

GENERAL INFORMATION

Start of operations	2022 07 01	Unit value of investment direction	112,47 EUR
Net asset value	8 182 831,82 EUR	Management fee	0,75 %

INVESTMENT STRATEGY

The assets are invested in investment objects related to the US stock market: equity, exchange-traded funds, index funds or other objects that invest in the US stock market. Proportion of alternative investments may represent up to 30% of the assets. In order to reduce the investment risk in the event of adverse market conditions, part of the assets may be invested in money market instruments, money market funds, deposits with a maturity of 12 months or less.

COMMENT

Q2 2023, like the whole half of the year, was marked by strong share price growth in major technology companies. Artificial intelligence breakthroughs and investors' expectations that the use of artificial intelligence will contribute strongly to the future growth of technology companies accounted strongly to the positive sentiment. Led by new-economy-type companies, the S&P 500 index of US stocks is up over 15% since the beginning of the year, outperforming other major regions of the world. However, it is only the relatively small number of the largest companies that is driving the market's rise over the last six months - the S&P 500 index excluding technology and communications companies is almost unchanged since the beginning of the year. Also, over the last 3 months, only 20% of companies have outperformed the index over the last 3 months (80% of companies have underperformed the index), a historically low figure last seen only during the dot-com bubble of 2000.

Central banks in both Europe and the US have continued to signal that their fight against inflation may not yet be over, so interest rates will have to stay high for longer. Moreover, the head of the US Federal Reserve announced that even if it decided not to raise interest rates temporarily, this would not mean a peak in rate hikes, and that the central bank would retain the option of continuing to raise rates after the pause, should such a move become necessary. For its part, the European Central Bank (ECB) has continued to send the message that interest rates will be raised as inflation remains well above its 2% target.

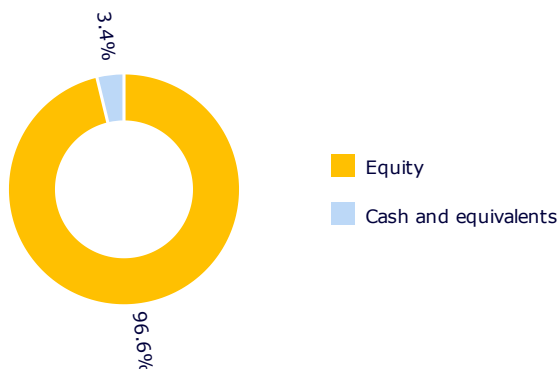
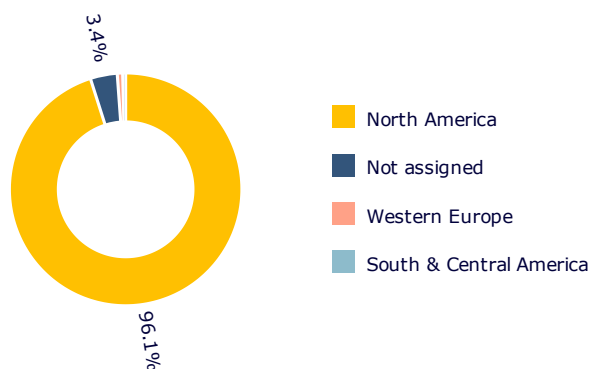
During the quarter, we made an active investment decision inside the basket by investing in two value equity ETFs (UBS MSCI USA Value ETF and UBS MSCI USA Prime Value ETF). Value stocks are now significantly cheaper than the conventional MSCI USA index, with a trailing price-to-earnings ratio of over 23, compared to 16.7 for MSCI USA Value and less than 13 for MSCI USA Prime Value. These two investments account for around 12% of the composition of the investment basket.

GRAPH SINCE THE ESTABLISHMENT OF THE INVESTMENT DIRECTION

RETURN ON INVESTMENT IN DIFFERENT PERIODS

	Investment direction	Benchmark index*
2023 Y. II QUARTER	7,72 %	8,69 %
Since start of the year	13,40 %	14,69 %
Since creation	12,47 %	12,96 %

Please note that past results of the Investment Direction do not guarantee the same results and profitability in the future. Past performance is not a reliable indicator of future performance.

DISTRIBUTION BY WEALTH TYPE

GEOGRAPHICAL DISTRIBUTION**


* From July 1, 2022, the composite comparative index is applied:

100,00% MSCI USA Net Total Return USD Index (NDDUUS Index) (converted to EUR)

** The geographical distribution is indicated considering the countries of the economic logic of the investments, as well as the investment components of collective investment funds (CIF) and exchange-traded funds (ETF), guided by their reports. If these reports do not specify the investment components of the CIF or ETF, the country of registration of the CIF or ETF is used.

The document contains information about the past results of the investment direction of INVL Life, UADB (hereinafter - the Company), offered under the investment life insurance contract. Investing is associated with risk, the value of investments can both decrease and increase. Past results do not guarantee the same results in the future.

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Largest holdings

Data as of 2023-06-30:

- Invesco MSCI USA UCITS ETF | SMSUSA GY | 84,88 %
- UBS Irl ETF plc - Factor MSCI | UBUS GY | 5,91 %
- UBS Irl ETF plc - MSCI USA Val | UBU5 GY | 5,84 %