

ACATIS IFK VALUE RENTEN UI (CHF)

AS OF: DECEMBER 31, 2017

Global fixed-income fund, aggressive, Swiss franc hedge

MARKET COMMENTARY

The tranche was unchanged in December, for a total performance of +6.9% in 2017; it also outperformed the benchmark by 4.5%. The target of 3-5 percent growth per year has remained unchanged. Similar to the FED interest rates (currently 1.25 - 1.50%), we expect that the rates for the Bunds will normalise to 0.75 - 1.00% in the coming year. Since this still does not represent any value, it makes sense to keep an eye on the entire bond universe. Similar to 2017, new bonds will be issued in the coming year that do offer value, such as those of Schmolz & Bickenbach, which were issued at 5.625%, and that are currently priced at 107 or a yield of 2.5%. In addition, there are always trials and tribulations in individual stocks, sectors or regions, which will be identified as value stocks and incorporated into the portfolio in 2018. At Absolut Research, the fund is in 6th place of 312 (3 years - diversified bonds); 60 of the last 84 months were positive.

INVESTMENT OBJECTIVE AND - PHILOSOPHY

Assets under management are mostly invested in bonds of issuers selected on the basis of traditional bond analysis. The focus is on identifying value bonds that offer a particular yield advantage relative to their valuation. The fund therefore invests in a broadly diversified portfolio of undervalued bonds and focuses both on distributions in the form of interest and on capital gains.

PRODUCT FACTS

WKN	A1CS5A
ISIN	DE000A1CS5A9
Valoren-Nr.	12221489
Distribution	Dividends distributed
Investment category	Bonds Global
Benchmark	JPM GBI GLOBAL TR (EUR)
Currency	CHF
Total net assets	927.8 Mill. EUR
Net assets of share class	120.0 Mill. CHF
Net asset value	112.74 CHF
Manager	UI-Team, Advisor: ACATIS Investment
Investment company	Universal Investment
Domicile	Germany
Custodian	Hauck&Aufhäuser, FFM
Date of inception	December 29, 2010
Fiscal year end	Sep. 30
Front end fee	3%
Ongoing Charges (as of Sep. 30, 2016)	1.12% p.a. + Perf. Fee
Permission for public distribution	DE, AT, CH, FR, NL
Representative in Switzerland	1741 Fund Solutions AG
Paying agent in Switzerland	Notenstein La Roche Privatbank AG

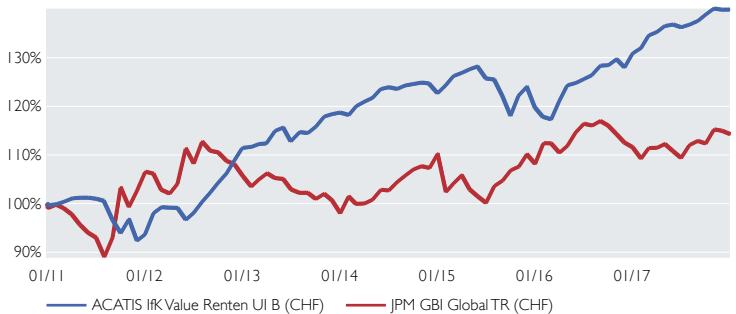
TOP 10 POSITIONS

0.500% Citigroup CVTA 2023	4.8%
2.260% Argentina 2038	3.9%
5.625% Tunesien 2024	3.1%
7.500% DEA 2022	3.0%
1.000% Aabar Convertible (UniCredit) 2022	3.0%
3.875% Allianz 2022	2.8%
7.487% Russian Railways 2031	2.5%
6.750% Hapag Lloyd 2022	2.4%
10,00% IBRD 2020	2.4%
5.625% Schmolz & Bickenbach 2022	2.3%

AWARDS



PERFORMANCE VS. INDEX JPM GBI GLOBAL TR



PERFORMANCE AS OF END OF MONTH*

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year	Index
2017	0.9	1.9	0.5	0.9	0.2	-0.4	0.4	0.6	0.9	0.9	-0.2	0.0	6.9	2.4
2016	-1.6	-0.4	3.3	2.6	0.4	0.6	0.6	1.6	0.1	1.0	-1.3	2.2	9.3	3.1
2015	1.4	1.5	0.6	0.6	0.4	-1.9	-0.2	-2.7	-3.3	3.5	1.5	-3.4	-2.4	-1.9
2014	-0.4	1.5	0.8	0.6	1.5	0.3	-0.3	0.6	0.3	0.2	-0.1	-1.6	3.4	12.5
2013	0.2	0.5	0.1	2.3	0.6	-2.4	1.7	-0.2	1.2	1.8	0.4	0.3	6.5	-7.2
2012	4.7	1.2	-0.1	-0.1	-2.4	1.5	2.3	1.9	1.9	1.9	2.6	2.2	19.0	-0.8
2011	0.3	0.5	0.7	0.1	0.0	-0.2	-0.4	-3.9	-2.7	3.1	-4.6	1.4	-5.9	7.6
2010												-0.5	-0.5	-1.0

* Information in percent

Performance since inception	ann. Perf since inception	Performance 3-years	Performance 1-year	Volatility 3-years	Volatility 1-year
39.8%	4.9%	14.0%	6.9%	5.5%	2.2%

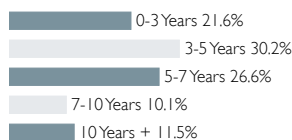
Volatility on monthly basis

Source: Bloomberg, ACATIS Research

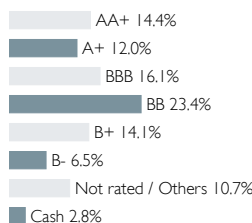
KEY RATIOS

Average Coupon in %	4.7
Average Yield in %	4.0
Average Maturity in Years	5.5

ASSET ALLOCATION - MATURITY



ASSET ALLOCATION - RATING



*Classification based on the assessment of the sub-advisor IFK

ASSET ALLOCATION - CURRENCIES (AFTER HEDGING)

