

# ACATIS FAIR VALUE BONDS

AS OF: AUGUST 31, 2018

## Global fixed-income fund, defensive, sustainable

### MARKET COMMENTARY

The fund lost 1.2% in August. With a performance of -3.6% for the current year, it lags behind the benchmark (-0.4%). The "killjoy" for August was the bond of French supermarket chain Rallye, which lost 29.4%. The inflation bond, which has a high weighting of 5.2%, also lost slightly, as the bid-ask spread widened slightly in the trade. In the meantime, we have sold the Turkish lira denominated bond of the European Investment Bank - luckily just in time before the big price collapse. The 7.5% bond of the Dutch Post expired as scheduled, and the bond of French company Numericable (5.375% yield) was terminated.

### 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	22.2 Mill. EUR
Net asset value	41.61 EUR
Manager	UI-Team, Advisor: ACATIS
Advisor	ACATIS Fair-Value, CH
Investment company	Universal Investment
Domicile	Germany
Custodian	Hauk&Aufhäuser, FFM
Date of inception	Oct. 01, 1997
Fiscal year end	Sept. 30
UCITS V	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	Notenstein La Roche Privatbank AG

### TOP 10 POSITIONS

6.000% Deutsche Bank (CoCo)	6.1%
Inflation Linked Note 30Y Cum.	5.2%
6.750% SocGen CoCo	5.0%
4.000% Santander Intl Debt 2020	4.9%
5.125% Hapag-Lloyd 2024	4.1%
7.000% Grenke 2023	4.0%
3.625% Ziggo 2020	3.8%
5.625% Schmolz & Bickenbach 2022	3.8%
5.625% Mazedonien 2023	3.6%
3.125% Softbank Group Corp 2025	3.5%

### CONTINUATION PRODUCT FACTS/ EMT

Loss Carrying Capacity	no Capital Guarantee
Front end fee	5%
Ongoing Charges (as of Sep. 30, 2017)	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



— ACATIS Fair-Value Bonds  
— JPM GBI Global TR (EUR)  
— iBoxx EUR Corporate (50%), iBoxx EUR Sovereign (50%)

### PERFORMANCE AS OF END OF MONTH\*

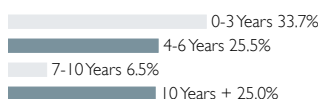
	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year	Index
2018	0.7	-0.7	-0.6	-0.3	-1.4	-1.7	1.5	-1.2					-3.6	-0.4
2017	0.1	0.9	0.7	0.4	-0.1	0.2	0.4	-0.1	0.4	0.6	-0.3	-0.1	3.1	1.2
2016	0.6	-2.5	1.1	0.5	-0.2	-1.1	0.8	0.7	-0.8	0.9	0.4	1.1	1.5	4.0
2015	0.8	0.9	0.0	-0.2	0.1	-0.9	0.8	-0.6	-1.2	1.6	0.5	-1.2	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
2009	2.9	0.6	-0.1	-0.8	-2.9	0.9	-0.8	-0.3	0.9	0.4	0.8	-0.7	0.8	-1.3

\* Information in percent

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
117.8%	3.8%	10.3%	0.6%	-3.0%	2.8%	3.3%	3.3%

Volatility on monthly basis Source: Bloomberg, ACATIS Research

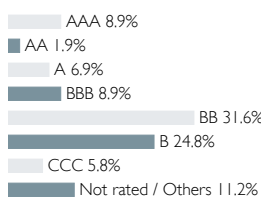
### MATURITY OF BONDS



### KEY RATIOS

Average Coupon %	5.1
Average Yield %	4.3
Median Percentage Yield	4.1
Average Maturity in Years	6.2

### RATING



### SECTORS

Corporate Bonds	35.2%
Banks	33.3%
Supranational	8.2%
Countries with medium credit rating	7.0%
States top credit rating	2.6%
Telecommunication Services	2.5%
Others	5.0%
Cash	6.2%

### AWARD

