

**DESCRIPTION OF SOGELIFE INTERNAL FUND DEFENSIF EUR**

**SOGELIFE INTERNAL FUND DEFENSIF EUR** is a collective internal fund of insurance. It is dedicated to the clients of Sogelife and is available, under conditions, only through an insurance life (or capitalization) contract, signed with Sogelife. The management of SOGELIFE INTERNAL FUND DEFENSIF EUR is intended at providing capital appreciation, while exerting a large degree of caution, in order to limit volatility risk. Most of the fund's portfolio is invested in money and bond funds, with limited diversification into equity funds in order to enhance performance. The fund is intended for investors who have an investment horizon of at least 3 years, and who can only accept a low level of volatility.

**RISK INDICATOR**

**3**
**STRUCTURE**

	Min.	Max.
<b>Bonds</b>	70%	95%
<b>Equities</b>	5%	30%

**DETAILS OF SOGELIFE INTERNAL FUND DEFENSIF EUR**

<b>Legal description</b>	Collective internal fund of insurance
<b>Currency</b>	Euro
<b>Launch date</b>	12/10/2007
<b>Subscription fees</b>	0%
<b>Redemption fees</b>	0%
<b>Management fees</b>	0.30%
<b>Valuation</b>	daily
<b>Income</b>	reinvested
<b>Custodian</b>	Société Générale Luxembourg
<b>Management</b>	Société Générale Private Wealth Management
<b>Central administration</b>	Société Générale Securities Services Luxembourg
<b>Supervisory authority</b>	Commissariat Aux Assurances (CAA)

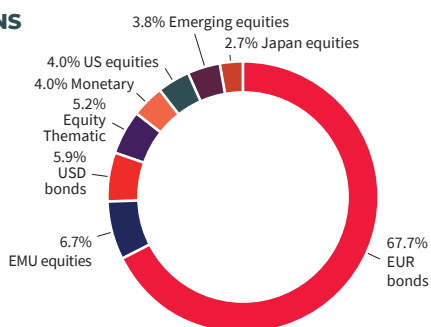
**CUMULATIVE PERFORMANCE**

 Net asset value as at 12/31/2022: **130.59 EUR**

	Fund	Benchmark	Volatility
<b>1 month</b>	-2.00%	-4.05%	4.51%
<b>4 months</b>	-1.89%	-4.04%	5.33%
<b>1 year</b>	-12.48%	-14.42%	5.70%
<b>2 years</b>	-8.69%	-12.15%	4.77%
<b>3 years</b>	-7.34%	-8.90%	6.55%
<b>Since the launch</b>	30.59%	52.41%	4.48%
<b>Since 01/01/2022</b>	-12.48%	-14.42%	-

**MAIN ORIENTATIONS**
**ALLOCATION**

 Equities **22.3%**  
 Bonds **77.7%**
**CURRENCY ALLOCATION**

 EUR **87.2%**  
 USD **11.1%**  
 JPY **1.7%**

**TOP HOLDINGS**

Moorea Sustainable Euro Fixed Income	29.6%
Moorea Sustainable Structured Income	15.0%
Moorea Sustainable Euro High Yield	10.0%
Moorea Sustainable Floating Rate Income	6.0%
Moorea Sustainable European Equity Quality Income	4.6%
Moorea Sustainable US Equity	3.9%
5Y Protected Moorea Gestion Patrimoniale 154% 15082023	3.8%
Moorea Sustainable Emerging Equities	3.8%
AXA US Short Duration High Yield	3.5%
HSBC SRI Corporate Bond	3.3%
<b>Total</b>	<b>83.6%</b>

**MANAGER'S COMMENT**

Initially positive, the economic and financial outlook for 2022 was quickly undermined by numerous macroeconomic shocks. The invasion of Ukraine by Russia has completely upset the global geopolitical environment. European economies have been particularly affected, both by a marked drop in confidence but also by a major energy crisis. Beyond the immediate impact, the Russian invasion will have consequences for the global trade balance. Initially transitory inflation proved to be persistent, well maintained by the shock in commodity prices. Central banks have tightened their monetary policies tightly. This context weighed on all the main classes of financial assets, which experienced very negative performances. On the equities side, the main indices suffered sharp corrections, due to the deterioration in economic activity and the rise in interest rates, penalizing strongly growth stocks. Emerging equity markets suffered from the Chinese slowdown. On the fixed income side, the markets recorded their worst year since the 1980s. The correction is even more important in indexes with a long duration. In this environment, the dollar appreciated significantly against most of the currencies, mainly driven by the rate differential, the energy crisis and the strong risk aversion of investors. The third quadrimestre was marked on one hand by a stabilization of US inflation level and on the other hand, by the continued pursuit of monetary tightening by Central banks. The zero-Covid policy end in China helped stabilize emerging markets. Third-quarter results for European companies proved resilience, which, combined with a consolidation in energy prices, helped limit the annual decline in European equity markets. The Eurostoxx 50 rose 8.5% during the quadrimestre thus ending the year down 8.5%. The American market, still expensive in terms of valuation, fell by 2.4% during the quadrimestre and ended the year down 18%. The MSCI Emerging Markets index fell 3.2% over the period and ended down 19.9% for the year.

Our economic scenario for 2023 is that of a continued slowdown in activity in developed economies. While some countries may experience a recession, this would remain moderate. The supporting factors (dynamic labor markets, covid savings and fiscal policies in response to the energy crisis in Europe) should continue to partially offset the negative forces (high inflation, rising interest rates and energy crisis in Europe). This slowdown should be followed by a moderate recovery during the year, with a growth rate that should nevertheless remain below its potential, as it will be permanently affected by the energy crisis as well as by the necessary normalization of economic policies. Inflation is expected to decline sharply in 2023 due to favorable base effects. Central banks will continue to raise their key rates until the first quarter before eventually pausing.

In this context, uncertainties, we thus retain our cautious tone in the positioning of the portfolios.

The equity allocation remained underweight around 21% to be increased slightly at the end of the year to 22.5%. Arbitrage was carried out in the fixed income bucket with the addition of the fund Axa US Short Duration High Yield, which now offers an attractive risk-return ratio. US government bonds were also added to the portfolio in December via an ETF. At the end of the year, exposure to emerging countries was slightly increased by investing in the Federated Hermes Asia Ex-Japan fund.

*Additional information and data relative to the accounting separated from the Collective Internal Fund of Insurance and the daily net asset value of SOGELIFE INTERNAL FUND DEFENSIF EUR can be consulted, free of charge, with SOGELIFE. Non-promotional documentation provided for information purposes.*