

# MIDAS - Bond Opportunities I - Acc

Monthly summary report | as at 30 June 2019



## Investment Objective

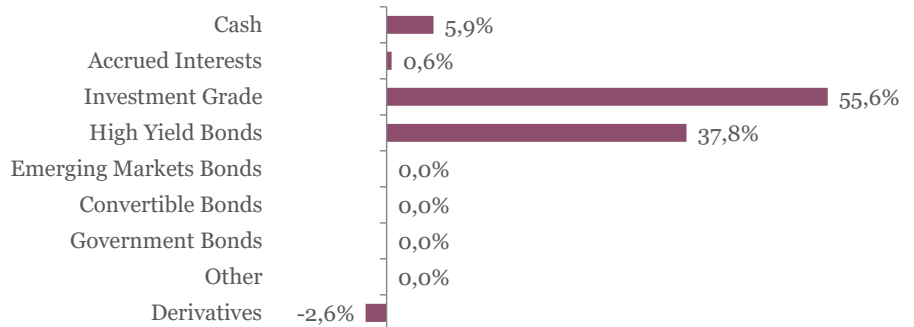
The fund seeks to achieve capital appreciation over the medium term by investing in a diversified portfolio of Euro-denominated fixed income securities (investment-grade corporate bonds, government bonds, high yield and emerging market debt as well as convertible bonds). The main focus is put on bottom-up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

| Latest Update                                   |        | Performance          | 1M    | 3M    | YTD   | 1Y    | 2018   | 2017  | SI    |
|---|--------|----------------------|-------|-------|-------|-------|--------|-------|-------|
| NAV per share                                   | 105,12 | Bond Opportunities I | 1,62% | 1,81% | 4,44% | 1,72% | -4,62% | 5,07% | 5,12% |
| 2019 year-to-date return as at end of June 2019 | 4,44%  |                      |       |       |       |       |        |       |       |

## Fund key facts

|                   |                     |
|-------------------|---------------------|
| Inception date    | 31 August 2016      |
| ISIN code         | LU1452411033        |
| Asset class       | Bonds in EUR        |
| Total fund assets | € 99 million        |
| Base currency     | EUR                 |
| Legal status      | Luxembourg UCITS    |
| Management Fee    | 0,50%               |
| Custodian         | Crédit Suisse Lux   |
| Liquidity         | Daily               |
| Settlement Date   | Trade Date + 2 Days |

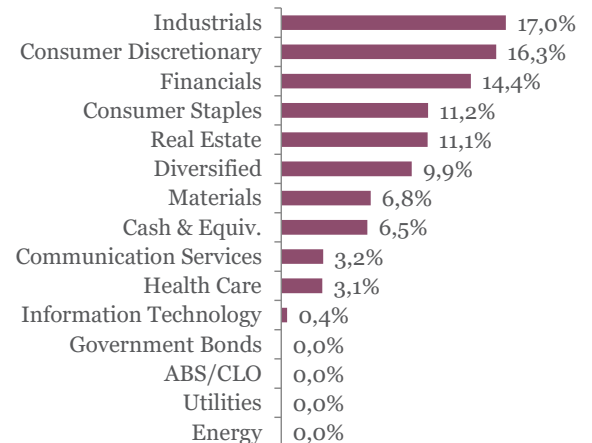
## Asset Allocation



## Top 10 bond holdings

|                                       | YTM  | Rating | Weight |
|---------------------------------------|------|--------|--------|
| WELLS FARGO CO : WFC 1 3/8 10/26/26   | 0,5% | A-     | 2,2%   |
| BANQ FED CRD MUT : BFCM 1 1/4 01/14/2 | 0,2% | A      | 2,2%   |
| BNP PARIBAS : BNP 1 1/2 11/17/25      | 0,6% | A-     | 2,1%   |
| ALIMEN COUCHE : ATDBCN 1 7/8 05/06/2  | 1,1% | BBB    | 2,1%   |
| ACCOR : ACFP 1 3/4 02/04/26           | 1,0% | BBB-   | 2,1%   |
| UNIBAIL-RODAMCO : ULFP 1 02/27/27     | 0,5% | A      | 2,1%   |
| SEB SA : SKFP 1 1/2 05/31/24          | 0,7% | NR     | 2,1%   |
| VILMORIN ET COMP : RINFP 2 3/8 05/26/ | 0,5% | NR     | 2,1%   |
| SIXT SE : SIXT 1 1/2 02/21/24         | 0,9% | NR     | 2,1%   |
| BPCE : BPCEGP 0 7/8 01/31/24          | 0,4% | A-     | 2,1%   |

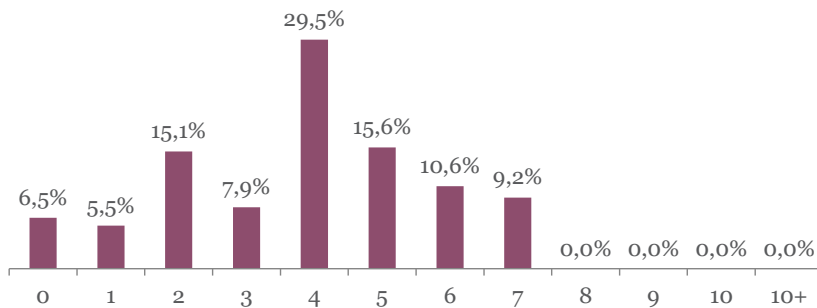
## Sector breakdown



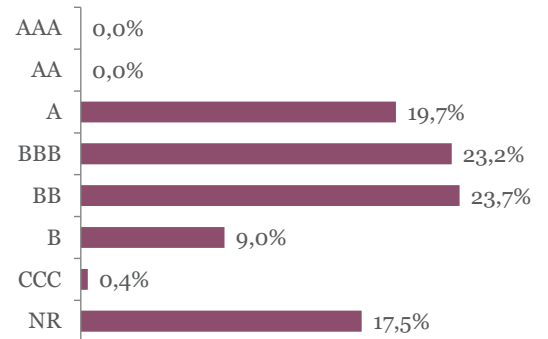
# MIDAS - Bond Opportunities I - Acc

Monthly summary report | as at 30 June 2019

## Duration breakdown



## Rating breakdown



## Top funds holdings

|                 |                  |      |
|-----------------|------------------|------|
| ISHARES EURO HY | High Yield Bonds | 9,9% |
|-----------------|------------------|------|

## Market Review

Markets ended the first half of the year on a very positive note, with most asset classes performing well in June. They reacted to major central banks turning dovish to counter growth slowdown and fading inflation.

Most government bond yields tumbled, including both core (German 10Y -13 bps to -0.33%, US 10Y -12 bps to 2.01%) and periphery countries (Spain 10Y -32 bps, Italy -57 bps). Corporate bonds performed similarly, in the wake of the equity rally (Euro Stoxx 50 +6.0%). Investment Grade bonds increased by 1.58% (Bloomberg Barclays EUR Corporates IG) with hybrid and subordinated debt outperforming senior one. High Yield bonds rose even further (Bloomberg Barclays EUR HY +2.44%) as spreads tightened massively (-93 bps), especially the single-B segment.

Despite record low yields, tight spreads and inflows, HY issuances remained subdued. Bond sales declined 21% during the first half compared to the same period last year.

## Portfolio Performance

The fund gained 1.62% in June. IG and HY bonds both performed well and had a similar contribution. Most names were positive (including Aroundtown, Unibail and Daimler in IG; Telecom Italia, Altice, Volvo, Norican, CMA CGM and Paprec in HY) while a few declined (WFS, Coty and Eurofins notably). It's worth noting that Italian bond surged after publishing a reassuring trading update and turnaround plan.

## Market Outlook

We slightly increased IG bonds to take advantage of decreasing yields, through long single A Financials (HSBC, ING, JPM, MS). On the contrary, we reduced some HY names that outperformed recently (Spie, Elis, Eurofins, Fnac, Stada, Refresco, Selecta). We also switched positions to profit from the relative value of some IG bonds. We reduced Ubisoft, AT&T, Fresenius, Mölnlycke, ADM and Glencore, and we bought Accor, IMCD and Bayer (hybrid).

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.