOWNS

■ Fund ■ Benchmark ■ Relative

COUNTRY	NET		RELATIVE	
France	27.5%	30.4%	-3.0%	
Germany	10.3%	15.6%	-5.2%	
Spain	9.9%	6.9%	3.0%	
Netherlands	9.5%	10.0%	-0.5%	
Italy	8.6%	3.7%	4.9%	
Belgium	4.4%	3.8%	0.6%	
Supranational	3.5%	7.1%	-3.6%	
Others	23.9%	22.4%	1.5%	
Cash	2.3%			

SECTOR	NET		RELATIVE	
Financials	30.5%	19.0%	11.6%	
Sovereigns	25.1%	24.1%	1.0%	
Utilities	14.9%	16.9%	-1.9%	
Agencies	7.0%	11.3%	-4.3%	
Real Estate	6.5%	3.1%	3.4%	
Supranationals	4.1%	3.8%	0.4%	
Materials	3.0%	0.3%	2.7%	
Others	6.5%	21.5%	-15.0%	
Cash	2.3%			

RATINGS (2ND BEST)	NET		RELATIVE	
AAA	7.8%	23.1%	-15.4%	
AA	18.8%	29.7%	-10.9%	
A	22.6%	20.3%	2.2%	
BBB	49.0%	26.8%	22.2%	
Not Available	-0.4%		-0.4%	
Cash	2.3%			

MATURITY	NET		RELATIVE	
0-1Y	0.5%	3.1%	-2.5%	
1-3Y	3.6%	8.2%	-4.6%	
3-5Y	10.7%	18.4%	-7.7%	
5-10Y	47.4%	39.1%	8.3%	
10-20Y	24.2%	25.3%	-1.1%	
Over 20Y	11.7%	6.0%	5.7%	
Not Available	-0.4%		-0.4%	
Cash	2.3%			

#### DEALING DETAILS

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

#### Important Information

The sub-fund is part of Generali Investments SICAV (an investment company qualifying as a “société d’investissement à capital variable” with multiple sub-funds under the laws of the Grand Duchy of Luxembourg) managed by Generali Investments Luxembourg S.A. who appointed Generali Investments Partners S.p.A. Società di gestione del risparmio as investment manager. The information contained in this document is only for general information on products and services provided by Generali Investments Partners S.p.A. Società di gestione del risparmio. It shall under no circumstance constitute an offer, recommendation or solicitation to subscribe units/shares of undertakings for collective investment in transferable securities or application for an offer of investments services. It is not linked to or it is not intended to be the foundation of any contract or commitment. It shall not be considered as an explicit or implicit recommendation of investment strategy or as investment advice. Before subscribing an offer of investment services, each potential client shall be given every document provided by the regulations in force from time to time, documents to be carefully read by the client before making any investment choice. Generali Investments Partners S.p.A. Società di gestione del risparmio, periodically updating the contents of this document, relieves itself from any responsibility concerning mistakes or omissions and shall not be considered responsible in case of possible damages or losses related to the improper use of the information herein provided. Past performance is not a guarantee of future performance and the sub-fund presents a risk of loss of capital. No assurance is released with regard to the approximate correspondence of the future performances with the ones above mentioned. It is recommended to look over the regulation, available on our website [www.generali-investments.com](http://www.generali-investments.com). The client shall carefully read the KIID, which must be delivered before subscribing the investment, and the prospectus which are available on our website ([www.generali-investments.com](http://www.generali-investments.com)), on Generali Investments Luxembourg S.A. (Management Company of Generali Investments SICAV) website ([www.generali-investments.lu](http://www.generali-investments.lu)), and by distributors. Generali Investments is a commercial brand of Generali Investments Partners S.p.A. Società di gestione del risparmio, Generali Insurance Asset Management S.p.A. Società di gestione del risparmio, Generali Investments Luxembourg S.A. and Generali Investments Holding S.p.A.. Generali Investments is part of the Generali Group which was established in 1831 in Trieste as Assicurazioni Generali Austro-Italiche.

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 KIIDs and the prospectus to find out about these risks. Legal information concerning the fund/sub-fund are available on the website: [www.generali-investment.com](http://www.generali-investment.com). Certain information in this publication has been obtained from sources outside of Generali Investments Partners 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.