IVO FIXED INCOME (EUR) - UCITS

FACTSHEET - DECEMBER 2020

An opportunistic access to international corporate debt markets

Launched in April 2015, IVO Fixed income is a specialized UCITS Fund, investing in corporate bonds in which the manager has his strongest risk/return convictions, either because a revaluation on the price is expected or because there is attractive yield for a given amount of risk. Opportunistic exposure to different segments of corporate debt, ranging from Investment Grade to High Yield, and USD-denominated bonds to EUR-denominated bonds. The hedging instruments aim at reducing the currency risk to a maximum of 30% USD exposure. The approach "Good companies/Bad Country" enables us to combine Value and quality in our investments.

Fund performance review

The fund appreciated by +5.3% in December, overperforming the IBOXX Liquid High Yield index (+1.5%) and the CEMBI HY+ index (+2.2% in EUR).

Despite a still high level of contamination in Europe and the United States and the implementation of new lockdowns (United Kingdom, Italy, Germany), most of the asset classes recorded a further increase in December, linked to the launch of the vaccination campaign in several countries and the approval of several vaccines against covid-19. Credit spreads narrowed again (from 549 bps to 491 bps) this month, while the U.S. 5-year sovereign rate rose by 10 bps. The price per barrel, for its part, exceeded $50 in mid-December, encouraged by OPEC's decision to continue to adjust production levels to best support the recovery in demand. The start of the vaccination campaign in about thirty countries around the world, with 12.3 million doses already distributed, suggests a gradual normalization of the economic situation at the global level, which has already benefited the most affected sectors by the crisis. The WHO has also granted its first emergency license for Pfizer's vaccine, which should enable developing countries to access it more quickly, thanks to the WHO-supported COVAX initiative, which aims to distribute the vaccine equitably among emerging countries. At the end of the month, the signing of a $900 billion economic support plan in the United States and the agreement between the United Kingdom and the European Union on Brexit ended the year with positive news flow. Finally, the Fed also confirmed its intention to continue its bond buyback program next year, which should support the global economic recovery. Global growth in 2021 should be +5.4%, and +7.1% in emerging countries.

Among the main countries in the EM Corporate High Yield universe, the best performers in December were Argentina (+6.3%), Indonesia (+5.7%) and Ukraine (+3.1%), which are traditionally the most sensitive to changes in overall market sentiment. In India (+3.1%), the third most affected country by the pandemic, economic indicators are showing a recovery, the country expects to be one of those with the highest GDP growth in 2021 (+9%). Turkey (+1%) continues its orthodox monetary policy initiated in 2020 with a new increase in rates of 200 bps by the central bank. Elsewhere in Latin America, Mexico and Chile have put back mobility restrictions as well as some Brazilian states. Despite a slowdown in bond issues at the end of the month, Asia remains the most dynamic region ($9.6bn out of $13.2bn), followed by Latin America ($2.1bn). Both regions are expected to record positive growth in 2021, particularly Asia (+7.7% vs. +3.8% for Latin America). China continues to see its economic indicators improve, and should see its GDP increase by 5.9% in the fourth quarter of 2020.

Several factors should support the recovery in 2021. The global deployment of the vaccination campaign is expected to gradually mitigate the pandemic and benefit the sectors that have been most affected, and more broadly the economic recovery. In the United States, the economic support plan and the maintenance of low rates should also benefit the local economy, and even more so the country's main partners. The accommodating policy of the main central banks will have a downward impact on bond market yields in developed countries and should lead to a "hunt for yield", particularly on emerging bonds. Finally, company fundamentals and credit profiles are expected to improve, with the level of leverage for emerging issuers expected to decrease from 2.0x in 2020 to 1.7x in 2021. However, the speed and efficiency of vaccine deployment, particularly in emerging markets, will be critical to economic recovery. In developed countries, rising inflation expectations, particularly in the United States, could have an impact on the long end of US interest rates curve. Finally, OPEC decisions on further rationing of oil production will also be monitored.

This month, the main contributor to performance was the bond issued by the gas liquefaction company Peru LNG, whose credit spread is gradually normalizing in a more favorable market context, while results should improve significantly next year. While credit spreads have narrowed between the various emerging regions, we strengthened a number of our targeted positions in infrastructure but also in energy, which have demonstrated their resilience in 2020 and whose spread should benefit from the resumption of mobility in 2021. In general, we remain vigilant on cash burn and asset value metrics in the event that positive recovery scenarios are altered. We are also initiating a position on a Brazilian ethanol producer, FS Bioenergia, which has low production costs related to its production form corn and not sugar, and is in process of deleveraging, having completed its capex plan. We took advantage of the bull market environmeto Mexican financials, made arbitrages and took profits on some of our positions, which had low credit spread compression potential, particularly in the Middle East and South Africa.

KEY FIGURES

KEY FIGURES	LU1165644672
Inception Date	April 24, 2015
NAV as of 31-12-20	121,58
Fund Net Assets	439M€

RETURN

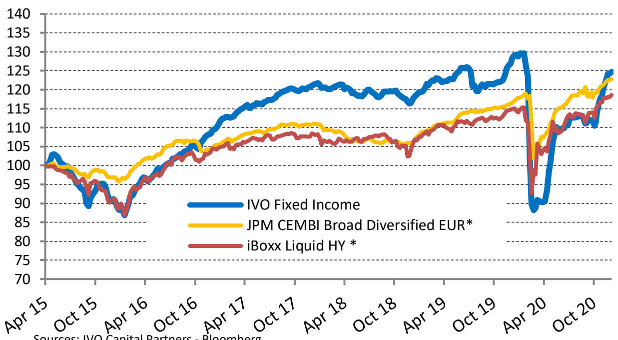
RETURN	Bonds part	Fund
Yield to maturity* (EUR)	14,3%	13,5%
Yield to worst* (EUR)	14,1%	13,3%
Adjusted Yield * (EUR)	10,2%	9,6%

*hedging costs included : Bloomberg 1Y EURUSD Forward

FUND PERFORMANCES & RISK

Performance MTD	+5,3%
Performance YTD	-2,1%
Annualized 5 years performance	+5,9%
Annualized 5 years volatility	+11,3%

NAV EVOLUTION



Sources: IVO Capital Partners - Bloomberg
Past performances does not guarantee future performances
*Hedging costs included : Bloomberg 1Y EURUSD Forward

FUND CHARACTERISTICS

- ISIN Code (R): LU1165644672
- Bloomberg Ticker: IVOCAPR LX Equity
- Fund Currency: EUR
- Inception Date: April 24, 2015
- Managers: Roland Vigne and Michael Israel
- Structure: Luxembourg Sicav
- Fund Category: Capitalisation UCITS
- Liquidity: Daily - Valuation: Daily
- Investment Horizon: At least 3 years
- Investment Manager: IVO Capital Partners
- Custodian: Société Générale
- Auditor: Deloitte

OPERATING PROCEDURES

- Minimum Investment: 5 000€
- Annual Management Fee: 1,5%
- Performance Fee: 15% above EURIBOR 3M + 200 BP
- Subscription Fee: up to 4%
- High Water Mark: Yes

MONTHLY PERFORMANCES

	Jan.	Feb.	Mar.	Apr.	May	Jun.	Jul.	Aug.	Sep.	Oct.	Nov.	Dec.	YTD
2020	+1,5%	-1,7%	-30,2%	+2,1%	+12,1%	+7,8%	+1,3%	-1,4%	-1,4%	-0,7%	+7,1%	+5,3%	**-2,1%**
2019	+2,6%	+1,8%	+0,6%	-0,1%	+0,4%	+1,5%	+0,7%	-4,8%	+1,0%	+0,3%	+0,7%	+3,6%	**+8,3%**
2018	+0,5%	-1,0%	+0,4%	+0,4%	-1,9%	-0,5%	+1,2%	-1,7%	+1,2%	+0,1%	-1,4%	-1,5%	**-4,2%**
2017	+2,1%	+1,8%	+0,7%	+1,4%	+0,5%	+0,4%	+0,8%	+1,1%	+0,9%	+0,1%	+0,2%	+0,3%	**+10,7%**
2016	-3,2%	+2,0%	+4,4%	+2,3%	+1,3%	+1,5%	+2,0%	+1,8%	+1,2%	+1,5%	+0,7%	+2,1%	**+19,4%**
2015	-	-	-	-	+2,9%	-2,1%	-2,8%	-3,2%	-5,2%	+3,9%	+1,5%	-4,3%	**-9,2%**

BY PERIOD

1 month	+5,3%
3 months	+11,9%
6 months	+13,8%
12 months	-2,1%
3 years	+1,3%
5 years	+33,9%
ITD	+21,6%

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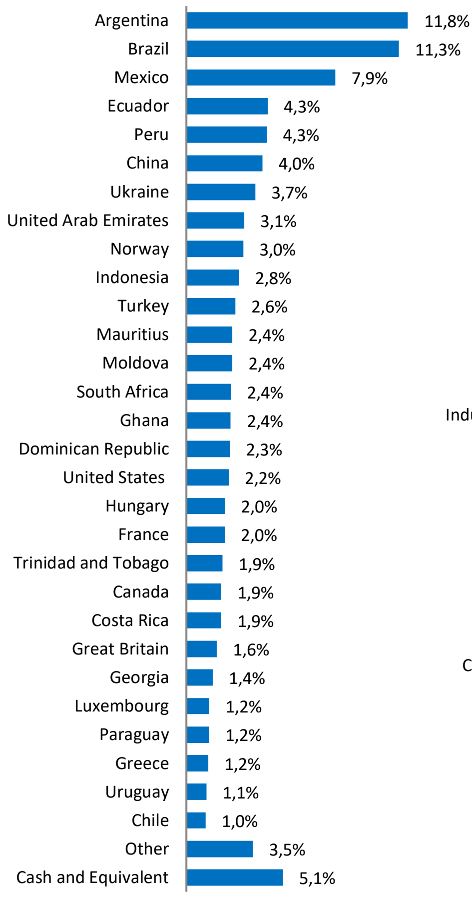
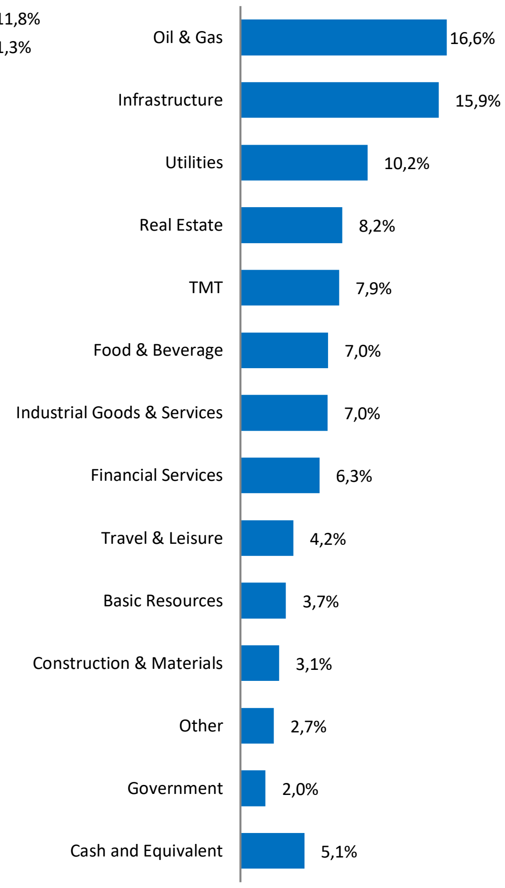
PORTFOLIO - DECEMBER 2020

BREAKDOWN BY REGIONS



BREAKDOWN BY SECTORS



PORTFOLIO DATA

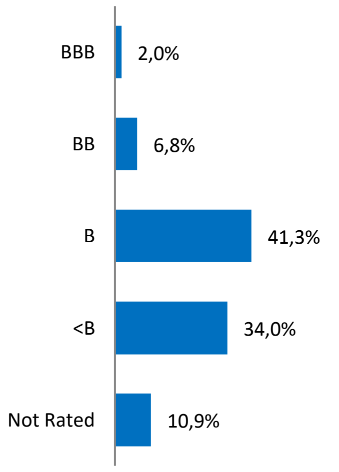
Yield to Maturity* (EUR)	14,3%
Yield to Worst* (EUR)	14,1%
Adjusted Yield * (EUR)	10,2%
USD Exposure	1,5%
Average Running Coupon	8,9%
Number of Issuers	94
Average Maturity	5,5
Average Duration	3,7
Adjusted Duration**	4,2
Average Rating	B
Average Issued Amount ($ million)	640
Average Percentage Holding	2,4%

*hedging costs included : Bloomberg 1Y EURUSD Forward

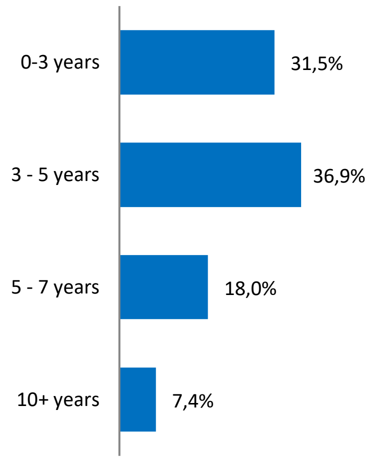
BONDS METRICS (Weighted Average)

Revenue ($ billions)	2,9
EBITDA ($ billions)	0,7
Leverage	3,6x

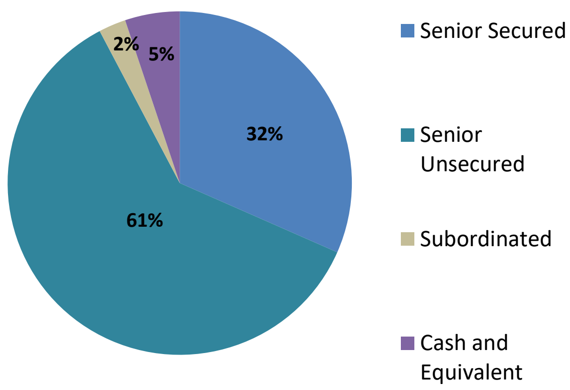
BREAKDOWN BY RATING



BREAKDOWN BY DURATION

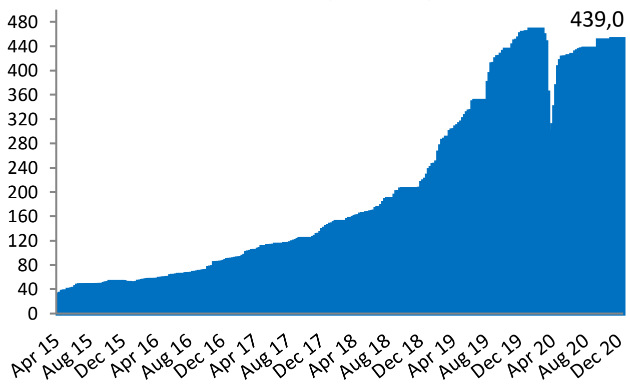


SENIORITY RANK DISTRIBUTION



10 MAIN ISSUERS		COUNTRY	SECTOR	WEIGHT
INTL AIRPORT FINANCE SA 2033	$	Ecuador	Infrastructure	4,3%
PERU LNG SRL 2030	$	Peru	Infrastructure	4,2%
ARAGVI FINANCE INTL 2024	$	Moldova	Food & Beverage	2,4%
SASOL FINANCING USA LLC 2028	$	South Africa	Industrial Goods & Services	2,4%
BAYPORT MANAGEMENT 2022	$	Mauritius	Financial Services	2,4%
AEROPUERTOS DOMINICANOS 2029	$	Dominican Republic	Infrastructure	2,3%
AES ARGENTINA GENERACION 2024	$	Argentina	Utilities	2,3%
TULLOW OIL PLC 2025	$	Ghana	Oil & Gas	2,2%
PAMPA ENERGIA SA 2029	$	Argentina	Utilities	2,1%
SIXSIGMA NETWORKS MEXICO 2025	$	Mexico	TMT	2,1%
10 largest positions				**26,7%**

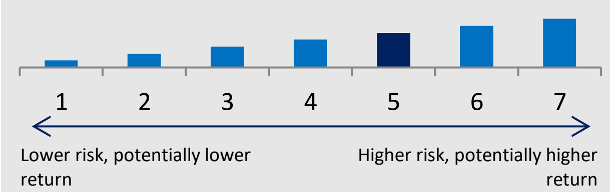
NET ASSETS EVOLUTION (€ millions)



RISK INFORMATION

▫ Past performance is not a guide to current and future performance.
▫ The value of your investments and any income from them may fall or rise and you may not get back the full amount you invested.
▫ The value of debt securities may change significantly depending on the economic and interest rate conditions, as well as the credit worthiness of the issuer. These risks are typically higher in emerging market andbelow investment grade debt securities.
▫ In addition, emerging markets may be subject to increased risks, including less developed custody and settlement practices, higher volatility and lower liquidity than non emerging market securities.
▫ Movements in currency exchange rates can adversely affect the return of your investment. The currency hedging that may be used to minimise the effect of currency fluctuations may not always be successful. Investors may have exposure to currencies other than the currency of their Share Class.
▫ Find further detailed risk information in the Prospectus' Appendix "facteur de risque".

RISK / REWARD PROFILE



The lowest category does not mean risk-free

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** Data adjusted by IVO CP exclude irrelevant yields and take into account the portfolio managers' expectations regarding the most likely redemption date (could be at maturity date, at the next call or put, at another call date or tender). These expectations do not always match the worst-case scenario, reflecting the lowest possible yield, but can also lead us to exclude yields that are too high and unrealistic. False hypothesis can either overestimate or underestimate the yield and duration or sensitivity of the portfolio.