

H.A.M. - Global Convertible Bond Fund

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|--------------------------------------|-------------------------------------|------------|------------|------------|
| Focus: | Global Convertibles | | | |
| Investment Style: | Active, (outright, currency hedged) | | | |
| Fund Currency: | EUR | USD | CHF | GBP |
| NAV: | 1993.25 | 1449.54 | 1626.48 | 1037.78 |
| Month Reported: | + 1.49% | + 1.80% | + 1.43% | + 1.66% |
| Year-to-date: | + 6.82% | + 8.09% | + 6.49% | + 7.30% |
| Since Inception: | + 99.32% | + 44.95% | + 62.65% | + 3.78% |
| Lancierungsdaten/date | 29.03.2000 | 11.04.2007 | 10.12.2008 | 24.05.2017 |
| Total Expense Ratio (TER) 31.12.2018 | TER1 1.36% / TER2 1.36% | PTR 83.58% | | |

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

FUND MONTHLY REVIEW

After a 'risk off' May, risky assets recovered losses in June alongside a continued rally in global bonds. Markets have shifted back to a 'bad news is good news' regime as further accommodative steps by central banks are then expected. Back in March, investors expected rate hikes by the FED for 2019. Several equity markets tested their recent highs and yield on government bonds dropped to historical low levels (US 10yr yields < 2%, French 10yr < 0% and German 10yr < 0.3%). Gold reached a 6 year high, Oil tumbled and the USD weakened against several currencies. Global convertible bonds gained 1.7% in June.

Primary markets for convertible bonds showed strong activity with more than USD 5bn being issued. Companies taking advantage of higher equity markets, lower interest rate environment and increased volatility. The majority of the transactions took place in the US (a.o. Coupa, Q2 Holdings, Uniti Fiber, Liberty Latin America, Zynga), followed by Asia (YY launched a dual-tranche convertible bond on its US-listed ADR, Qudian, Luye Pharma). In Europe, Cellnex, Derwent Petropavlovsk and Volvo issued convertible bonds. We participated only selectively in the new issues.

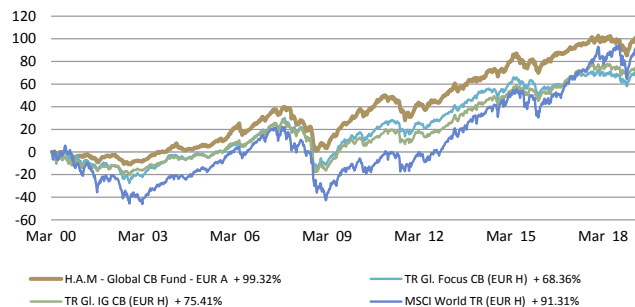
The fund (EUR-A share class) recorded an increase of 1.5% in June. Contribution from the US was the strongest (+0.8%), followed by Europe and Others (each +0.3%), Asia (+0.1%) and Japan (0.1%). Our underweight in US technology, US-listed Chinese names and lower yielding bond proxies dragged on relative performance. The biggest positive performance contributions came from Severstal, Intel and Polyus (+0.4% in total). Nio, Suzuki and SMIC, on the other hand, had a negative impact on absolute performance (-0.3% in total).

During the month, we made among others the following transactions: we bought Outokumpu, Taiwan Cement, Orpea and the new issues in Coupa, Luye Pharma, Volvo and Yaoko. Against that, we sold Brenntag, Charter Communications, Fresenius, Korian, LVMH, Mitsubishi Chemical and YueXiu Transport.

Position spotlight: Coupa Software 0.125% 2025 // Coupa offers cloud-based enterprise software for procurement and expense management. Coupa was a very successful investment for the fund in 2018 as we initiated a position in the 0.375% 2023 convertible bond in January at 103, reduced it in July at 157 and finally sold it in September at 179. The newly issued 2025 convertible bond offers the possibility to participate once again in the company's success but with a more balanced instrument (50 delta vs 100 delta). We bought bonds at primary (100) and increased it at 103. As of month end, the newly issued bonds trade at 104.

The portfolio remains balanced with a weighted delta of 39%, an average conversion premium of 51%, an effective duration of 1.8 years, and a running yield of 1.0%. The implicit average rating remains unchanged at BBB.

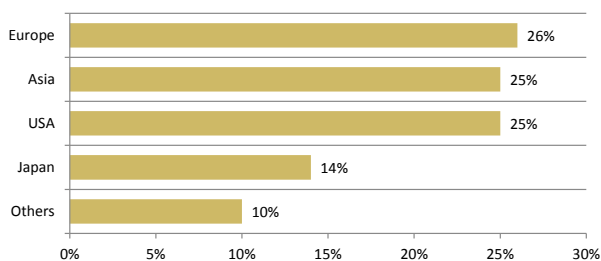
PERFORMANCE 29/03/2000 - 26/06/2019



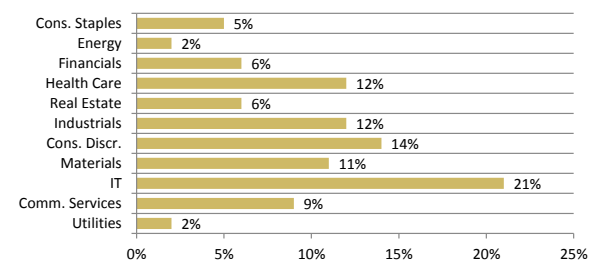
PERFORMANCE TABLE

| PERIOD | GCBF - EUR A | GI F CB (€ H) | GI IG CB (€ H) | MSCI W (€ H) |
|---------------------|--------------|---------------|----------------|--------------|
| Jun-2019 | 1.49% | 1.69% | 1.99% | 3.71% |
| YTD | 6.82% | 5.78% | 5.24% | 14.39% |
| 1 year | 0.89% | 0.48% | 1.53% | 3.92% |
| 3 years | 10.65% | 9.23% | 15.92% | 33.74% |
| 5 years | 16.42% | 8.37% | 19.92% | 38.07% |
| 10 years | 75.28% | 72.36% | 85.84% | 165.86% |
| Since inception | 99.32% | 68.36% | 75.41% | 91.31% |
| Max. Drawdown | -27.64% | -35.83% | -36.01% | -53.16% |
| Average Return p.a. | 3.91% | 3.17% | 3.39% | 4.69% |
| Volatility p.a. | 5.97% | 8.04% | 7.94% | 15.85% |
| Sharpe Ratio | 0.40 | 0.21 | 0.24 | 0.20 |
| Information Ratio | vs. | 0.14 | 0.10 | -0.06 |

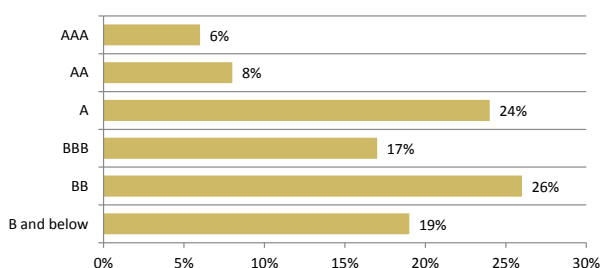
PORTFOLIO ALLOCATION BY REGIONS



PORTFOLIO ALLOCATION BY SECTORS



PORTFOLIO ALLOCATION BY CREDIT



10 LARGEST HOLDINGS

| Coupon | Issuers | Rating | % of Fund |
|--------|----------------------------|--------|-----------|
| 1.75% | DP World 2024 | BBB | 1.9% |
| 1.50% | China Railway Const. 2021 | A | 1.6% |
| 0.00% | Severstal 2022 | BBB | 1.6% |
| 3.25% | Intel 2039 | A | 1.6% |
| 0.00% | Bangkok Dusit Medical 2019 | N.R. | 1.6% |
| 0.00% | Toray 0% 2021 | N.R. | 1.5% |
| 0.00% | Haier (Qingdao) 2022 | N.R. | 1.4% |
| 1.63% | Microchip Tech 2025 | B | 1.4% |
| 0.25% | STMicroelectronics 2024 | BBB | 1.3% |
| 3.72% | Cemex 2020 | N.R. | 1.3% |

Durchschnittsrating des Portfolios: BBB

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