

Monthly Report

Strategic Selection Fund Global Euro Bond A EUR

LU2201849358

Marketing Document for investors in Switzerland

31-Dec-20



For more information on terminology used in this report, please refer to the glossary available on www.ecp.lu

Investment strategy

SSF Global Euro Bond Fund - The fund aims to generate income through interest income and capital growth. The investment objective of the Sub-Fund is to invest its assets primarily in a diversified portfolio of bonds (including high yield bonds). The fund invests in bonds worldwide, without geographical or sectoral restrictions. Investments can be made in debt securities of countries and companies of any rating group. Currency risks are not actively taken and are hedged against the reference-currency of the sub-fund as far as possible.

Key characteristics

Investment manager	Colombo Wealth SA
Fund managers	Edoardo Barbieri
Legal structure	Luxembourg SICAV - UCITS
Inception date	05/08/2020*
Sub-fund currency	EUR
Share class currency	EUR
Dividend policy	Accumulating
Registration	LU
Investment horizon	At least 5 years
Sub-fund AuM	34.47 €mln
NAV at report date	104,05

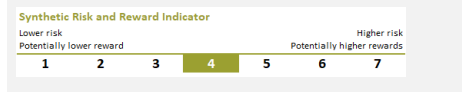
Fee structure & dealing information

Subscription fee	Max. 5%
Redemption fee	-
Management fee	Max. 1.5%
Performance fee	-
ISIN code	LU2201849358
WKN	
Valoren	55777301
Bloomberg	SSGEBAE LX
Liquidity	Daily
Min. initial investment	-
Cut-off time	TD 16:00 Luxembourg
Settlement subscription	TD+3
Settlement redemption	TD+3

Administrative information

Management company	European Capital Partners
Depository & Admin.	Banque de Luxembourg
Sub-Administrator	European Fund Administration
Domiciliation agent	Banque de Luxembourg
Auditor	Deloitte
Swiss legal representative	ACOLIN Fund Services AG
Swiss paying agent	Banque Cantonale de Genève

Risk/return profile



Signatory of:



Manager comment

Market Comment:

After a year in which the coronavirus pandemic has inflicted tragic loss of life and economic hardship, vaccines bring the hope of a better 2021. US inflation breakeven rates have normalized to pre-COVID-19 levels at around 1.8%, but remain below the Federal Reserve's 2% target, suggesting that, even with current expectations for unprecedented stimulus, investors do not believe the Fed will reach its inflation target over the next decade. Inflation expectations in Europe and Japan are at even lower levels. Markets aren't pricing a first US rate hike for nearly three years and are only pricing in three hikes over the next five years. Meanwhile, the ECB has increased the size of its bond purchase program, with the Bank of Japan saying it would ease policy further "without hesitation" if downside risks were realized. This environment was and is challenging for investors in the fixed income sector. Our focused investment philosophy has also proven itself in this environment. The yield on 10-year US Treasury bills was 0.94% at the end of December, compared with 0.85% in the previous month. Over the same period, the 10-year Bund yield stagnated at -0.56%. Current interest rates are still close to historical lows.

Fund Development:

Fund assets are currently EUR 34.41 million compared to EUR 32.92 million at the end of November 2020. The increase in fund assets was mainly driven by inflow and performance. In the months under review we established a position in AK Bank. Akbank's core business is banking activities, consisting of corporate and investment banking, commercial banking, SME banking, consumer banking, payment systems, treasury transactions and private banking, and international banking services. In addition to conventional banking activities, the Bank also conducts insurance agency operations through its branches, on behalf of Ak Insurance and AvivaSA Pensions and Life Insurance.

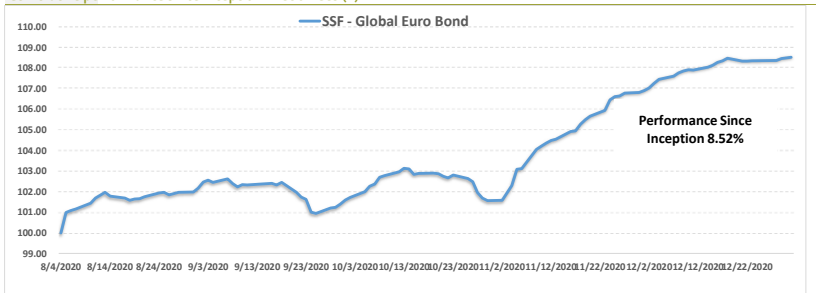
Performance Analysis:

The investment month of December was again very positive for the fund. The fund's monthly performance was 1.59% compared to +0.14% of the benchmark. The fund outperformed its benchmark last month by 1.45%. The fund's performance since the beginning of the year is therefore 5.23%. The fund inclusive costs outperformed the benchmark (excluding costs) by 1.18%. High yield bonds were the best contributors to the performance in the reporting month. At sector level, positive contribution came from most sectors. Outperformer were Government Bonds, energy and industrials. On region level, top performer were Central Asia, North America and Eastern Europe. The best contributors in November were the investments in Gran Tierra Energy, Transocean Inc and Buenos Aires. Worst contributor were the investments in EQT Corp, AMS AG and Icahn Enterprises.

Outlook:

Despite the positive development of the fund in 2020, the yield to maturity and the spread to the risk-free interest rate of the portfolio are above the values at the beginning of the year. In other words, the fund has become more attractive in relative and absolute terms compared to the beginning of the year. With this attractive starting position and a possible US economic stimulus package in spring 2021, the investments in the portfolio should continue to appreciate significantly.

Cumulative performance since inception - net of fees (*)



Asset allocation

Rating	Weight (%)
BBB	11.30%
BB	44.50%
B	18.40%
CCC	6.40%
CC	1.60%
Dafault	1.20%
NR	7.10%
Net Liquid Asset	9.50%

Top 5 Names

Company name	Sector	Country	Weight (%)
UniCredit - Bonds 2017-Without Fixed Maturity	Financial	IT	3.88%
Romania - 4.625 % Notes 2019-03.04.49	Sovereign	RO	3.26%
Telecom Italia 3% 30.09.25 EUR	Wirelines	IT	3.12%
GE - 4.125 % Euro Medium-Term Notes 2005-19.9.35	Diversified Manufacturing	US	3.06%
Ford Motor Cred-2.386 % EuroMediumTerm Notes 2019-1 Automotive		US	3.01%

Strategic Selection Fund SICAV is a Luxembourg-registered "Société d'Investissement à Capital Variable" organised under Luxembourg Law and European Council Directive 2009/65/EC of 13 July 2009 (UCITS) and regulated by the "Commission de Surveillance du Secteur Financier" (CSSF), the Luxembourg financial services authority. No guarantee is given or intended as to the completeness, timeliness, or adequacy of the information provided herewith. Past performance of any investment is not indicative of future performance and investments are subject to fluctuations in stock prices, exchange rates and other risk factors as further described in the Prospectus and the Key Investor Information Document of the fund. The value of the fund and its share classes are calculated assuming constant reinvestments of dividends. The information given on these pages does not constitute an offer nor a product recommendation, it is provided for individual information purposes only. For product advice or investment recommendation, please contact your bank or investment advisor. Any investment decision in Strategic Selection Fund SICAV should be made on the basis of the current Prospectus, which is available, along with the Key Investor Information Document, the current annual and semi-annual reports, electronically in English and in any authorised language of the market where the mentioned SICAV is authorised for distribution, free of charge on www.ecp.lu or by contacting European Capital Partners (Luxembourg) S.A., from the local representatives, information agents or distributors.

The legal representative in Switzerland is ACOLIN Fund Services AG, Affolternstrasse 56, CH-8050 Zurich. The Paying Agent in Switzerland is Banque Cantonale de Genève, Quai de l'Île 17, CH-1204 Geneva. The relevant documents, such as the complete sales prospectus including the articles of association and the key investor information, as well as the semi-annual and annual reports, can be obtained free of charge from the representative in Switzerland, ACOLIN Fund Services AG.