

### An opportunistic access to international corporate debt markets

Created in December 2019, the IVO Global Opportunities fund is a UCITS fund invested in stocks and bonds without any rating or currency constraints. The fund invests mainly, but not exclusively, in emerging countries. The investment strategy consists of building a portfolio that reflects the managers' expectations for all emerging country stocks, bond and currency markets. The strategy is totally discretionary and is mainly based on a stock selection approach (known as picking), while integrating a macro-economic dimension to refine the allocation of assets. The stock selection approach consists of choosing companies offering medium- or long-term earnings prospects, as well as growth potential. This selection is based on the fundamentals of the companies, especially the quality of their financial structure, their ability to generate cash flows, their competitive positioning in their markets, their future prospects and the quality of their management.

### Fund performance review

The fund depreciated by -0.5% in January, underperforming the IBOXX Liquid High Yield index (+0.2%) and the CEMBI HY+ index (+0.1% in EUR).

The main reason of our underperformance was the overweight in Argentina, where CEMBI HY+ spreads deviated by 252 basis points (from 999 bps to 1251 bps), following investors' disappointment with the exchange offer of the national oil company YPF. This had a particular impact on YPF bonds, where we remain convinced of the credit rationality, and more curiously on AES Argentina bonds, where we took the opportunity to increase our position. This underperformance was partially offset by the performance of our oil segment, which benefited from a rise in Brent above \$55 per barrel, and particularly from our investment in the oil drilling company Shelf Drilling, which saw its liquidity profile improve thanks to the sale of one of its rigs to the company ADNOC.

After two months of strong growth at the end of the last year, both equity and bond markets were stable in January. Credit spreads on the CEMBI HY+ ended the month at the same level as they started (491 bps). Despite the implementation of new restrictions on mobility in several countries, in Europe but also in Asia, the price per barrel rose by +7.9% to reach \$56 at the end of January. This increase was encouraged by OPEC's limitation of barrel supply, but also by the deployment of the global vaccination campaign, which should be accompanied by recovery in demand. Joe Biden, who took office in January 10th, announced a \$1,9 trillion plan to support the U.S. economy, and pledged to vaccinate 100 million Americans within the first 100 days of his tenure. The growth of European countries in the last quarter was higher than expected, as it was for China, which ended the year 2020 at +2.3% of GDP, compared to an IMF forecast of +1.9%. The IMF raised its projection for world growth in 2021 from +5.2% to 5.5%. The Fed also reassured investors by stating that it did not plan to raise key rates in the short term.

Among emerging countries, those in which High Yield corporates performed the best this month were Nigeria (+1.4%), Turkey (+1.3%) and India (+1.0%). The increase in oil prices benefited Nigeria, which should be able to reduce its current account deficit, the pressure on its foreign reserves and its credit risk. In Turkey, the central bank governor announced that the high rates policy would be maintained until inflation reaches 5%, which was favourable to issuers. India's good performance was mainly due to the performance of Vendata, which obtained the consent of its creditors to increase its stake in one of its subsidiaries, giving it access to more liquidity and improving its financial structure. In addition, the company benefited from rising commodity prices and reported good quarterly results. In Argentina, the exchange offer made by YPF disappointed investors, which generated an increase in yield spreads over several other companies in the country. In Brazil, the appearance of a new covid 19 variant, resulting in a significant increase in contamination, weighed on corporate performance. Bonds issues were dynamic, with a total of \$75 billion in primary issues in January. The most dynamic region was once again Asia, (\$45 billion). According to JP Morgan's forecasts, Asia should be the region with the strongest growth in 2021 (+8.9%), particularly India (+13.6%) and China (+9.4%).

Despite ongoing concerns about the health situation and differences in the pace of immunization rollout between countries, the macroeconomic outlook remains positive for 2021, and should be supported by the continuation of accommodating central bank policies. The fundamentals of emerging high-yield corporates remain strong, with little risk of default expected. Lower yields in developed markets should also be supported by substantial carry trade and the high level of credit spreads should make it possible to absorb a possible steepening of the yield curve. However, the closure of European Union borders and the implementation of new measures against mobility in certain regions in response to the emergence of new variants of the epidemic could generate volatility in the coming months and remains to be monitored.

This month, we made a significant rotation of the portfolio, first taking profits on the most cyclical issuers, notably airlines, which are particularly exposed to the mobility and spread of new variants of covid-19, and then further diversifying the portfolio by adding 10 new issuers to the fund.

### MONTHLY PERFORMANCES

	Jan.	Feb.	Mar.	Apr.	May	Jun.	Jul.	Aug.	Sep.	Oct.	Nov.	Dec.	YTD
2021	-0,5%	-	-	-	-	-	-	-	-	-	-	-	<b>-0,5%</b>
2020	-2,5%	-3,0%	-19,2%	+10,3%	+12,8%	+6,7%	+1,6%	+1,5%	-1,0%	+0,1%	+7,2%	+6,2%	<b>+18,1%</b>
2019	-	-	-	-	-	-	-	-	-	-	-	-0,0%	<b>-0,0%</b>

### KEY FIGURES

	LU2061939489
Inception Date	December 16, 2019
NAV as of 29 January 2021	117,44
Fund Net Assets	21,9M€

### RETURN

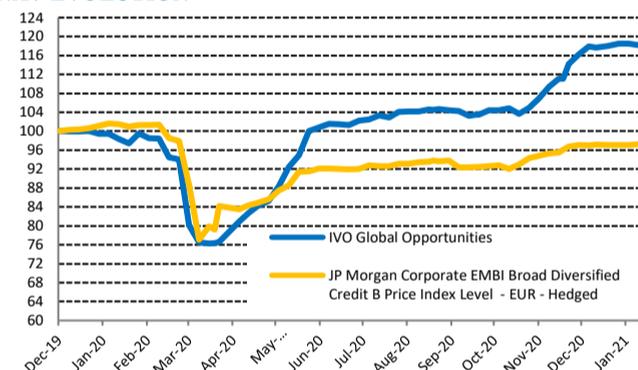
	Bonds part	Fund
Yield to maturity* (EUR)	+13,3%	+11,9%
Yield to worst* (EUR)	+13,1%	+11,8%
Adjusted yield** (EUR)	+11,1%	+9,8%

\*hedging costs included : Bloomberg 1Y EURUSD Forward

### FUND PERFORMANCES & RISK

Performance MTD	-0,5%
Performance YTD	-0,5%
Performance ITD	+17,4%
Annual volatility	+19,5%

### NAV EVOLUTION



### FUND CHARACTERISTICS

ISIN Code : LU2061939489
Fund Currency : EUR
Inception Date : December 13th 2019
Manager : Roland Vigne
Structure : Luxembourg Sicav
Fund Category : Capitalisation UCITS
Liquidity : Weekly - Valuation: Daily
Investment Horizon : At least 5 years
Investment Manager : IVO Capital Partners
Custodian : Société Générale
Auditor : Deloitte

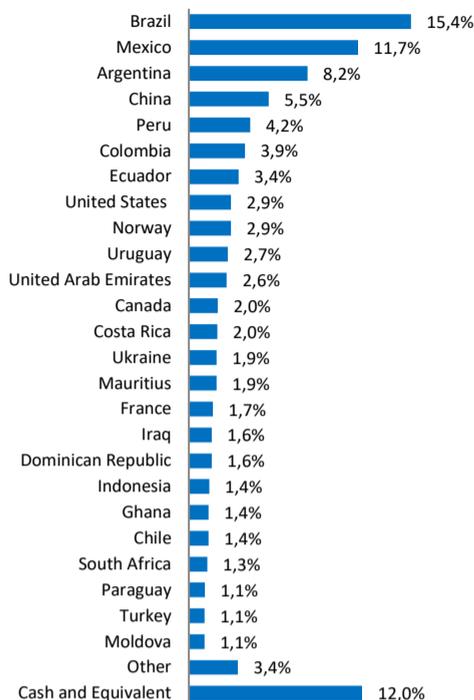
### OPERATING PROCEDURES

Minimum investment : 1 000€
Annual Management Fee : 2%
Performance Fee : 15% above 5% per calendar year
Subscription Fee : up to 4%
High Water Mark : Yes

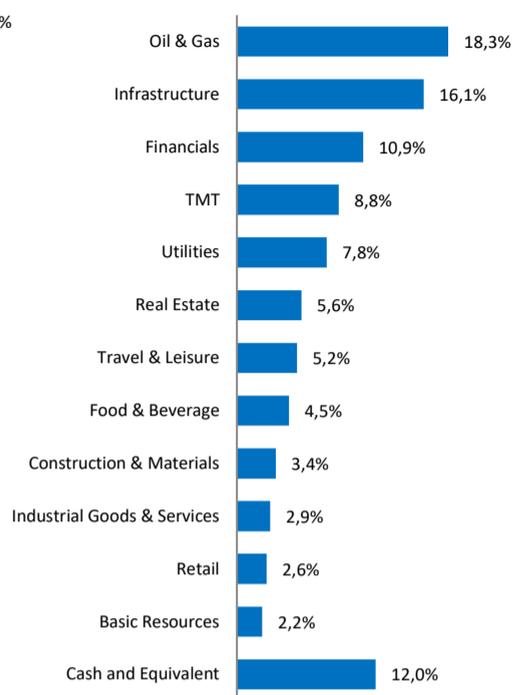
### BY PERIOD

1 month	-0,5%
3 months	+13,3%
6 months	+14,1%
12 months	+20,6%

### BREAKDOWN BY REGIONS



### BREAKDOWN BY SECTORS



### BOND PORTFOLIO DATA

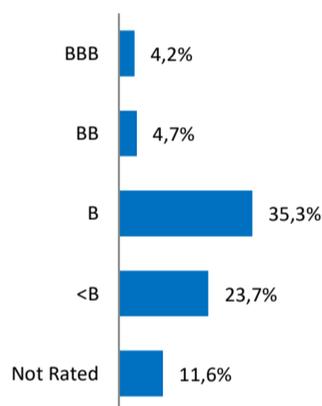
Equities exposure	8,6%
Yield to Maturity* (EUR)	13,3%
Yield to Worst* (EUR)	13,1%
Adjusted Yield** (EUR)	11,1%
USD Exposure	0,8%
Average Running Coupon	9,6%
Number of Issuers	70
Average Maturity	4,8
Average Duration	3,3%
Adjusted Duration**	3,6
Average Rating	B
Average Issued Amount (\$ million)	568
Average Percentage Holding	0,2%

\*hedging costs included : Bloomberg 1Y EURUSD Forward

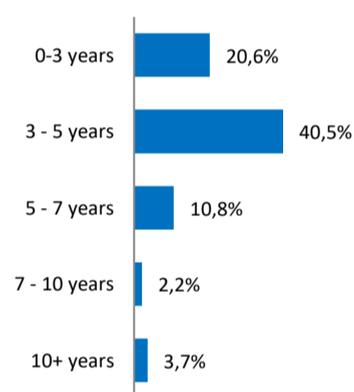
### BONDS METRICS (Weighted Average)

Revenue (\$ billions)	2,26
EBITDA (\$ billions)	0,5
Leverage	3,5x

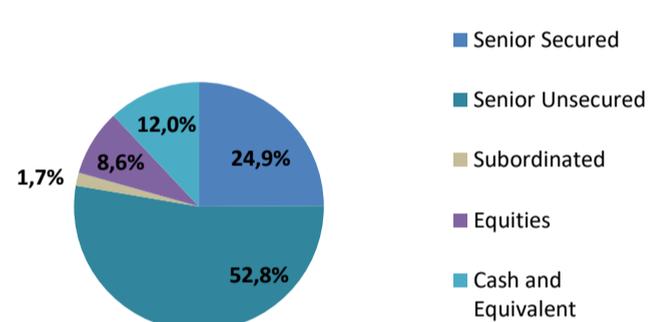
### BREAKDOWN BY RATING



### BREAKDOWN BY DURATION



### SENIORITY RANK DISTRIBUTION



### 10 MAIN ISSUERS

ISSUER	COUNTRY	SECTOR	WEIGHT
PERU LNG SRL 2030	Peru	Infrastructure	4,2%
INTL AIRPORT FINANCE SA 2033	Ecuador	Infrastructure	3,4%
FS LUXEMBOURG SARL 2025	Brazil	Utilities	3,3%
SIXSIGMA NETWORKS MEXICO 2025	Mexico	TMT	3,1%
GRAN TIERRA ENERGY INTL 2025	Colombia	Oil & Gas	2,7%
ACI AIRPORT SUDAMERICA S 2032	Uruguay	Infrastructure	2,7%
OI SA 2025	Brazil	TMT	2,5%
HUARONG FINANCE II 2021	China	Financials	2,3%
FINANCIERA INDEPENDENCIA 2024	Mexico	Financials	2,3%
YPF SOCIEDAD ANONIMA 2025	Argentina	Oil & Gas	2,0%

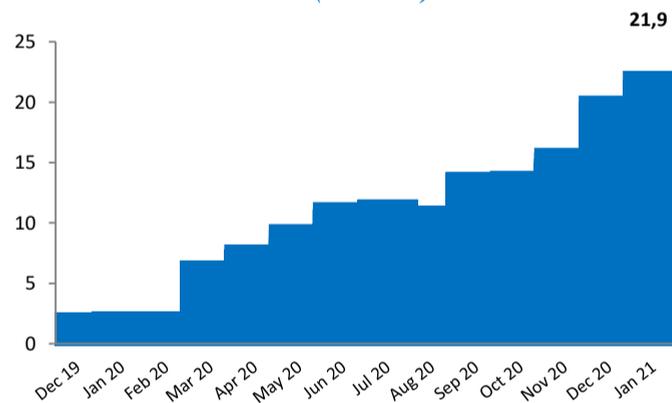
10 largest positions

28,6%

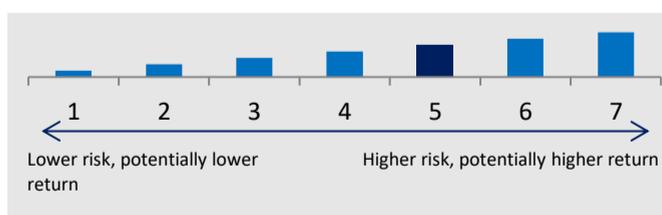
### RISK INFORMATION

- 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 and below 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".

### NET ASSETS EVOLUTION (€ millions)



### RISK / REWARD PROFILE



The lowest category does not mean risk-free

For further information, please contact us:

[gestion@ivocapital.com](mailto:gestion@ivocapital.com)

Tel: +33 (1) 45 63 63 13

\* 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. Past performance is no guarantee of future results.