

Fund objective

The fund objective is to participate in the development of international bond markets. The fund may invest in developed and emerging markets, including in local currencies. The management style is pragmatic with high convictions, with regional, segment or sector bias. The fund may invest in government bonds, investment grade or high-yield rated debts. The fund may have up to 20% out of its reference currency on developed markets and 10% on emerging ones. The performance objective is to outperform

Fund review

August was marked by new annual low points on nominal yields: the US 10-year reached 1.18% and the German 10-year -0.50%. And what about real yields: The US 10-year real yield has hit a new low since the inflation-linked bonds launch at -1.20%. These levels can be explained on one hand by a decline in leading indicators, but above all, by the preponderance of central banks purchases. The Jackson Hole Symposium confirmed that the Fed is expected to reduce its asset purchases by year-end, without giving further details. Long-end yields ended the month higher. The credit market, for its part, was very calm. The flow of new issues has interrupted. Spreads are approaching levels that prevailed before the covid crisis. The exception remains the Asian market, which is bearing the brunt of the consequences of the Chinese real estate market adjustments.

We reduced the duration around 1.25% on the 10-year US and maintain our defensive bias, as well as our exposure to inflation-indexed.

Over the year, the ISATIS Flexible Bond EUR fund is up +1.27% against a decline of -0.96% for the Bloomberg Barclays Global Aggregate hedged in EUR. The outperformance stands at 223 bps.

Rolling performance

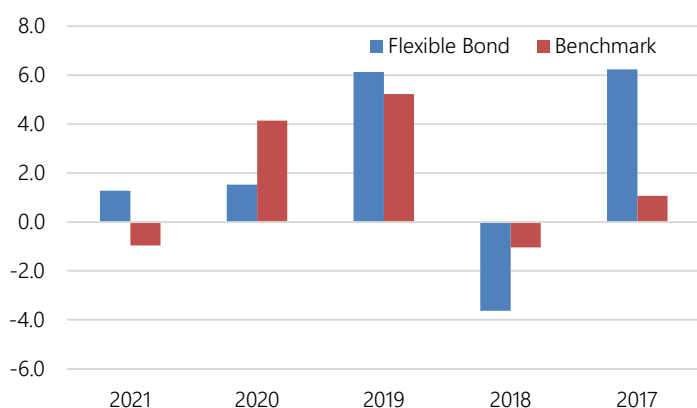
Rolling performance (%)

	1 month	YtD	1 year	3 year ann.	5 year ann.
Flexible Bond	0.36	1.27	0.01	1.51	1.52
Benchmark	-0.26	-0.96	-0.14	0.62	1.70

Annual performance (%)

	2021	2020	2019	2018	2017
Flexible Bond	1.27	1.52	6.13	-3.63	6.24
Benchmark	-0.96	4.14	5.23	-1.04	1.06

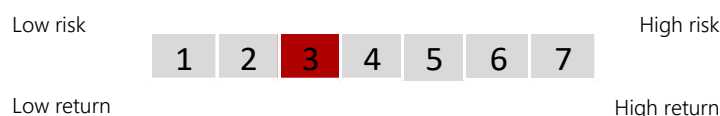
Relative performance (%)



Before December 31st, 2015, « absolute return » approach without benchmark. Since December 31st, 2015, high conviction relative management, benchmark Barclays Global Aggregate hedged in EUR. Before July 11th, 2017 incorporated in the IGNI SICAV, then transferred into the ISATIS SICAV.

Main characteristics

Asset under management (€)	35 687 790
NAV (€)	10 953.36
Benchmark	Bloomberg Barclays Global Aggregate hedged EUR
Launch date	24.06.2015
Share class	Accumulation
Management company	Fuchs Asset Management SA
Advisor	Heravest SA
Asset manager	Fuchs & Associés Finance SA
Custodian bank	Banque de Luxembourg
Calculating agent	European Fund Administration
Investment horizon	3 years
Main currency	EUR
Other currencies	USD, CHF
Management fees	0.65%
Liquidity	Daily

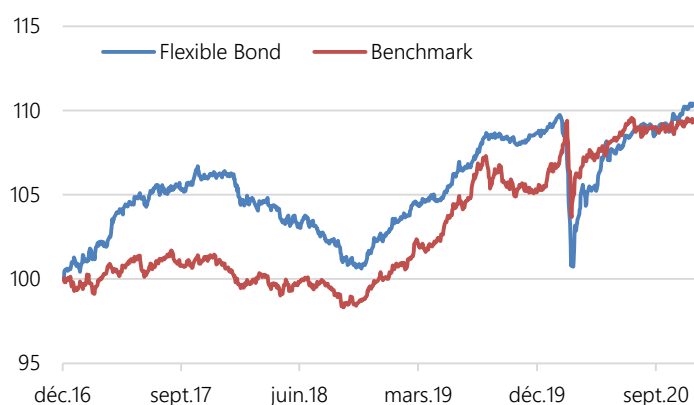


Risk indicators

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Volatility (%)	0.99	0.99	0.99
Alpha	0.05	0.02	0.03
Beta	-0.10	0.68	0.59
Sharpe ratio	2.24	0.91	0.78
Tracking error (%)	2.68	3.21	3.11
Max Drawdown (%)	-0.83	-8.21	-8.21
Recovery (yr)	0.26	0.45	0.45

Source : Bloomberg

Performance (30.12.16)



Fund structure

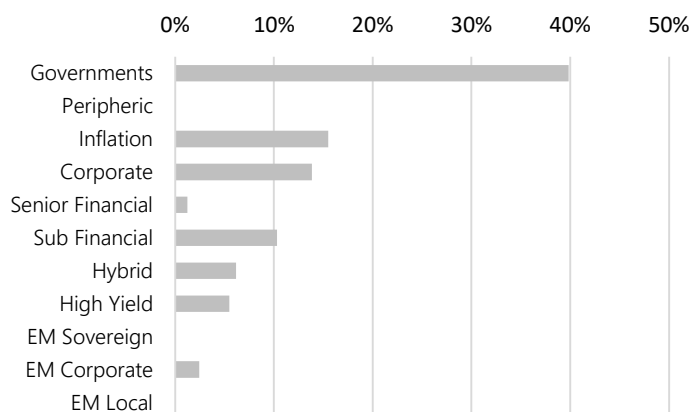
Main holdings

Bonds	Weight	Country	Rating
US Treasury 0.5% 28/2/2026	7.4%	US	AAA
US Treasury 2.75% 15/2/2028	6.3%	US	AAA
US TIPS 0.75% 15/7/2028	6.2%	US	AAA
US TIPS 0.375% 15/1/2027	5.9%	US	AAA
US Treasury 2.25% 15/11/2027	5.8%	US	AAA
Cash	5.1%	GE	AAA
Hong Kong 1.375% 2/2/2031	4.9%	HK	Aa3u
La Mondiale 5.05% Perp	4.2%	US	AAA
Groupama 6% 23/1/2027	3.9%	GB	Aa2
Generali 4.596% Perp	3.4%	ES	Baa1
Top 10	53.1%		

Main contributors

Positive	Contrib	Negative	Contrib
HRINTH4.75 04/2027	0.25	UKT1.25 07/2027	-0.03
BBVASM6 Perp	0.05	FRTR0.75 05/2028	-0.01
LAMON5.05 Perp	0.05	SYNNVX3.375 04/2026	-0.01

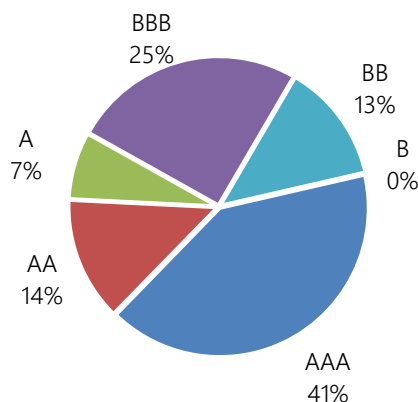
Segment allocation



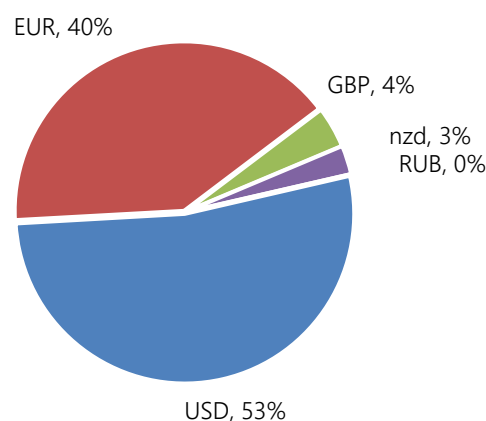
Risk profile

Yield to maturity (%)	0.67
Average maturity	5.1
Average duration	2.6
Average spread	65
Rating	AA-
# holdings	40

Rating allocation



Currency allocation (ex-FX hedges)



Technicalities

Class	ISIN	Currency	Fees	Min. Invest.	Launch date	BBG Ticker	Performance fees
I - EUR	LU1560706704	EUR	0.65%	100'000	24.06.2015	ISAFBIE LX	Yes - 10% above 1-month Euribor
I - CHF	LU1560707009	CHF	0.65%	100'000	29.07.2015	ISAFBIC LX	Yes - 10% above 1-month Libor
I - USD	LU1560706886	USD	0.65%	100'000	11.11.2016	ISAFBIU LX	Yes - 10% above 1-month Libor

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