

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

Focus:	Global Convertibles			
Investment Style:	Active, (outright, currency hedged)			
Fund Currency:	EUR	USD	CHF	GBP
NAV:	1996.21	1418.31	1636.51	1031.79
Month Reported:	+ 0.30%	+ 0.56%	+ 0.22%	+ 0.43%
Year-to-date:	+ 0.50%	+ 1.97%	+ 0.12%	+ 0.93%
Since Inception:	+ 99.62%	+ 41.83%	+ 63.65%	+ 3.18%
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

August was again marked by daily headlines about trade war, sanctions and currency fluctuations. In the USA, consumer confidence rose to its highest level since 2000, the FED confirmed the path of gradual interest rate hikes, in Europe the purchasing managers' index surprised positively and in China growth weakened slightly as mainly expected. Equity markets showed a similar picture: the USA is celebrating the longest stock market boom in history, while Asian emerging markets have been in a bear market for 7 months. In this volatile environment, global equities rose by 1.4% and convertible bonds by 0.6%.

The primary market for convertible bonds was calmer in August. However, activity picked up noticeably towards the end of the month. In the last week of August, 3 new convertible bonds were issued in Japan, 2 in the USA and 1 in China. The issue volume nevertheless amounts to more than USD 5 billion over a period of one month. We participated selectively in the new issues.

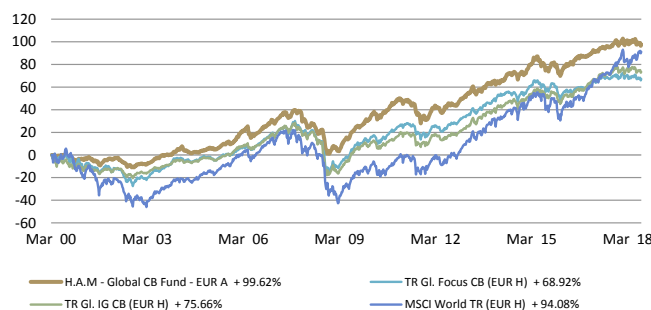
The fund (EUR-A share class) recorded an increase of +0.3% in August. Contributions from the USA (+0.2%) and Japan (+0.2%) were positive while Asia (+0.0%) and Europe (+0.0%) were virtually unchanged. On a relative basis, the fund's US underweight had clearly a negative impact. The biggest positive performance contributions came from Suzuki, Kunlun Energy and InterActive. Microchip, Supernus Pharmaceuticals and Intel, on the other hand, had a negative impact on absolute performance.

During the month, we made among others the following transactions: we bought Carrefour, Golar LNG, NMC Health, Mitsubishi Chemical, and the new issues in Mercado Libre, SBI Holdings and Digital Garage. Against that, we sold K's Holdings, KPN and reduced Suzuki, InterActive and Bangkok Dusit Medical.

Position spotlight: China Overseas Land 0% 2023 // China Overseas Land & Investment Ltd (COLI) is one of the largest real estate developers in China. COLI has an investment grade credit rating from the major agencies (S&P: BBB+, Moody's: BBB1, Fitch: A-). Instead of a coupon, the convertible bond redeems above issue price. We took advantage of the weakness in the Asian convertible bond market and bought COLI 0% 2023 at 104.15% at the beginning of July. As an investor, we have the right to get the bonds redeemed in January 2020 at 111.54%. With a yield-to-put of +4.7% in USD, we consider COLI as an attractive yield addition for the fund.

The portfolio remains balanced with a weighted delta of 49%, an average conversion premium of 29%, an effective duration of 1.5 years, and a running yield of 0.9%. The implicit average rating remains unchanged at BBB.

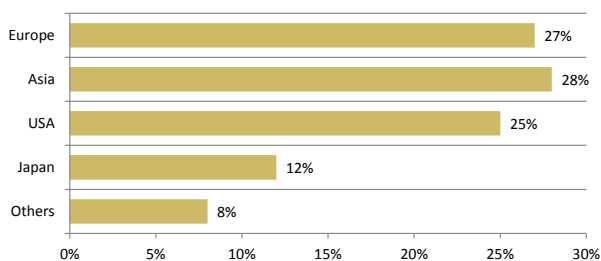
## PERFORMANCE 29/03/2000 - 29/08/2018



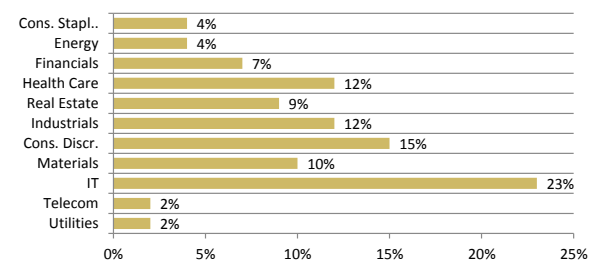
## PERFORMANCE TABLE

PERIOD	GCBF - EUR A	GI F CB (€ H)	GI IG CB (€ H)	MSCI W (€ H)
Aug-2018	0.30%	0.62%	0.53%	1.43%
YTD	0.50%	0.35%	1.08%	5.15%
1 year	2.35%	1.05%	2.91%	13.42%
3 years	14.33%	8.60%	16.75%	38.61%
5 years	28.18%	20.81%	33.03%	65.31%
10 years	64.33%	51.11%	59.31%	94.32%
Since inception	99.62%	68.92%	75.66%	94.08%
Max. Drawdown	-27.64%	-35.83%	-36.01%	-53.16%
Average Return p.a.	3.99%	3.15%	3.35%	4.60%
Volatility p.a.	5.94%	8.09%	8.03%	15.94%
Sharpe Ratio	0.41	0.19	0.22	0.19
Information Ratio	vs.	0.15	0.12	-0.05

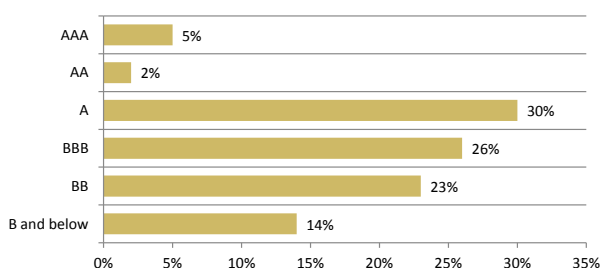
## PORTFOLIO ALLOCATION BY REGIONS



## PORTFOLIO ALLOCATION BY SECTORS



## PORTFOLIO ALLOCATION BY CREDIT



## 10 LARGEST HOLDINGS

Coupon	Issuers	Rating	% of Fund
1.65%	Siemens 2019	A	2.0%
1.75%	DP World 2024	BBB	1.9%
1.63%	Microchip Tech 2025	B	1.8%
4.25%	China Evergrande 2023	N.R.	1.6%
1.50%	China Railway Const. 2021	A	1.6%
0.00%	Bangkok Dusit Medical 2019	N.R.	1.5%
0.00%	Lotte Himart (Lotte Shopping) 2019	N.R.	1.4%
3.25%	Intel Corp. Floating '39	A	1.4%
0.00%	Toray 0% 2021	N.R.	1.4%
0.00%	Haier (Qingdao) 2022	N.R.	1.4%

Average rating of all holdings:BBB

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