

# SG IS FUND - EURO CREDIT

## Monthly Factsheet

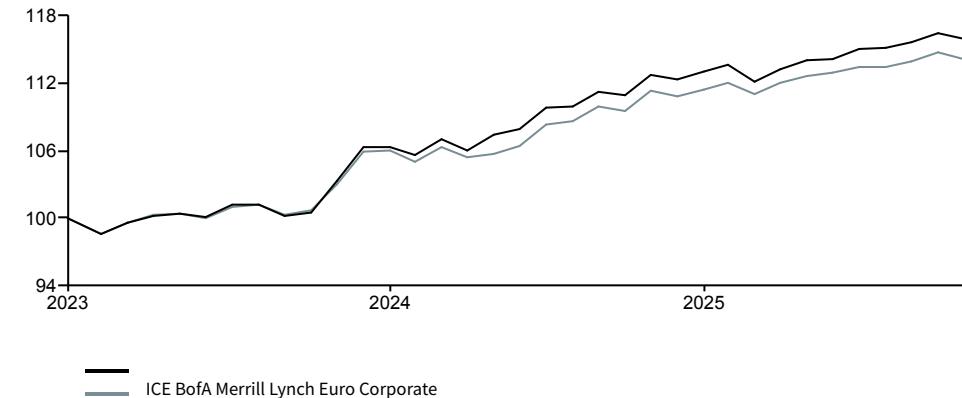
### INVESTMENT OBJECTIVE

Over the recommended investment period of more than 5 years, the Sub-Fund's objective is to outperform the ICE BofA Euro Corporate Index (ER00 Index) by investing in international fixed income and credit markets. The Sub-Fund is managed on a discretionary basis. Investment decisions incorporate both financial and non-financial criteria. Environmental, social and corporate governance (ESG) criteria are taken into account when selecting securities, in order to assess the ability of governments to transform sustainable development issues into performance drivers.

### PERFORMANCE

*Past performance should not be seen as an indication of future performance.*

#### PERFORMANCE GRAPH (base 100)



### RETURN

Cumulative	1 month	3 months	Year-to-date	1 year	3 years *	5 years *	Launch*
<b>Fund</b>	-0.10%	0.22%	3.12%	3.12%	-	-	5.09%
<b>Benchmark**</b>	-	-	-	-	-	-	-
<b>Gap</b>	-	-	-	-	-	-	-
Calendar Year		2025	2024	2023	2022	2021	
<b>Fund</b>	3.12%		5.67%	-	-	-	
<b>Benchmark**</b>	-		4.67%	-	-	-	
<b>Gap</b>	-		1.00%	-	-	-	

\*\*ICE BofA Merrill Lynch Euro Corporate

Source : Société Générale Investment Solutions (Europe)

### RISK & VOLATILITY MEASURES

	Volatility			Beta	Sharpe Ratio
	1 year	3 years *	5 years *		
<b>Fund</b>	2.21%	-	-	-	-
<b>Benchmark**</b>	-	-	-	-	-

Source : Société Générale Investment Solutions (Europe)

DECEMBER 2025

SHARE CLASS RETAIL DIST. EUR

LU3099757406

Synthetic Risk Indicator (SRI) <sup>(1)</sup>



Less risky

Lower potential yield

More risky

More potential yield

SFDR

Article 8

Minimum Sustainable Investment

30%

Morningstar category

EUR Corporate Bond

Recommended investment horizon

5 years

Fund assets

EUR 803.46 M

NAV

EUR 1116.60

Fund base currency

EUR

Share class currency

EUR

Inception date

25/11/2025

Legal Form

UCITS Luxembourg SICAV

Management Company

Société Générale Investment Solutions (France)

Valuation / Subscriptions / Redemptions

Daily

Minimum subscription

1 share

Other share classes

One Off Costs

Entry Costs	5.00%
Exit Costs	0.00%

Ongoing Costs

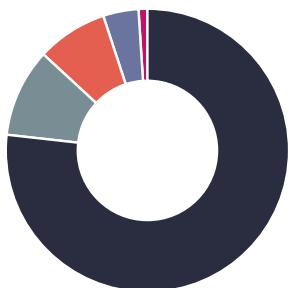
Other Costs	1.00%
Transaction Costs	0.15%

(1) Risk scale from 1 (lowest risk) to 7 (highest risk), the lowest category does not mean a risk-free investment. The risk and reward category shown is not guaranteed to remain unchanged and that the categorisation of the Sub-Fund may shift over time. The prospectus, the KIID (Key Investor Information Document) and annual reports of the Fund are available at <https://investmentsolutions.societegenerale.lu/en/> and on request at the registered office of SG IS Fund, of the Management Company or of the Custodian Bank.

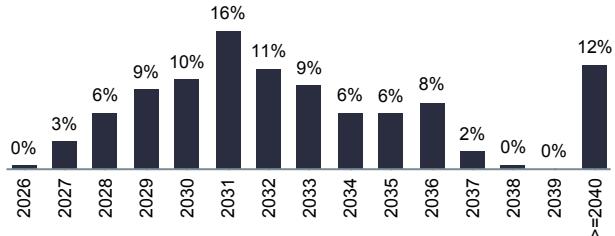
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## Financial Criteria

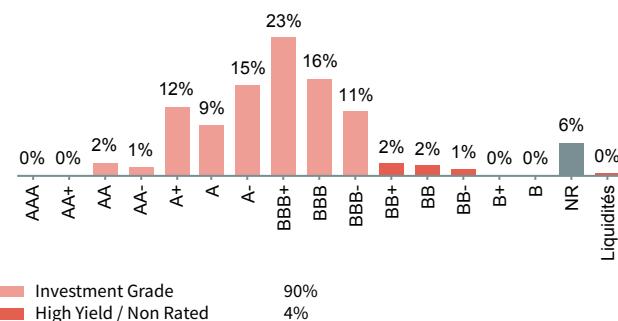
### REGIONAL BREAKDOWN



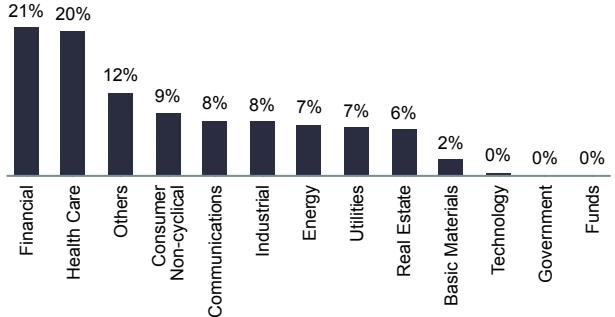
### MATURITY BREAKDOWN



### RATING BREAKDOWN



### SECTOR BREAKDOWN



### PORTFOLIO STATISTICS

Yield to Convention	3.5%
Mod. Duration	4.51
Average maturity (in years)	5.80
Average rating	A-
Average weight	0.5%
Number of issuers	164

### LAST MOVES IN THE PORTFOLIO

Name	Weight	Date	Operation
ABNANV 4 3/8 07/16/36	0.5%	29/12/2025	Sell
ABNANV 3 09/22/32	0.5%	29/12/2025	Buy
DXC 4 1/4 12/09/30	0.4%	22/12/2025	Buy
SCRSBE 4 1/4 05/25/32	0.4%	15/12/2025	Buy
KPN 0 7/8 12/14/32	0.0%	15/12/2025	Sell
TD 3.631 12/13/29	0.0%	15/12/2025	Sell
BFT AUREUS ISR - C	0.7%	15/12/2025	Sell
PUPRIN 4 3/8 10/01/32	0.4%	15/12/2025	Buy
WEPAHY 4 1/2 11/30/32	0.2%	15/12/2025	Buy
DBR 2 1/2 01/04/21	2.0%	12-09-2025	Sell

Source: Société Générale Investment Solutions (Europe) as at 31/12/2025.

Actual weighting and investment allocations are subject to change on an ongoing basis and may not be exactly as shown. Investors should understand the different asset classes which make up the strategy as they have different risk characteristics. Investments may be subject to market fluctuations and the price and value of investments and the income derived from them can go down as well as up. Your capital may be at risk and you may not get back the amount you invest. The tax benefits and liabilities will depend on individual circumstances and may change in the future.

## Extra-Financial Criteria

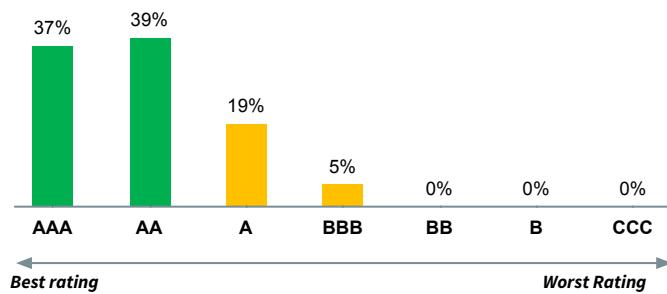
### ESG INDICATORS

ESG Quality Score	8.1
Rating coverage	84.99%
ESG Median Rating	AA
Average Controversy Rating	5.9
Rating coverage	90.71%
Carbon Footprint (tons of CO2/Million invested)	73.3
MSCI Coverage	88.37%



One tonne of CO<sub>2</sub> is approximately a round trip from Paris to New York

### ESG RATING DISTRIBUTION



### CONTROVERSY FLAG DISTRIBUTION



● Green Flag	61%
● Yellow Flag	23%
● Orange Flag	16%
● Red Flag	0%

### IMPACT INDICATORS



Companies with carbon emission reduction initiatives

**38%**

Universe: -%

MSCI coverage (Funds/universe) 85.0%/-%



Board gender diversity

**40%**

Universe: -%

MSCI coverage (Funds/universe) 89.0%/-%

### SUSTAINABILITY INDICATORS

Sustainable investments according to SFDR (%)	71
Engagement	50%
Taxonomy (%)	11

### BUSINESS INVOLVEMENT DISTRIBUTION

For more information, please refer to the prospectus.

Sectors	% of portfolio revenues
Gambling	0.01%
Civilians arms	0.14%
Oil and gas	0.00%
Tobacco	0.02%
Genetically modified organisms (GMOs)	0.00%

### TOP 3 SUSTAINABLE IMPACT CONTRIBUTORS

	Sustainable revenues (€ mln)	% of sustainable revenues
UNIBAIL-RODAMCO-WESTFIELD SE	42.3	85%
CTP N.V.	41.2	82%
MERLIN Properties SOCIMI, S.A.	40.1	94%

Source: Société Générale Investment Solutions (Europe), Bloomberg, MSCI ESG



Companies with a policy to address deforestation

**78%**

Universe: -%

MSCI coverage (Funds/universe) 87.0%/-%



Violations of UN Global Compact principles and OECD Guidelines

**0%**

Universe: -%

MSCI coverage (Funds/universe) 94.0%/-%

## MANAGEMENT COMMENTARY

The SG IS - Euro Credit fund posted a net performance of +3.12% in 2025, mainly supported by credit spread compression, our diversification into High Yield securities, and a solid sector allocation.

In the fourth quarter, in the euro area, the ECB maintained a cautious stance throughout the period, keeping rates unchanged and continuing to reduce its balance sheet. Economic activity showed resilience, and inflation stabilized around 2%, in line with the target. Growth projections were slightly revised upward for 2026-2027. This environment was favorable for European credit, which saw spreads tighten at year-end. The iTraxx index fell from 53 to 51 basis points, and the Xover from 256 to 244 basis points, a low point since January 2022. In this context, High Yield corporate bonds, representing about 5% of the fund, delivered the strongest performance among fixed-income sub-classes: +1.08%. The tightening of subordinated spreads also strongly supported overall performance. However, the historically tight levels led us to gradually reduce our exposure to this asset class.

Furthermore, the fund benefited from the reconstitution of the term premium by seeking securities further along the curve, offering a higher carry level. Nevertheless, the average interest rate sensitivity during the fourth quarter remained below that of the benchmark—by about 10 basis points—thanks to hedges implemented. A tactical positioning that contributed positively to performance over the period.

At year-end, the portfolio posted a conventional yield of 3.53%, a duration of 4.46 including hedges, and an average rating of BBB. The sector mix favored industrials (13%) and utilities (10%), a strategic positioning to benefit from the German stimulus plan launched in early 2025.

# **GLOSSARY and DISCLAIMER**

## **SFDR (Sustainable Finance Disclosure Regulation)**

Regulation (EU) 2019/2088 of the European Parliament and of the Council of 27 November 2019 on sustainability disclosures in the financial services industry (the so-called SFDR Regulation or Disclosure Regulation).

## **TAXONOMY**

Regulation (EU) 2020/852 of the European Parliament and of the Council of 18 June 2002 (known as the Taxonomy Regulation) establishes a framework to facilitate sustainable investment and amends Regulation (EU) 2019/2088.

## **ESG RATING**

**MSCI ESG Ratings aim to measure a company's resilience to long-term, financially relevant ESG risks (Environment, Social et Gouvernance).** For each company a Weighted Average Key Issue Score is calculated based on the underlying Key Issue scores and weights. To arrive at a final letter rating, this score is normalized by industry. **The Industry Adjusted Score corresponds to a rating between AAA and CCC.** These assessments of company performance are not absolute but are explicitly intended to be relative to the standards and performance of a company's industry peers.

\*The ESG quality score of the universe is adjusted for the 20% lowest ESG scores.

Letter Rating	CCC	B	BB	BBB	A	AA	AAA
Score	0 - 1.4	1.4-2.9	2.9-4.3	4.3-5.7	5.7-7.1	7.1-8.6	8.6-10

## **CARBON FOOTPRINT**

As key climate change indicators, Greenhouse gas emissions (GHG) are classified as per the Greenhouse Gas Protocol and are grouped in three categories:

- **Scope 1 - Direct scope:** GHG emissions are those directly occurring from sources that are owned or controlled by the institution.
- **Scope 2 - Indirect scope:** GHG emissions are indirect emissions generated in the electricity production consumed by the institution.
- **Scope 3 - Indirect scope:** GHG emissions are all the other indirect emissions that are consequences of the institution's activities, but that occur from sources not owned and controlled by the institution.

The fund uses MSCI data who are based on declarative or estimated figures from companies. It aims to take into account the GHG emissions of Scope 1 and 2, produced by the companies held in the portfolio. GHG emissions are compared to the sales of each company and adjusted with the security weight in the portfolio. Emissions are expressed in carbon dioxide equivalent (CO2e).

## **SUSTAINABLE IMPACT REVENUES**

Revenue exposure to Sustainable Impact Solutions reflects the extent to which company revenue is exposed to products and services that help solve the world's major social and environmental challenges. It is calculated as a weighted average, using portfolio or index weights and each issuer's percent of revenue generated from Sustainable Impact Solutions. To be eligible to contribute, an issuer must maintain minimum ESG standards.

## **COVERAGE MSCI**

The ESG MSCI rating does not cover all issuers, so it is important to display the coverage ratio to understand the rating. On this document, the rating coverage is displayed as a percentage (%), i.e. the percentage of covered securities on the entire portfolio.

# **DISCLAIMER**

The content of this document should not be interpreted as an investment service or as investment advice, and under no circumstances is it to be used or considered as an offer or incentive to purchase or sell a particular product. The content is intended for information purposes only and to provide investors with the relevant reference information for any investment decisions. It has no regard to the specific financial objectives of any individual investor, nor may it be construed as legal, accounting or tax advice. Past performance is no indication of future results. Similarly, the present document is not intended as an incentive, offer or solicitation to invest in the asset categories listed herein. Investors are warned that the placing of stock market orders requires a perfect understanding of the markets and their governing legislation. Before investing, they must be aware that certain markets may be subject to rapid fluctuations and are speculative or lacking in liquidity. Accordingly, certain assets or categories of assets listed in the present document may not be appropriate for investors. In certain cases, investments may even bear an indeterminate high risk of loss that exceeds the initial investment made. Investors are therefore urged to seek the advice of their financial advisor or intermediary in order to assess the particular nature of an investment and the risks involved and its compatibility with their individual investment profile and objectives.

For Swiss investors: the Sub-Fund has been authorised for public sale by the Commission de Surveillance du Secteur Financier in Luxembourg and for public offering in Switzerland by the Swiss Financial Market Supervisory Authority (shortly 'FINMA'). The prospectus, the KIID (Key Investor Information Document) and annual reports of the Fund are available on the website [www.fundinfo.com](http://www.fundinfo.com) and can be obtained from our Representative and Paying Agent in Switzerland : Société Générale, Paris, succursale de Zurich, Talacker 50, Case postale 1928, 8021 Zurich.

## **CONTROVERSY**

An ESG Controversy may be defined as an incident or ongoing situation in which a company faces allegations of negatively impacting stakeholders (i.e.: workers, communities, the environment, shareholders, or society at large), via some type of wrongdoing across several ESG indicators. The aim of ESG Controversies research is to assess the severity of the negative impact of each situation, rather than the extent of negative press attention or public opprobrium.

For each issuer, the ESG rating comes along with a Controversy flag which reflects the lowest flag among analyzed key indicators.

Green flag: the company is not involved in major recent controversies

Yellow flag: in recent moderate-to-severe level controversies

Orange flag: one or more recent severe structural controversies that are ongoing

Red flag: one or more recent very severe controversies

**Controversy flag translates also into controversy score:**

Red 0 - Orange 1 - Yellow 2 to 4 - Green 5 to 10

## **COMPANIES WITH CARBON EMISSION REDUCTION INITIATIVES**

Companies with carbon emission reduction initiatives provide companies with a clearly defined pathway to future-proof growth by specifying how much and how quickly they need to reduce their greenhouse gas emissions. Targets adopted by companies to reduce greenhouse gas (GHG) emissions are considered "science-based" if they are in line with the goals of the Paris Agreement -to limit global warming to well-below 2°C above pre-industrial levels and pursue efforts to limit warming to 1.5°C.

\* Source : Science Based Target Initiative.

## **IMPACT INDICATORS**

The impact indicators allow us to report on the environmental, social and governmental commitment of our investments in a relevant and sustainable manner. The four indicators displayed are not an exhaustive list, but were chosen by the management company.

Board Gender diversity: This figure represents the percentage of women on the board of directors of companies.

Company with a policy to address deforestation: Share of investment in companies with a policy of combating deforestation.

## **VIOLATIONS OF UN GLOBAL COMPACT PRINCIPLES AND OECD GUIDELINES**

The United Nations Global Compact and the OECD Guidelines encourage ethical and responsible business behaviour by addressing issues such as human rights, labour, the environment and anti-corruption.

## **ESG LUXFLAG LABEL**

LuxFLAG is an independent, non-profit, international association created in Luxembourg in July 2006. The objective of the LuxFLAG ESG Label is to reassure investors that the labelled funds actually incorporate ESG (Environmental, Social and Governance) criteria throughout the entire investment process.