

# Vontobel Fund - Sustainable Global Bond - I

Approved for institutional investors in: CH, DE, LU.

## Investment objective

This bond fund aims to achieve a stable performance and above-average investment returns over a full economic cycle, while considering specific sustainability criteria and respecting risk diversification.

## Key features

The fund invests worldwide mainly in bonds of diverse public and private issuers of good quality (investment grade) in various currencies and with different maturities. The fund uses derivative financial instruments, mainly for hedging purposes.

## Approach

The agile investment specialist team has a long-standing experience and strong track record in global bond investing. They take high-conviction decisions based on in-depth macro-economic, relative-value and issuer analyses. They select issuers with a special focus on environmental, social and governance criteria, based on sustainability ratings of external research providers. The team continuously evaluates inefficiencies across interest rates, credit spreads, and currencies globally to identify the most remunerating opportunities. The team actively adapts the portfolio, while their focus is on risk/reward optimization.

Fund Data	
Portfolio Manager	Anna Holzgang
Fund domicile	Luxembourg
Benchmark	Bloomberg Barclays Global Aggregate Bond Index Hedged EUR
Fund currency	EUR
Share class currency	EUR
Swinging Single Pricing	Yes
Net asset value	108.99
Fund volume in mln	106.91 EUR
Management fee	0.350%
TER (per 28/02/2020)	0.61%
Launch date	30/06/2015
ISIN	LU1246874629
WKN	A14YWH
Valor	28531625
Bloomberg	VONHIHD LX

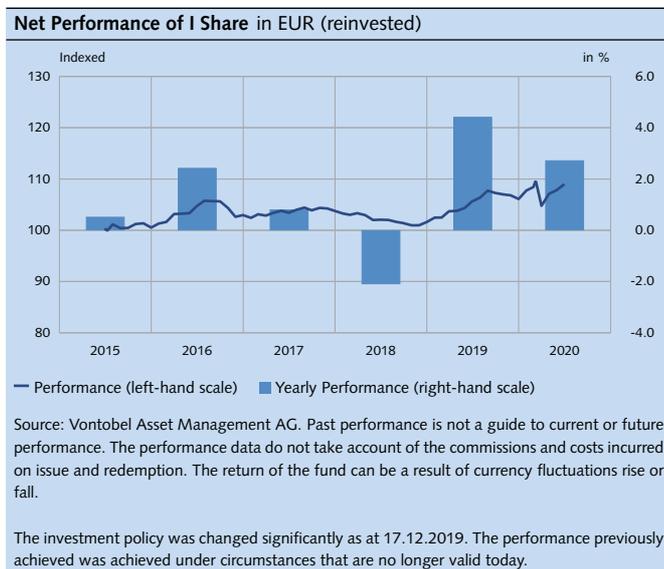
Major bond positions	
1.45% Spain Government Bond 2027	4.1%
1.5% United States Treasury Notes 2026	3.6%
4.5% United States Treasury Bill 2036	3.2%
6% Spain Government Bond 2029	2.8%
1.95% Spain Government Bond 2030	2.5%
1.65% Republic of Italy Government International Bond 2032	2.3%
5.25% United States Treasury Bill 2028	2.3%
3.125% United States Treasury Bill 2042	1.5%
2.5% United States Treasury Bill 2046	1.4%
2.85% PayPal Holdings Inc 2029	1.4%

Net Performance of I Share (in EUR and %)								
	1 mth.	YTD	2019	2018	2017	3 y. p.a.	5 y. p.a.	since inception
Fund	1.1	2.7	4.4	-2.1	0.8	1.8	1.7	9.0
Index	0.4	3.1	5.1	-1.0	1.1	2.5	2.3	12.2
	<b>07.15 – 06.16</b>	<b>07.16 – 06.17</b>	<b>07.17 – 06.18</b>	<b>07.18 – 06.19</b>	<b>07.19 – 06.20</b>			
Fund	4.7	-1.3	-1.3	3.5	3.2			
Index	6.5	-2.2	-0.7	4.6	3.8			

Benchmark: Bloomberg Barclays Global Aggregate Bond Index Hedged EUR

Source: Vontobel Asset Management AG. Past performance is not a guide to current or future performance. The performance data do not take account of the commissions and costs incurred on issue and redemption. The return of the fund can be a result of currency fluctuations rise or fall.

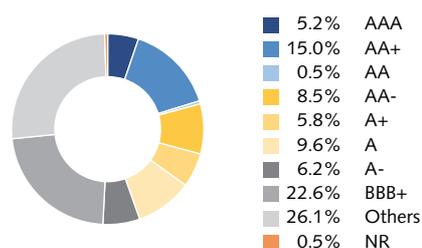
The investment policy was changed significantly as at 17.12.2019. The performance previously achieved was achieved under circumstances that are no longer valid today.



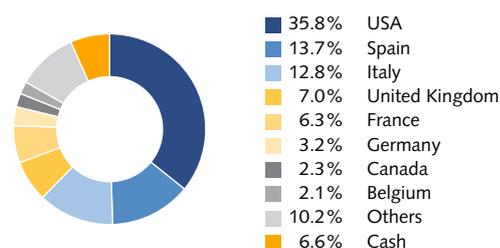
Key Data	
Volatility*	3.18%
Sharpe ratio*	0.68
Information ratio*	negative
Tracking error*	1.64%
Jensen's Alpha*	-0.70%
Beta*	0.98
Ø Modified duration	6.67
Average residual mat. in years	8.16
Average coupon	2.69%
Yield to Maturity (YTM)	0.90%

\* 3 years annualized

### Rating Structure



### Country Weighting



### Opportunities

- + Broad diversification across numerous securities
  - Possible extra returns through single security analysis and active management
  - Gains on invested capital possible
  - Use of derivatives for hedging purposes may increase subfund's performance and enhance returns
- + Price increases of investments based on market, sector and company developments are possible
- + Gains through participating in the growth potential of emerging markets are possible
- + Gains by participating in the growth of industry-leading companies that address environmental, social and governance (ESG) issues are possible
- + Investments in foreign currencies might generate currency gains

### Risks

- Limited participation in the potential of single securities
- Success of single security analysis and active management cannot be guaranteed
- It cannot be guaranteed that the investor will recover the capital invested
- Derivatives entail risks relating to liquidity, leverage and credit fluctuations, illiquidity and volatility
- Price fluctuations of investments due to market, industry and issuer linked changes are possible
- Investments in emerging markets may be affected by political developments, currency fluctuations, illiquidity and volatility
- There is no guarantee that all sustainability criteria will always be met for every investment
- Negative impact on subfund's performance possible due to pursuing sustainable economic activity rather than a conventional investment policy
- Investments in foreign currencies are subject to currency fluctuations

**Important legal information:**

This marketing document is produced for institutional investors for distribution: CH.

This document is for information purposes only and does not constitute an offer, solicitation or recommendation to buy or sell shares of the fund/fund units or any investment instruments, to effect any transactions or to conclude any legal act of any kind whatsoever. Subscriptions of shares of the fund should in any event be made solely on the basis of the fund's current sales prospectus (the "Sales Prospectus"), the Key Investor Information Document («KIID»), its articles of incorporation and the most recent annual and semi-annual report of the fund and after seeking the advice of an independent finance, legal, accounting and tax specialist.

This document is directed only at recipients who are qualified investors as defined by Switzerland's Collective Investment Schemes Act («CISA»).

In particular, we wish to draw your attention to the following risks: Investments in derivatives are often exposed to the risks associated with the underlying markets or financial instruments, as well as issuer risks. Derivatives tend to carry more risk than direct investments.

Past performance is not a reliable indicator of current or future performance. Performance data does not take into account any commissions and costs charged when shares of the fund are issued and redeemed, if applicable. The return of the fund may go down as well as up due to changes in rates of exchange between currencies. The value of the money invested in the fund can increase or decrease and there is no guarantee that all or part of your invested capital can be redeemed.

Interested parties may obtain the above-mentioned documents free of charge from the authorised distribution agencies and from the offices of the fund at 11-13 Boulevard de la Foire, L-1528 Luxembourg. Refer for more information on the fund to the latest prospectus, annual and semi-annual reports as well as the key investor information documents ("KIID"). These documents may also be downloaded from our website at [vontobel.com/am](http://vontobel.com/am), the representative in Switzerland: Vontobel Fonds Services AG, Gotthardstrasse 43, 8022 Zurich, the paying agent in Switzerland: Bank Vontobel AG, Gotthardstrasse 43, 8022 Zurich., the paying agent in Germany: the paying agent in Germany: LBBW Landesbank Baden-Württemberg, Große Bleiche 54-56, 55116 Mainz.

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## Glossary

### Benchmark

An index that is used to measure the performance of an investment fund with the purpose of tracking the return of such index or of defining the asset allocation of a portfolio or of computing the performance fees.

### Beta

A measure of sensitivity - given as the average percentage change in the price of a fund when the market (benchmark) rises or falls by 1%. A value over (under) 1 means that on average the fund exhibits more (less) volatility than the benchmark. The figure is calculated on a 3-yearly basis.

### Duration (Modified Duration)

Duration is an indication of how much a bond's price could be affected by a change in interest rates.

### Effective Duration

Is a measure of the potential impact on a bond or portfolio price of a 1% change in interest rates across all maturities.

### Hedging

Where a Class of Shares is described as hedged ("Hedged Share Class"), the intention is to hedge the Net Asset Value in the Reference Currency of the Sub/Fund into the Currency of the Hedged Share Class.

### Information ratio

The information ratio (IR) is a ratio of portfolio returns above the returns of a benchmark to the volatility of those returns

### Jensen's Alpha

Yield indicator. If the average return on a security or portfolio is larger than its expected return, the alpha is positive. If the average return is smaller than expected, the alpha is negative.

### Management Fee

Is a fee which covers all costs relating to possible services rendered in connection with investment management and distribution. Please refer to the fund's prospectus for a complete description.

### NAV

The Net Asset Value (NAV) represents the value per share. It is calculated by dividing the total net asset value of the fund (the value of the fund's assets less its liabilities) by the number of shares outstanding.

### Performance Fee

The payment made to an Investment Manager if certain performance levels are achieved (often over and above any levels set out in the investment objective) within a set time period. Please refer to the fund's prospectus for a complete description.

### Reference Index

The difference to benchmark is that the reference index is not used for calculation of performance fees.

### Sharpe Ratio

The Sharpe ratio indicates the additional reward per unit of risk compared to a risk-free investment. It reveals how much performance was achieved at what level of risk.

### TER

The fees and incidental costs charged on the management of collective investment schemes are to be disclosed using the internationally recognized Total Expense Ratio (TER). This ratio expresses the sum of all fees and incidental costs charged on an ongoing basis to the collective investment scheme's assets (operating expenses) taken retrospectively as a percentage of the net assets

### Tracking error

Measure of the deviation of the return of a fund compared to the return of a benchmark over a fixed period of time. Expressed as a percentage. The more passively the investment fund is managed, the smaller the tracking error.

### Volatility

Volatility (or risk or standard deviation) is an indicator of the range of fluctuation of the annualized performance of a fund over a certain period.

### Weighted Average Coupon (WAC)

The coupon is the annual interest rate paid by a bond issuer on the face value of the bond.

### Yield to Maturity

The rate of return anticipated on a bond if it is held until the maturity date.

### Yield to Worst

The lowest potential yield that can be received on a bond without the issuer actually defaulting. The yield to worst is calculated by making worst-case scenario assumptions on the issue by calculating the returns that would be received if provisions are used by the issuer.