

EDM Int. Inversion/Spanish Equity I EUR



Fund's Data

Category	Europe Equity Mid/Small Cap
Fund Size €	149.037.080 €
Morningstar Rating Overall	★★
Low Carbon Designation (ESG)	No
Morningstar ESG Risk Rating for Funds	★★★★★
Inception Date	21/03/2018
ISIN	LU1774745688

Historical Performance

Time Period: 01/04/2020 to 31/03/2025



Risk

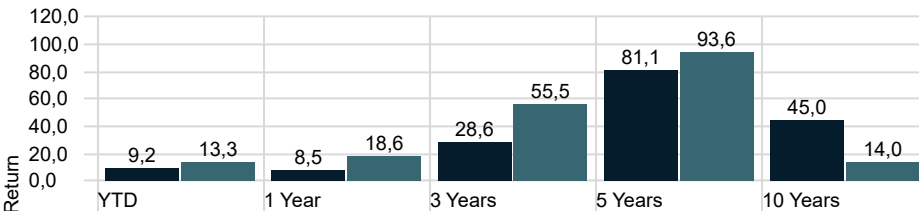
Time Period: 01/04/2022 to 31/03/2025

Volatility	15,03
Downside Deviation	6,52
Alpha	—
Beta	—
R2	—
Sharpe Ratio	—
Tracking Error	7,53

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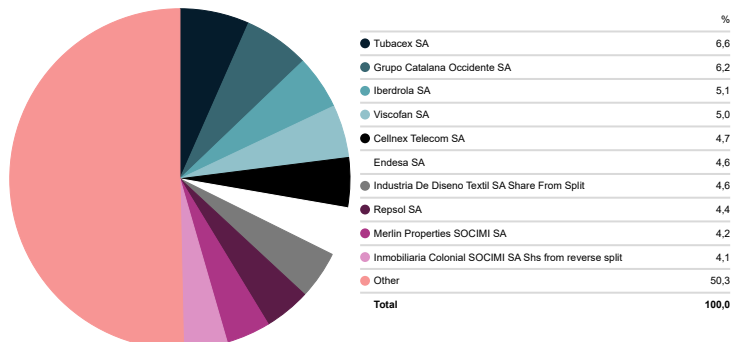
	YTD	2024	2023	2022	2021	2020
Return	9,16	4,02	18,09	-12,12	15,15	-9,79

Returns



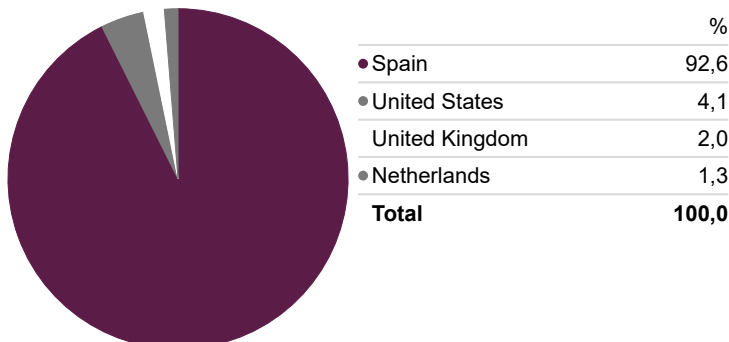
Top 10

Portfolio Date: 31/03/2025



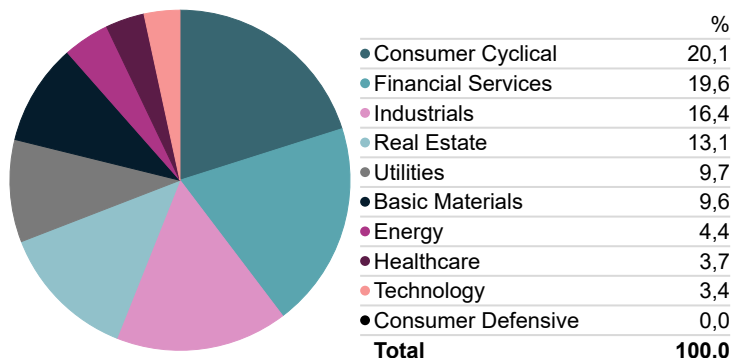
Country Exposure

Portfolio Date: 31/03/2025



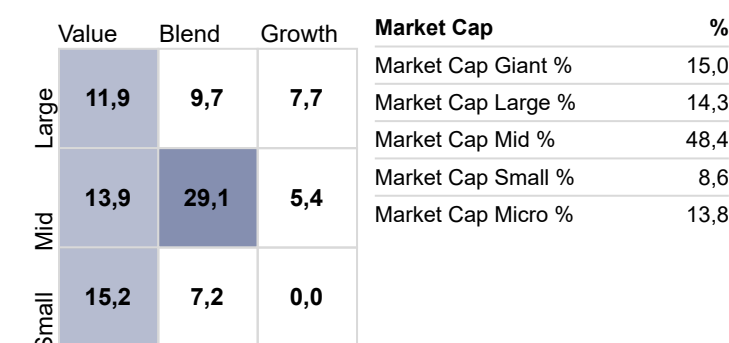
Equity Sectors

Portfolio Date: 31/03/2025



Morningstar Style Box-EDM Int. Inversion/Spanish Equity I EUR

Portfolio Date: 31/03/2025



Investment Strategy

The Sub-Fund is actively managed without replicating any benchmark. However, the Sub-Fund is managed with reference to the profitability of the General Index of the Madrid Stock Exchange "IGBM" to merely informative and comparative effects. A minimum of 75% of the Sub-Fund's total exposure and 90% of the equity will be equity listed in Spanish markets and assets from Spanish issuers listed in other markets, of mainly high capitalisation, without discarding those of low capitalisation. The possibility to invest in small-cap assets can negatively influence the Sub-Fund's liquidity.

Signatory of:



Fund's Manager comment EDM Inversion-Spanish Equity

In February, the banking sector experienced a bullish rally backed by the strong earnings releases for 2024, an appropriate interest rate environment for the banking business, the current absence of NPLs and a positive macroeconomic environment in Spain that fuels demand for credit after several years of declines. Santander and BBVA rose 25% and 16%, respectively, during the month. The Ibex 35 Net Return rose by 7.9% in February, of which 6 percentage points were due to the rise in the banking sector, with a weight accounting for around 33% of the index. In other words, the remaining members of the Ibex-35, 29 companies, with a weight of 67% in the index, only contributed 1.9% to its returns. During the same period, the Ibex MediumCap fell 0.1%.

EDM Investment Class L rose 2.3% during the month. The largest contributors to the fund were Santander, Tubacex, Bankinter, Repsol and Cellnex. The largest contributors to the index were Banco Santander, BBVA, Caixabank, Telefonica and Banco Sabadell.

The 2024 earnings releases for Spanish companies are concentrated in February Overall earnings results were slightly above expectations, with the exception of Rovi. Its 2024 results were below expectations, with EBITDA down 15% and net profit down 20% (previously announced to the market in a press release). However, the company maintained its guidance for 2025. The potential of its CDMO (injectables) division remains intact, with a strong supply-demand mismatch. The company is expanding capacity and is expected to announce several major contracts this year. On 25 March it will hold an Investor's Day where it will provide guidance for the coming quarters.

Cellnex grew by more than 10% in operating profit and 16% in cash generation. The company is beginning to reward shareholders, and implementing a share buyback of EUR 800M (3.5% of its capitalisation) following its divestments in Ireland and Austria. It is expected to grow at around 9% per year in organic cash generation until 2027 and we expect further divestments to improve shareholder returns.

GCO (Grupo Catalana Occidente) increased its net profit by 12.9% in 2024, underpinned by strong technical and financial results. Credit insurance performed very well, with a sequential quarter-on-quarter improvement in premiums earned and control of the claims rate that remains below historical averages. The company has excess capital of around EUR 1.7 billion (35% of its capitalisation), which it is accumulating to carry out corporate transactions. It trades at a PER 25, 7.3x below the European sector average of 12x and its direct competitors (Mapfre 8.8x, LDA 16x, Coface (credit) 9.2x).

Past performance is no guarantee for the future. This document does not constitute an offer or recommendation to acquire or sell, or to perform any other transaction. No information contained in this report should be interpreted as advice or guidance, but rather should be regarded as the opinions of the Management Company, which may change. Investment or divestment decisions regarding the Fund should be taken by the investor in accordance with any legislation in force at any given time. The return obtained in the past is not a guarantee of future return. Investments in the Funds are subject to market fluctuations and other risks inherent to investment in securities, whereby the acquisition value of the Fund and the return obtained may undergo changes, upwards or downwards, which may not allow an investor to recover the amount initially invested. Fluctuations in currency rates may also increase and decrease the Fund's return.