

**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**

**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)

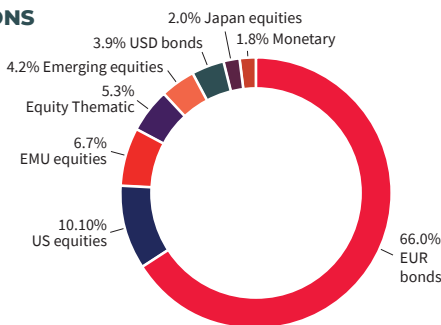
**CUMULATIVE PERFORMANCE**

 Net asset value as at 12/31/2023: **141.37 EUR**

	Fund	Benchmark	Volatility
<b>1 month</b>	2.94%	2.63%	2.97%
<b>4 months</b>	4.11%	4.20%	4.73%
<b>1 year</b>	8.32%	9.63%	4.20%
<b>2 years</b>	-5.20%	-3.85%	5.06%
<b>3 years</b>	-1.09%	0.66%	4.60%
<b>Since the launch</b>	41.45%	63.14%	4.46%
<b>Since 01/01/2023</b>	8.32%	9.63%	-

**MAIN ORIENTATIONS**
**ALLOCATION**

 Equities **28.4%**  
 Bonds **71.6%**
**CURRENCY ALLOCATION**

 EUR **88.6%**  
 USD **9.3%**  
 JPY **2.1%**

**TOP HOLDINGS**

Moorea Euro Fixed Income	29.9%
Moorea Structured Income	17.5%
Moorea Euro High Yield	11.4%
Moorea Sustainable European Equity Quality Income	5.4%
Moorea Fund Short Term Bonds	5.0%
Moorea US Equity	5.0%
AXA US Short Duration High Yield	3.9%
Moorea Sustainable Climate Action	3.3%
Moorea Emerging Equities	3.1%
HSBC SRI Corporate Bond	2.1%
<b>Total</b>	<b>86.6%</b>

**MANAGER'S COMMENT**

During the first part of the period, central bankers' restrictive rhetoric and geopolitical tensions dampened summer optimism. Geopolitical developments, economic indicators deterioration and concerns over inflation slowdown pace, volatility renewed on risky markets. As market participants are acknowledging the "higher for longer" interest rate policy, investors regained optimism on the back of central bankers adopting a more accommodating stance at the end of October. As evidenced by US 10-year yield falling by almost 120 basis points to reach 3.80% at the end of the period after touching the 5% mark. Inflation was slowing over the year hovering around 3% at the end of the quadrimester in the United States. Job markets strength is not waning, and activity indicators are not deteriorating with the composite PMI still in expansion territory sitting at 50.90.

After starting its monetary tightening cycle during the beginning of 2022 and raising rates 11 times, the US Federal Reserve has not raised rates anymore since the end of July 2023 and left those unchanged at 5.50% target. In Europe, despite depressed macroeconomic outlook, inflation fell sharply over the period and reached 2.9% at year-end, close to the ECB's target level. Business activity is slowing down with the composite PMI remaining in contraction territory at 47.60.

The end of 2023 has brought more than one Christmas present for investors. After the slight correction at the end of the previous quarter, equity markets and almost all major asset classes shown strong rebound since the end of October. For instance, US equities has enjoyed eight consecutive weeks of gains, propelling the S&P 500 to an annual performance of 24.2% while the Euro Stoxx 50 closed the year up 19.2%.

Next year: soft economic growth and gradually cooling inflation. In 2024, we see the economy slowing further as the fiscal stimulus is further wound down and the lagged impacts of tighter monetary policy feed through. The adjustment will be mitigated by stubbornly strong labor markets and softer inflation which will restore household purchasing power. The US economy should continue to hold up better than the euro zone and the UK. In this environment, central banks should gradually ease monetary policy from early summer, once they are certain over core inflation trajectory.

Equity allocation was slightly increased over the quarter, reaching 28.4% at the end of the period. The purchase of the iShares MSCI USA Small Cap ESG Enhanced tracker increased the US stocks weighting, as did the Comgest Renaissance Europe fund for the European segment. These purchases are mainly financed by a reduction in the portfolio's emerging market exposure and the sale of the US 10-year bond following the sharp rally in fixed-income 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 DEFENSIF EUR can be consulted, free of charge, with SOGELIFE. Non-promotional documentation provided for information purposes.*