

## RISK CATEGORY SRRI\*

Lower risk Potentially lower reward Higher risk Potentially higher reward



\*\*\*the SRRI was calculated based on historical data and is not an indicator of future risk. The current risk profile is based on historical data and may not be a reliable indication of the future risk profile of the Sub-Fund. The risk category shown is not guaranteed and may shift over time. The lowest category, which corresponds to Number 1, cannot be regarded as being risk-free. The Sub-Fund does not provide any capital guarantee or asset protection."

## STRATEGY

The MFM Global Convertible Defensive invests globally in convertible bonds of predominantly high credit quality. The objective is to achieve asymmetric steady returns with low volatility in the medium to long term. Emphasis is placed upon downside protection in times of equity market weakness.

## NAV

Fund Assets (in M. CHF)	201.4
Number of positions	71

## KEY FACTS

Fund domicile	Luxembourg
Fund authority	CSSF
Launch date	31.05.2011
Subscriptions	Daily
Max. Subscriptions fees	2.50%
Redemptions	Daily
Redemptions fees	0%
Performance fees	None
SFDR Classification	Article 8

Please refer to disclaimer for additional information

## FUND MANAGER

MFM Mirante Fund Management SA	
Rue Etraz 4	Bleicherweg 47
1003 Lausanne	8002 Zürich
Switzerland	Switzerland
T. +41 58 590 10 00	T. +41 58 590 10 00

## ADMINISTRATOR

FundPartner Solutions (Europe) S.A., Luxembourg	Pictet & Cie (Europe) S.A., Luxembourg
---	--

## CUSTODIAN

## AUDITORS

BDO Audit S.A., Luxembourg

# MFM GLOBAL CONVERTIBLE DEFENSIVE

## GROSS OF FEES - USD

Marketing Communication - December 29th, 2023

## MONTHLY COMMENT\*

Global financial markets sustained their remarkable rebound as Powell, Fed's chairman, announced that officials were already discussing rate cuts, which he envisaged taking place "well before" inflation hit its target of 2%. In the convertible bonds universe, all the regions except Japan were in positive territory, led by the US with +6.55%. MFM Global Convertible Defensive returned over the month +1.35% against its investment universe at +1.83%. In relative terms, we benefited from our overweight in Lenovo (CN, information technology) and Ford (US, consumer discretionary), bringing us +6bps and +5bps, respectively. However, the fund suffered from our overweight in Nippon Steel (JP, materials), impacted by the weakness of the Japanese markets in December, costing us -15bps. We have actively managed the portfolio's equity risk, diversification, and convexity in the portfolio. We took profit in high delta names, like Bharti Airtel (IN, communication services) for example. Furthermore, we initiated new names, such as Expedia (communication discretionary). Finally, we exited dull profiles, such as Taiwan Cement (TW, materials), exercising its put option. It seems clear that global economic growth will be the main driver of financial markets going forward. However, economists face challenges in accurately predicting the onset and magnitude of economic downturns, positioning investment strategies based on these forecasts would be clumsy. While developed economies have done better than expected in 2023, they are not out of the woods yet. Maintaining high interest rates could be painful for businesses and consumers alike, even if a recession is avoided. The global economy is therefore expected to remain vulnerable in 2024. Our strategy's intrinsic convexity is designed to capitalize on unpredictable jumps in volatility and potential rebounds from some of its issuers that display attractive valuations. MFM Global Convertible Defensive provides high credit quality, low duration, and controlled exposure to equity risk premia. Globally, it provides an attractive alternative to straight bonds in a high interest rate environment combined with slowing growth.

\*Fund performance is gross of fees in CHF.

## HISTORICAL GROSS PERFORMANCE



## KEY HOLDINGS

AMERICA MOVIL BV 0.0% 2024-03-02
STMICROELECTRONICS NV 0.0% 2025-08-04
NIPPON STEEL CORP 0.0% 2024-10-04
SOUTHWEST AIRLINES CO 1.25% 2025-05-01
SK HYNIX INC 1.75% 2030-04-11

## PERFORMANCE

	MTD	YTD	3 YEARS	5 YEARS	* SINCE INCEPTION	*ANNUALIZED PERFORMANCE	* ANN. VOLATILITY
MFM Global Defensive	1.71%	7.98%	-0.32%	19.89%	59.66%	3.79%	5.79%
Global Defensive Universe	2.16%	9.69%	1.82%	20.11%	49.03%	3.23%	6.31%

## PERFORMANCE ANALYSIS

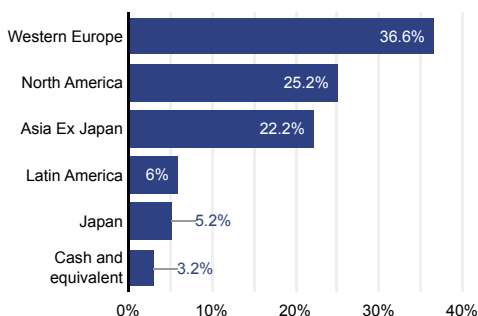
	SHARPE RATIO	SORTINO RATIO	MAXIMUM DRAWDOWN	AVERAGE COUPON	AVERAGE YIELD	EFFECTIVE DURATION (bps)	EQUITY EXPOSURE
MFM Global Defensive	0.43	0.57	14.72%	0.82%	0.77%	148	38.8%
Global Defensive Universe	0.31	0.43	14.91%	1.54%	1.47%	156	44.07%

## MONTHLY RETURNS (%)

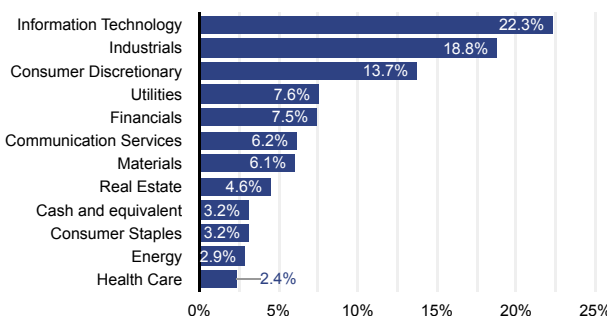
	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	ANN.
2019	1.93	1.14	0.62	1.28	-1.14	1.57	0.58	-0.27	0.31	0.25	0.82	1.46	8.86
2020	0.81	-0.82	-7.18	3.78	2.55	0.52	1.82	2.53	-1.13	-0.45	5.68	2.57	10.57
2021	-0.35	1.97	-0.7	1.1	0.88	0.22	-0.61	0.82	-1.54	0.75	-0.74	0.76	2.52
2022	-2.32	-2.03	0.21	-2.02	-1.91	-5.01	3.92	-1.15	-4.41	1.96	3.25	-0.81	-10.24
2023	3.89	-0.37	1.27	-0.9	-0.84	2.18	0.95	-1.21	-1.07	-1.39	3.7	1.71	7.98

"Past performance is gross of fees. Past performance should not be taken as an indication or guarantee of future performance. Investors might lose invested capital."

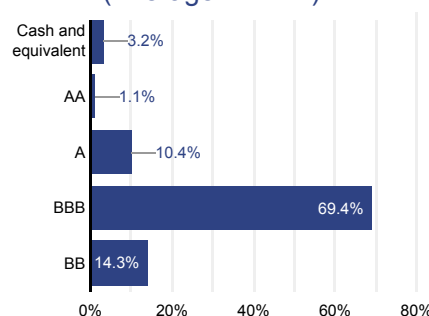
## REGION BREAKDOWN



## SECTOR BREAKDOWN



## RATING BREAKDOWN (Average : BBB+)



Marketing Communication - December 29th, 2023

Cmcy	Class	Mngt. Fee	Perf. Fee	Inception	ISIN	Bloomberg	NAV Date	NAV	MTD. Perf.	YTD. Perf.	SI* Perf.
CHF	I	0.9%	0%	15/02/2008	LU1105776212	MFMGCCCI	29/12/2023	133.97	1.28%	2.99%	1.86%
CHF	R	1.4%	0%	06/10/2003	LU1105776568	MFMGCCCR	29/12/2023	126.24	1.23%	2.44%	1.16%
CHF	RF	0.6%	0%	26/04/2018	LU1275960182	MFMGRFC	29/12/2023	97.04	1.30%	3.27%	-0.53%
CHF	Z	NA	NA	25/08/2020	LU1822276330	MFMGCCZ	29/12/2023	98.79	1.35%	3.92%	-0.36%
EUR	I	0.9%	0%	15/02/2008	LU1105776303	MFMGCEI	29/12/2023	140.97	1.48%	4.90%	2.19%
EUR	R	1.4%	0%	20/04/2005	LU1105776642	MFMGCER	29/12/2023	133.4	1.44%	4.34%	1.55%
EUR	RF	0.6%	0%	26/04/2018	LU1275960265	MFMGRFE	29/12/2023	99.6	1.51%	5.16%	-0.07%
USD	I	0.9%	0%	31/05/2011	LU1105776485	MFMGCUI	29/12/2023	137.8	1.64%	7.06%	2.58%
USD	R	1.4%	0%	31/05/2011	LU1105776725	MFMGCCR	29/12/2023	130.74	1.59%	6.49%	2.15%
USD	RF	0.6%	0%	26/04/2018	LU1275960349	MFMGRFU	29/12/2023	111.61	1.67%	7.35%	1.95%

Performances are net of fees. All share classes are hedged to their respective currencies.

SI\* Perf. : returns for since inception periods of more than one year are annualized, and not annualized if less than one year.

## DISCLAIMER

Past performance must not be considered as an indicator or guarantee of future performance, and the addressees of this document are fully responsible for any investments they make. No express or implied warranty is given as to future performance.

The Fund is neither directed to, nor intended for distribution or use by, any person or entity who is a citizen or resident or located in any locality, state, country or jurisdiction where such distribution, publication, availability or use would be contrary to law or regulation. The latest versions of the prospectus, articles of association, annual and semiannual reports should be consulted prior to any investment decision. These documents are available on [www.fundsquare.net](http://www.fundsquare.net), at FundPartner Solutions (Europe) S.A., 15 Avenue J.F. Kennedy, L-1855 Luxembourg or from the local representative. The information and data presented in this document are not to be considered as an offer or solicitation to buy, sell or subscribe to any securities or financial instruments. Information, opinions and estimates contained in this document reflect a judgment at the original date of publication and are subject to change without notice. It has not taken any steps to ensure that the securities referred in this document are suitable for any particular investor and this document is not to be relied upon in substitution for the exercise of independent judgment. Tax treatment depends on the individual circumstances of each investor and may be subject to change in the future. Before making any investment decision, investors are recommended to ascertain if this investment is suitable for them in light of their financial knowledge and experience, investment goals and financial situation, or to obtain specific advice from an industry professional. The value and income of the securities or financial instruments mentioned in this document are based on rates from the customary sources of financial information and may fluctuate. The market value may vary on the basis of economic, financial or political changes, the remaining term, market conditions, the volatility and solvency of the issuer or the benchmark issuer. Moreover, exchange rates may have a positive or negative effect on the value, the price or the income of the securities or the related investments mentioned in this document.