

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)

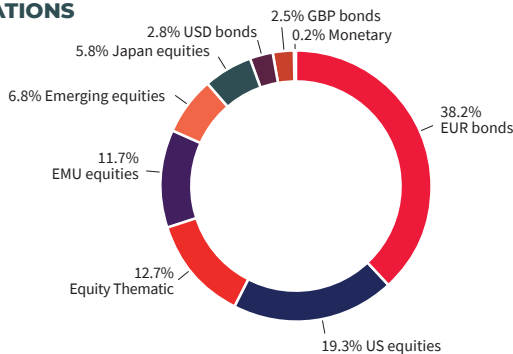
CUMULATIVE PERFORMANCE

 Net asset value as at 12/31/2023: **135.59 EUR**

	Fund	Benchmark	Volatility
1 month	3.31%	2.91%	3.62%
4 months	3.10%	4.28%	6.76%
1 year	7.46%	12.09%	6.77%
2 years	-9.21%	-3.12%	7.85%
3 years	-2.94%	5.68%	7.40%
Since the launch	35.65%	70.48%	8.29%
Since 01/01/2023	7.46%	12.09%	-

MAIN ORIENTATIONS
ALLOCATION

 Equities **56.3%**
 Bonds **43.7%**
CURRENCY ALLOCATION

 EUR **80.2%**
 USD **16.2%**
 JPY **3.6%**

TOP HOLDINGS

Moorea Euro Fixed Income	13.7%
Moorea Structured Income	13.2%
Moorea US Equity	12.0%
Moorea Sustainable European Equity Quality Income	8.4%
Moorea Euro High Yield	7.2%
Moorea Sustainable Climate Action	7.0%
Moorea Emerging Equities	5.1%
Moorea Global Trends	4.2%
Moorea Fund Short Term Bonds	4.1%
Fidelity Funds - Japan Advantage Fund	3.6%
	78.5%

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.

High hopes over central bankers rate cuts in 2024 led us to increase the US equity allocation and the overall equity allocation was further strengthened reaching 56.3%. This was achieved by purchasing the iShares MSCI USA Small Cap ESG Enhanced tracker to add the attractive US small-cap sector, complementing the Moorea Global Trends fund. To fund these purchases, the 10-year US bond was sold after the strong rally in rates observed at the end of 2023.

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.