

H.A.M. - Global Convertible Bond Fund

Focus:	Global Convertibles			
Investment Style:	Active, (outright, currency hedged)			
Fund Currency:	EUR	USD	CHF	GBP
NAV:	1998.28	1403.69	1643.32	1029.11
Month Reported:	- 0.86%	- 0.75%	- 0.91%	- 0.79%
Year-to-date:	+ 0.60%	+ 0.92%	+ 0.53%	+ 0.67%
Since Inception:	+ 99.83%	+ 40.37%	+ 64.33%	+ 2.91%
Lancierungsdaten/date	29.03.2000	11.04.2007	10.12.2008	24.05.2017
Total Expense Ratio (TER) 30.06.2017	TER1 1.39%	TER2 1.39%	PTR 65.88%	

Infos: www.hvp.li / www.ifmfunds.com / www.lipperleader.com / www.lafv.li

FUND MONTHLY REVIEW

Was this the overdue correction? Global equity markets (MSCI World EUR H) fell by just under 9% from their all-time high of 26 January 2018. After two weeks, the situation stabilised and since mid-February equity markets have been trending upwards again. Rising US yields, continuing euro strength and fears that the US Federal Reserve could raise the key interest rate more aggressively than expected in the current year were assumed to be the triggers of the correction. The consolidation can be seen as a healthy development that took some hot air from equity markets around the globe. Global convertible bonds (TR Global Focus CB EUR H) lost 4.0% during the two-week correction, while investment grade converts (TR Global IG CB EUR H) experienced a decline of 4.5%. Convertible bond valuations held up surprisingly well, as limited selling activity was observed in the market. Over the month, global convertible bonds decreased by -1.1%, while global equities fell by -3.7%.

Unsurprisingly, primary market for convertible bonds showed little activity in the first half of the month, but the second half turned out to be very active with various issues from Europe (AMS, Ence Nexity), Japan (CyberAgent, Sumitomo Metal & Mining, Relo Group), US (Q2 Holdings, Okta, RingCentral). And with Seven Group Holdings, Australia finally made it back to the convertible bond primary markets. The aggregate new issue volume in February was approximately USD 3.5bn.

The fund (EUR-A share class) recorded a decrease of -0.9% (reference index -1.1%). In particular, converts from Europe (-0.6%) and Asia (-0.4%) detracted from performance while contribution from Japan sums up to just 0% and the US (+0.2%) even contributing positively. On a single position basis, the biggest positive performance contributions came from Red Hat, Terumo and Booking Holding (former Priceline.com). Siemens, Aperam and KPN, on the other hand, had a negative impact on absolute performance.

During the month, we made among others the following transactions: we bought the new issues in AMS, CyberAgent, Ence, Okta, and Seven Group Holdings. Against that, we Beijing Enterprise Water, NXP Semiconductors, Rocket Internet, SGL Carbon, Swiss Prime Site, Zhejiang Express, and halved our position in Salesforce.com after strong performance and upcoming maturity in April.

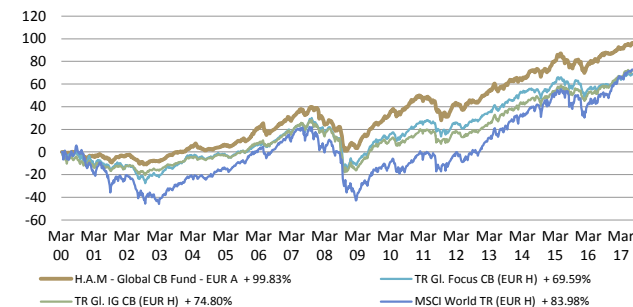
Position spotlight: AMS 0% 2025 // The Austrian-based semiconductor company specialises in optical sensor technology (70% of sales in "Consumer & Communications", 30% in "Auto, Industrial & Medical", geographic breakdown: 45% APAC, 35% EU, 20% US). AMS is a fast-growing company with a growth target of 60% p.a. In order to finance this growth, they launched EUR 600mn in convertible bonds in February. AMS prospects not only delighted shareholders (equity doubled in 2017), but also CB investors. The company came up with very ambitious pricing expectations (issue price range 101.5-107 with redemption at 100, 0% coupon, 45% premium). In the end, the CB was successfully placed at 102. We participated in the new issue.

The portfolio remains balanced with a weighted delta of 50%, an average conversion premium of 31%, an effective duration of 1.7 years, and a running yield of 1.1%. The implicit average rating remains unchanged at BBB

Monthly Report February 2018

Data Providers	EUR	USD	CHF	GBP
Reuters:	1040458X.CHE	28899778X.CHE	4596734X.CHE	36473725X.CHE
Bloomberg:	GLCNBND LE	GLCNBNU LE	GLCNBNC LE	GLCNBGA LE
ISIN:	LI0010404585	LI0028897788	LI0045967341	LI0364737259
Domizil:	Liechtenstein / UCITS IV Form			
Fund Size:	EUR 611.1 mn			
Payment Agent CH:	Notenstein Privatbank AG Tel. +41 71 2425000			
Distribution:	Liechtenstein, CH, Germany, Austria, UK			
Repres. in CH:	1741 Fund Solutions AG, St.Gallen Tel. +41 58 4584802			
Subscriber:	LLB, Vaduz AG - Tel. +423 236 8148			

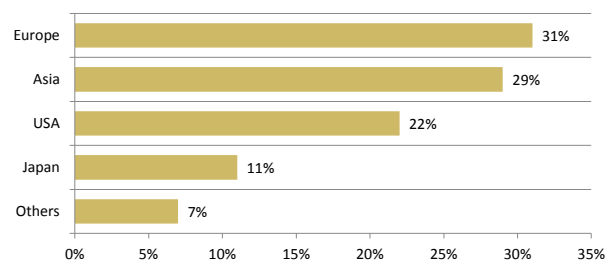
PERFORMANCE 29/03/2000 - 28/02/2018



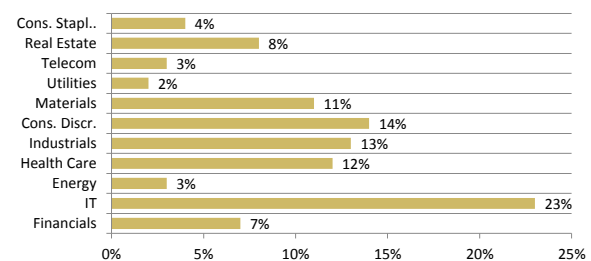
PERFORMANCE TABLE

PERIOD	GCBF - EUR A	GI F CB (€ H)	GI IG CB (€ H)	MSCI W (€ H)
Feb-2018	-0.86%	-1.09%	-0.87%	-3.72%
YTD	0.60%	0.75%	0.59%	-0.32%
1 year	4.24%	2.63%	4.63%	10.20%
3 years	11.26%	5.48%	13.68%	21.57%
5 years	32.15%	26.99%	41.99%	68.58%
10 years	53.35%	39.13%	46.05%	70.93%
Since inception	99.83%	69.59%	74.80%	83.98%
Max. Drawdown	-27.64%	-35.83%	-36.01%	-53.16%
Average Return p.a.	4.42%	3.71%	3.92%	5.82%
Volatility p.a.	5.95%	8.15%	8.08%	16.09%
Sharpe Ratio	0.47	0.26	0.28	0.26
Information Ratio	vs.	0.13	0.09	-0.11

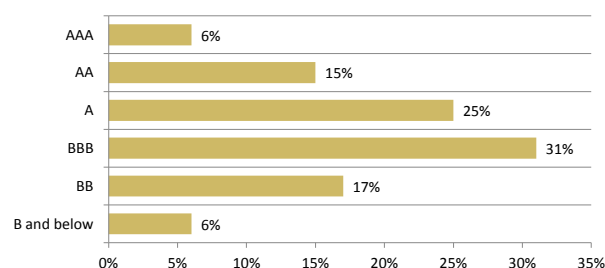
PORTFOLIO ALLOCATION BY REGIONS



PORTFOLIO ALLOCATION BY SECTORS



PORTFOLIO ALLOCATION BY CREDIT



10 LARGEST HOLDINGS

Issuers	Coupon	Rating	% of Fund
DP World 2024	1.75%	BBB	2.1%
Siemens 2019	1.65%	A	2.0%
China Evergrande 2023	4.25%	N.R.	1.9%
China Railway Const. 2021	1.50%	A	1.7%
Bangkok Dusit Medical 2019	0.00%	N.R.	1.6%
Suzuki 2023	0.00%	N.R.	1.6%
Toray Ind. 2021	0.00%	N.R.	1.6%
Microchip Tech. 2025	1.63%	B	1.5%
Booking Holding 2020	0.35%	BBB	1.5%
DISH Network 2026	3.38%	CCC	1.5%

Average rating of all holdings: BBB

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