

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

Focus:	Global Convertibles			
Investment Style:	Active, (outright, currency hedged)			
ESG Criteria:	Yes			
Fund Currency:	EUR	USD	CHF	GBP
NAV:	2025.59	1474.07	1651.31	1056.14
Month Reported:	+ 1.62%	+ 1.69%	+ 1.53%	+ 1.77%
Year-to-date:	+ 8.56%	+ 9.92%	+ 8.12%	+ 9.19%
Since Inception:	+ 102.56%	+ 47.41%	+ 65.13%	+ 5.61%
Inception Date of Unit Class:	29.03.2000	11.04.2007	10.12.2008	24.05.2017

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

Despite increasing geopolitical uncertainties and the intensification of corporate reports pointing to a further global economic slowdown, risky assets continued to rise in July. A fundamentally gloomy picture is currently overshadowed by the signalling power of the major central banks, which have put the emphasis on a return to low interest rates and a possible shift towards a stimulating fiscal policy. Against this backdrop, most asset classes climbed to new highs. Since the beginning of the year, the following asset classes have shown a remarkable performance: global equities +17%, global convertible bonds +7%, global high yield bonds +6%, gold +9% and oil +22% (all EUR hedged).

In the environment described, visibility could hardly be lower, even taking into account a very short investment horizon. A noticeable price correction due to further deterioration in the fundamental data situation seems just as plausible as a liquidity-driven equity rally due to a lack of investment alternatives. The advantage of convertible bonds in this environment is that they should participate in the stock market performance in a more defensive way and are also fairly valued as an asset class.

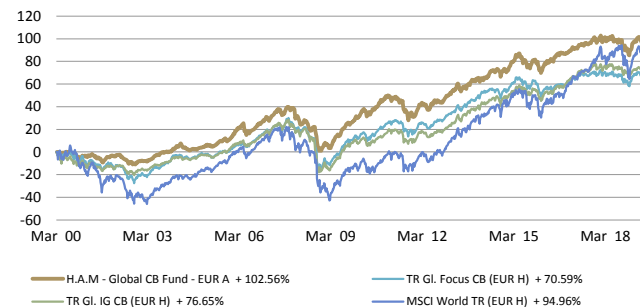
The fund (EUR-A share class) recorded an increase of 1.6% in July. Contribution from the US was the strongest (+1.0%), followed by Asia and Europe (each +0.3%) and Japan (0.0%). The biggest positive performance contributions came from Microchip, Chegg and NIO (+0.4% in total). LendingTree, Toray and Suzuki, on the other hand, had a negative impact on absolute performance (-0.2% in total). Over the last few months, we have increasingly realised gains in convertibles with higher equity sensitivity and, in return, bought CBs that should further diversify the portfolio and improve the fund's risk/return characteristics.

During the month, we made among others the following transactions: we bought Illumina, Medipal, Wright Medical and the new issues in LG Display and Worldline. Against that, we sold Aurelius, Buzzi Unicem, Chugoku Electric Power, Dish Network, Kunlun Energy, Pure Storage, and reduced Fortescue and Mercado Libre.

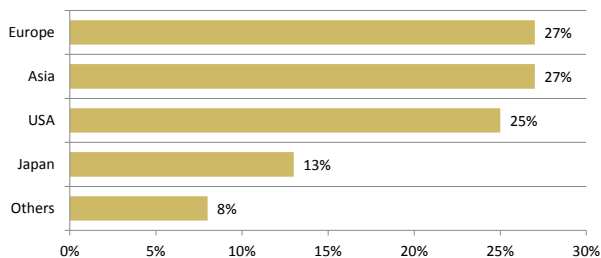
Position spotlight: Volvo (Geely) 0% 2024 // In June 2019, Geely Sweden issued an exchangeable convertible bond into AB Volvo, which is guaranteed by Zhejiang Geely Holding (S&P credit rating: BBB-). Zhejiang Geely is the largest private automotive company in China. AB Volvo is one of the world's largest manufacturers of trucks, buses, construction equipment, marine and industrial engines. The Q2 figures published in July exceeded analysts' expectations. We participated in the issue and further increased the position. At the end of the month, the CB was trading at 100.40 with a conversion premium of 22% and a delta of 31.

The portfolio remains balanced with a weighted delta of 41%, an average conversion premium of 46%, an effective duration of 1.7 years, and a running yield of 1.0%. The implicit average rating remains unchanged at BBB.

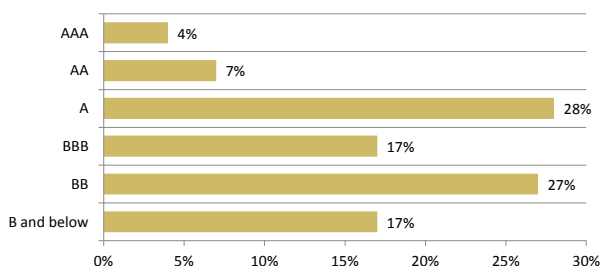
## PERFORMANCE 29/03/2000 - 31/07/2019



## PORTFOLIO ALLOCATION BY REGIONS



## PORTFOLIO ALLOCATION BY CREDIT



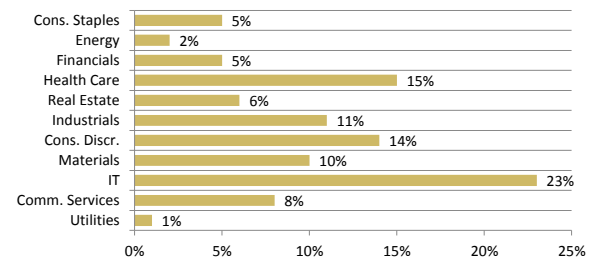
## Monthly Report July 2019

Data Providers	EUR	USD	CHF	GBP
Bloomberg:	GLCNBND LE	GLCNBNU LE	GLCNBNC LE	GLCNBGA LE
ISIN:	LI0010404585	LI0028897788	LI0045967341	LI0364737259
Total Expense Ratio (TER)	31.12.2018	TER1 1.36% / TER2 1.36%	PTR 83.58%	
Fund Size:	EUR 680.8 mn			
Domizil:	Liechtenstein / UCITS IV Form			
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			
Subscription:	LLB, Vaduz AG - Tel. +423 236 8148			

## PERFORMANCE TABLE

PERIOD	GCBF - EUR A	GI F CB (€ H)	GI IG CB (€ H)	MSCI W (€ H)
Jul-2019	1.62%	1.33%	0.71%	1.91%
YTD	8.56%	7.19%	5.98%	16.57%
1 year	2.36%	2.08%	1.06%	2.46%
3 years	10.20%	8.26%	13.38%	30.95%
5 years	17.79%	10.37%	19.82%	39.63%
10 years	69.87%	65.32%	77.11%	152.46%
Since inception	102.56%	70.59%	76.65%	94.96%
Max. Drawdown	-27.64%	-35.83%	-36.01%	-53.16%
Average Return p.a.	3.91%	3.10%	3.26%	4.47%
Volatility p.a.	5.97%	8.03%	7.92%	15.83%
Sharpe Ratio	0.40	0.20	0.22	0.19
Information Ratio	vs.	0.15	0.12	-0.04

## PORTFOLIO ALLOCATION BY SECTORS



## 10 LARGEST HOLDINGS

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

Durchschnittsrating des Portfolios: BBB

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