

GALILEE INNOVATION EUROPE

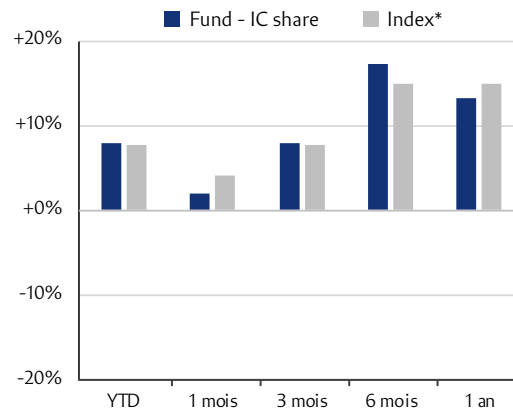
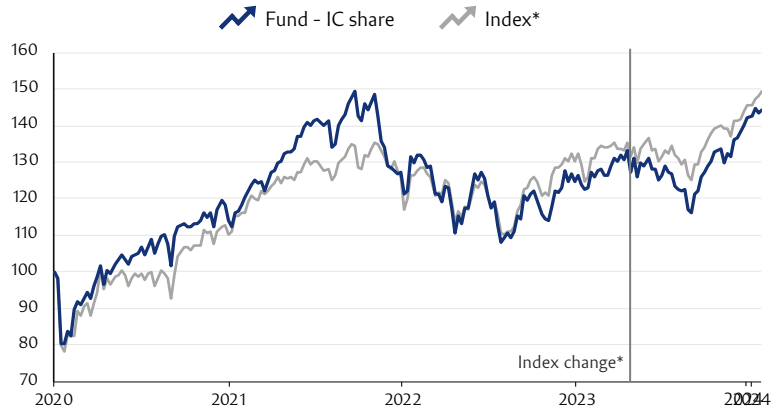
EUROPEAN GROWTH EQUITIES | MULTI-THEMATICS | SFDR 8

Objective

Galilee Innovation Europe equity fund follows a stock-picking strategy by investing in listed European large and midcap companies. In addition to growth and quality criteria, the selection of companies is based on the analysis of five innovation drivers reinforcing competitive advantages and barriers to entry. Eligible for the French PEA, the fund is invested at least at 75% in European equities. The management process integrates ESG criteria within the meaning of Article 8 of the SFDR regulation.

> CUMULATIVE PERFORMANCE (%)

As of 28/03/2024	NAV	1 month	3 months	6 months	YTD	1 year	2 years	3 years	5 years
Fund - IC EUR	1 339,00	+1,9%	+7,9%	+17,4%	+7,9%	+13,1%	+9,4%	+20,8%	-
Fund - RC EUR	200,12	+1,8%	+7,7%	+16,8%	+7,7%	+12,0%	+6,8%	+17,3%	+47,0%
Index*		+4,0%	+7,7%	+14,9%	+7,7%	+15,0%	+18,5%	+28,6%	+53,0%



*As of 01/07/2023, the fund's benchmark index is the STOXX Europe 600 NR (previously EuroStoxx 50 NR until 30/06/2023).

> CALENDAR YEAR AND MONTHLY PERFORMANCE (%)

	Year IC	Year RC	Jan.	Feb.	Mar.	April	May	June	July	Aug.	Sep.	Oct.	Nov.	Dec.
2019	-	+25,5%	+6,1%	+2,1%	+3,3%	+3,2%	-2,1%	+5,4%	+0,4%	-0,2%	-0,9%	+1,2%	+4,4%	+0,4%
2020	+6,1%	+6,8%	-0,2%	-5,5%	-13,3%	+6,6%	+6,2%	+1,4%	+1,9%	+4,4%	+0,3%	-5,1%	+11,0%	+1,1%
2021	+30,2%	+29,3%	-1,6%	+1,5%	+4,7%	+4,2%	+1,9%	+3,4%	+4,2%	+3,0%	-4,8%	+6,3%	-0,5%	+4,2%
2022	-23,3%	-24,1%	-11,9%	-2,0%	+2,8%	-2,5%	-4,7%	-8,1%	+11,8%	-7,6%	-6,6%	+4,8%	+4,4%	-5,2%
2023	+17,1%	+16,0%	+7,0%	+2,0%	+2,2%	-0,7%	+2,1%	+1,3%	+0,2%	-2,1%	-4,8%	-4,4%	+8,7%	+4,3%
2024	+7,9%	+7,7%	+2,4%	+3,3%	+1,8%									

Past performance and volatilities do not predict future performance and volatilities and are not constant over time. This document constitutes neither an offer to sell nor investment advice. It is intended to provide summary information on the characteristics of the fund and its investment strategy. Before making any investment decision, it is advisable to refer to the regulatory documents of the UCITS fund. Marketing material.

MONTHLY REPORTING

March 2024

SRI RISK/RETURN PROFILE



> GENERAL INFORMATION

ISIN - IC share class	FR0013482759
Bloomberg code	FGINOV1 FP
NAV	1 339,00 €
Management fees	1,00%
Inception date	24/02/2020
ISIN - RC share class	FR0007075585
Bloomberg code	FGALAPI FP
NAV	200,12 €
Management fees	2,00%
Modification date	22/05/2017
Index*	STOXX Europe 600 NR
Subscription fees	2% max
Redemption fees	-
Ongoing charges (IC / RC)	1,10% / 2,10%
Performance fees	20% of the performance net of any fees above the index, performance positive or negative.

> RISK INDICATORS

	1 year	3 years	5 years
Volatility	14,0%	17,7%	17,1%
Volatility (index)	11,1%	13,9%	16,0%
Beta	1,08	1,05	0,97
Sharpe ratio	0,59	0,32	0,52
Tracking error	6,0%	7,9%	8,2%
Max drawdown	-13,1%	-28,7%	-32,8%

> PORTFOLIO MANAGERS COMMENTS



Damien Ledda
Portfolio Manager
CIO



Roni Michaly
Co-Portfolio Manager
CEO

In March, our European equity fund **Galilee Innovation Europe** (a selection of growth companies according to five drivers of innovation) continued its rebound, up +1.9% for the IC share class, against a rise of +4.0% for the STOXX Europe 600 NR index.

The slowdown in activity at **Accenture** has once again been confirmed in the early months of 2024 (as expected), however, it will be more pronounced than anticipated for the rest of the fiscal year. The company has logically lowered its growth outlook from +1% to +3%, compared to +2% to +5% previously, but also in terms of margins and profits. Faced with a gloomy economic environment, client companies operating in various sectors, particularly financial, are cutting costs, delaying and prioritizing further their projects. These disappointing results do not undermine our belief in the company's leadership position and its medium-term growth potential, especially in cybersecurity and AI as suggested by the good level of consulting reservations for the quarter, but patience will be required in the short term.

The Swiss pharmaceutical subcontracting group (CDMO) **Lonza Group** announced during the month the acquisition of a gigantic biological products site in the United States (California) from the neighboring laboratory Roche for an amount of 1.2 billion dollars. The company plans to invest 560 million dollars to modernize the site, specialized in the production of monoclonal antibodies aimed at producing a new generation of biological therapies. Strategically, the operation will allow Lonza to strengthen its presence in addition to the Portsmouth site and to quickly benefit from additional production capacity in anticipation of the future growth of its "Biologics" division. This also demonstrates a certain confidence in the underlying demand where the market could have had concerns in recent months. While the search for a new CEO (hopefully more durable) continues, the group has also provided investors with more visibility by now forecasting mid-term sales growth in a corridor of 12 to 15% per year, while margin targets remain unchanged.

On the side of the recent movements, we have significantly strengthened our position in the Spanish group **Amadeus IT**. The stock is currently suffering from fears that seem excessive to us regarding the disintermediation of distribution activities (GDS) as well as a rumor of acquisition, denied by the company. The valuation of the stock thus seems attractive to us at less than 11 times its 2025 EBITDA.

In terms of allocation by theme, the "**Demographic Changes**" pillar remains the most represented at the end of the period (29.9% of the assets), followed by the "**Digital and Robotic Revolution**" pillar (26.1% of the assets), two segments that we qualify as innovation pool within our investment universe composed of 250 European companies.

> ACTIVE MANAGEMENT METRICS

Profile	Metric	Value
Profile	Number of equity holdings	33
	Weight of top 10 holdings	44,9%
	Equity exposure rate	96,5%
	Cash	3,5%
Market cap	Active share	81,1%
	Average market cap	€83 bn
	Large caps (> €10 bn)	87,4%
	Mid caps (€2-10 bn)	9,1%
	Small caps (< €2 bn)	0,0%

> MONTHLY CONTRIBUTIONS

	Best on period	Contrib.	Weight
▲	NOVO NORDISK A/S	+0,35%	5,0%
▲	SYMRISE AG	+0,30%	0,3%
▲	ASTRAZENECA PLC	+0,28%	0,3%
	Worst on period	Contrib.	Weight
▼	INFINEON TECHNOLOGIES	-0,10%	2,2%
▼	DASSAULT SYSTEMES	-0,25%	4,8%
▼	ACCENTURE PLC	-0,39%	5,0%

> MAIN CHANGES TO HOLDINGS

In / Increased (+)	
AMADEUS IT (+)	Cons. Discretionary
Out / Decreased (-)	
ASTRAZENECA PLC (-)	Health Care
MONCLER SPA (-)	Cons. Discretionary

> TOP 10 HOLDINGS (%)

Our proprietary **Innovation Scorecard** model assigns each evaluated company a score from 1 to 10, representative of its innovation capacity. More than 30 qualitative and quantitative criteria are grouped into the following innovation drivers: Products, Processes, R&D, Digital and Marketing. The innovation scores of the main companies in the fund, ranked by portfolio weight, are indicated below for informational purposes.

	Company name	Thematic	Innovation	Score	Weight
1	ASML HOLDING NV	Digital and robotic revolution	Processes	9,1	6,5%
2	NOVO NORDISK A/S-B	Demographic changes	R&D intensity	9,2	5,3%
3	ACCENTURE PLC-CL A	Digital and robotic revolution	Digital	8,0	5,0%
4	DASSAULT SYSTEMES SE	Digital and robotic revolution	R&D intensity	9,0	4,6%
5	ASTRAZENECA PLC	Demographic changes	R&D intensity	9,1	4,5%
6	AIR LIQUIDE SA	Energetic transition	Processes	6,8	4,4%
7	MONCLER SPA	Emergence of middle classes	Marketing	6,2	3,7%
8	SAP SE	Digital and robotic revolution	Products/services	8,8	3,7%
9	SCHNEIDER ELECTRIC SE	Energetic transition	Products/services	8,6	3,6%
10	AMADEUS IT GROUP SA	Emergence of middle classes	R&D intensity	8,5	3,6%

> INVESTMENTS BREAKDOWN (%)

France	28,8%	Info. Technology	27,9%	EUR	67,5%
Germany	11,8%	Health Care	23,1%	SEK	10,2%
Italy	11,3%	Industrials	13,7%	CHF	6,7%
Ireland	8,8%	Cons. Discretionary	12,8%	DKK	5,3%
Netherlands	8,2%	Materials	9,0%	USD	5,0%
Switzerland	6,7%	Cons. Staples	4,5%	GBP	1,8%
Britain	6,3%	Energy	2,9%		
Sweden	5,7%	Financials	2,7%		
Denmark	5,3%				
Spain	3,6%				
Cash and other	3,5%	Cash and other	3,5%	Cash and other	3,5%

> THEMATIC BREAKDOWN

	Demographic changes	29,9%
	Digital and robotic revolution	26,1%
	Emergence of middle classes	21,9%
	New modes of consumption	10,7%
	Energetic transition	8,0%

> INNOVATION DRIVERS

	Products/services	23,0%
	Processes	20,8%
	R&D intensity	31,1%
	Digital	14,7%
	Marketing	6,8%

> FUND CHARACTERISTICS

Custodian	CIC Market Solutions
Type of share	Accumulation
Valuation frequency	Daily
Currency / French PEA	Euro / Yes
SFDR classification	Article 8
P/E forward 12m	26,9x
PEG	1,9x
Net debt/EBITDA	0,3x
Return on invested capital	23,1%
Sales growth (3Y-CAGR)	+8,9%
EPS growth (3Y-CAGR)	+14,1%

Data from Galilee Asset Management, custodian as of 28/03/2024. The information contained in this document is intended to provide information in a simplified manner. Annualized growth rate of revenues and earnings per share (EPS) of companies in the portfolio, estimated over the next three years. For more information on the risks and fees of the UCITS fund, please refer to the KIID, the prospectus or reach your usual contact.

> ANALYSIS METHODOLOGY: OUR ESG APPROACH

Galilee Innovation Europe fund integrates ESG (Environmental, Social and Governance) criteria into its management process using a "Best-in-Universe" approach. To this end, the management team relies on ratings provided by a recognized external service provider: Sustainalytics®. The ESG analysis is based on the companies' exposure to extra-financial risks as well as the quality of their risk management. Each company is thus rated on an absolute scale from 0 (low ESG risk) to 100 (high ESG risk).

The ESG quality of the portfolio is measured by a weighted average risk score that is lower than that of its investment universe, adjusted by 20% of the highest ESG risk ratings. The management team takes into account the ESG risk of companies in order to better understand the financial and societal implications of extra-financial topics, and thus select companies with full knowledge of the facts. The goal is to improve the ESG rating of the fund compared to that of its investment universe. The purpose of our approach is to ensure the fund's investments are made in a responsible and sustainable manner.

> ESG RISK ASSESSMENT (0 : low risk – 100 : high risk)



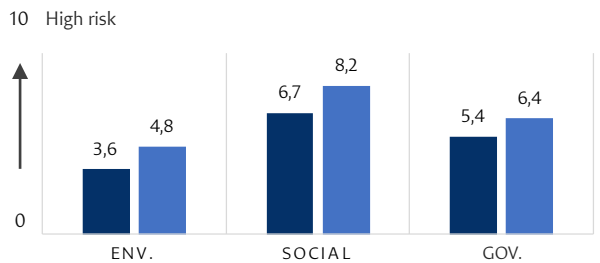
Data from Sustainalytics®, Galilee Asset Management.
Fund coverage rate: 100% - Universe coverage rate: 99%
Filtered universe: initial universe less 20% of highest ESG risk companies.
Initial universe: investment universe including 1,100 European companies.

> MAIN RATINGS OF THE PORTFOLIO HOLDINGS (Sustainalytics® data, scale from 0 to 100)

LOWEST ESG RISK

Company	Sector	Risk
ACCENTURE PLC-CL A	Info. Technology	9,8
ASML HOLDING NV	Info. Technology	10,1
MONCLER SPA	Cons. Discretionary	10,1
HALMA PLC	Info. Technology	10,4

> ESG PILLARS



HIGHEST ESG RISK

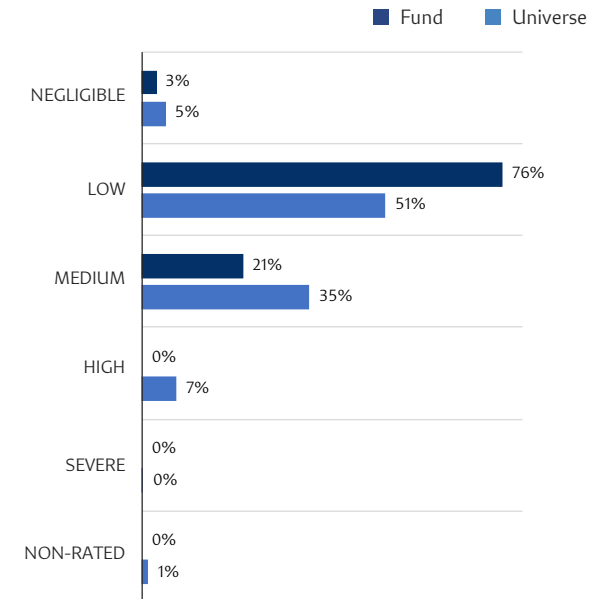
Company	Sector	Risk
FERRARI NV	Cons. Discretionary	25,0
KERRY GROUP PLC-A	Cons. Staples	24,6
BIOMERIEUX	Health Care	24,1
NOVO NORDISK A/S-B	Health Care	23,1

> ASSESSMENT OF CONTROVERSIES

Scale from 0 to 5. Companies subject to level 5 controversy are excluded from the investment universe. Data from Sustainalytics®.

Portfolio breakdown	Number	In %
Level 0 Negligible	7	21%
Level 1 Low	7	21%
Level 2 Medium	15	45%
Level 3 Significant	4	12%
Level 4 High	0	0%
Level 5 Severe	0	0%

> ESG RISK BREAKDOWN (% of holdings)

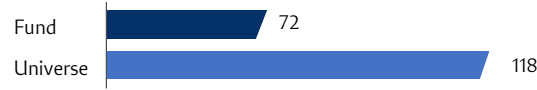


> CARBON FOOTPRINT (t GHG/M€ invested)



Fund coverage rate: 100%
 Universe coverage rate: 95%
 Direct and indirect carbon emissions from scope 1 and 2.
 Data from Sustainalytics®, Galilee Asset Management.

> CARBON INTENSITY (t GHG/M€ sales)

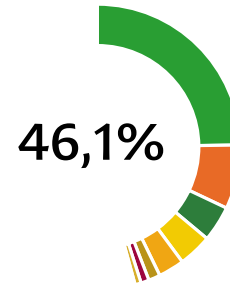


Fund coverage rate: 100%
 Universe coverage rate: 98%
 Direct and indirect carbon emissions from scope 1 and 2.
 Data from Sustainalytics®, Galilee Asset Management.

> UNITED NATIONS SDG EXPOSURE (% of sales)

The fund evaluates the alignment of the activities of the invested companies the **UN Sustainable Development Goals (SDGs)**.

The percentage of revenue contributions to the SDGs of each company is weighted by its weight in the portfolio. A company can be involved in several SDGs (see glossary below). Alignment with the SDGs is indicated for information purposes as part of this reporting.



1	0,0%	No poverty	10	0,0%	Reduced inequalities
2	0,7%	Zero hunger	11	2,9%	Sustainable cities and communities
3	24,6%	Good health and well-being	12	1,3%	Responsible consumption and production
4	0,0%	Quality education	13	4,0%	Climate action
5	0,0%	Gender equality	14	0,0%	Life below water
6	0,6%	Clean water and sanitation	15	0,0%	Life on land
7	3,8%	Affordable and clean energy	16	0,0%	Peace, justice and strong institutions
8	0,9%	Decent work and economic growth	17	0,0%	Partnerships for the goals
9	7,2%	Industry, innovation and infrastructure		53,9%	No exposure

> KEY INDICATORS

	Fund	Universe
R&D expenditures/sales	8,8%	4,8%
Coverage rate	85%	39%
Independent directors on the board	65,0%	65,8%
Coverage rate	91%	91%
Gender diversity on the board	43,4%	36,6%
Coverage rate	94%	97%
Workforce average annual growth	7,0%	4,3%
Coverage rate (3-year historical)	94%	12%
Signatory to the UN Global Compact	63,6%	61,5%
Coverage rate	70%	90%
Certified environmental policy	78,8%	85,4%
Coverage rate	79%	94%

Data from Sustainalytics®, Galilee Asset Management.

> PARTNERSHIP



Galilee Innovation Europe fund supports the organization **1% for the Planet** which works to resolve environmental problems. Through this partnership, the fund supports structures of general interest which act in the field of environmental protection by donating them 1% of the fund's annual revenue.

Extra-financial data from Sustainalytics®, Galilee Asset Management as of 28/03/2024. Marketing material.
 Past performance and volatility are not indicative of future performance and volatility and are not constant over time.
 The information relating to the companies mentioned in this document is intended simply to inform subscribers about investments made by the fund.

OUR VISION OF INNOVATION

Our proprietary **Innovation Scorecard** model assigns a score from 1 to 10 to each company evaluated by the management team, representing its innovation capacity. More than 30 qualitative and quantitative criteria are grouped across the following drivers of innovation: Products/services, Processes, R&D Intensity, Digital and Marketing.

> THE 5 DRIVERS OF INNOVATION



PRODUCTS/SERVICES

Stemming from incremental or disruptive innovations, new products and services boost organic growth and promote market share gains.



PROCESSES

Automation and industrial robotics are vectors of productivity gains and make it possible to optimize many manufacturing processes.



R&D INTENSITY

Research & Development spending contributes to erecting high barriers to entry as well as developing new growth drivers.



DIGITAL

Digital is a major vector of innovation thanks, in particular, to the digitization of traditional activities and the growing power of artificial intelligence.



MARKETING

Marketing innovation helps support the launch of new products, improve the customer experience and offer highly customizable services.

> INNOVATION SCORECARD, OUR DEDICATED MODEL

