ING Aria - Lion Conservative (R Cap)

A sub-fund of ING Aria, a Luxembourg-based open ended investment company (SICAV) without maturity date subject to European regulations and managed by ING Solutions Investment Management S.A.

Factsheet 02/2024
Marketing communication

Key information

ISIN	LU1014948290
NAV	89.01
Currency	EUR
Entry costs	max. 5%
Exit costs	None
Management fees and other administrative or operating costs	1.89%
Transaction costs	0.15%
Swing Pricing****	Yes
Withholding tax**	None
TOB*** (sales)	1.32% max. 4000 EUR

** For more information on the withholding tax, please refer to the "Practical Information" section.

*** Only applicable to capitalisation classes. For more information, please refer to the "Practical Information" section.

Fund facts

Volatility****	3.52%
Duration****	5.44
Yield to Maturity****	3.65%
Sharpe ratio****	0.02

**** For definitions, see the section "Some definitions".

Objectives*

Management company:

ING Solutions Investment Management S.A. (Management company under Luxembourg law)

Investment Objective:

The objective of the sub-fund is to seek exposure to bonds and money market instruments primarily via open-ended UCITS/UCIs mainly domiciled in member states of the European Union.

Investment Policy:

The aim of the sub-fund is to provide steady growth of invested capital while seeking performance linked primarily to bonds and money market instruments. The purpose of the sub-fund is limited to passive investment.

ESG considerations**:**

The investment approach of the sub-fund considers ESG factors in the portfolio selection and management in order to generate long-term competitive financial returns and positive societal impact (Article 8 SFDR).

Benchmark:

The sub-fund is actively managed and is not constrained by a benchmark index.

Trading and cut-off time:

Investors may request redemptions of shares daily in line with the relevant section of the Fund's prospectus.

Distribution Policy:

Capitalisation shares do not distribute dividends, all income is reinvested.

Additional Information:

Depositary: CACEIS Bank, Luxembourg Branch.
The latest prospectus and periodic regulatory documents drawn up for the entire Fund are available free of charge in English from the Management Company, ING Solutions Investment Management S.A., 26, Place de la Gare, L-1616 Luxembourg or on the website https://www.ing-isim.lu. The net asset value is available on request from the Management Company. Investors may convert their shares of any class of one sub-fund of the Fund into shares of another class of that sub-fund or a different sub-fund subject to the provisions of the prospectus.

* This is the content mentioned in the key information document. The capital and/or returns is/are not protected or guaranteed. **The promoted investment concerns the acquisition of units or shares in a fund, not in an underlying asset.**

Performances*

Evolution of the NAV since 02/2019

Source: ING Solutions Investment Management S.A., 2024

* Past performance does not predict future returns.

ING Solutions Investment Management

Performances net of all costs*

EUR	2023	2022	2021	2020	2019
Annualised return	5.5%	-15.9%	-3.0%	2.0%	4.3%

EUR	February	YTD**
Cumulative return	-0.9%	-1.4%

EUR	1Y	3Y	5Y	Since Launch***
Actuarial return	3.8%	-4.7%	-2.3%	-1.2%

Source: ING Solutions Investment Management S.A., 2024

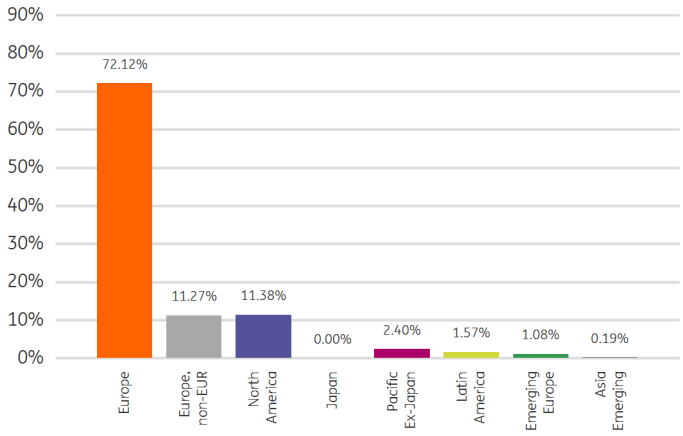
* Past performance does not predict future returns. For distribution classes, the return shown reflect the assumption that dividends have been reinvested.

** Year to Date, net performance since 1st January.

*** The share class was launched in 10/2014.

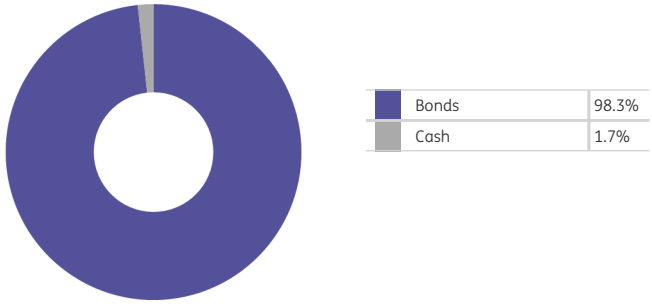
Portfolio

Regional exposure



Source: ING Solutions Investment Management S.A., 2024

Asset allocation %



Source: ING Solutions Investment Management S.A., 2024

Top positions in the Sub-Fund*

Top 10 positions	Currency	Weight
1. Amundi Index Solutions - Amundi Index JP Morgan EMU Govies IG I14E-C	EUR	12.72%
2. SISF Sust. Euro Credit C EUR Cap	EUR	9.25%
3. Ostrum Souverains Euro IC	EUR	9.23%
4. Loomis Sayles Sustainable Euro Credit Fund	EUR	9.21%
5. Goldman Sachs Euro Sustainable Credit - Z Cap EUR	EUR	9.16%
6. Amundi Index Euro Corporate SRI - UCITS ETF DR (C)	EUR	9.14%
7. BlackRock Strategic Funds - ESG Euro Bond Fund X2 EUR	EUR	8.33%
8. Amundi Euro Highest Rated Macro-Weighted Government Bond UCITS ETF Acc	EUR	7.64%
9. Mirova Euro Green And Sustainable Bond Fund SI/A (EUR)	EUR	5.09%
10. Candriam Sustainable Bond Global High Yield V EUR Acc	EUR	5.09%

Source: ING Solutions Investment Management S.A., 2024

* The underlying UCIs of the portfolio may not be registered in Belgium. Please consult an investment advisor for this purpose.

Portfolio comment

The European equity market closed out the month of February in positive territory with the STOXX 600 up 1.84% following on strong earnings reported for Q4 and FY23. The S&P 500 set a new record, breaking through the 5,000 point level during the month. The Nasdaq 100 also set a record, moving above the 18,000 point level. The CAC 40 (+3.54% over the month) reached an all-time high of 7,927.4 points. In Japan, the Nikkei 225 hit an all-time high of 39,166.2 points, bringing the rise since the beginning of the year to +17.0%.
On the central banks side, Christine Lagarde indicated that the signs of a slowdown in wage growth seen in the fourth quarter in the euro area were encouraging but not yet sufficient to give the ECB confidence that inflation would return to its target range. Jerome Powell said it was unlikely the Fed would cut its rates in March. The BoK left its base rate unchanged at +3.5% as expected. The BoK governor cut short speculation about an early cut.
On the economic front, the European Commission lowered its growth forecasts for 2024 and is now only expecting growth of +0.9% for the EU and +0.8% for the euro area (vs. 1.2%). Prices are expected to rise by just +2.7% in the euro area this year. In Germany, GDP contracted by -0.3% in Q4 2023 compared to the previous three months. The UK recorded a surprise drop in consumer confidence, the first drop in 4 months to -21 compared with a consensus of -18. In the United States, resilience remains the order of the day. The PCE consumer price index rose by +0.3% in January compared to an increase of +0.1% (revised) in December.
We did not make any changes last month.

Risks*

Risk Indicator

Lower risk 1 **2** 3 4 5 6 7 Higher risk

The risk indicator assumes you keep the product for 1 year. The actual risk can vary significantly if you cashin at an early stage and you may get back less.

The summary risk indicator is a guide to the level of risk of this product compared to other products.

Credit risk

The Sub-Fund invests in bonds, cash or other money market instruments. There is a risk that the issuer may default. The likelihood of this happening will depend on the credit-worthiness of the issuer. The risk of default is usually greatest with bonds that are rated as sub-investment grade.

Financial, economic and political risks

Financial instruments are impacted by various factors, of which, without being exhaustive, the economic development of issuers who are themselves affected by the general world economic situation as well as economic and political conditions prevailing in each country.

Interest rate risk

An increase in interest rates may cause the value of fixed-income securities held by the Sub-Fund to decline. Bond prices and yields have an inverse relationship, when the price of a bond falls the yield rises.

ESG risk

An environmental, social or governance (ESG) event or situation that, if it occurs, could have a material adverse effect, actual or potential, on the value of one or more investments held by the Fund.

Currency risk

The Sub-Fund invests in overseas markets. It can be affected by changes in exchange rates which may cause the value of your investment to decrease or increase.

* Please refer to the Fund's prospectus for a full list of risks which can affect the overall fund value.

Some definitions

- **ESG:** ESG stands for Environmental, Social and Governance.
- **Swing Price:** To limit the liquidity risk and protect all existing investors against the costs incurred by subscriptions and redemptions, the Fund can choose to apply a protection mechanism called “Swing Pricing”. Swing Pricing aims to counter the negative impact (on the NAV) caused by inflows and outflows by automatically adjusting the NAV upward or downward using a predetermined percentage (the «Swing Factor») in the cases where these net inflows or outflows exceed the predefined levels (the "threshold(s)").
- **Volatility:** The extent of variability (standard deviation) of the evolution of the Net Asset Value (NAV).
- **Duration:** Measures the sensitivity of bonds to interest rates, calculated using the weighted average method. The longer the remaining period, the more volatile the bond prices are and react to a change in interest rates, the longer the duration. The term takes into account the coupon rate, the coupon dates, the maturity date and the redemption price of the bond. It indicates the average duration needed to collect all income (coupon yields and capital) from a bond.
- **Yield to Maturity:** A calculation method for the yield of the bond portion of the fund, expressed gross as a percentage.
- **Sharpe Ratio:** This figure makes it possible to compare the results of funds or sub-funds. The higher the ratio, the greater the potential for additional return at a certain risk. The Sharpe ratio reflects the higher yield than the risk-free return per unit of risk incurred. Risk-free return is the return that an investor can expect from a risk-free investment.
- **Emerging Markets:** An emerging market is a country whose gross domestic product is lower than that of a developed country. It is within developing countries that emerging countries have emerged. China, India and Indonesia, as well as the countries of Latin America such as Brazil and Argentina are regularly associated with this category.

Practical information

1. The elements contained in this document have been prepared solely for the purpose of information and do not constitute an offer or a solicitation or any invitation to treat, buy or sell any investment referred to herein or to participate in any trading strategy.
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4. The fund is a sub-fund of ING Aria, an open-ended investment company (SICAV) governed by Luxembourg law and subject to European regulations. The SICAV is duly authorized by the Commission de Surveillance du Secteur Financier (CSSF) in Luxembourg.
5. For more detailed information about the investment fund, please refer to the prospectus and the Key Information Document (KID). In relation to the investment fund mentioned in this document a KID has been published containing all necessary information about the product, the costs and the risks which may occur. Do not take unnecessary risk. Read the KID. The information in this document is not intended to solicit sales of investments or subscription of securities in countries where this is prohibited by the relevant authorities or legislation. Read the prospectus before investing. The information contained in this document shall neither be considered as an individual investment advice nor as a fiscal or legal advice. This document has been prepared with due care and diligence. No rights can be derived from the information in this document. For obtaining more specific advice, please ask your investment advisor. The latest prospectus and the latest periodical regulatory documents, as well as all other practical information, are available in English free of charge from the Management Company ING Solutions Investment Management S.A., 26, Place de la Gare, L-1616 Luxembourg or on the website www.ing-isim.lu.
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