



# ACATIS FAIR VALUE BONDS

AS OF: JANUARY 31, 2019

## Global fixed-income fund, defensive, sustainable

### MARKET COMMENTARY

The performance in January was +1.8%, a pleasant value after the disappointing previous months. Risk appetite returned in January, so that bonds that were sold in 2018 and thus lost in value were able to recover: French supermarket chain Rallye jumped by 8.8%, while the Deutsche Bank bond increased by 8.1% and British frozen food chain Boparan Finance by 5.8%. Our largest position, the inflation-linked note, declined by 3.7%. Inflation in the last few months was above the break-even value of approximately 1.7%. The ECB is targeting an inflation rate of over 2.0%. We expect that inflation in Europe will increase considerably in the long term, which will push up the price of the inflation-linked note.

### INVESTMENT OBJECTIVE AND - PHILOSOPHY

The fund mainly invests in bonds of issuers selected on the basis of traditional bond analysis which are preferably undervalued. The focus is on investing in Euro-Bonds. Diversification takes place with regards to regions and types of the issuer. Only those issuers that meet ethical and sustainable criteria, with special attention to high standards regarding corporate governance, social and environmental responsibility as well as ecological sustainability are selected. In doing so, ACATIS Investment is supported by ACATIS Fair-Value Investment AG. Besides the sustainability of the investment, the issuer's good credit rating is a further requirement for any engagement. In order to avoid any concentration of risks, the fund management further diversifies by issuers.

### PRODUCT FACTS/ EMT

WKN	976984
ISIN	DE0009769844
Distribution	Dividends distributed
Investment category	Bonds Global
Benchmark	iBoxx EUR Corp.(50%) iBoxx EUR Sov.(50%)
Currency	EUR
Total net assets	14.4 Mill. EUR
Net asset value	39.9€ EUR
Manager	ACATIS Investment
Advisor	ACATIS Fair-Value, CH
Investment company	ACATIS Investment
Domicile	Germany
Custodian	Hauck&Aufhäuser; FFM
Date of inception	Oct. 01, 1997
Fiscal year end	Sept. 30
UCITSV	yes
Investment horizon	long-term
Risk-return profile	3 of 7
Investor type (minimum requirement)	Private Customer
Investment objective	Growth and current income
Skills/ Experiences (minimum requirement)	Basics
Permission for public distribution	DE, AT, CH
Representative in Switzerland	1741 Fund Solutions AG
Paying agent in Switzerland	Bank Vontobel AG

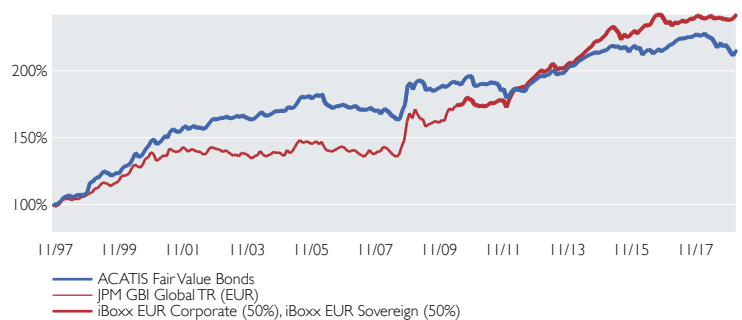
### TOP 10 POSITIONS

Inflation Linked Note 30Y Cum.	6.7%
7.000% Grenke 2023	4.8%
4.000% Viridian Group/ Vir Power 2025	4.8%
3.125% Softbank Group Corp 2025	4.8%
5.375% Selecta Group BV 2024	4.7%
6.500% Nordex SA 2023	4.7%
5.625% Schmolz & Bickenbach 2022	4.6%
6.750% SocGen CoCo	4.6%
3.625% Ziggo 2020	4.4%
4.950% Portugal 2023	4.3%

### CONTINUATION PRODUCT FACTS/ EMT

Loss Carrying Capacity	no Capital Guarantee
Front end fee	5%
Ongoing Charges (as of Sep. 30, 2018)	1.25% p.a.
Management fee ex ante	0.95%
Transaction costs ex ante	0.10%
Performance fee ex ante	maximal 15%
Incidental costs ex ante	0.07%
Management fee ex post	0.95%
Transaction costs ex post	0.07%

### PERFORMANCE VS. BENCHMARK



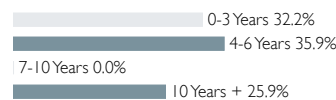
### PERFORMANCE AS OF END OF MONTH IN PERCENT

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year	Index
2019	1.8												1.8	1.1
2018	0.7	-0.7	-0.6	-0.3	-1.4	-1.7	1.5	-1.2	0.6	-1.0	-1.6	-1.1	-6.6	-0.2
2017	0.1	0.9	0.7	0.4	-0.1	0.2	0.4	-0.1	0.4	0.6	-0.3	-0.1	3.1	1.2
2016	0.6	-2.5	1.1	0.5	-0.2	-1.1	0.8	0.7	-0.8	0.9	0.4	1.1	1.5	4.0
2015	0.8	0.9	0.0	-0.2	0.1	-0.9	0.8	-0.6	-1.2	1.6	0.5	-1.2	0.6	0.5
2014	0.8	1.0	0.6	0.7	0.5	0.6	0.3	0.5	-0.2	0.0	0.7	-0.1	5.6	10.6
2013	-0.6	0.7	0.1	1.5	-0.1	-1.4	0.7	-0.3	0.9	1.4	0.7	-0.1	3.6	2.2
2012	2.2	0.8	-0.5	-0.2	-0.2	-0.2	2.3	0.8	0.7	0.9	0.7	0.8	8.4	12.3
2011	0.7	0.1	-0.1	-0.1	0.9	-0.4	0.0	-0.7	-2.4	0.7	-3.5	0.9	-3.8	2.6
2010	0.5	1.0	0.7	-0.5	0.0	-0.7	1.8	1.4	0.1	0.1	-3.6	0.0	0.5	7.1

Performance since inception	ann. Perf since inception	Performance 5-years	Performance 3-years	Performance 1-year	Volatility 5-years	Volatility 3-years	Volatility 1-year
114.8%	3.6%	4.9%	-1.0%	-5.6%	2.4%	2.6%	2.7%

Volatility on a daily basis Source: Bloomberg, ACATIS Research

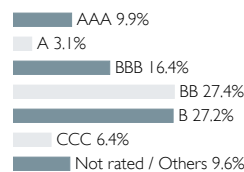
### MATURITY OF BONDS



### KENNZAHLEN

Average Coupon %	4.7
Average Yield %	4.3
Median Percentage Yield	4.3
Average Maturity in Years	5.9

### RATING



### SECTORS

Corporate Bonds	46.1%
Banks	31.5%
Supranational	8.8%
Countries with medium credit rating	4.3%
States top credit rating	1.1%
Telecommunication Services	0.1%
Others	6.3%
Cash	1.8%

### AWARDS

