IVO SHORT DURATION (EUR) - UCITS

FACTSHEET - MARCH 2021

An opportunistic access to international corporate debt markets

Created in December 2019, the IVO Fixed Income Short Duration fund is a corporate bond fund in hard currencies whose issuers are headquartered or have their main activity in emerging markets. The fund invests in a diversified manner in a wide range of issuers and sectors. Its maximum average duration is 3 years. The fund invests in the different bond segments - Investment Grade, High Yield, in USD and EUR - and in companies with good fundamentals: strong competitive positions, low debt levels, low exposure to local currency volatility, high margin levels, strong shareholders. The fund's strategy favours the "bad country/good company" approach, which provides quality investments in senior bonds at a discount.

Fund performance review

This month the fund depreciated by -0.6%, underperforming the CEMBI Broad 1-3 year index hedged in euros (-0.2%). This performance was completed in two-stage. For the first two weeks, performance was solid despite the rise in U.S. sovereign rates given the fund's low duration, while during the second part of the month performance was negatively affected by the volatility experienced by the Turkish and Chinese markets, besides some isolated idiosyncratic circumstances over an Indonesian issuer. The overview for the asset class remains favorable for the upcoming months.

In contrast to equity markets which offered a positive performance, despite significant volatility and renewed restrictions on mobility imposed in Europe, emerging bond markets ended the month slightly down. This month, the S&P 500 reached its all-time highest, driven by the strong American expected growth, as well as the accelerated vaccination pace. The US 10-year treasury yield continued to rise (+32 bps in March), anticipating this strong growth in the US, whose House of Representatives approved the largest fiscal plan, since second World War ($1900 billion), meanwhile 90% of its over-18s population should be vaccinated by the end of April. This expansion was reinforced by Joe Biden's announcement on infrastructure plan, which could reach $3,000 billion. CEMBI HY+ credit spreads slightly widened (by 15 bps, 471 bps), following specific situations in some emerging countries. Global growth forecasts are still positive for 2021 (+6.4% according to Barclays), and should be driven by China and the United States. Growth in the second quarter should be greater than in the first, particularly in Europe (+9% according to JP Morgan), where it will heavily depend on vaccination acceleration. Following the announcement on extended restrictions for most European countries to face the epidemic’s "third wave", as well as the increased offer of Iranian barrels, the barrel’s price after reaching $70, returned to around $60, and closed the month at $64, while markets believe that global growth recovery should gradually absorb the increase in production from OPEC countries.

This month, most of emerging countries presented negative performance, mainly due to rising sovereign rates, except for the United Arab Emirates (+1.1%), Israel (+1.0%), and Hong Kong (+0.8%), whose positive performance was caused by idiosyncratic situations. The countries whose High Yield corporate markets performed the worst were Turkey (-3.5%), Argentina (-1.5%) and Indonesia (-0.9%). In Turkey, President Erdogan announced the replacement of Agbal as central bank governor by Kavcioglu, considered as less orthodox in terms of monetary policy, followed by a larger than expected rate hike (+200 bps vs. +100 bps expected) on 19th March. These events generated concerns on the country’s potential monetary policy easing, whose net dollar reserves are negative and that might be affected by a depreciated currency. That said, Turkish issuers, and particularly those in portfolio, benefit from strong credit profiles (very low leverage, revenues in hard currency), on which we don’t estimate long-term credit risk. Argentinean and Indonesian negative performance are linked to their “high beta” profiles, besides idiosyncratic circumstances on some issuers in Indonesia, which have faced liquidity issues, affecting the country's issuers in general. Brazil (-0.9%) continued to suffer from political concerns, especially regarding increased state intervention within the economy, in addition of a potential comeback of former President Lula to presidential race in 2022. In El Salvador, legislative elections granted to the government a large majority in the parliament, which should allow it to enforce a tax reform and obtain potential IMF assistance. In Asia, Chinese issuers ended in dispersed order (-0.8% on average), particularly within the real estate sector where we start to observe new regulation’s effects, which in one hand, outlines some issuers with interesting deleveraging dynamics and decreasing spreads and on the other hand shows disappointing issuers with reduced operating margin, and widening spreads. Despite this, China's growth forecast is about 6% in 2021, according to JP Morgan, relying on significant private consumption return and ongoing export growth.

During the month, the US 30-year yield continues to increase. It is now 45% higher compared to beginning of the year levels (closing March at 2.4%). This has had an impact over emerging sovereigns, with the EMBIG emerging sovereign index down by around 5% since the beginning of the year, compared to +0.4% for the CEMBI HY+ hedged in euros and -1.0% for the CEMBI Broad Diversified hedged in euros. This divergence might continue for the short/medium term, benefiting indexes with short durations, given the recovery on U.S. growth and the renewed potential infrastructure plan. According to Barclays, a $2,000 billion plan could trigger an increase in the 10-year sovereign rate from 30 to 50 bps. The fund's yield is 4.9% in euros, for an average rating of BB and a 2.4 duration.Even if interest rate volatility continues in the short term, outlook for emerging corporate bonds, especially high-yield bonds, remains positive thanks to their lower duration, higher yields and consistent strong fundamentals, while benefiting from global economic recovery.

This month, the main contributor to performance was the Brazilian ethanol producer **FS Bioenergia**, which benefited from very favorable ethanol prices and low production costs, in addition to the announcement of its possible IPO during the year. We kept our commitment to geographic diversification and participated in three primary issuances in Asia and two in the Middle East, with Latin America remaining as the fund's main exposure region.

KEY FIGURES

KEY FIGURES	*LU2061939729*
Inception Date	December 6, 2019
NAV as of 31-03-21	110,57
Fund Net Assets	49,8M€

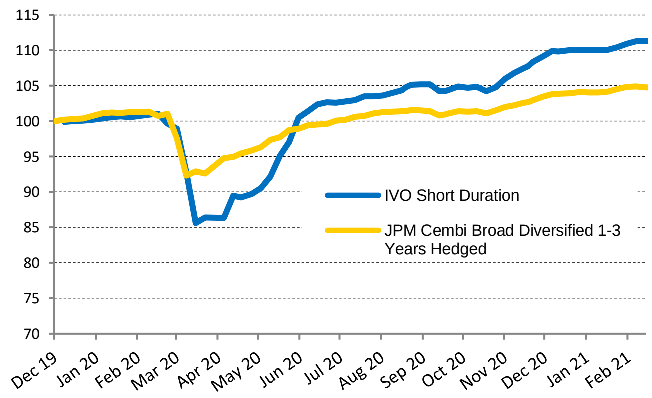
RETURN	Bonds part	Fund
Yield to maturity* (EUR)	+5,9%	+5,6%
Yield to worst* (EUR)	+5,7%	+5,4%
Adjusted yield** (EUR)	+5,2%	+4,9%

*hedging costs included : Bloomberg 1Y EURUSD Forward

*Adjusted Yield: See notes on the back of the page

FUND PERFORMANCES & RISK	
Performance MTD	-0,6%
Performance YTD	+0,5%
Performance ITD	+10,6%
Annualized volatility	+6,4%

NAV EVOLUTION



FUND CHARACTERISTICS

ISIN Code : LU2061939729
Fund Currency: EUR
Inception Date: 6 December 2019
Coordinating manager : Romain Lacoste
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 : 1 000€
Annual Management Fee: 1,25%
Performance Fee: None
Cut Off: D before 12:00 (UTC+1)
High Water Mark : Yes

MONTHLY PERFORMANCES

	Jan.	Feb.	Mar.	Apr.	May	Jun.	Jul.	Aug.	Sep.	Oct.	Nov.	Dec.	YTD
2021	+0,1%	+1,1%	-0,6%	-	-	-	-	-	-	-	-	-	**+0,5%**
2020	+0,4%	-0,9%	-13,3%	+3,8%	+8,2%	+5,6%	+1,0%	+1,2%	-0,4%	-0,1%	+3,3%	+2,1%	**+9,9%**
2019	-	-	-	-	-	-	-	-	-	-	-	+0,1%	**+0,1%**

BY PERIOD

1 month	-0,6%
3 months	+0,5%
6 months	+6,0%
12 months	+28,0%

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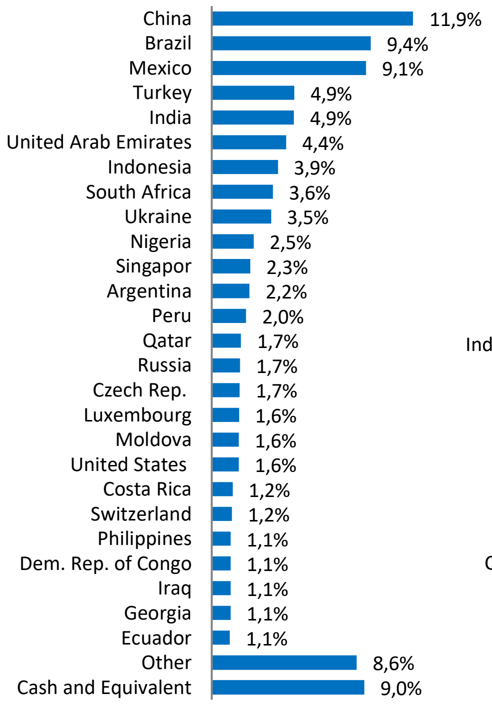
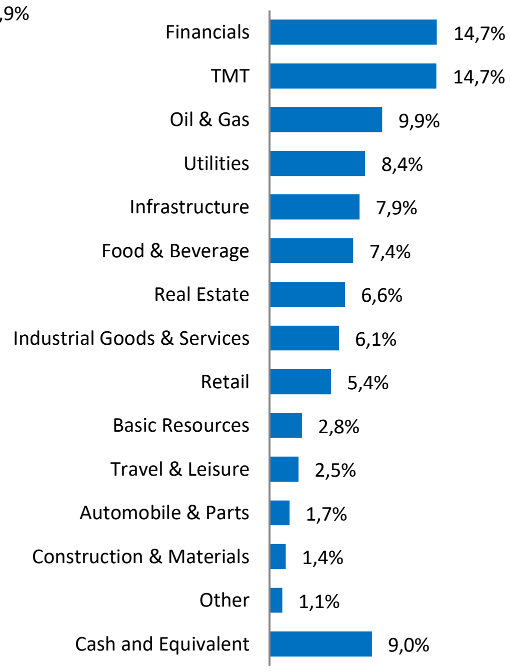
PORTFOLIO - MARCH 2021

BREAKDOWN BY REGIONS



BREAKDOWN BY SECTORS



PORTFOLIO DATA

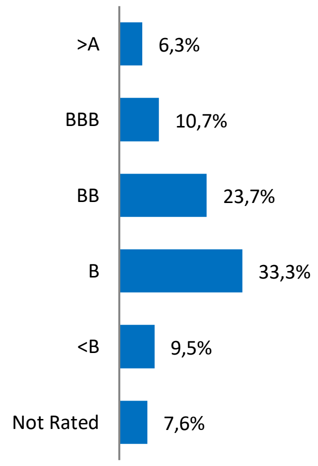
Yield to Maturity* (EUR)	5,9%
Yield to Worst* (EUR)	5,7%
Adjusted yield** (EUR)	5,2%
USD Exposure	0,5%
Average Running Coupon	6,8%
Number of Issuers	109
Average Maturity	3,5
Average Duration	2,4
Adjusted Duration**	2,4
Average Rating	BB
Average Issued Amount ($ million)	606
Average Percentage Holding	0,1%

*hedging costs included : Bloomberg 1Y EURUSD Forward

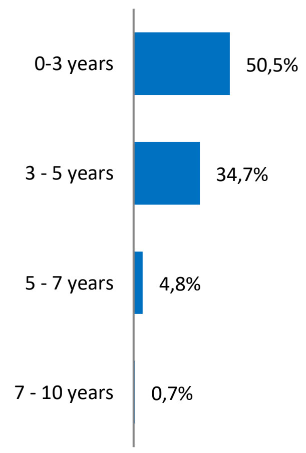
BONDS METRICS (Weighted Average)

Revenue ($ billions)	1,0
EBITDA ($ billions)	0,2
Leverage	3,1x

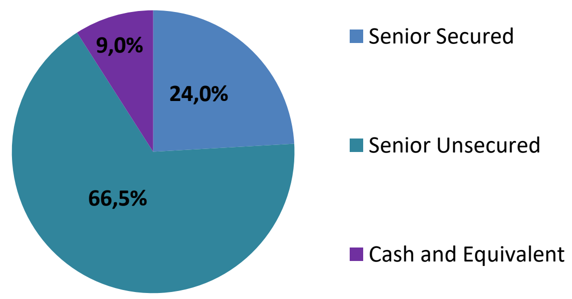
BREAKDOWN BY RATING



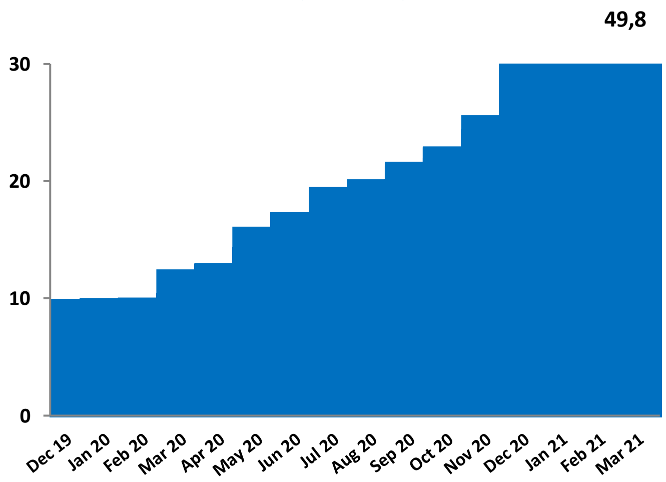
BREAKDOWN BY DURATION



SENIORITY RANK DISTRIBUTION



NET ASSETS EVOLUTION (€ millions)



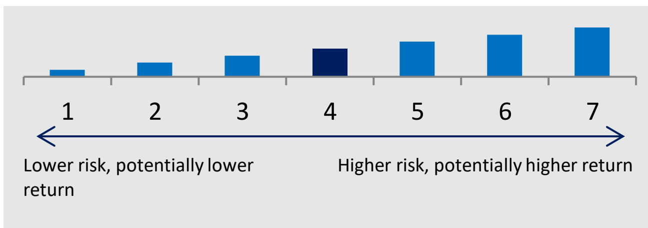
10 MAIN ISSUERS

10 MAIN ISSUERS		COUNTRY	SECTOR	WEIGHT
SIXSIGMA NETWORKS MEXICO 2025	$	Mexico	TMT	1,9%
FS BIOENERGIA SARL 2025	$	Brazil	Utilities	1,9%
FAB SUKUK COMPANY LTD 2024	$	Jnited Arab Emirate	Financials	1,9%
OI SA 2025	$	Brazil	TMT	1,8%
AXTEL SAB DE CV 2024	$	Mexico	TMT	1,8%
EMIRATES NBD BANK PJSC 2025	$	Jnited Arab Emirate	Financials	1,7%
QIB SUKUK LTD 2025	$	Qatar	Financials	1,7%
ARCELIK AS 2021	€	Turkey	Retail	1,7%
ARAGVI FINANCE INTL 2024	$	Moldova	Food & Beverage	1,6%
LIGHT SERVICOS ENERGIA 2023	$	Brazil	Utilities	1,5%
10 largest positions				**17,5%**

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 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.
Past performance is no guarantee of future results.