

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:	1982.91	1447.16	1617.15	1033.38
Month Reported:	- 2.11%	- 1.83%	- 2.07%	- 2.16%
Year-to-date:	+ 6.27%	+ 7.91%	+ 5.88%	+ 6.84%
Since Inception:	+ 98.29%	+ 44.72%	+ 61.71%	+ 3.34%
Inception Date of Unit Class:	29.03.2000	11.04.2007	10.12.2008	24.05.2017

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

FUND MONTHLY REVIEW

August generally delivers the worst equity returns across the major bourses alongside a low probability of positive returns. In 2019, August was not really pleasant for investors either. US-China trade tensions remained in focus with both parties acting in a "tit for tat" manner. Political tensions continued to dominate headlines (Argentina, Italy, UK, Hong Kong) and concerns of further global economic slowdown increased. On the other hand, several countries are about to launch fiscal and monetary policy initiatives to counterbalance the impact of the trade war. Global equity markets lost 3.5% in August, yields on government bonds dropped further and gold rallied to a 6-year-high. In such an environment, global convertibles decreased by 2.1%.

The US primary market for convertible bonds seemed to be unimpressed by the trade dispute turmoil and higher volatility in equity markets as it showed surprisingly strong activity with 15 deals being issued (raising approx. USD 10bn in total). The vast majority took place in the IT/software sector as companies seem to take advantage of their relatively high share price, increased volatility and lower interest rate environment. Outside of the US, we observed 2 deals in Asia from CIMB and Tencent (USD 0.9bn in total), while Europe and Japan faced a month without primary market activity. We participated only selectively in the new issues.

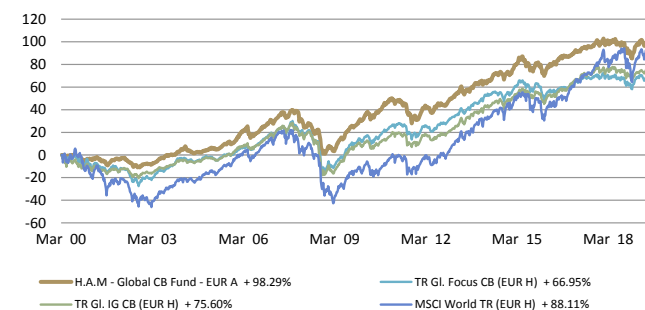
The fund (EUR-A share class) recorded a decrease of -2.1% in August, just inline with its benchmark. Contribution from the US (-0.8%) weighted the most on the fund's performance, followed by Asia (-0.5%) Europe (-0.4%) and Japan (-0.3%) and Others (-0.1%). On a single security level, the biggest positive performance contributions came from Polyus, DexCom and Wells Fargo (+0.2% in total), while Microchip Tech, Intel and Bangkok Dusit Medical detracted the most from absolute performance (-0.4% in total).

During the month, we made among others the following transactions: we bought Golar LNG, Konami, Weibo, and the new issues in Blackline and Proofpoint. Against that, we sold Enscor, Palo Alto Networks, Twitter and reduced Polyus.

Position spotlight: Polyus 1% 2021 // Polyus is the largest gold producer in Russia and one of the top ten gold miners globally with the lowest cost position. The company enjoys a BB credit rating which reflects Polyus strong operational performance, reduction in debt levels and improved cash generation ability. In 2019, Polyus benefitted from higher gold prices and the shares increased by 43%. The convertible bond, which started the year at a price of 90%, 4% YtM and 12% conversion premium, participated nicely in Polyus' share price movement by posting a total return of +35%. At month end, we realised some gains and reduced the position by 1/3.

The portfolio remains balanced with a weighted delta of 37%, an average conversion premium of 52%, an effective duration of 1.8 years, and a running yield of 1.0%. The implicit average rating remains unchanged at BBB.

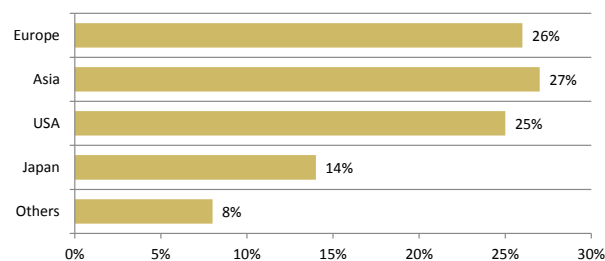
PERFORMANCE 29/03/2000 - 28/08/2019



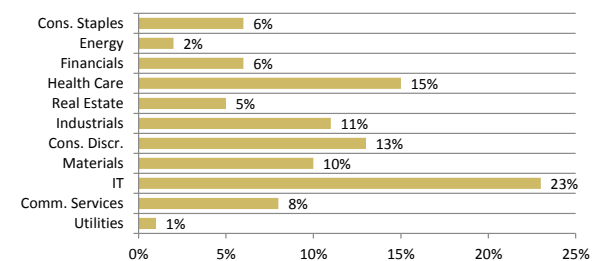
PERFORMANCE TABLE

PERIOD	GCBF - EUR A	GI F CB (€ H)	GI IG CB (€ H)	MSCI W (€ H)
Aug-2019	-2.11%	-2.14%	-0.60%	-3.51%
YTD	6.27%	4.90%	5.35%	12.47%
1 year	-0.67%	-1.16%	-0.04%	-3.07%
3 years	6.35%	4.73%	11.18%	24.52%
5 years	14.61%	7.47%	17.66%	33.11%
10 years	63.09%	57.65%	70.57%	129.75%
Since inception	98.29%	66.95%	75.60%	88.11%
Max. Drawdown	-27.64%	-35.83%	-36.01%	-53.16%
Average Return p.a.	3.75%	2.93%	3.18%	4.22%
Volatility p.a.	5.97%	8.03%	7.91%	15.83%
Sharpe Ratio	0.38	0.18	0.21	0.17
Information Ratio	vs.	0.16	0.11	-0.04

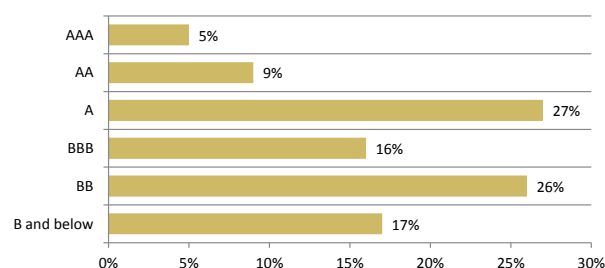
PORTFOLIO ALLOCATION BY REGIONS



PORTFOLIO ALLOCATION BY SECTORS



PORTFOLIO ALLOCATION BY CREDIT



10 LARGEST HOLDINGS

Coupon	Issuers	Rating	% of Fund
1.50%	China Railway Const. 2021	A	1.6%
0.00%	Toray 0% 2021	N.R.	1.4%
0.00%	Haier (Qingdao) 2022	N.R.	1.4%
0.00%	Severstal 2022	BBB	1.4%
1.63%	Microchip Tech 2025	B	1.4%
0.25%	STMicroelectronics 2024	BBB	1.4%
3.72%	Cemex 2020	N.R.	1.4%
3.25%	Intel 2039	A	1.4%
1.50%	LG Display 2024	N.R.	1.3%
0.00%	Lotte Himart 2023	N.R.	1.3%

Durchschnittsrating des Portfolios: BBB

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