

# MIDAS - Bond Opportunities I - Acc

Monthly summary report | as at 30 June 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	103,92
2017 year-to-date return as at 30 June 2017	3,48%

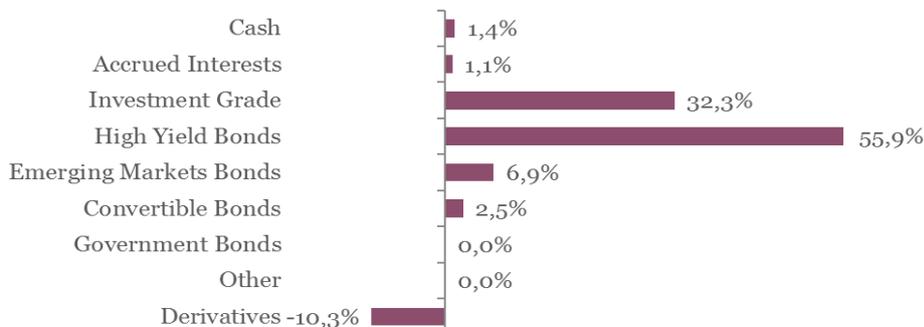
## Performance

	1M	YTD
Midas Bond Opp.	0,23%	3,48%

## Fund key facts

Inception date	31 August 2016
ISIN code	LU1452411033
Asset class	Bonds in EUR
Total fund assets	€ 157 million
Base currency	EUR
Legal status	Luxembourg UCITS
Management Fee	0,50%
Custodian	Crédit Suisse Lux
Liquidity	Daily
Settlement Date	Trade Date + 2 Days

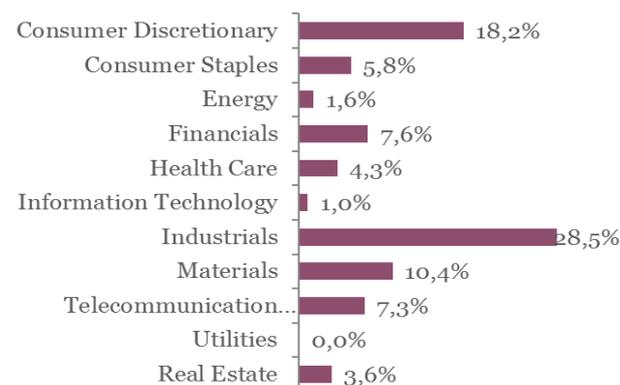
## Asset Allocation



## Top 10 bond holdings

	YTM	Rating	Weight
ILIAD : ILDFP 2 1/8 12/05/22	1,3%	NR	2,6%
ITV PLC : ITVLN 2 1/8 09/21/22	1,3%	BBB-	2,6%
EUROFINS SCIEN : ERFFP 2 1/4 01/27/22	1,3%	NR	2,6%
ATF NETHERLANDS : ALATPF 2 1/8 03/13/	1,5%	BBB	2,6%
AMER INTL GROUP : AIG 1 1/2 06/08/23	1,2%	BBB+	2,6%
BOLLORE SA : BOLFP 2 01/25/22	1,6%	NR	2,6%
BUREAU VERITAS : BVIFP 1 1/4 09/07/23	1,2%	NR	2,5%
ALTICE LX : ATCNA 6 1/4 02/15/25	3,6%	B	2,1%
BISOHO SAS : SMCPPF 5 7/8 05/01/23	2,3%	B	2,1%
BOMBARDIER INC : BBDBCN 6 1/8 05/15/2	3,8%	B-	2,1%

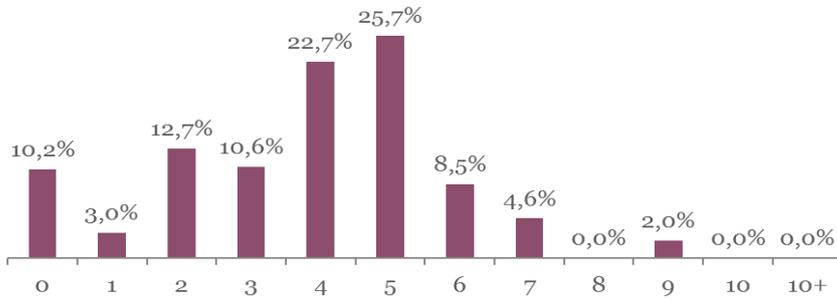
## Sector breakdown



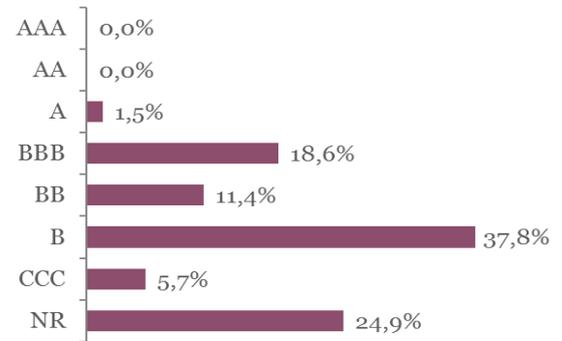
# MIDAS - Bond Opportunities I - Acc

Monthly summary report | as at 30 June 2017

## Duration breakdown



## Rating breakdown



## Top funds holdings

Ashmore Emerging Markets Short Duration	Emerging Markets Bonds	6,9%
MM Convertible Europe	Convertible Bonds	2,5%

## Market Review

While the meetings of the ECB and the Fed at the beginning of the month produced no major surprises, Mr. Draghi still managed to take centerstage towards the end of the month. A simple statement from his part that deflationary forces have been replaced by inflationary ones, rocked currencies, bonds and stocks. Coming from the generally dovish Draghi, investors could only conclude that the tide of central bank largesse has definitely turned and that the ECB may announce a tapering of its package of extraordinary stimulus measures as early as autumn. ECB people immediately tried to minimize the significance of Mr. Draghi's remarks, but markets preferred to turn a deaf ear.

Interest rates moved violently, with the German Bund yield rising from 25bp to 46bp in only a couple of days. Earlier during the month, we saw a reduction in spreads between the European periphery and the core. Signs that a rescue of the ailing Venetian banks was imminent materialized and this consequently made short term financial risk disappear. Italian 10 Year bonds ended the month at 2.14%, slightly up. Good macro-economic data continued to be beneficial for High Yield corporate bonds, which largely outperformed investment grade bonds, the latter being more impacted by its longer duration profile.

## Portfolio Performance

During the month, the fund rose 0.23%. The portfolio has been performing steadily as spreads contracted further between the periphery and the core. The high yield component also contributed positively to the funds' performance.

We have equally cut duration from 3.6 to 2.7 in the second half of the month, anticipating further upward moves of the yield curve.

## Market Outlook

As economic conditions remain largely favorable in most parts of the world and weakness in the US economy is still considered temporary, we continue to be positioned towards risk-taking. The upward revision of first quarter GDP growth in the US to 1.4% is a clear sign of its economic robustness. Our positioning is equally supported by rising corporate earnings both in the US and in Europe. Volatility is to be expected though, as valuations remain rich overall. The change in tone of Mr. Draghi further strengthened our belief that the fund's duration profile needs to be kept low for months to come.

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.