

# Swan Flexible - EUR

## March 2024



### Strategy

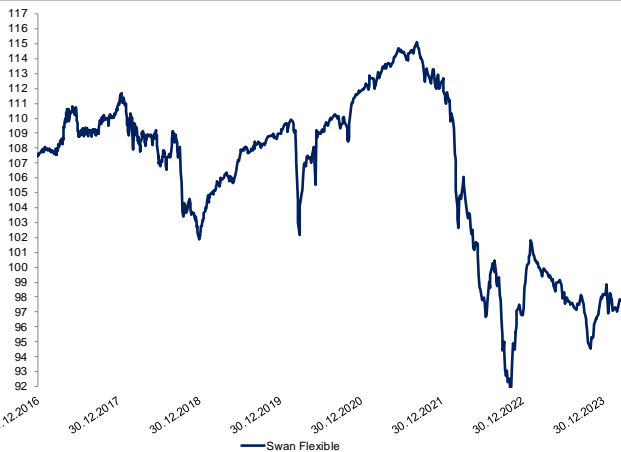
The fund aims to maximise total return investing in Global Bonds and Equities with a medium low target volatility. The investment strategy combines a quant and fundamental approach to identify the best opportunities on medium / short term bonds, convertibles and single stocks.

### Performance

MTD	0.64%	Fund Assets (mln):	11.7 €
YTD	-0.53%	1 Year Std Dev:	3.05%
Nav: EUR	97.62	1 Year Sharpe Ratio:	-1.94%

### Risk Profile

Conservative **Intermediate** High Reward



### Global market picture

High Yield Credit markets reported a positive performance in March ranging from +1.55% for EM corp HY to +0.43% of the EU HY in tandem with positive equity markets, S&P500 (+3.10%) and Eurostoxx50 (+4.22%). The IG EUR market was positive by +1.21% while the short-term (1-3 year) H1WN global HY index reported a positive performance of 0.73%. The Global unconstrained (in terms of maturity) HY index was positive at +1.00%. In Europe inflation continued to retrace, with core CPI print at 3.1% in February (vs 3.3% in January), even if consensus expected a lower number (2.9%). The ECB meeting was characterized by the release of new staff forecast: the most significant surprise was the cut by 0.2% of the core inflation forecast for 2025 to 2.1%. Lagarde said that a "little more" information will be available in April and a "a lot more" in June: so a cut in April does not seem to be the base case, while doors are open for lower rates in June, even if final decision will still be data dependent. The FOMC and Powell reiterated January's guidance that the FED needs greater confidence in disinflationary pressures to initiate cuts. At the same time FED Chair sent a dovish message, saying that even though the firm January and February inflation prints did little to reinforce this confidence, monetary policy remains restrictive, and inflation is set to slow in coming months. The 10 years bund yield was lower at 2.30% (-11bps in the month), in tandem with the 10 years Treasury at 4.20% (-5bps in the month). Oil moved lower to 87\$ per barrel, while US dollar was stronger, with DXY at 104.49.

The Fund equity exposure, considering the convertibles equity sensitivity, is around 23%. The equity exposure is spread over Europe and Switzerland with a weight of 44%, Emerging Markets with 23% and US with a weight of 33%. In terms of sectors, Health Care represents the greatest weight. Fixed income direct investments are lower at 90%, where convertibles are slightly lower at 30%. The focus is always on the short term and the exposure to longer maturities is higher at 14%. Additional duration exposure is added with futures. The fund has a 4% USD currency exposure.

Period	Class A	Class C
MTD	0.64%	0.67%
YTD	-0.53%	-0.44%
2023	1.42%	1.72%
2022	-14.01%	-13.74%
2021	0.62%	0.85%
2020	2.61%	2.81%
2019	6.77%	7.08%
2018	-7.96%	-7.69%
2017	3.13%	
2016	2.58%	
2015	0.64%	
2014	2.62%	

Asset Class	Gross	Net
Cash	1.90%	1.90%
Bonds	117.70%	117.70%
Equity	20.00%	19.70%
Total	139.60%	

### Sector Allocation

Health Care	25.00%
Consumer Staples	22.00%
Financials	18.00%
Industrials	15.00%
Consumer Discretionary	11.00%
Technology	9.00%
Total	100.00%

### Equity

#### Geographic breakdown

Europe	34.25%
Usa	32.85%
EM	22.65%
Switzerland	10.25%
Total	100.00%

### Rating breakdown

AAA	5.01%
AA	0.94%
A	0.92%
BBB	26.36%
tot IG	33.23%
BB	7.48%
Others	59.29%
tot HY	66.77%
Total	100.00%

### Bond

#### FX breakdown (hedged)

EUR	67.32%
USD	16.54%
GBP	10.52%
SEK	3.17%
NOK	2.45%
Total	100.00%

### Sicav Structure – Terms & Conditions

Domicile: Luxembourg

Inception Date: 21 September 2009

Minimum Investment: 1 share

Liquidity / Reporting: Daily

Fees: 1.20% Management Fee

15% Performance Fee (high water mark)

Promoter / Distributor: Corner Banca SA

Investment Manager: Swan Asset Management SA

Custodian Bank : State Street Bank Lux

Administrator Agent: State Street Bank Lux

Auditor: Ernst & Young

Bloomberg: class A: CBSWFXA LX, class C: CBSWFXC LX

ISIN: class A: LU0451080740, class C: LU0451081045

Contacts at Swan Asset Management SA:

E-mail: info@swan-am.ch - Tel: +41 91 986 31 90

*This is an advertising document. The document has been prepared for information purposes only and does not constitute an offer, investment recommendation, personal advice or solicitation to purchase financial instruments and does not offer or promote - nor does it in any way intend to offer or promote - any form of investment. This document does not constitute investment advice on financial instruments and therefore the information made available in this document should not be construed as a recommendation or invitation to invest. The state of the origin of the fund is Luxembourg. In Switzerland the representative of the SICAV is Cornèr Banca S.A., with registered office in Via Canova 16, CH-6901 Lugano and the payment service is provided by Cornèr Banca S.A., Via Canova 16, CH-6901 Lugano. The basic documents of the fund as well as the annual and, if applicable, semi-annual report may be obtained free of charge from the representative. Past performance is no indication of current or future performance. The performance data do not take account of the commissions and costs incurred on the issue and redemption of units.*