

MIDAS - Bond Opportunities I - Acc

Monthly summary report | as a 31 January 2017

Investment Objective

The fund seeks to achieve capital appreciation over the medium term by investing in a diversified portfolio of Euro-denominated fixed income securities (investment-grade corporate bonds, government bonds, high yield and emerging market debt as well as convertible bonds). The main focus is put on bottom-up selection. Interest rate as well as credit risks are managed actively.

Latest Update

NAV per share	100,76
2017 year-to-date return as at 31 January 2017	0,33%

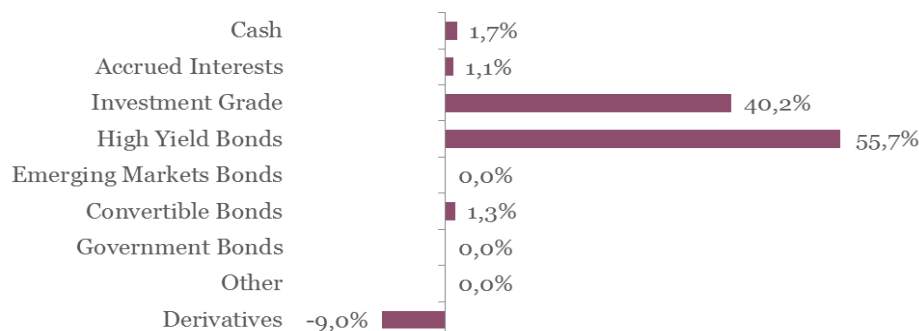
Performance

	1M	YTD	3M	2016	2015	3Y	5Y
Midas Bond Opp.	0,33%	0,33%	0,90%				

Fund key facts

Inception date	31 August 2016
ISIN code	LU1452411033
Asset class	Bonds in EUR
Total fund assets	€ 161 million
Base currency	EUR
Legal status	Luxembourg UCITS
Management Fee	0,50%
Custodian	Crédit Suisse Lux
Liquidity	Daily
Settlement Date	Trade Date + 2 Days

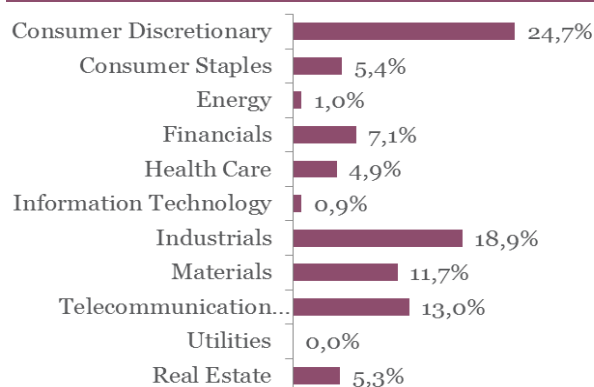
Asset Allocation



Top 10 bond holdings

	YTM	Rating	Weight
BISOHO SAS : SMCPPF 5 7/8 05/01/23	3,4%	B	2,7%
THOMAS COOK FINA : TCGLN 6 3/4 06/15/	4,1%	B	2,6%
ILIAD : ILDFP 2 1/8 12/05/22	1,4%	NR	2,6%
ALTICE LX : ATCNA 7 1/4 05/15/22	2,9%	B	2,0%
HP PELZER : PELHOL 7 1/2 07/15/21	0,9%	B+	2,0%
BOMBARDIER INC : BBDBCN 6 1/8 05/15/2	4,6%	B-	2,0%
WIND ACQ : WINDIM 7 04/23/21	2,9%	B	1,9%
INEOS GROUP HOLD : INEGRP 5 3/8 08/01	4,8%	B-	1,9%
BUNGE FINANCE EU : BG 1.85 06/16/23	1,4%	BBB	1,9%
EUROFINS SCIEN : ERFFP 2 1/4 01/27/22	1,9%	NR	1,9%

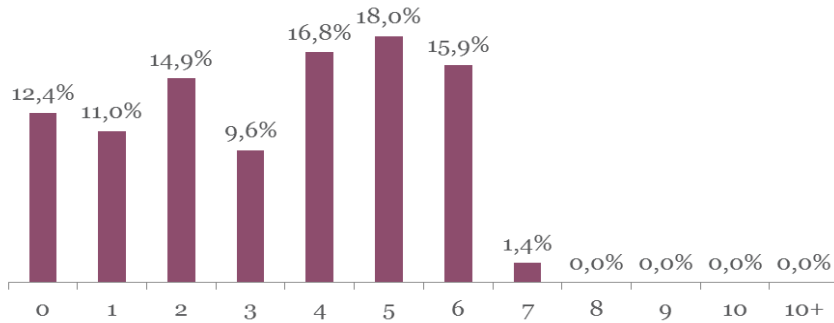
Sector breakdown



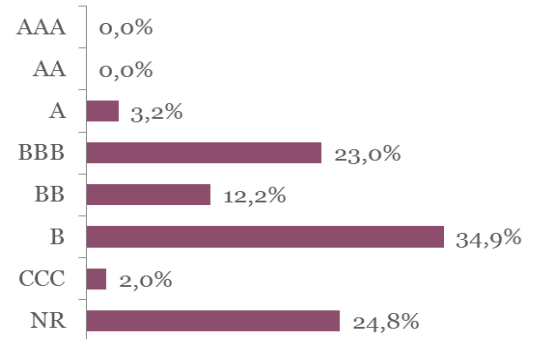
MIDAS - Bond Opportunities I - Acc

Monthly summary report | as a 31 January 2017

Duration breakdown



Rating breakdown



Top funds holdings

Threadneedle European High Yield	High Yield Bonds	3,1%
M Convertibles	Convertible Bonds	1,3%

Market Review

The beginning of the year was marked by the inauguration of Donald Trump and his first acts. Overall, the macro economic data has continued to be strong in the US, but improvements were also notable in Europe and Japan as investments picked up and domestic demand remained strong. We have also seen a positive set of numbers coming out of China as industrial output picked up and domestic demand stayed robust.

Fixed Income markets continued to be choppy as interest rates remained under pressure. German government bonds extended their drop as interest rates moved from 0.2% to 0.43%. However, most notable moves were seen in France and Italy where political risks are most profound. In France, the latest developments surrounding the upcoming election have pushed 10-year rates to 1% creating a spread versus German bonds last seen three years ago. In Italy, bad loans issues, high indebtedness as well as uncertainty surrounding potential elections have propelled interest rates to 2.25%.

High Yield Bonds outperformed with the iBoxx High Yield Index gaining 0.57% while Investment Grade bonds suffered in parallel with Government Bonds losing 0.84%.

Portfolio Performance

The Fund has gained 0.33% in January despite rising interest rates. Our High Yield bonds has been the main contributor to the positive performance. Furthermore, we have significantly reduced our duration profile with hedging position, bringing it down to 2.7.

Market Outlook

Trump's supposedly supportive economic policies are expected to have a positive effect on growth and inflation leading us to remain prudent on duration. Furthermore, recent strong macroeconomic data and first corporate earnings releases have created a positive environment for financial markets. As such we keep a positive stance on corporate credit and mainly the High Yield part of the market with overall low duration.

This newsletter does not constitute an offer to sell or the solicitation of an offer to purchase any security or investment product. Information herein is believed to be reliable but Midas Wealth Management does not warrant its completeness or accuracy. The opinions expressed within are entirely those of Midas Wealth Management and do not constitute an offer of investment advice. Past performance will not necessarily be repeated and is not indicative of future results. The investments discussed may fluctuate in price or value and you may not get back the amount invested. The indices shown are presented only to allow for comparison of the Midas Wealth Management funds' performance to that of certain widely recognised indices. The volatility of the indices may be materially different from the individual performance attained by a specific fund or investor. In addition, the Midas Wealth Management fund holdings may differ significantly from the securities that comprise the indices shown. Investors cannot invest directly in an index. Performance figures reflect the reinvestment of all dividends and earnings, as well as investment management, administration and performance fees. A description of the specific fee structure and risks of investing for each Midas Wealth Management fund is contained in the fund's prospectus. No part of this document may be reproduced in any manner without the prior written permission of Midas Wealth Management.