

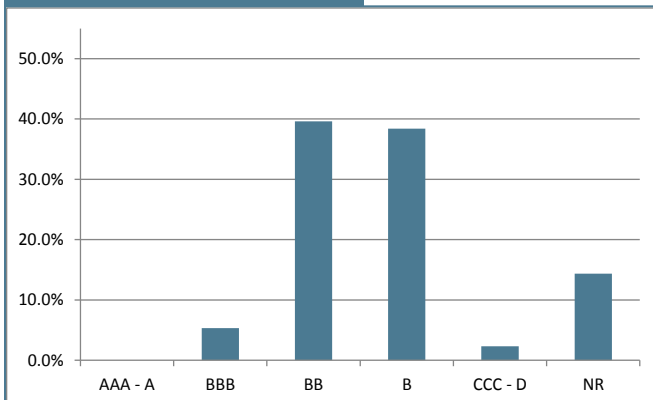
## Monthly Manager Comment

Emerging market corporate bonds have had a bad year with prices tumbling across the board. Investor sentiment seems to be improving however after the Turkish central bank decided to stem the decline of the lira and hiked its Central Repo Rate by an unexpectedly large 625 basis points to 24%. This action brought a sense of relief to EM bonds which seem to have found a bottom after the five months rout. Recent news out of Argentina is reassuring. The IMF increased its credit line to USD 57 billion from USD 50 billion and the country pledged to accelerate budget savings let the currency float. While valuation has cheapened, it is early to call for a sustained EM bond rally because the progressive monetary policy tightening of the Federal Reserve will keep global fixed income markets under pressure in the near term. This month we sold USD 6.25 Sabesp 2020 and bought USD 5% Arcelik 2023.

## Bond Types

| in %     |       | in %        |       |
|----------|-------|-------------|-------|
| Fixed    | 94.2% | At Maturity | 42.6% |
| Floating | 0.0%  | Callable    | 38.1% |
| Variable | 0.0%  | Putable     | 0.0%  |
| Step cpn | 2.3%  | Convertible | 0.0%  |
| Zero     | 0.0%  | Sinkable    | 11.2% |
| Others   | 3.5%  | Others      | 8.1%  |

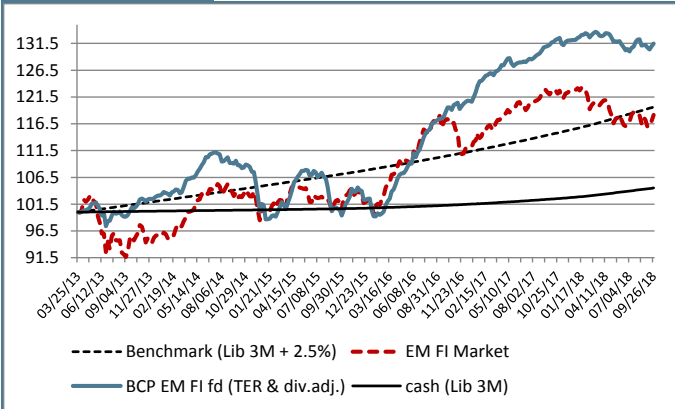
## Securities Credit Rating



## Performance

NAV: USD 93.25

(1) = dividend & TER adjusted performance

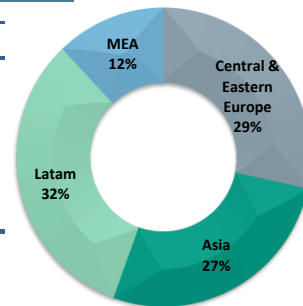


| (1) in %         | Since Launch | 1 Month | YTD   | 1YR   | 3YRS  | 5YRS  |
|------------------|--------------|---------|-------|-------|-------|-------|
| BCP EMFI Fd      | 31.47        | 0.21    | -0.52 | 0.19  | 32.31 | 30.31 |
| Benchmark        | 19.62        | 0.36    | 3.50  | 4.52  | 11.68 | 17.98 |
| EM FI Market (2) | 18.13        | 0.78    | -3.80 | -3.13 | 17.50 | 23.61 |

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

## Duration & Regional Allocation

| Tranche           | in %  |
|-------------------|-------|
| 0 - 3 years       | 53.0% |
| 3 - 5 years       | 32.2% |
| 5 - 7 years       | 14.8% |
| 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> |

## Fund Statistics

|                |         |
|----------------|---------|
| Fund Size (MM) | USD 9.3 |
| Fund Positions | 44      |
| Fund Yield     | 8.41%   |
| Fund Duration  | 2.94    |
| Average Coupon | 7.38%   |

## 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                   | 0.25  |
| Standard Deviation            | 2.56  |
| Information Ratio             | 0.00  |
| Tracking Error                | 4.55  |
| Sharpe Ratio vs Risk Free 1YR | -1.35 |

## 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**