

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

Focus:	Global Convertibles			
Investment Style:	Active, (outright, currency hedged)			
Fund Currency:	EUR	USD	CHF	GBP
NAV:	1975.66	1396.73	1621.39	1019.01
Month Reported:	- 1.18%	- 1.15%	- 1.24%	- 1.20%
<b>Year-to-date:</b>	<b>- 0.54%</b>	<b>+ 0.42%</b>	<b>- 0.81%</b>	<b>- 0.32%</b>
Since Inception:	+ 97.57%	+ 39.67%	+ 62.14%	+ 1.90%
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

June was a month with two facets: the first at the beginning of the month was marked by confidence and positive equity markets (all-time high in the Nasdaq); while the second one from the middle of the month was dominated by a rising trade war that shook global stock markets, caused strong outflows from emerging markets and clearly weakened their currencies. Global equities lost -0.8% over the month. Convertible bonds declined by -0.6%, with high regional performance differences: USA -0.3%, Europe -0.5%, Japan -0.6% and Asia -2.1%). In particular, Asian converts (and their valuation) came under pressure, as various investors actively reduced exposure to this region.

Primary market for convertible bonds was relatively unaffected by trade war worries and showed again high activity, particularly in the software/cloud sector. Swiss Re issued a CB with a more complex structure, which corresponds to a conditional mandatory convertible bond (CoCo), i.e. it compulsorily converts into shares if Swiss Re no longer meets certain solvency criteria. We deliberately did not participate in the emission, as this instrument does not offer any downside protection when it is most needed.

The fund (EUR-A share class) recorded a decrease of -1.2% in June. Contribution from all regions were negative with our overweight in Asia having the greatest impact on performance. In the US, positions in the technology sector in particular lost value, while the negative contribution of Asia was rather the sum of many individual positions. On a single position basis, the biggest positive performance contributions came from Inmarsat, Dish and Teladoc. On the other hand, Intel, Red Hat and Microchip had a negative impact on absolute performance.

During the month, we made among others the following transactions: we increased Tullow Oil and bought Twilio, Zhongsheng and the new issues in GMO Payment and Twitter. Against that, we sold AMS, Cemex, Okta GN Store and Tencent.

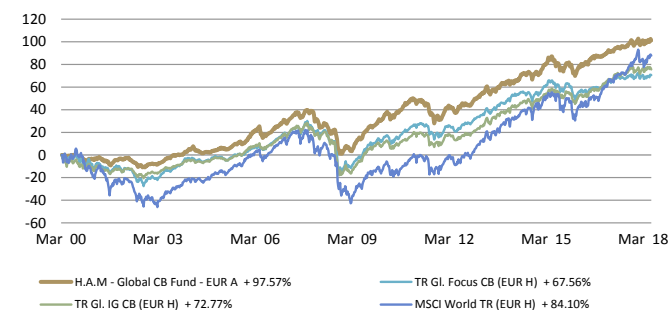
Position spotlight: Inmarsat 3.875% 2023 // Inmarsat owns and operates a global satellite network providing mobile and fixed network services. On June 8, EchoStar made a takeover offer which Inmarsat immediately judged to be too low. EchoStar has time until 6 July to improve or waive a takeover. The convertible bond has an extremely attractive takeover protection clause: the conversion price will be adjusted to the share price level BEFORE the takeover bid occurred (new conversion premium 0%). At the end of May, the CB traded at 104% with a premium of nearly 200%. The conversion price fell from USD 13.41 to 4.87 and the CB participated 1:1 in the positive share price development. We initiated a position in December 2017 at 102, increased it in June at 134 and halved it shortly thereafter at 158. Currently, the CB trades at 139.

The portfolio remains balanced with a weighted delta of 48%, an average conversion premium of 32%, an effective duration of 1.5 years, and a running yield of 1.1%. The implicit average rating remains unchanged at BBB.

## Monthly Report June 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 623.7 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			
Subscriptor:	LLB, Vaduz AG - Tel. +423 236 8148			

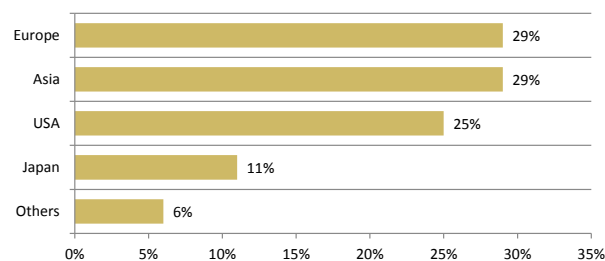
### PERFORMANCE 29/03/2000 - 27/06/2018



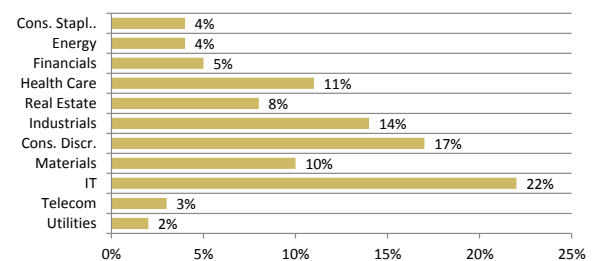
### PERFORMANCE TABLE

PERIOD	GCBF - EUR A	GIF CB (€ H)	GI IG CB (€ H)	MSCI W (€ H)
Jun-2018	-1.18%	-0.64%	-1.81%	-0.81%
YTD	-0.54%	-0.46%	-0.58%	-0.26%
1 year	1.69%	-0.45%	1.40%	7.32%
3 years	7.40%	2.22%	9.59%	19.61%
5 years	28.79%	22.88%	36.04%	62.46%
10 years	59.90%	44.34%	48.80%	77.21%
Since inception	97.57%	67.56%	72.77%	84.10%
Max. Drawdown	-27.64%	-35.83%	-36.01%	-53.16%
Average Return p.a.	4.07%	3.32%	3.49%	4.73%
Volatility p.a.	5.95%	8.11%	8.05%	15.99%
Sharpe Ratio	0.42	0.21	0.24	0.20
Information Ratio	vs.	0.14	0.11	-0.05

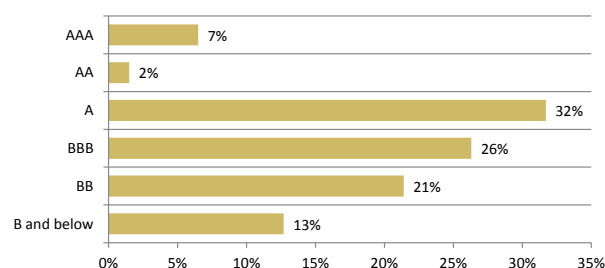
### PORTFOLIO ALLOCATION BY REGIONS



### PORTFOLIO ALLOCATION BY SECTORS



### PORTFOLIO ALLOCATION BY CREDIT



### 10 LARGEST HOLDINGS

Issuers	Coupon	Rating	% of Fund
Siemens 2019	1.65%	A	2.1%
DP World 2024	1.75%	BBB	2.1%
China Evergrande 2023	4.25%	N.R.	1.9%
Bangkok Dusit Medical 2019	0.00%	N.R.	1.7%
Microchip Tech 2025	1.63%	B	1.7%
China Railway Const. 2021	1.50%	A	1.7%
Suzuki 2023	0.00%	N.R.	1.6%
Haier (Qingdao) 2022	0.00%	N.R.	1.6%
Lotte Highmart (Lotte Shop) 2023	0.00%	N.R.	1.5%
Intel Corp. Floating '39	3.25%	A	1.5%

Average rating of all holdings: BBB

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