



ISATIS Flexible Bond

A dynamic long-only bond management

Fund strategy

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 global bonds over the long term.

AuM : EUR 28.6 million

NAV EUR: 10'243.61

NAV CHF: 10'099.51

NAV USD: 11'004.80

- Management company:
Fuchs Asset Management SA
- Asset Manager:
Fuchs & Associés Finance SA
- Advisor:
Heravest SA

Minimum investment

100'000 EUR/USD/CHF

Launch date

24.06.2015 (transferred into ISATIS on 11.07.2017)

Daily NAV

Management fees

0.6%

Performance fees

10% above 1-month Euribor (HWM)

Share classes

I - EUR : LU1560706704

I - CHF : LU1560707009

I - USD : LU1560706886

Fund ratio

Yield to worst 2.45%

Average maturity 6.4a

Average duration 4.9

Average spread 129bp

Rating A+

holdings 45

Split by ratings

AAA 24.6%

AA 14.1%

A 17.5%

BBB 28.8%

BB 15.2%

B 0.0%

Top 5

SPGBE10.65 23 7.3%

T2.75 2028 5.7%

TI10.125 2027 5.2%

T2.25 2027 5.2%

FRTR1 2027 5.1%

Comments

Economic momentum remained fragile in March. Recession fears made a strong comeback. The global manufacturing cycle shifted further into lower gear and central banks significantly backedpedaled. The Fed announced a break in its hiking cycle for 2019 and the end of its balance sheet shrinking in September. The ECB announced the launch of new TLTRO operations to support banks and lending.

Despite encouraging signs on the domestic demand front, spring has not yet arrived for the Eurozone economy and the ground remains particularly frozen in the German industrial sector.

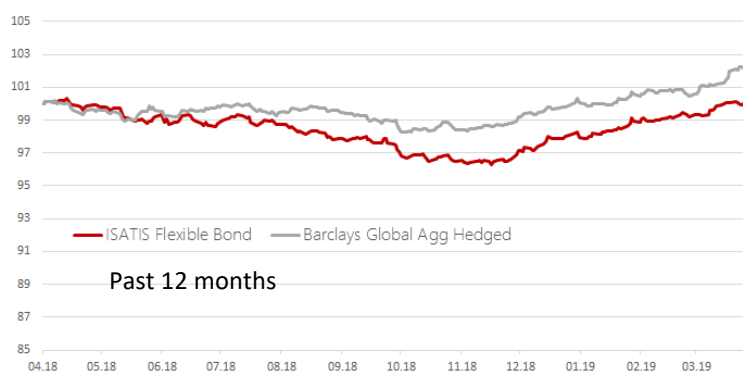
Brexit uncertainty has been an important headwind for Europe and while the risk of a no-deal Brexit has decreased following the EU leaders' decision to extend the deadline to April 12th, it has by no means disappeared as the UK parliament remains deadlocked in its search for a way forward.

German 10-year yields moved below 0.0% and in the US, the yield curve started to invert. The US 10-year yield has fallen below the 3-month rate for the first time since 2007. Although such an inversion historically has coincided with recession hitting within 12-24 months, the yield spread itself does not trigger an economic downturn. The US economy overall is in good shape. So, this move looks overstated. A US-China trade deal in Q2 remains one of the key building blocks of a rebound in the global economy.

Our exposure to risky assets has negatively contributed to the fund performance. We have raised our inflation exposure in Europe and the US following the recent collapse.

In March, the fund is up by +0.68% vs. +1.55% for the Bloomberg Barclays Global Aggregate hedged in EUR, bringing the total year-to-date performance to +2.04% against +2.33% for the index.

EUR share class performance (net)



		Jan	Fev	Mar	Avr	Mai	Juin	Juil	Aout	Sept	Oct	Nov	Dec	YtD
2015		-	-	-	-	-	-1.0%	0.0%	-1.5%	-3.2%	2.1%	1.2%	-2.0%	-4.4%
2016	ISATIS Flexibel Bond	-1.7%	-1.2%	2.3%	1.3%	-0.2%	-0.7%	1.6%	1.1%	-0.8%	1.2%	-1.6%	1.2%	2.6%
	Global Aggregate	1.4%	0.9%	0.7%	0.1%	0.3%	1.8%	0.5%	-0.2%	-0.1%	-1.1%	-1.8%	0.1%	2.4%
2017	ISATIS Flexibel Bond	0.8%	0.3%	1.0%	1.5%	0.7%	0.3%	0.6%	0.0%	-0.1%	0.8%	-0.2%	0.3%	6.2%
	Global Aggregate	-0.5%	0.8%	-0.2%	0.5%	0.4%	-0.4%	0.2%	0.7%	-0.6%	0.3%	0.0%	0.0%	1.1%
2018	ISATIS Flexibel Bond	-0.3%	-1.1%	-0.1%	-0.2%	-0.8%	-0.4%	0.4%	-1.2%	-0.2%	-1.1%	0.0%	1.4%	-3.6%
	Global Aggregate	-0.9%	-0.4%	0.6%	-0.6%	0.1%	-0.1%	-0.2%	0.1%	-0.6%	-0.4%	0.2%	1.1%	-1.1%
2019	ISATIS Flexibel Bond	1.2%	0.2%	0.7%										2.0%
	Global Aggregate	0.8%	-0.1%	1.6%										2.2%

Before July 11th 2017 incorporated in the IGNI SICAV (shaded area) —Incorporated into the ISATIS SICAV as of July 11th 2017.

Reference index:

Before December 31st, 2015, « absolute return » approach without benchmark. Since December 31st, 2015, high conviction relative management, benchmark Barclays Global Aggregate hedged in EUR.

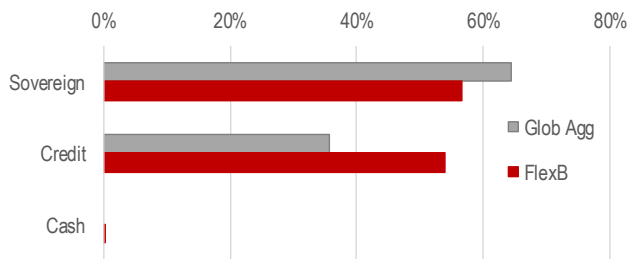


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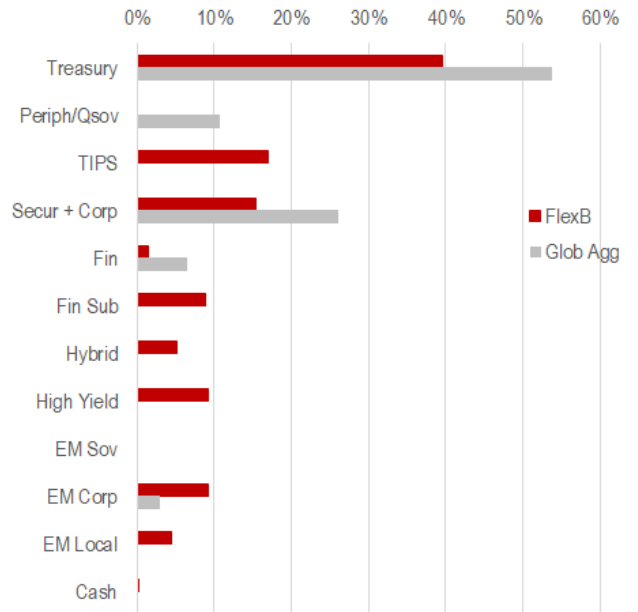
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Allocation

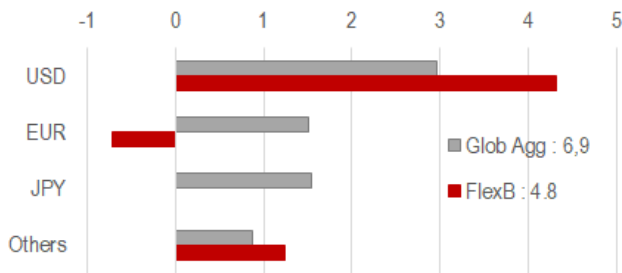
Per segment



Per sub-segment



In duration



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