

# LSF – GEB Global Euro Bond Fund

Data as of June 2020



COLOMBO

Lugano | Zürich | Genève

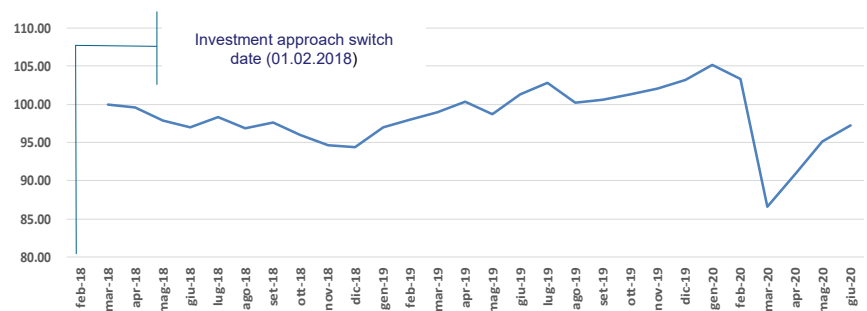
## FUND FACTS

Domicile	Luxembourg / SICAV
Fund Type	UCITS V
Launch Date	29/11/2013
Investment Approach	
Switch Date	01/02/2018
Fund Currency	EUR
Share Class Currencies	EUR / CHF
Advisor	YSMA
AUM (all classes) Mio	29.93 €
Liquidity	Daily
Management Fees	1.00%
Performance Fees	0%
TER	1.26%
Strategy	Absolute Return Bond Fund (EUR)

## OPERATIONAL APPROACH

LSF - GEB Global Euro Bond Fund - Fund's objective is to achieve income and capital growth. The investment objective of the Sub-fund is to invest its assets mainly in a diversified portfolio of bonds (including high-yield bonds) denominated in Euro and other debt instruments issued by countries or companies. The Sub-fund will seek opportunities, depending on market conditions, by investing extensively into sub-investment grade bonds. The Sub-fund intends to systematically hedge foreign currency exposure. The investments are predominantly (min 90%) in Euros. There are no geographic or sectoral restrictions.

## PERFORMANCE



## RISK PROFILE

1	2	3	4	5	6
---	---	---	---	---	---

Low

High

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2018	-0.34%	-0.78%	-0.21%	-0.37%	-1.81%	-0.91%	1.39%	-1.45%	0.80%	-1.65%	-1.43%	-0.32%	-6.90%
2019	2.74%	1.08%	1.05%	1.39%	-1.71%	2.63%	1.49%	-2.47%	0.37%	0.63%	0.80%	1.10%	9.39%
2020	1.90%	-1.74%	-16.22%	5.06%	4.60%	2.24%							-5.74%

## CODES

### Class A2

ISIN	LU0986347978
Bloomberg	UBSPBA2 LX
Telekurs	226.41.146
Share Class	Institutional
Reference Currency	EUR
NAV per Share	93.20
Monthly Variation	2.24%
Performance Ytd	-5.74%

## STATISTICAL DATA

### Performance

Total Return 1Month(s)	2.24%
Total Return MTD	2.24%
Total Return QTD	12.36%
Total Return YTD	-5.74%
Total Return 3 Month(s)	12.36%
Total Return 6 Month(s)	-5.74%
Total Return 1Year(s)	-3.95%
Total Return 2 Year(s)	0.34%
Total Return 3 Year(s)	-4.49%

### Period Analysis

	Up	Down
Number	16	14
Percentage	53%	47%
Average	183%	-2.24%
Standard Dev.	136%	4.08%
Max Sequence	5	6
Avg Sequence	3	2

### Best vs Worst

	Perf.	Date
1st Best	5.06%	30.04.20
2nd Best	4.60%	29.05.20
3rd Best	2.74%	31.01.19
1st Worst	-16.22%	31.03.20
2nd Worst	-2.47%	30.08.19
3rd Worst	-1.81%	31.05.18

### Statistics (1 Year)

Standard Deviation 1Year(s)	14.30%
Semivariance 1Year(s)	21.16%
Sharpe Ratio vs Risk Free 1 Year(s)	-0.16

## Contact Information

Colombo Wealth SA  
Via Clemente Maraini, 39  
6903 Lugano (CH)  
T: +41 91 910 1790  
F: +41 91 910 1791  
Email: info@colombo.swiss

## DISCLAIMER

This document has been prepared by Colombo Wealth SA, authorized and regulated by the Swiss Financial Market Supervisory Authority, FINMA. This document has been provided for informative purpose only and must not be used or considered as an offer or solicitation to sell or buy the securities listed herein. Any investor decision to buy or sell shares of the Luxembourg Selection Fund – GEB must only rely on information and conditions listed in the prospectus of the Luxembourg Selection Fund – PBF. Performance data, provided by Northern Trust Global Services PLC, Luxembourg Branch acting as Central Administrative Agent, will not necessarily be repeated in the future and do not constitute a guarantee nor a projection of future results. The opinions expressed herein, subject to modifications without notice, are purely indicative and do not constitute an investment suggestion nor a legal or a tax advice. The prospectus (edition for Switzerland), the Key Investor Information Documents, the Articles, the annual and semi-annual reports in French and further information can be obtained free of charge from the representative in Switzerland: Carnegie Fund Services S.A., 11, rue du Général-Dufour, CH-1204 Geneva, Switzerland, tel.: + 41 22 7051177, fax: + 41 22 7051179, web: [www.carnegie-fund-services.ch](http://www.carnegie-fund-services.ch). The Swiss paying agent is UBS Switzerland AG, Bahnhofstrasse 45, 8001 Zurich, Switzerland. The last unit prices can be found on [www.swissfunddata.ch](http://www.swissfunddata.ch).



## PORTFOLIO ASSET ALLOCATION

### Rating



### Top 5 Positions

#	ISIN	Description	Market Value (%)
1	XS1739839998	UCGIM 5 % PERP	3.6
2	XS497606365	TITIM 3 09/30/25	3.1
3	XS1968706876	ROMANI 4 % 04/03/49	2.8
4	XS0229567440	GE 4 % 09/19/35	2.8
5	XS199954691	SYNNVX 1%09/10/27	2.8
<b>TOP 5 POSITIONS</b>			<b>15.0</b>

## MONTHLY COMMENT

### Market Comment

As a result of the unprecedented corona pandemic, bonds from all segments faced major challenges. The magnitude of the losses recorded in March are most comparable to those during the financial crisis in 2008. Although the market has recovered somewhat in recent weeks, it is still well below the levels before the Corona crisis. In view of the existing imponderables, this was also to be expected. However, we see reason to be optimistic over the next three to five years.

The biggest current risk factor is clearly when the pandemic can ultimately be brought under control. The individual countries will inevitably make progress at different speeds. However, we expect an increasingly positive development in the coming months. Lockdown measures have been eased in a number of countries in recent weeks. Remarkably, some emerging markets such as China and Taiwan have had the greatest successes.

Meanwhile, governments and central banks around the world have launched unprecedented relief efforts to limit the economic damage caused by the pandemic. While a global recession of historic proportions appears inevitable, the increasing easing of lockdown measures and strong political support measures should favor a significant economic recovery in the second half of 2020. For many companies, the corona virus should therefore mainly represent a short-term profit shock and not a threat to their fundamental creditworthiness. In this aspect, the Corona crisis differs significantly from the last financial crisis, which originated in much more deeply rooted problems, which were partly due to excessive debt.

The 10-year US Treasury yield stayed unchanged at 0.65% in June. Over the same period, the 10-year Bund yield decreased to -0.45%. Current interest rates are still close to historical lows.

### Fund Development

Fund assets are currently EUR 29.6 million compared to EUR 30.6 million at the end of May 2020. The decrease in fund assets was driven by one outflow. In the month under review, we made no changes in the portfolio. After the outbreak of the crisis in March we adjusted the portfolio to profit from the ongoing rebound.

### Performance Analysis

The fund outperformed its benchmark in a positive month for bond markets. The fund gained 2.24% in June. During this period, the benchmark gained 0.98%. The underperformance compared to the benchmark since the beginning of the year has not yet been eliminated but has again decreased significantly.

High yield bonds were the highest contributors to the positive performance in the reporting month. At sector level, the main positive performance contribution came from sovereigns, financials, basic materials and energy. At country level, almost all positions contributed to the fund's positive performance. Our involvement in Wirecard experienced a dramatic development after 1/3 of the balance sheet is missing. The position brought the fund a loss of 0.8%. We are keeping the position, as at prices of around 12% of the nominal value there is limited further loss potential and the existing technology has value.

### Outlook

Corporate bond yields have increased significantly since the beginning of the year. Bond prices recovered in recent weeks. Yields remain at attractive levels. Default rates across the entire spectrum of bonds are likely to increase from very low levels. Nevertheless, investors with an active investment approach, will be compensated appropriately for the risk taken. The fund's fundamentals are in relative and absolute terms very attractive.

### DISCLAIMER

This document has been prepared by Colombo Wealth SA, authorized and regulated by the Swiss Financial Market Supervisory Authority, FINMA. This document has been provided for informative purpose only and must not be used or considered as an offer or solicitation to sell or buy the securities listed herein. Any investor decision to buy or sell shares of the Luxembourg Selection Fund – GEB must only rely on information and conditions listed in the prospectus of the Luxembourg Selection Fund – PBF. Performance data, provided by Northern Trust Global Services PLC, Luxembourg Branch acting as Central Administrative Agent, will not necessarily be repeated in the future and do not constitute a guarantee nor a projection of future results. The opinions expressed herein, subject to modifications without notice, are purely indicative and do not constitute an investment suggestion nor a legal or a tax advice. The prospectus (edition for Switzerland), the Key Investor Information Documents, the Articles, the annual and semi-annual reports in French and further information can be obtained free of charge from the representative in Switzerland: Carnegie Fund Services S.A., 11, rue du Général-Dufour, CH-1204 Geneva, Switzerland, tel.: + 41 22 7051177, fax: + 41 22 7051179, web: [www.carnegie-fund-services.ch](http://www.carnegie-fund-services.ch). The Swiss paying agent is UBS Switzerland AG, Bahnhofstrasse 45, 8001 Zurich, Switzerland. The last unit prices can be found on [www.swissfunddata.ch](http://www.swissfunddata.ch).