

## Monthly Manager Comment

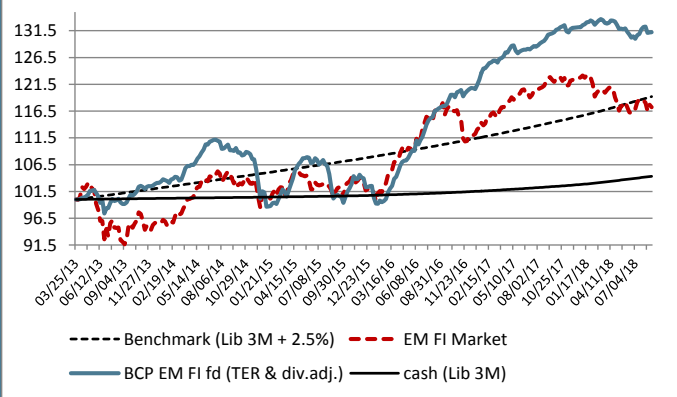
Emerging market currencies posted losses for the fifth month this year. Geopolitical developments such as the intensification of the U.S. trade war with China, the announcement of additional sanctions against Russia and the fear of contagion from Argentina or Turkey took a heavy toll on EM bonds in August, just as some calm seemed to be returning. The EMBI Global index fell 1.5% over the month, bringing the year to date return to minus 5.14%. So far there is little sign that the relentless pressure on assets of developing economies is abating, although the sector begins to look cheap.

The return on BCPEMFI is negative 1.82% so far this year. We retain a defensive duration of less than three years. No major transaction to report in August.

## Performance

NAV: USD 93.13

(1) = dividend & TER adjusted performance



| (1) in %           | Since Launch | 1 Month      | YTD          | 1YR         | 3YRS         | 5YRS         |
|--------------------|--------------|--------------|--------------|-------------|--------------|--------------|
| <b>BCP EMFI Fd</b> | <b>31.20</b> | <b>-0.44</b> | <b>-0.73</b> | <b>0.82</b> | <b>30.96</b> | <b>32.31</b> |
| Benchmark          | 19.19        | 0.45         | 3.13         | 4.44        | 11.58        | 17.80        |
| EM FI Market (2)   | 17.22        | -1.29        | -4.55        | -3.95       | 16.80        | 27.28        |

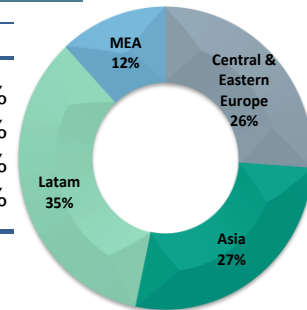
(2) EM FI Market = J.P.Morgan EMBI Global TR Idx

## Bond Types

|          | in %  |             | in %  |
|----------|-------|-------------|-------|
| Fixed    | 93.9% | At Maturity | 39.8% |
| Floating | 0.0%  | Callable    | 40.8% |
| Variable | 0.0%  | Putable     | 0.0%  |
| Step cpn | 2.4%  | Convertible | 0.0%  |
| Zero     | 0.0%  | Sinkable    | 11.3% |
| Others   | 3.7%  | Others      | 8.1%  |

## Duration & Regional Allocation

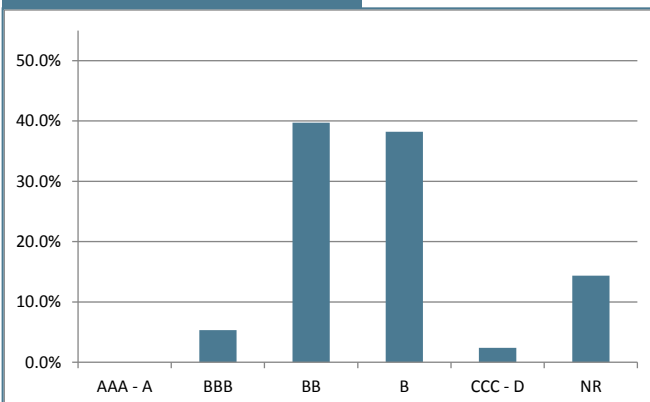
| Tranche           | in %  |
|-------------------|-------|
| 0 - 3 years       | 55.4% |
| 3 - 5 years       | 30.1% |
| 5 - 7 years       | 14.5% |
| more than 7 years | 0.0%  |



## Top 10 Holdings

|                      | in %        |
|----------------------|-------------|
| 5.875 DME AIRPORT 21 | 3.2         |
| 11.25 MARFRIG 21     | 2.8         |
| 9 BANTRAB 20         | 2.8         |
| 5.125 TURK SINAI 20  | 2.8         |
| 6.125 DELHI INTER 26 | 2.7         |
| 10.75 DTEK FIN 24    | 2.7         |
| 6.902 VEB FIN 20     | 2.7         |
| 5.8 IRAQ 28          | 2.4         |
| 12 LODHA DEVELOP 20  | 2.3         |
| 8.2 TECHNOGLASS 22   | 2.2         |
| <b>Total</b>         | <b>26.6</b> |

## Securities Credit Rating



## Fund Statistics

|                |         |
|----------------|---------|
| Fund Size (MM) | USD 9.5 |
| Fund Positions | 44      |
| Fund Yield     | 8.26%   |
| Fund Duration  | 2.85    |
| Average Coupon | 7.41%   |

## Fund Identifiers & References

|                   |                         |
|-------------------|-------------------------|
| Valoren #:        | 20154595                |
| ISIN #:           | CH0201545958            |
| Bloomberg Ticker: | BCPEMFI SW Equity       |
| Benchmark:        | USD LIBOR 3M + 2.5%     |
| EM FI Market:     | JPMorgan EMBI GL TR Idx |
| Launch Date:      | March 25, 2013          |

## Fund Facts

|                           |  |
|---------------------------|--|
| Portfolio Management Cie: | BCP SA   |
| Portfolio Manager:        | Hervé GUGLER   |
| Fund Magement Cie:        | CACEIS (Switzerland) SA  |
| Custodian Bank:           | BCP SA<br>PO Box 3069<br>CH -1211 Geneva 1<br>+41.58 / 909.19.19<br>+41.58 / 909.18.03 (fax)<br><a href="mailto:wealth.management@bcp-bank.com">wealth.management@bcp-bank.com</a> |
| Auditor:                  | KPMG   |
| Legal Supervisor:         | FINMA  |
| Subscription/Redemption   | Weekly (every Monday<br>12:00am GVA-time)<br>Weekly (every Thursday,<br>closing prices of<br>Wednesday)  |
| NAV calculation           |  |
| Settlement:               | T+2  |
| Trading Ccy:              | USD  |
| Dividend frequency:       | min. once a year   |
| EU Savings Directive:     | In Scope   |
| Management fee:           | max. 2.0%  |
| Performance fee:          | 10.0% over benchmark   |

## Risk Profile

|                          |   |   |   |                           |   |   |
|--------------------------|---|---|---|---------------------------|---|---|
| Lower risk               |   |   |   | Higher risk               |   |   |
| Potentially lower reward |   |   |   | Potentially higher reward |   |   |
| 1                        | 2 | 3 | 4 | 5                         | 6 | 7 |

## Performance Analysis vs EM Market

|                               |       |
|-------------------------------|-------|
| Alpha                         | 0.05  |
| Beta                          | 0.20  |
| Correlation                   | 0.26  |
| Standard Deviation            | 2.59  |
| Information Ratio             | 0.00  |
| Tracking Error                | 4.55  |
| Sharpe Ratio vs Risk Free 1YR | -0.64 |

## Fund's Objective

The Fund's objective is to maximize capital growth over the medium term and to generate income through investments in bonds and other debt securities issued or guaranteed by national or local governments of emerging and / or other issuers domiciled in emerging countries. The Fund may invest to a lesser extent in units of other collective investments schemes, in derivative financial instruments (including warrants), as well as structured products. The use of derivative financial instruments is an integral part of the investment strategy and they are not used solely for hedging purposes. Investments are mainly USD denominated, but to a lesser extent can also be denominated in other currencies, including local currency of emerging countries. To achieve this objective, the investment policy of the Fund is to choose the best possible opportunities in the fixed income universe of emerging markets. The Fund's investment approach can be described as "bottom up" that is to say, the choice of investments will be made according to their fundamental qualities rather than trying to replicate an index and its weights.

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**Past performance is not indicative of future performance**