



# PARVEST BOND USA HIGH YIELD - (I)

## RISK AND REWARD INDICATOR

lower risk ← → higher risk  
typically lower rewards typically higher rewards

1	2	3	4	5	6	7
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The higher the risk, the longer the recommended investment horizon

## CODES

	Capi. code
ISIN	LU0111550496
BLOOMBERG	PARUHYI LX
WKN	937988
CUSIP	L7573N512

## KEY FIGURES - USD

NAV (Capi.)	24.57
12M NAV max. Capi. (04/07/14)	25.30
12M NAV min. Capi. (16/12/14)	23.35
Total net assets (mln)	353.17
Initial NAV	100,039.26

## CHARACTERISTICS

<b>Benchmark</b>	Merrill Lynch US Non-Financial High Yield BB-B Constrained (RI)
<b>Nationality</b>	Luxembourg
<b>Legal form</b>	Sub-fund of SICAV with European passport
<b>Launch date</b>	02 April 2001
<b>Base currency (of share class)</b>	U.S. Dollar
<b>Fund Manager</b>	Dimitrios KOURKOULAKOS
<b>Management Company</b>	BNP PARIBAS INVESTMENT PARTNERS LUXEMBOURG
<b>Delegated Investment Manager</b>	FISCHER FRANCIS TREES & WATTS INC
<b>Custodian</b>	BNP PARIBAS SECURITIES SERVICES (Luxembourg)
<b>Max. Entrance Fees</b>	0%
<b>Exit fees</b>	0%
<b>Max. Switch Commission</b>	2%
<b>Ongoing Charges at 30/11/2014</b>	0.73%
<b>Maximum Management fees (annual)</b>	0.55%
<b>Periodicity of NAV Calculation</b>	Daily
<b>Dealing deadline</b>	Day D before 4 pm (Luxembourg time)
<b>Settlement and delivery</b>	Account credited/debited D+3
<b>Execution/Type of course</b>	Unknown NAV



## KEY POINTS

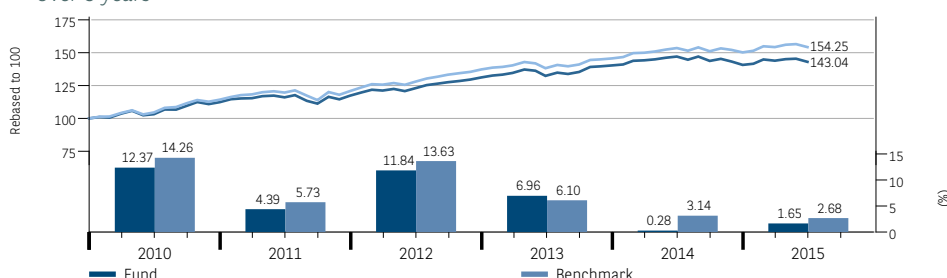
- A fund offering access to the largest and deepest high yield corporate bond market: North America.
- A risk conscious and rigorous process based on a combination of issuer selection and an allocation based on macro-economic scenario coupled with strict risk control.
- A defensive positioning as we effectively limit investment in financials and lower-rated bonds.

## INVESTMENT OBJECTIVE

The Fund seeks to increase the value of its assets over the medium term by investing in high-yield, USD-denominated bonds or other debt instruments. It is actively managed and as such may invest in securities that are not included in the index which is Merrill Lynch US Non-Financial High Yield BB-B Constrained (RI).

## CUMULATIVE AND ANNUAL PERFORMANCE (USD) (Net)

Over 5 years



Past performance or achievement is not indicative of current or future performance. Source of Performance Calculation: BNP Paribas Securities Services.

## PERFORMANCES AS OF 30/06/2015 (USD) (Net)

	Fund	Benchmark
<b>Cumulative (%)</b>		
1 month	- 1.64	- 1.46
3 months	- 0.61	- 0.01
Year to date	1.65	2.68
June 2014 - June 2015	- 2.73	0.47
June 2013 - June 2014	11.11	11.10
June 2012 - June 2013	7.66	8.03
June 2011 - June 2012	5.96	6.90
June 2010 - June 2011	12.42	14.47
<b>Annualised (%) (base 365 days)</b>		
1 year	- 2.73	0.47
3 years	5.17	6.43
5 years	6.74	8.09
Since First NAV (02/04/2001)	6.51	7.46

Past performance or achievement is not indicative of current or future performance. Source of Performance Calculation: BNP Paribas Securities Services.

The Institutions share class was launched on April 2, 2001. Performance figures before that date have been calculated on a hypothetical basis by taking the gross performance figures of the Classic share class and deducting the fees which would have been attributable to the Institutions share class had it been available before April 2, 2001.

\*All data and performance are as of that date, unless otherwise stated.



## MANAGEMENT COMMENT as of 30/06/2015

Q2 experienced a fair amount of backend-loaded volatility and the fund's index delivered a small negative return during the quarter. April strength moderated in May and evaporated in June as Greece again took center-stage for markets. Intra-quarter volatility was driven mainly by fears of higher interest rates which ebbed and flowed according to U.S. economic data and which, on-balance, provided more support for a rate increase by the Fed than Q1 data. Factors outside the U.S., rising probability of a Greek exit from the Euro and sharply correcting Chinese equity markets, replaced fear of higher rates in June. High Yield spreads widened during the quarter and the mid-quality tier was the only tier to produce a positive return for the quarter. As of quarter-end, expectations for a first Fed rate hike appear to be more skewed towards December than September.

Following a solid return in Q1, the wobble in Q2 presents investors with higher compensatory spreads given the continued benign default rate outlook for the high yield asset class.

## RISK ANALYSIS

	Fund	Bench.
Modified duration	3.97	4.24
Volatility (%)	8.23	8.85
Tracking error (%)	2.63	-
Information ratio	-0.36	-
Sharpe ratio	0.55	0.62
YTM (%)	5.83	6.03
Arithmetic mean rating	B	B
Avg. maturity	3.32	3.91
Avg. coupon (%)	6.28	6.48
Period: since inception. Frequency: monthly		

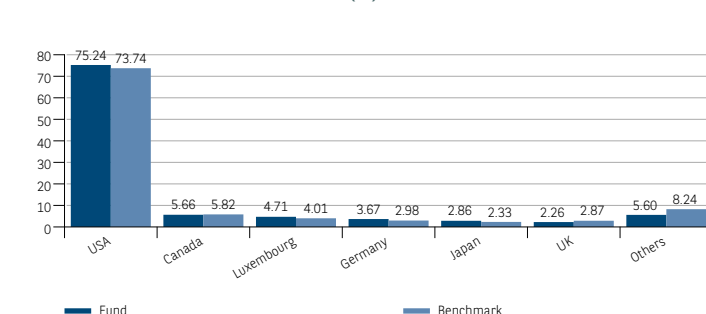
## PORTFOLIO'S MAIN HOLDINGS

Asset name	%
CHRYSLER GP/CG C 8.25 15/06/2016	1.39
ICAHN ENTER/FIN 5.88 01/08/2017	1.27
HJ HEINZ CO 4.88 15/02/2020	1.06
PARVEST BD WD HIGH YIELD SHORT DURAT XCA	1.02
PINNACLE ENTERTA 6.38 01/08/2016	0.99
TELECOM ITALIA 5.30 30/05/2024	0.94
GEN MOTORS FIN 3.50 10/07/2019	0.88
MEM PROD PART LP 7.63 01/05/2017	0.88
LEVEL 3 FIN INC 6.13 15/11/2016	0.87
CALPI 5.875% 24 USD 5.88 01/11/2018	0.86

Number of holdings in the portfolio: 303

Source of data: BNP Paribas Securities Services

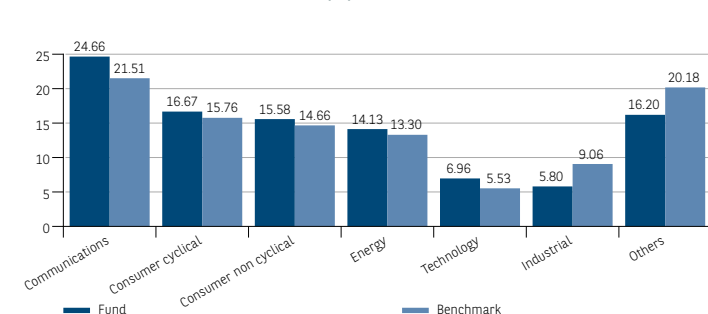
## BREAKDOWN BY COUNTRY (%)



Total exposure: 97.54 %

Source of data: BNP Paribas Securities Services

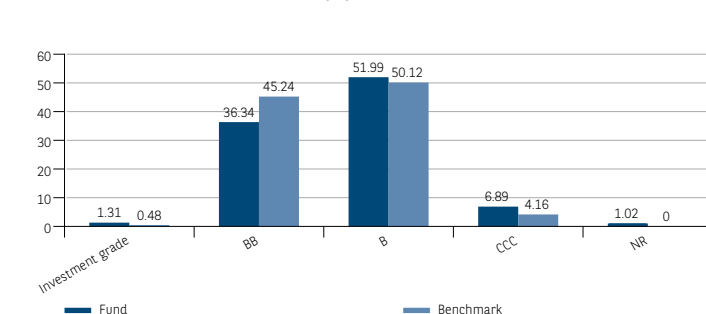
## BREAKDOWN BY SECTOR (%)



Source of data: BNP Paribas Securities Services

Sources : Fitch, Moody's, S&P

## BREAKDOWN BY RATING (%)



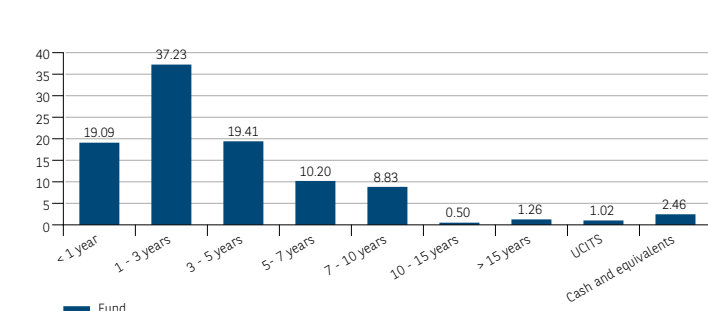
Total exposure: 97.54 %

Source of data: BNP Paribas Securities Services

Sources : Fitch, Moody's, S&P

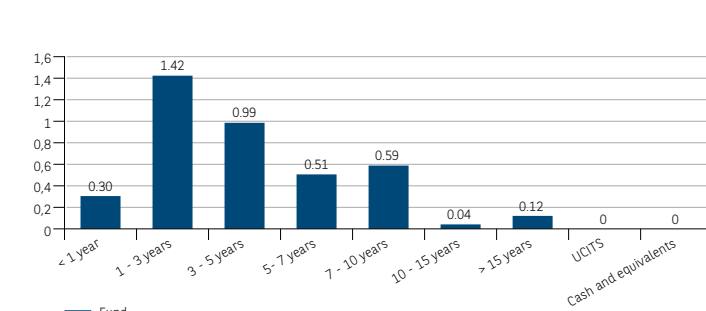
Ratings lower than BBB- refer to high-yield or speculative-grade bonds

## BREAKDOWN BY MATURITY (%)



Source of data: BNP Paribas Securities Services

## MODIFIED DURATION BREAKDOWN BY MATURITY



Source of data: BNP Paribas Securities Services