

DESCRIPTION OF SOGELIFE INTERNAL FUND EQUILIBRE EUR

SOGELIFE INTERNAL FUND EQUILIBRE 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 aim of SOGELIFE INTERNAL FUND EQUILIBRE EUR is to seek out capital gains in the medium term. In order to achieve balanced diversification, the portfolio is invested in equity funds and in money and bond funds. The fund manager may have an active asset allocation depending on his expectations for the various asset classes, in order to manage risk and catch opportunities in an affective manner. The fund is intended for investors who have an investment horizon of at least 5 years, and who are ready to bear a medium level of volatility.

RISK INDICATOR

STRUCTURE

	Min.	Max.
Bonds	30%	80%
Equities	20%	70%

DETAILS OF SOGELIFE INTERNAL FUND EQUILIBRE EUR

Legal description	Collective internal fund of insurance
Currency	Euro
Launch date	12/10/2007
Subscription fees	0%
Redemption fees	0%
Management fees	0.45%
Valuation	daily
Income	reinvested
Custodian	Société Générale Luxembourg
Management	Société Générale Private Wealth Management
Central administration	Société Générale Securities Services Luxembourg
Supervisory authority	Commissariat Aux Assurances (CAA)

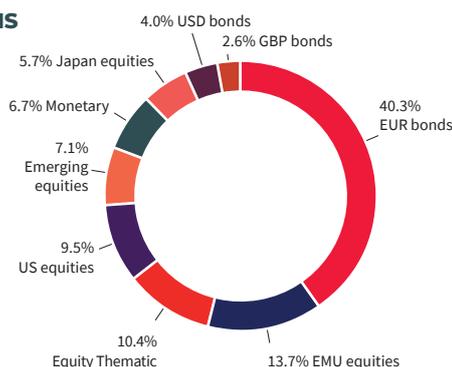
CUMULATIVE PERFORMANCE

 Net asset value as at 12/31/2022: **126.23 EUR**

	Fund	Benchmark	Volatility
1 month	-3.05%	-4.74%	7.01%
4 months	-2.50%	-3.18%	7.61%
1 year	-15.52%	-14.35%	8.71%
2 years	-9.68%	-5.40%	7.68%
3 years	-7.88%	-1.91%	9.81%
Since the launch	26.23%	77.89%	8.38%
Since 01/01/2022	-15.52%	-14.35%	-

MAIN ORIENTATIONS
ALLOCATION

 Equities **46.5%**
 Bonds **53.5%**
CURRENCY ALLOCATION

 EUR **78.4%**
 USD **19.6%**
 JPY **2.0%**

TOP HOLDINGS

Moorea Sustainable Euro Fixed Income	11.8%
Moorea Sustainable Structured Income	10.9%
Moorea Sustainable European Equity Quality Income	7.7%
Moorea Sustainable Emerging Equities	7.1%
Moorea Sustainable US Equity	7.0%
Moorea Sustainable Climate Action	6.7%
Moorea Sustainable Euro High Yield	6.2%
Moorea Sustainable Floating Rate Income	6.2%
Amundi Funds European Equity Value	4.0%
Federated Hermes Asia ex-Japan Equity Fund	3.8%
Total	71.4%

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 underweighted around 44%. It was increased at the end of the year to 46.5% guided by a more positive outlook for the equity markets. The manager increased exposure to emerging countries via the Federated Hermes Asia-Ex-Japan fund. He also added exposure to the European banking sector via an ETF. On the fixed income side, US government bonds were added to the portfolio. Exposure to the US market was also increased on the bond side through the addition of the Axa US High Yield Short Duration fund, which currently offers a more attractive risk-return than the equity markets.

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 EQUILIBRE EUR can be consulted, free of charge, with SOGELIFE. Non-promotional documentation provided for information purposes.