

## H.A.M. - Global Convertible Bond Fund

Focus:	Global Convertibles			
Investment Style:	Active, (outright, currency hedged)			
Fund Currency:	EUR	USD	CHF	GBP
NAV:	1977.66	1392.91	1625.83	1018.64
Month Reported:	- 1.03%	- 0.77%	- 1.06%	- 1.02%
<b>Year-to-date:</b>	<b>- 0.44%</b>	<b>+ 0.15%</b>	<b>- 0.54%</b>	<b>- 0.36%</b>
Since Inception:	+ 97.77%	+ 39.29%	+ 62.58%	+ 1.86%
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](http://www.hvp.li) / [www.ifmfunds.com](http://www.ifmfunds.com) / [www.lipperleader.com](http://www.lipperleader.com) / [www.lafv.li](http://www.lafv.li)

### FUND MONTHLY REVIEW

March proved to be a volatile month for risky assets: after a modest but positive start, sentiment deteriorated by mid-month and global equities (MSCI World EUR H) lost 5% within a week and fluctuated sharply in the last few trading days of the month. After years of falling volatility, 2018 appears to be a turning point. All in all, global equity markets declined by -3.5% in March. In Germany, an agreement was reached on the grand coalition, the FED raised key interest rates as expected and held out the prospect of stronger interest rate hikes, the US interest rate curve flattened further (stronger rise in the short end compared to longer dated yields) and the US government is considering tariffs on Chinese products and is thus fuelling fears of a trade war. In this volatile environment, convertible bonds decreased by 1.4%.

Primary market for convertible bonds showed healthy activity in March with nearly 20 convertible bonds being issued raising in total approximately USD 6bn. The US software and cloud sector in particular saw a large number of new issues, while in Europe structured (e.g. Morgan Stanley into Daimler) and non-dilutive convertible bonds (e.g. Carrefour) were issued. Demand for new convertible bonds remains high, with issues usually being launched at the most expensive terms of the price range. The fund participated selectively in the new issues.

The fund (EUR-A share class) recorded a decrease of -1.0% over the month and thus lost less than its reference index (-1.4%). In particular, converts from Europe (-0.6%) and Japan (-0.4%) detracted from performance while contributions from Asia (+0.0%) and the US (+0.0%) just sum up to 0%. On a single position basis, the biggest positive performance contributions came from Kingdee, Ence Energia and Microchip. Covestro, Suzuki and Siemens, on the other hand, had a negative impact on absolute performance.

During the month, we made among others the following transactions: we bought Liberty Media and the new issues in Glencore, Lotte Highmart and Zendesk. Against that, we sold Kingdee, Citic Securities, Salesforce.com and reduced again Square after strong performance (+90% since we bought it in May 2017).

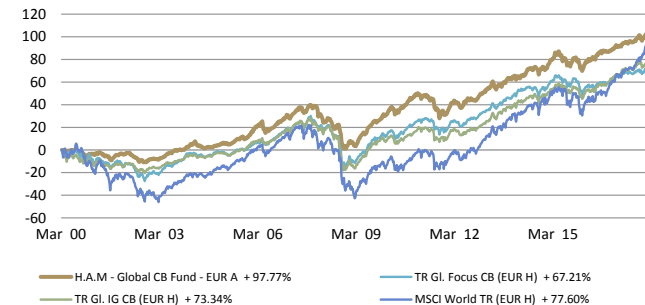
Position spotlight: Glencore 0% 2025 // Glencore is one of the world's largest diversified commodity companies with around 146'000 employees and operational headquarters in Switzerland. As the largest producer of cobalt, Glencore is also well positioned to benefit from the expected strong demand for electric vehicles (lithium and cobalt are the cornerstone for electric car batteries). Glencore issued a convertible bond (USD 500mio, 0% coupon, 25% conversion premium) at an issue price of 93.5% this month, representing a yield to maturity of 1%. The convert immediately traded 2 points higher. We successfully participated in the new issue.

The portfolio remains balanced with a weighted delta of 48%, an average conversion premium of 33%, an effective duration of 1.6 years, and a running yield of 1.1%. The implicit average rating remains unchanged at BBB.

## Monthly Report March 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 594.5 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			

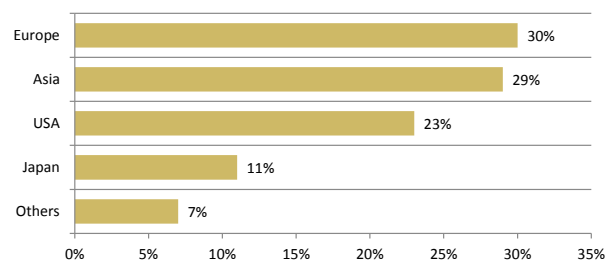
### PERFORMANCE 29/03/2000 - 28/03/2018



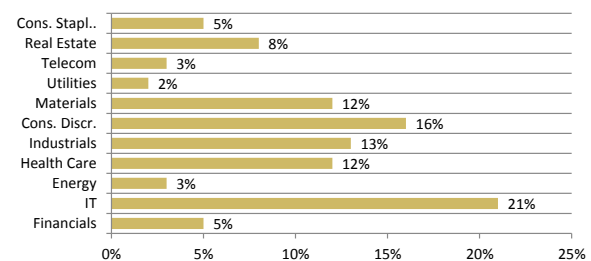
### PERFORMANCE TABLE

PERIOD	GCBF - EUR A	GI F CB (€ H)	GI IG CB (€ H)	MSCI W (€ H)
Mar-2018	-1.03%	-1.40%	-0.83%	-3.47%
YTD	-0.44%	-0.66%	-0.25%	-3.78%
1 year	3.31%	1.27%	4.20%	6.81%
3 years	9.51%	3.55%	13.43%	17.52%
5 years	27.83%	23.53%	38.17%	58.04%
10 years	59.55%	42.57%	49.61%	72.99%
Since inception	97.77%	67.21%	73.34%	77.60%
Max. Drawdown	-27.64%	-35.83%	-36.01%	-53.16%
Average Return p.a.	4.29%	3.52%	3.71%	5.13%
Volatility p.a.	5.95%	8.14%	8.07%	16.07%
Sharpe Ratio	0.45	0.23	0.26	0.22
Information Ratio	vs.	0.14	0.10	-0.06

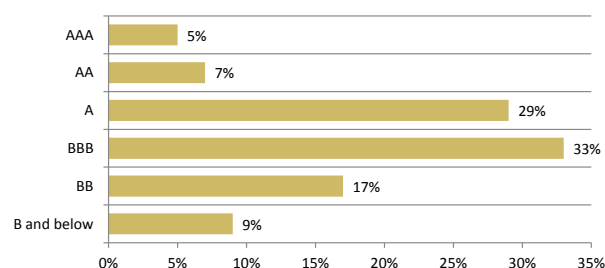
### PORTFOLIO ALLOCATION BY REGIONS



### PORTFOLIO ALLOCATION BY SECTORS



### PORTFOLIO ALLOCATION BY CREDIT



### 10 LARGEST HOLDINGS

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

Average rating of all holdings: BBB

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