

# LO Selection – The Sovereign Bond Fund

## Syst. Hdg, (CHF) I

### Fact Sheet (marketing document)

High Conviction • Fixed Income

31 January 2021

#### FUND FACTS

|                             |   |
|-----------------------------|---|
| Domicile/Legal structure    | Luxembourg/SICAV  |
| Legal Status                | UCITS   |
| Fund inception date         | 4 December 2009   |
| Currency of Fund            | EUR   |
| Currency of share class     | CHF Hedged  |
| Fund manager                | Y. Zufferey, N. Hoogewijs, V. Megard, A. Kayisire, L. Leigh |
| Net assets (all classes)    | CHF 345.69 million  |
| Liquidity (sub./red.)       | Daily, 15:00  |
| Min. investment             | EUR 5 million or equivalent                                 |
| Management fee              | 0.30%   |
| Distribution fee            | 0.00%   |
| FROC                        | 0.13%   |
| TER max (30 September 2020) | 0.43%   |

#### RISK AND REWARD PROFILE

|     |   |   |   |   |   |      |
|-----|---|---|---|---|---|------|
| 1   | 2 | 3 | 4 | 5 | 6 | 7    |
| Low |   |   |   |   |   | High |

#### CODES

|           |              |
|-----------|--------------|
| ISIN      | LU1598863956 |
| Bloomberg | LSSBCIA LX   |
| NAV       | CHF 122.53   |

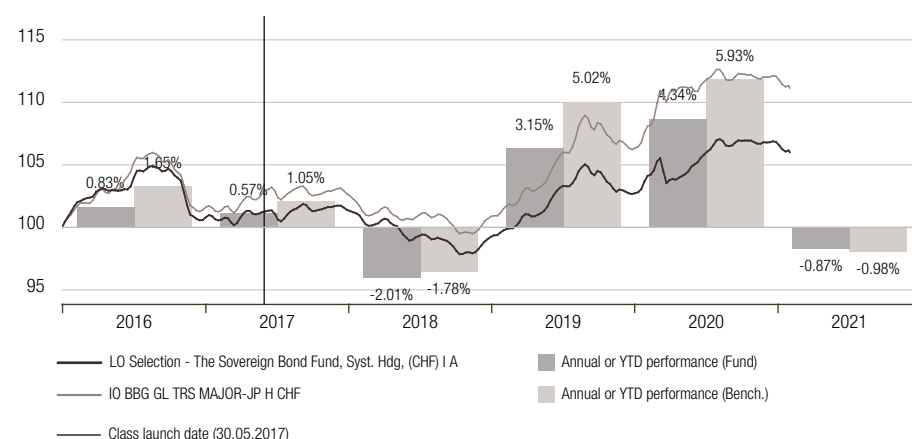
#### RATINGS

|                    |       |
|--------------------|-------|
| Morningstar Rating | ★★★★★ |
|--------------------|-------|

#### HIGHLIGHTS

LO Selection - The Sovereign Bond Fund is an actively managed long-only global sovereign bond fund. It offers a diversified exposure to the most liquid global sovereign bond universe. The fund aims to deliver a better risk-adjusted return than its benchmark. The portfolio applies an integrated and continuous risk-management process aimed at optimizing risk-adjusted return over a 12 month-time horizon. It combines the Lombard Odier investment strategy-a top-down, value-oriented approach-with a bottom-up issuer selection process that includes a proper country and currency allocation. Risk management is performed by fund managers at a portfolio level, alongside independent teams who manage investment risks and monitor operational risks.

#### NET PERFORMANCE AND ANNUAL PERFORMANCE IN CHF Dec 31, 2015 - Jan 31, 2021



#### NET PERFORMANCE IN CHF

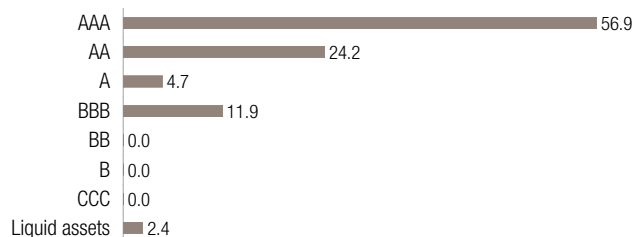
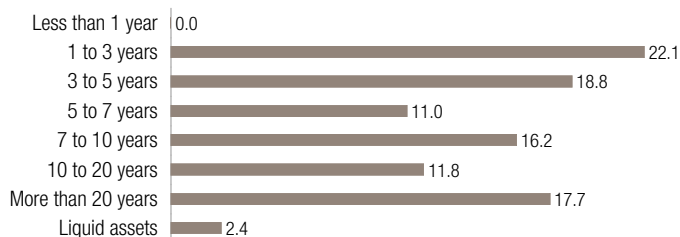
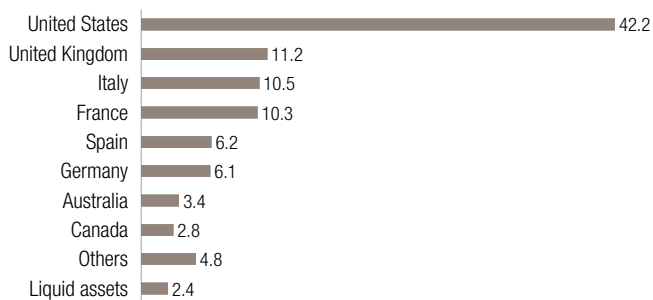
|                                 | Cumulative |        |
|---------------------------------|------------|--------|
|                                 | Fund       | Bench. |
| YTD                             | -0.87%     | -0.98% |
| 1 month                         | -0.87%     | -0.98% |
| 3 months                        | -0.68%     | -0.85% |
| 1 year                          | 1.48%      | 2.40%  |
| 3 years                         | 4.97%      | 9.32%  |
| 5 years                         | 3.99%      | 9.49%  |
| Total return (since 03.12.2009) | 22.53%     | 35.77% |

|  | Annualized |        |
|--|------------|--------|
|  | Fund       | Bench. |
|  | -          | -      |
|  | -          | -      |
|  | -          | -      |
|  | -          | -      |
|  | 1.62%      | 3.00%  |
|  | 0.78%      | 1.82%  |
|  | 1.83%      | 2.77%  |

#### STATISTICS 31.01.2016 - 31.01.2021

|                       | Fund   | Bench. |
|-----------------------|--------|--------|
| Annualised volatility | 2.72%  | 3.17%  |
| Sharpe ratio          | 0.60   | 0.84   |
| Max. drawdown         | -6.50% | -6.01% |
| Correlation           |        | 0.876  |
| Tracking error        |        | 1.53%  |

|                              | Fund   |
|------------------------------|--------|
| Average coupon               | 2.45%  |
| Average maturity             | 9.49   |
| Average rating               | AA     |
| Modified duration            | 8.08   |
| Yield to maturity (unhedged) | 0.33%  |
| Yield to maturity            | -0.23% |
| Yield to maturity (hedged)   | -0.53% |
| Number of positions          | 78     |
| Non Government Bonds         | 0.00%  |

**CREDIT RATINGS (IN %)****MATURITIES (IN %)****COUNTRIES (IN %)****CURRENCIES (IN %)****MONTHLY RETURNS**

| IN %        | 2016       |            | 2017       |            | 2018        |             | 2019       |            | 2020       |            | 2021        |             |
|-------------|------------|------------|------------|------------|-------------|-------------|------------|------------|------------|------------|-------------|-------------|
|             | Fund       | Bench.     | Fund       | Bench.     | Fund        | Bench.      | Fund       | Bench.     | Fund       | Bench.     | Fund        | Bench.      |
| January     | 1.9        | 1.5        | -0.4       | -0.4       | -0.4        | -1.0        | 0.8        | 0.9        | 1.9        | 2.4        | -0.9        | -1.0        |
| February    | 0.5        | 0.8        | 0.5        | 0.9        | -0.8        | -0.6        | -0.2       | -0.2       | 0.8        | 1.5        |             |             |
| March       | 0.7        | 0.6        | -0.1       | -0.3       | 0.7         | 0.7         | 1.4        | 1.8        | -1.3       | 0.6        |             |             |
| April       | -0.2       | -0.2       | 0.4        | 0.5        | -0.7        | -0.8        | -0.1       | -0.2       | 0.4        | 0.7        |             |             |
| May         | 0.1        | 0.4        | -0.0       | 0.5        | -1.1        | 0.1         | 1.2        | 1.3        | 0.9        | -0.1       |             |             |
| June        | 1.0        | 2.0        | -0.6       | -0.5       | 0.3         | -0.1        | 0.9        | 1.3        | 0.6        | 0.3        |             |             |
| July        | 0.6        | 0.8        | 0.3        | 0.1        | -0.3        | -0.2        | 0.3        | 0.6        | 1.1        | 0.9        |             |             |
| August      | 0.2        | -0.0       | 0.8        | 0.8        | -0.1        | 0.1         | 1.5        | 2.5        | -0.9       | -1.3       |             |             |
| September   | 0.1        | -0.4       | -0.6       | -0.8       | -0.5        | -0.8        | -0.7       | -0.8       | 0.7        | 0.8        |             |             |
| October     | -1.3       | -1.6       | 0.4        | 0.4        | -0.4        | -0.5        | -0.5       | -0.5       | -0.2       | -0.2       |             |             |
| November    | -2.6       | -2.2       | -0.0       | -0.1       | 0.3         | 0.1         | -0.7       | -0.7       | 0.2        | 0.1        |             |             |
| December    | -0.1       | -0.0       | -0.2       | -0.1       | 1.0         | 1.2         | -0.6       | -1.0       | 0.0        | 0.1        |             |             |
| <b>Year</b> | <b>0.8</b> | <b>1.7</b> | <b>0.6</b> | <b>1.1</b> | <b>-2.0</b> | <b>-1.8</b> | <b>3.2</b> | <b>5.0</b> | <b>4.3</b> | <b>5.9</b> | <b>-0.9</b> | <b>-1.0</b> |

**PARTICULAR RISKS**

The following risks may be materially relevant but may not always be adequately captured by the synthetic risk indicator and may cause additional loss:

- Liquidity risk: Securities in the Sub-Fund may be sold below their valuation if there is not enough liquidity in the market.
- Currency risk: The Sub-Fund invests in assets priced in foreign currencies which may be adversely affected by changes in exchange rates in relation to the currency of the Sub-Fund.

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Fund.

- Counterparty risk: The Sub-Fund has investment exposures through contracts with third parties which may suffer losses if a counterparty defaults and is unable to meet its contractual obligations.

For more details about risk, see annex B "Risk Factors" of the prospectus.

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