

GAMA Funds – Short Dated Opportunities

A perfect vehicle to benefit from higher interest rates

2% Above
Cash Yield

Daily
Liquidity

Among BEST
funds

Hedged Yield
@ 6.34% in \$, 4.70%
in €, 2.25% in CHF

Worldwide

>150 issuers

Maximum

BBB

Fundamental
credit
selection

3-year maturity

3Y Track-record

>150mios EUR Aum

GAMA Funds - Global Short-Dated Opportunities



INVESTMENT STRATEGY

Short-term bond fund for investors seeking a higher yield than that of money market funds over one year or more.

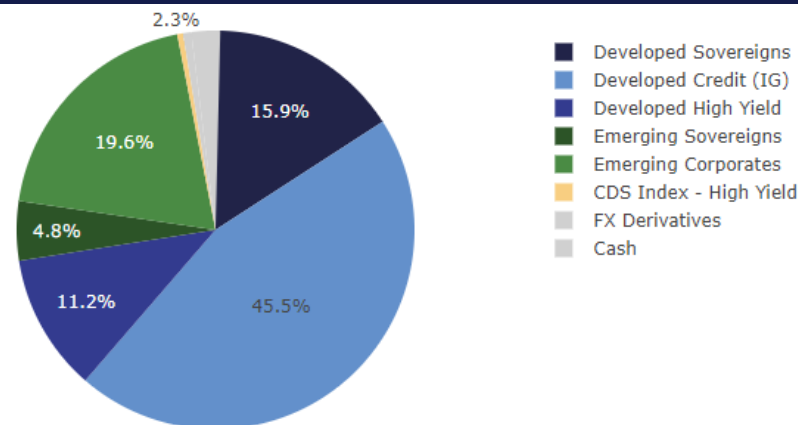
- Estimated forward-looking return: cash + 2%
- Capital preservation and income primarily with short-dated bonds with less than 3Y maturities.
- Credit selection broadly diversified across countries & sectors with currency exposures hedged into the base currency

| | | |
|-------------------------------|----|--------------|
| Credit Exposure | ↗↗ | Medium |
| Interest Rate Exposure | ↗ | Low |
| Currency Exposure | - | Fully hedged |

BREAKDOWN BY MATURITY

| | |
|----------------------------------|-------------------|
| Hedged Yield (USD/EUR/CHF) | 6.34%/4.70%/2.25% |
| Average yield ex currency hedges | 5.49 |
| Average effective maturity (y) | 2.02 |
| Average interest-rate duration | 1.60 |
| Average spread duration | 1.89 |
| Average credit rating of bonds | BBB+ |
| Average credit spread (bps) | 137 |
| Number of issuers | 173 |

BREAKDOWN BY SEGMENT

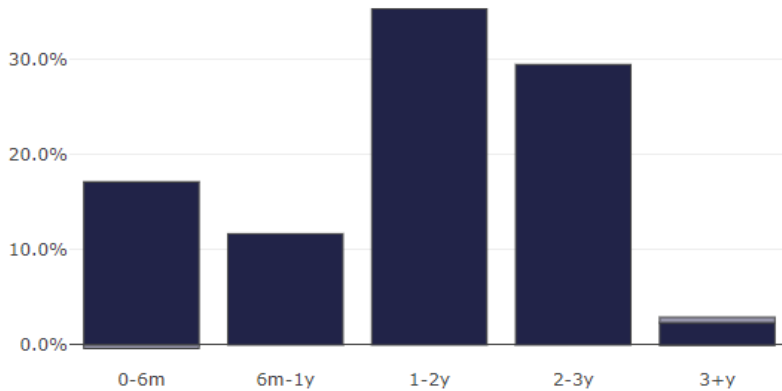


Portfolio characteristics may change at any time. Please refer to the fund prospectus for the investment guidelines.

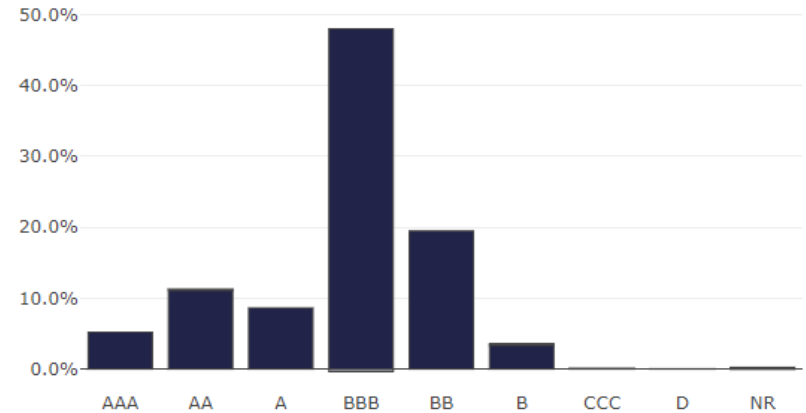
GAMA Funds - Global Short Dated Opportunities



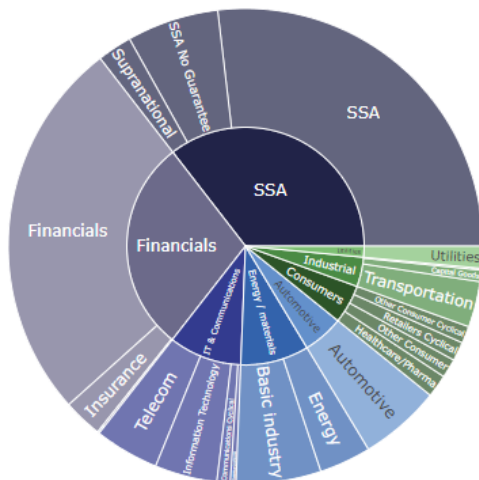
BREAKDOWN BY MATURITY



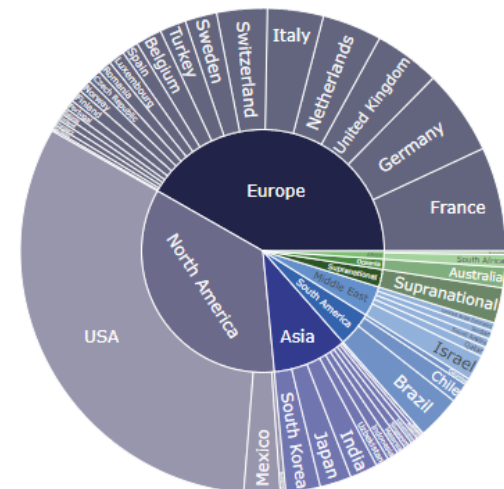
BREAKDOWN BY RATING



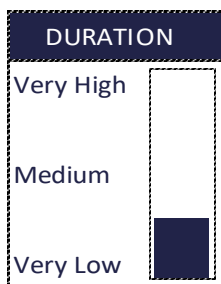
BREAKDOWN BY SECTOR



BREAKDOWN BY COUNTRY



DURATION



- Duration: 1.60 (decreased by 0.15)

CURRENCY ALLOCATION

100% Hedged Into Currency

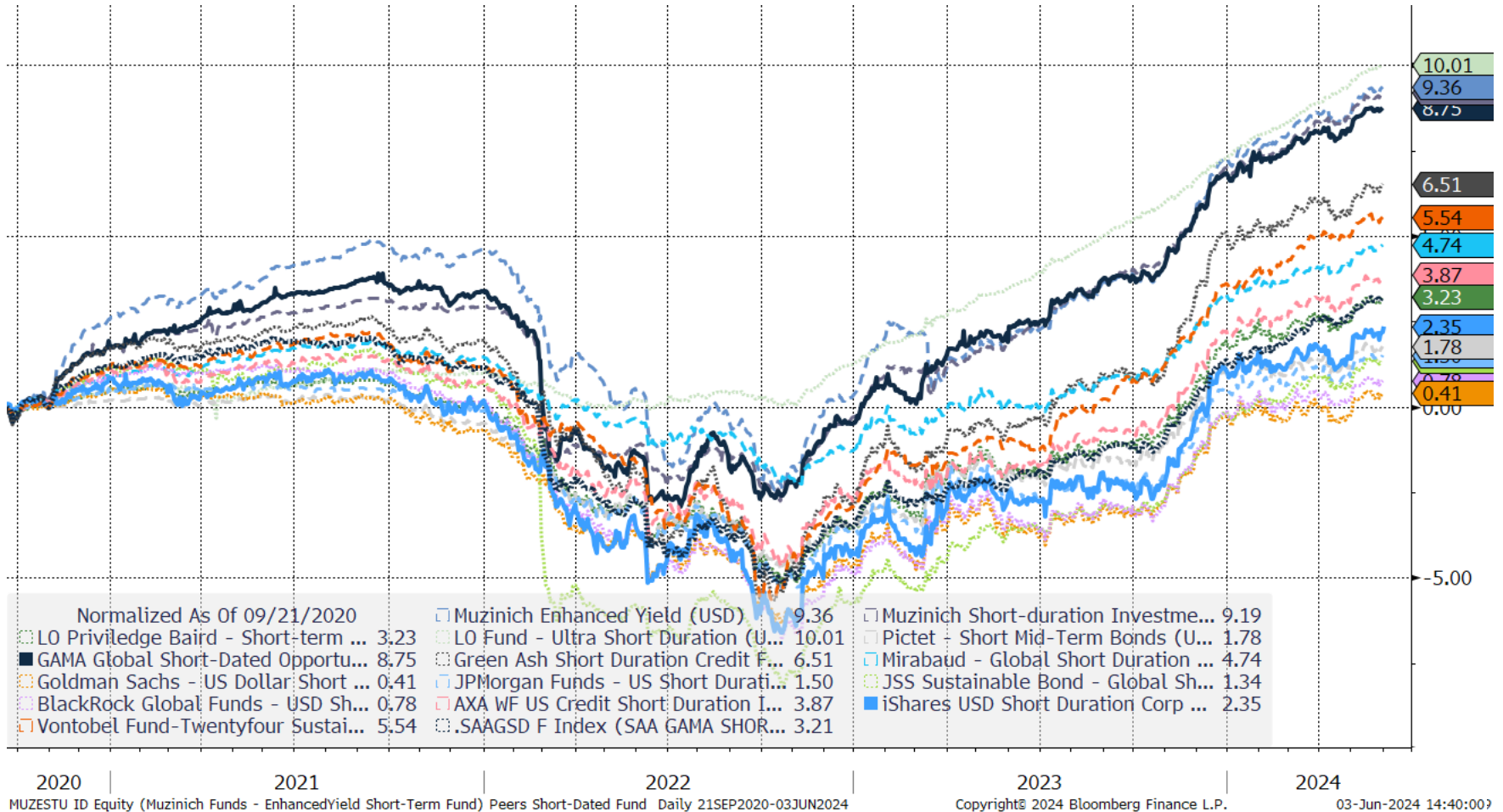
KEY BOND PURCHASES

- Bought
 - Fonplata (A) CHF 2027, 2.59% (Z+150)
 - Eutelsat (BB-) EUR 2027, 5.75% (Z+281)
 - Uzbekistan (BB-) EUR 2027, 5.375% (Z+243)
 - Grenke (BBB) EUR 2027, 5.01% (Z+203)
 - DNO (NR) USD 2026, 7.67% (Z+272)
 - Turkiye Ihracat (B) USD 2027, 7.11% (Z+243)
 - BNP (BBB+) USD 2027, 5.61% (Z+98)
- Increased
 - Paramount (BBB-) USD 2027, 6.19% (Z+169)
 - HLD (NR) EUR 2027, 4.98% (Z+196)
 - Israel Electric (BBB+) USD 2026, 6.37% (Z+173)

KEY BONDS SALES

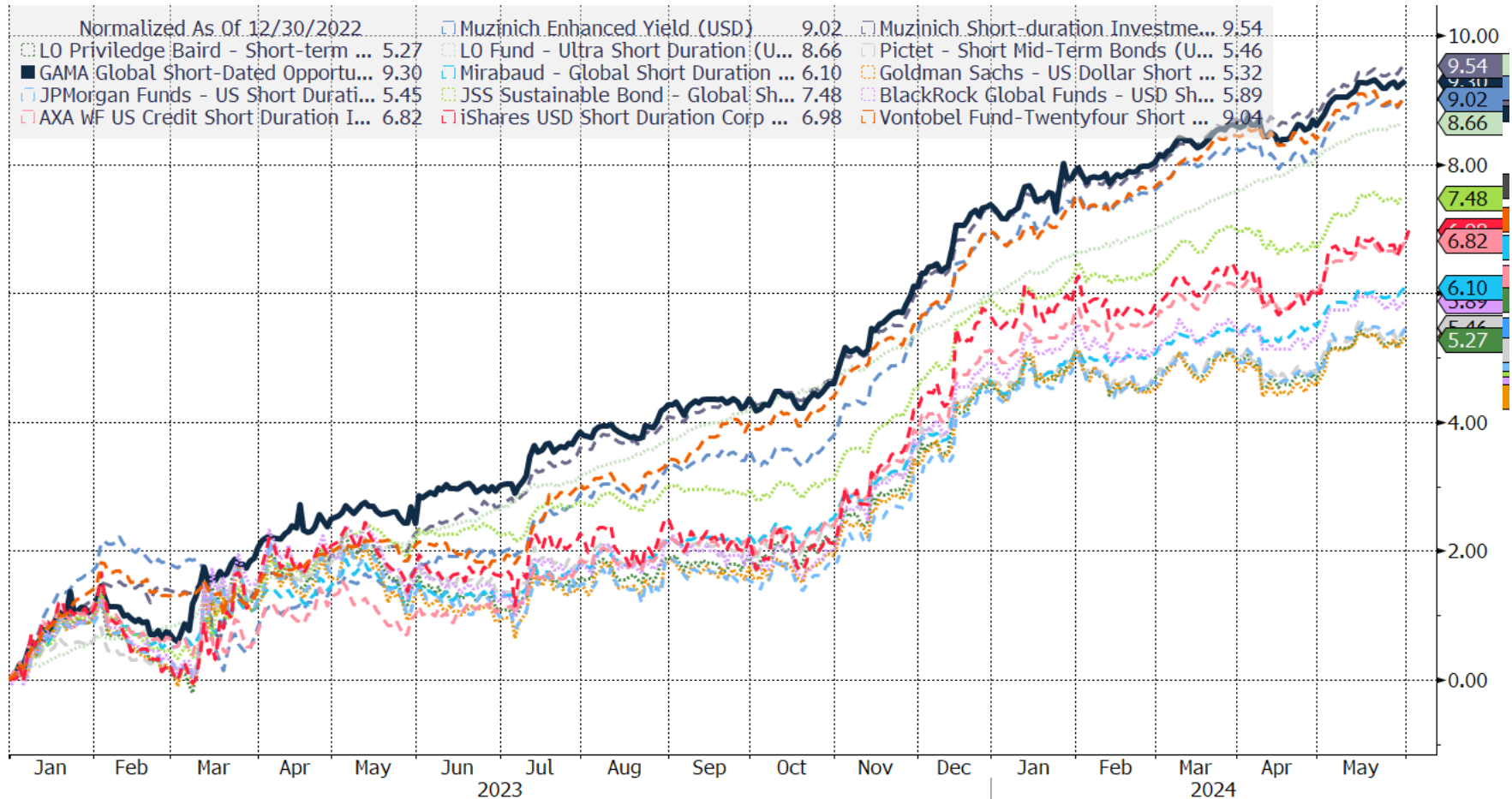
- Sold
 - DB (BBB+) GBP 2024, 5.58% (Z+43)
- Matured/Tendered/Called: 3.5% of NAV
 - US Treasuries (AA+) USD
 - Eastern and Southern African Trade and Development Bank (BBB-) USD
 - AMP (BBB) CHF
 - Air France (BB+) EUR 2025 (Z+10)
 - Finnair (NR) EUR 2025 (Z -7)

Global Short-Dated Opportunities - Peer Group (ITD)



Source: Bloomberg, GAMA, Performance net of fees since inception date (21.09.2020)

Global Short-Dated Opportunities - Peer Group (ST)

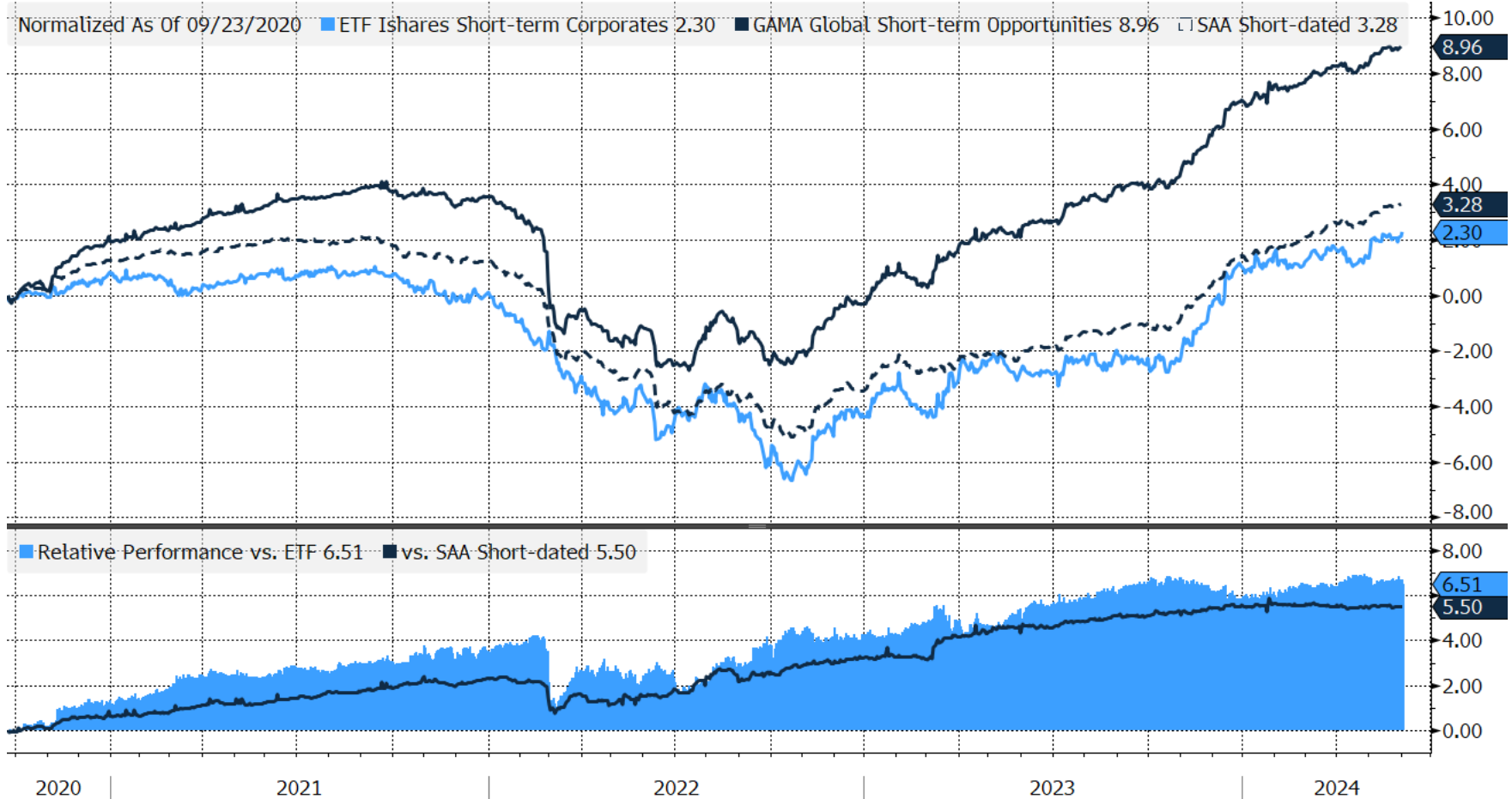


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Source: Bloomberg, GAMA

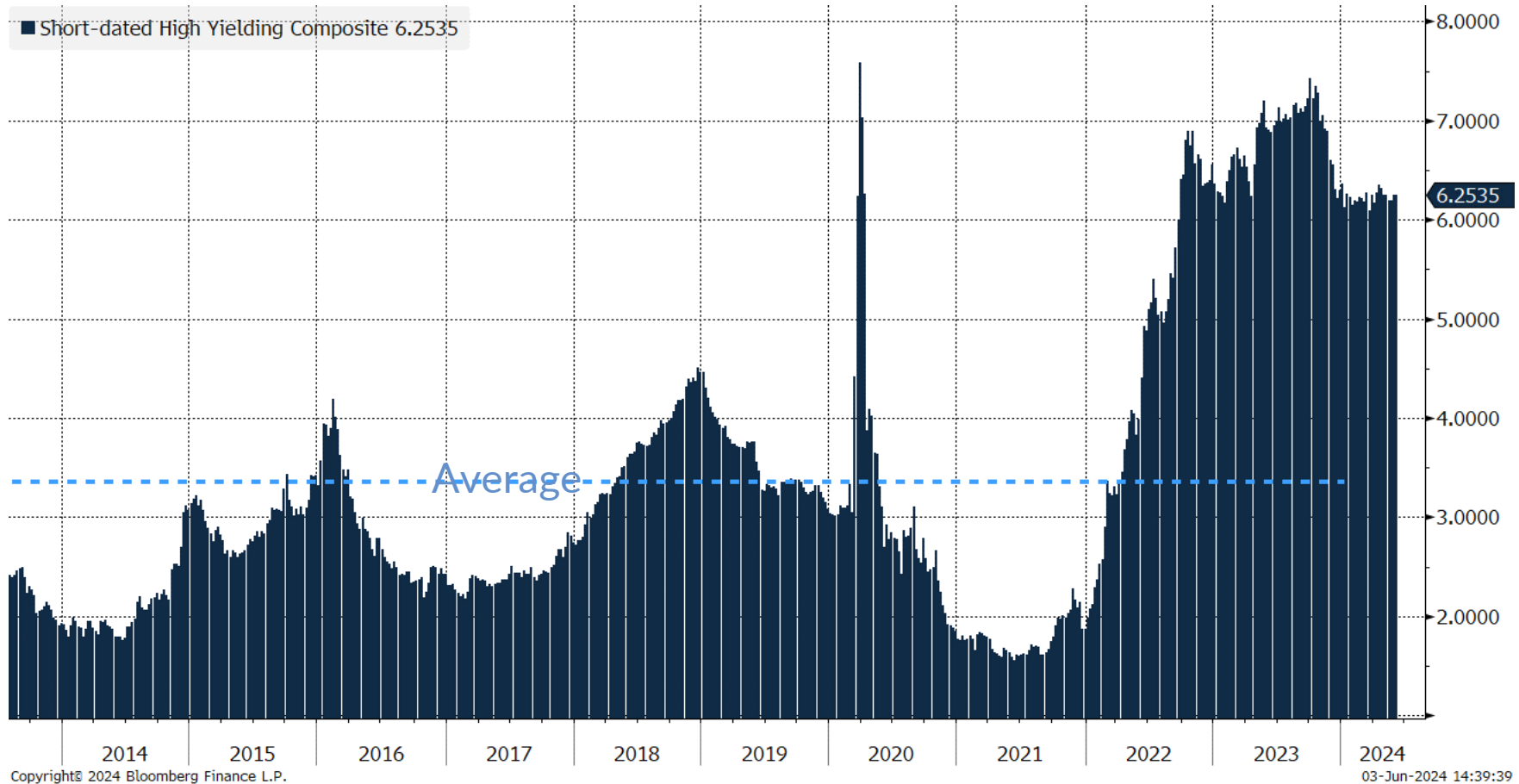
GAMA Global Short-Dated Opportunities



Source: Bloomberg, GAMA calculations

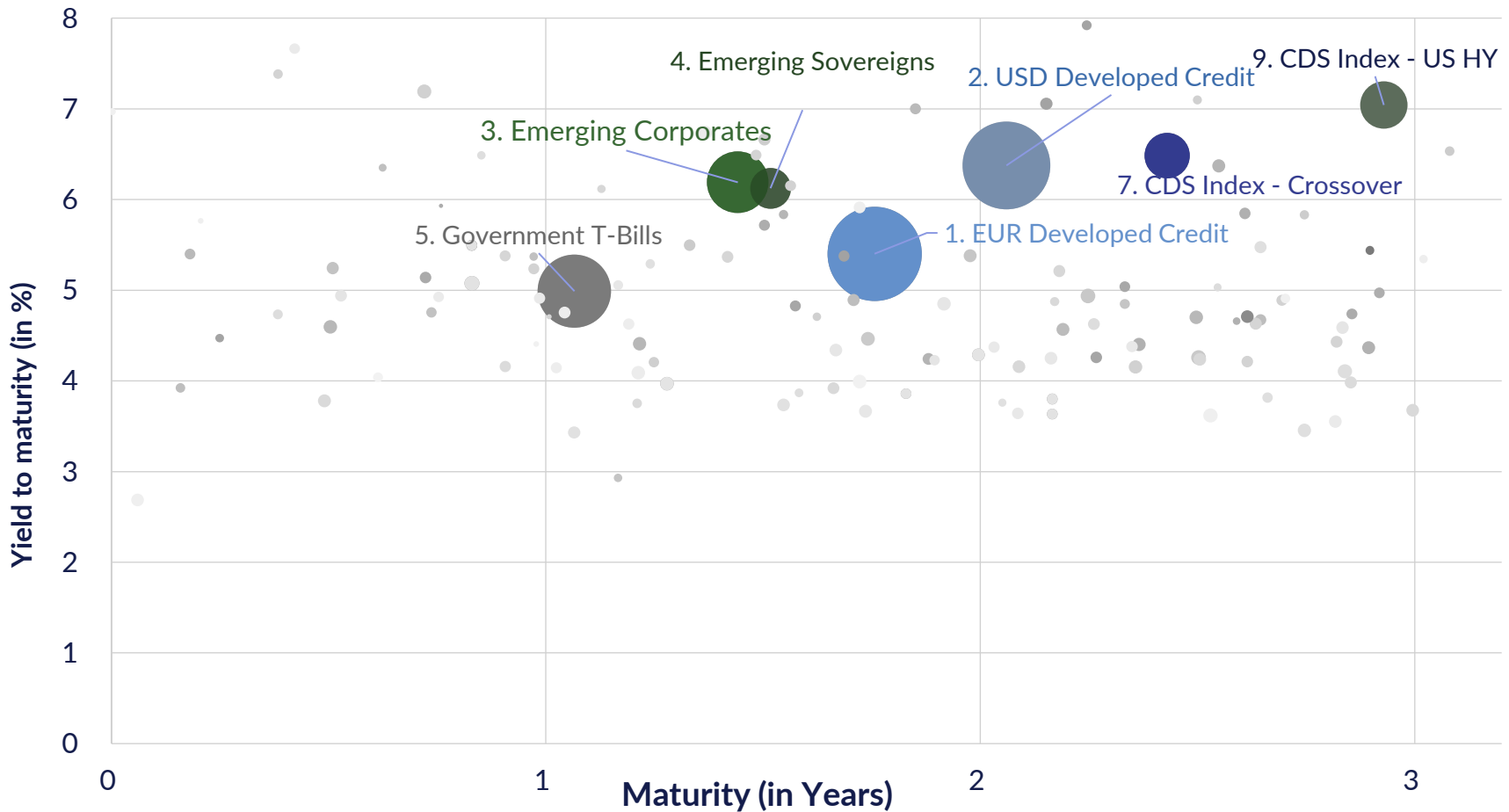
Short-Dated Opportunities Offering Attractive Yield

Short-dated High Yielding composite at its decade's record



Source: Bloomberg, GAMA calculations, Short-dated high yielding composite, with 1/3 Developed credit, 1/3 Emerging Credit and 1/3 T-Bills in USD.

GAMA Funds - Global Short-Dated Opportunities



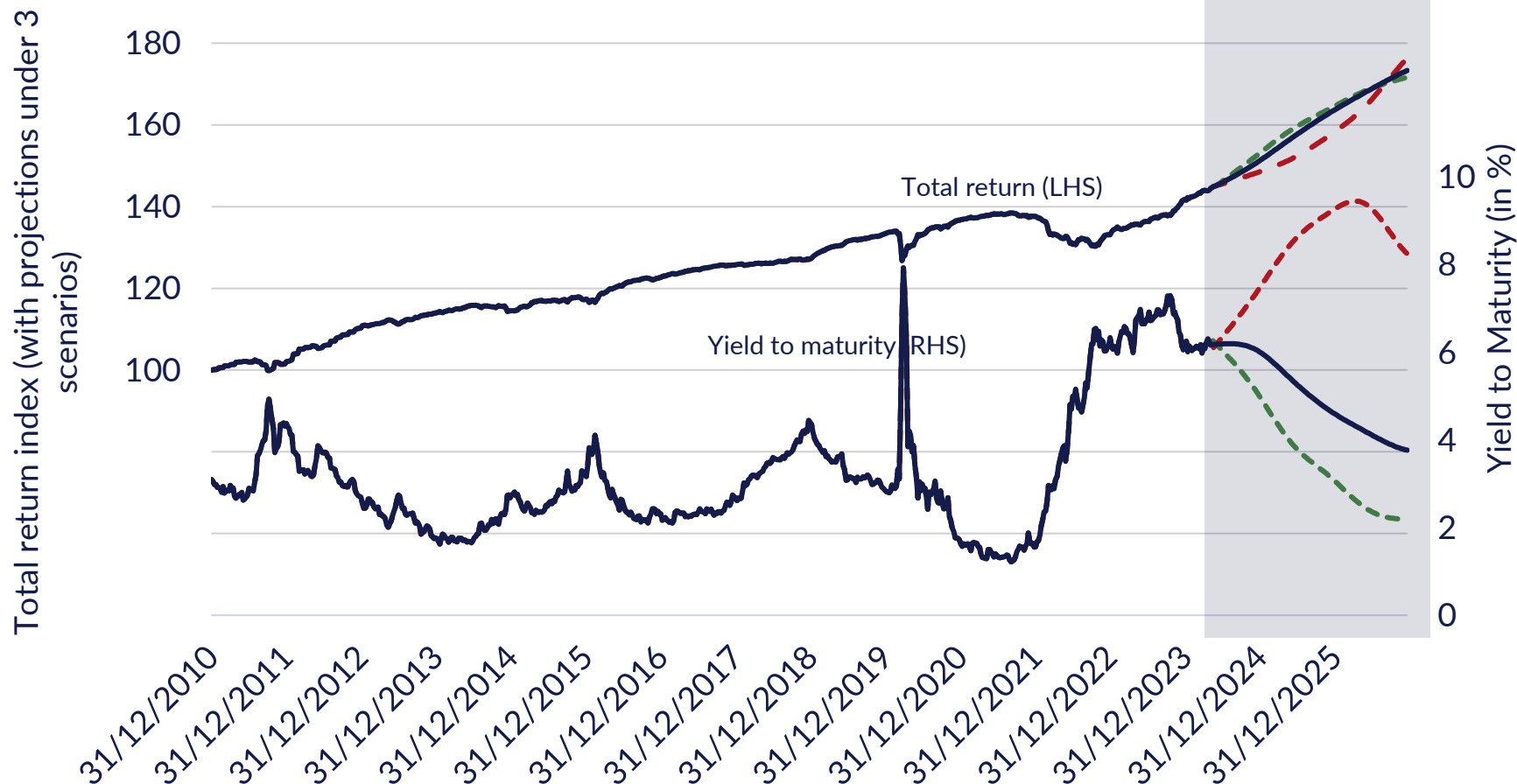
Each dot represents a specific bond and each circle represents the fixed income segment proportional to its weight.

Source: Bloomberg, GAMA

Global Short-Dated Composite*



Projected total returns under 3 yield scenarios over 3 years



Sources: Bloomberg, GAMA calculations, *Derived from 5 global different short-dated fixed income segments

Monthly Performance



| MONTHLY RETURNS (IN USD, NET OF FEES) | | | | | | |
|--|-------------|--------------|--------------|---------------|--------------|--------------|
| | 2019 | 2020 | 2021 | 2022 | 2023 | 2024 |
| January | - | - | 0.09% | -0.76% | 1.10% | 0.49% |
| February | - | - | 0.27% | -2.20% | -0.38% | 0.12% |
| March | - | - | 0.40% | -1.04% | 1.31% | 0.55% |
| April | - | - | 0.27% | -1.10% | 0.45% | -0.02% |
| May | - | - | 0.20% | 0.46% | -0.08% | 0.64% |
| June | - | - | 0.27% | -1.37% | 0.58% | - |
| July | - | - | 0.08% | 0.96% | 0.81% | - |
| August | - | - | 0.28% | -0.04% | 0.41% | - |
| September | - | -0.46% | -0.12% | -0.83% | 0.09% | - |
| October | - | 0.28% | 0.12% | 0.41% | 0.24% | - |
| November | - | 1.32% | -0.68% | 1.30% | 1.41% | - |
| December | - | 0.46% | 0.40% | 0.44% | 1.21% | - |
| Year | - | 1.61% | 1.59% | -3.75% | 7.38% | 1.79% |

Source: GAMA Asset Management SA, Class USD F

Global Funds – Global Short-Dated Opportunities



| Share Class | Class R | Class P | Class N | Class F |
|-----------------|------------------|------------------|------------------|------------------|
| Min. Investment | 1'000 | 1 Mios | 5 Mios | 20 Mios |
| Management fees | 0.60% | 0.40% | 0.30% | 0.20% |
| EUR | ACC LU2092459143 | ACC LU2092460075 | ACC LU2092460828 | ACC LU2092461800 |
| | DIS LU2092458764 | DIS LU2092459655 | DIS LU2092460406 | DIS LU2092461479 |
| CHF | ACC LU2092459226 | ACC LU2092460158 | ACC LU2092461040 | ACC LU2092461982 |
| | DIS LU2092458848 | DIS LU2092459739 | DIS LU2092460588 | DIS LU2092461552 |
| USD | ACC LU2092459499 | ACC LU2092460232 | ACC LU2092461123 | ACC LU2092462014 |
| | DIS LU2092458921 | DIS LU2092459812 | DIS LU2092460661 | DIS LU2092461636 |
| GBP | ACC LU2092459572 | ACC LU2092460315 | ACC LU2092461396 | ACC LU2092462105 |
| | DIS LU2092459069 | DIS LU2092459903 | DIS LU2092460745 | DIS LU2092461719 |

Minimum investment amount defined in the currency of each share class.

Blue = active share classes, grey = available but inactive. To activate a new share class, please contact us.



Appendix

Sources Of Alpha

Credit Selection

- Careful credit selection

Relative Value

- Switches
- Yield after currency hedges
- Primary

Maturity Extension

- Take advantage of steeper credit curves

Convexity

- Optionality of bonds trading to maturity with call feature
- Corporate actions

Key Features Of GAMA Short-Dated Opportunities



RISK SCREENING

Duration Risk

Low: Median strategic duration 1.5 years (+/- 0.5)

Credit Risk

Medium: Average rating BBB, main focus Crossover BBB-BB, low concentration risk

Liquidity Risk

High liquidity: daily, no loans nor private debt

Liquidity Score:

3



Currency Risk

100% hedged

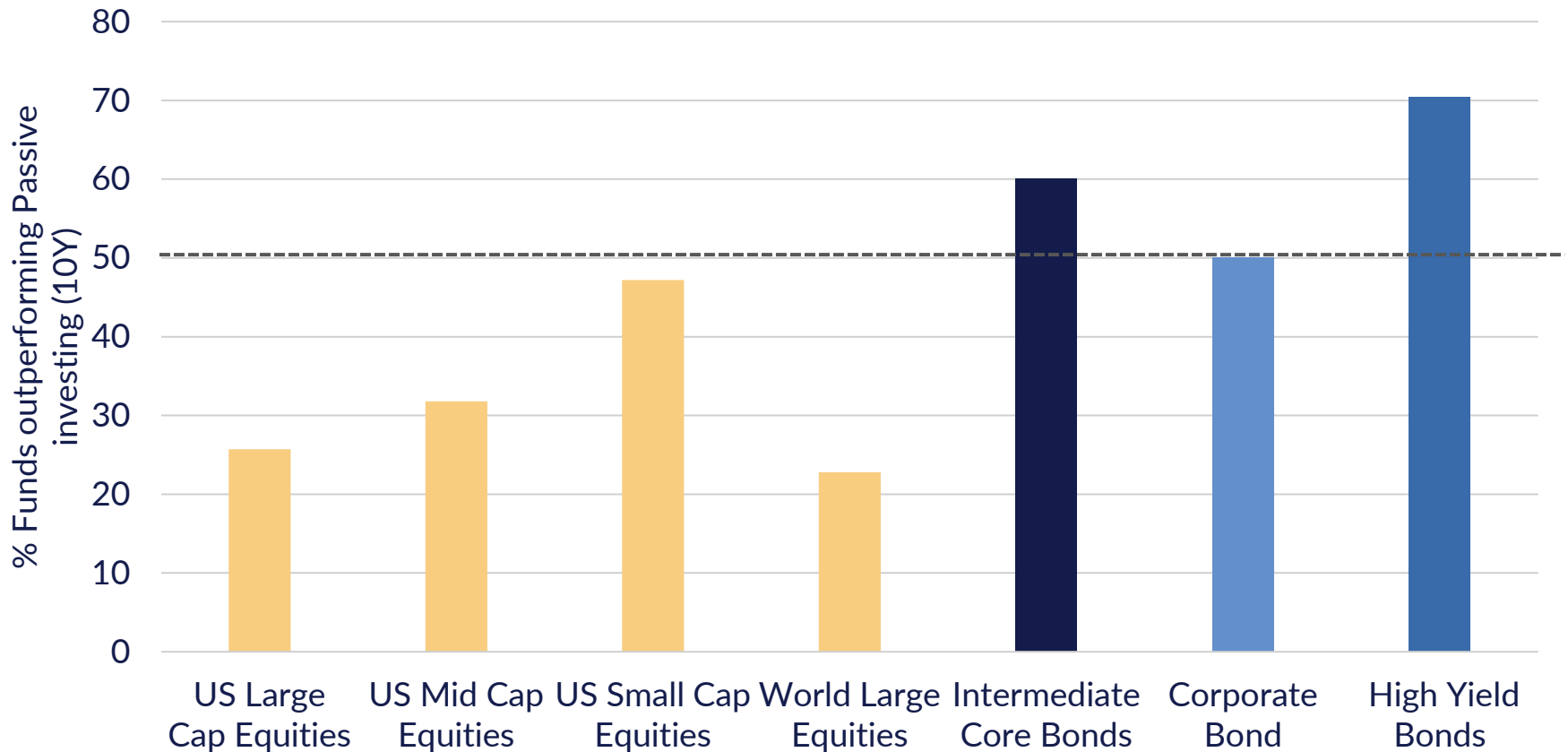
Others (e.g. Extension, conversion)

No extension risk
(focus on legal maturity < 3Y)

The Case For Active Fixed Income Management



In contrast to equities, the majority of fixed income funds are beating passive investments over 10Y.



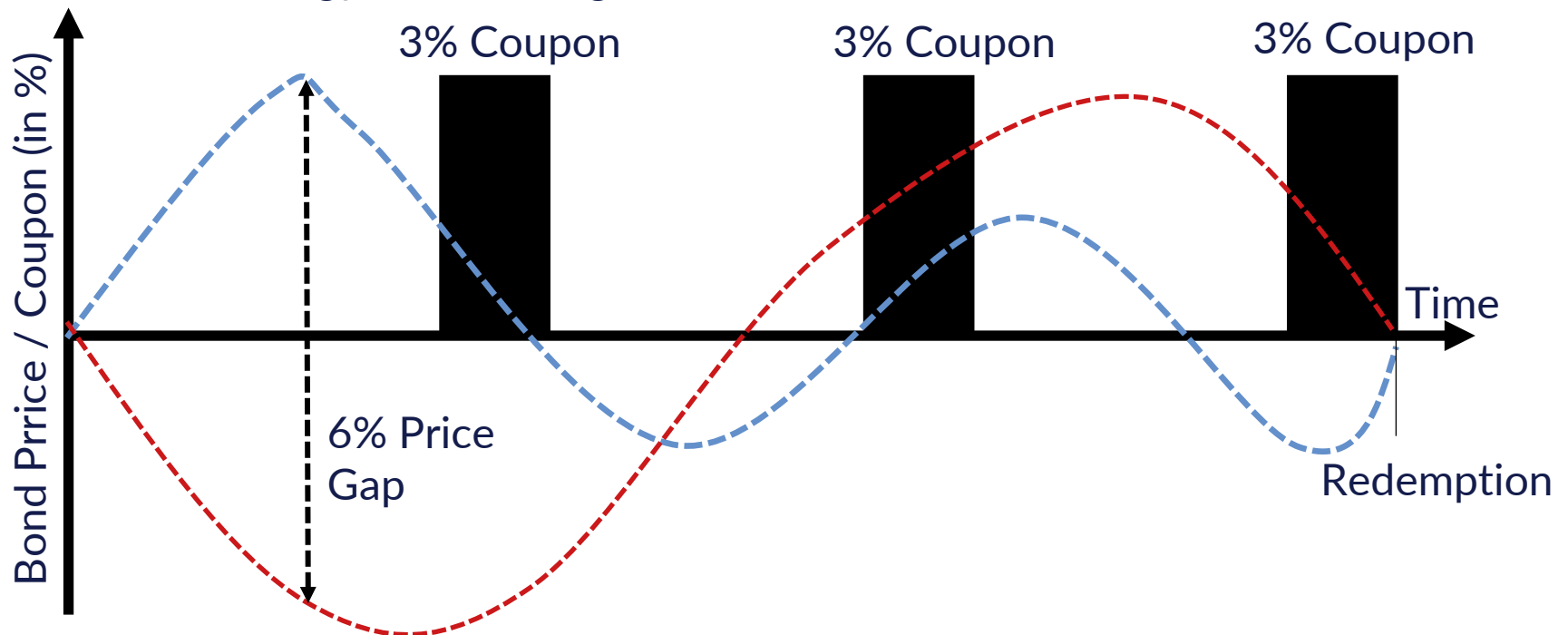
Source: Morningstar, Data and calculations as of 31.12.2022, focusing on funds in the low fee quintile that beat their benchmarks.

The Case For Active Fixed Income Management



Imagine a world with 2 different 3Y bonds (IG), with same yield and coupon (3%): **Corporate A** and **Corporate B**. After 6 months, we observe a 6% price gap differential...

- Passive strategy* or bad luck / bad skills active strategy** = 3% annual
- Active strategy with luck / good skills*** = >5% annual

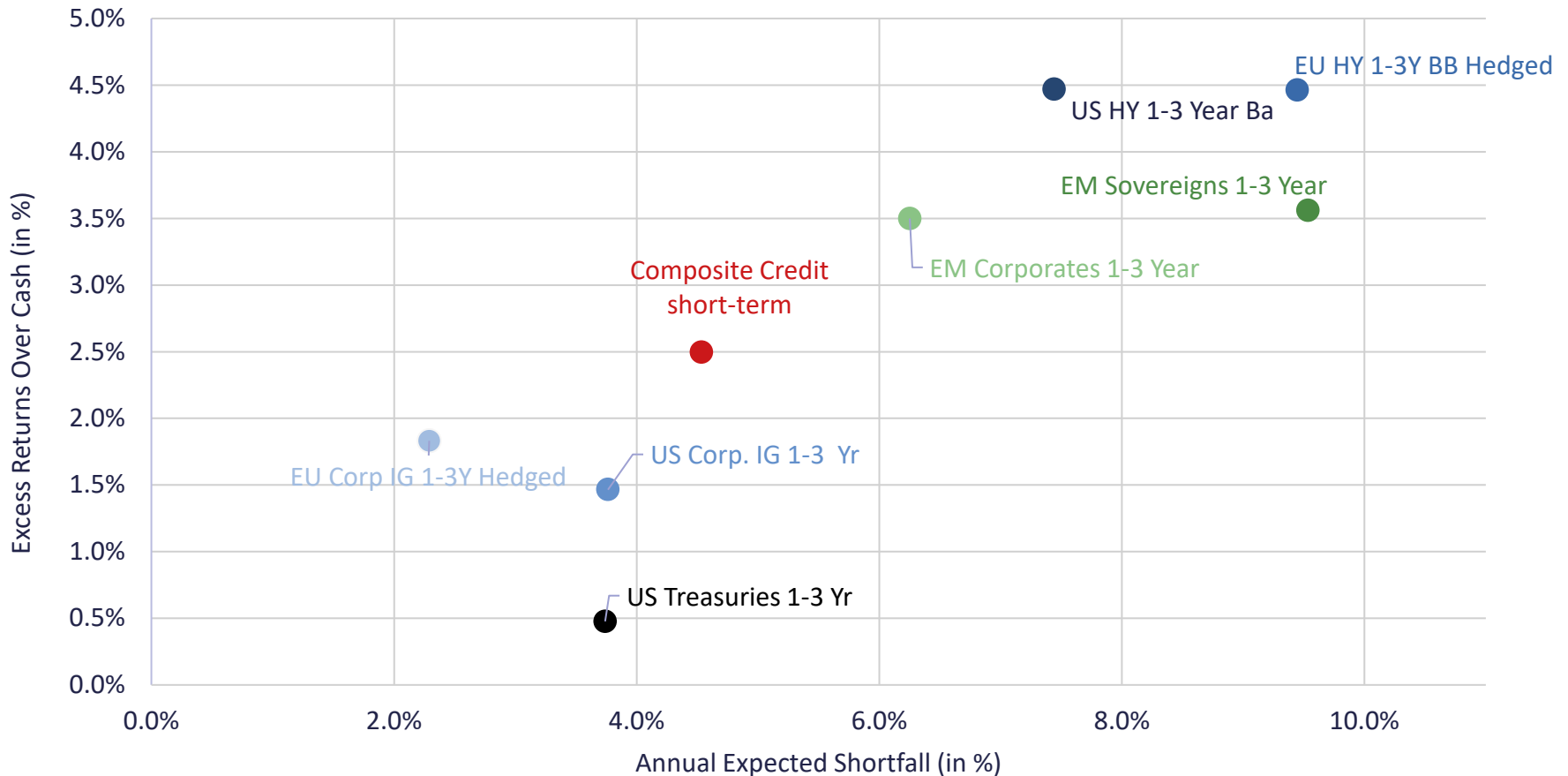


Source: *Passive strategy would invest 50% in each bonds assuming the same weight in the index, **bad luck or bad skills strategy would invest 100% in the Corporate B; ***good luck or skills strategy would invest 100% in Corporate A and switch into company B to capture a capital gain and beat passive investing

Annual Returns Versus Risk



Annualised Total returns per unit of Annual Expected ShortFall



Sources: Bloomberg, GAMA Calculations, Annualised total returns; Shortfall calculated as the average 5% of the worst rolling 1Y total returns since 2003

GAMA Short Dated Main Rules



3-years max.
legal
maturity

- No perpetuals with call date below 3 years
- No amortizing bond with 3 year avg. maturity
- Max 10% in above 3 years: currently 3.5% in bonds below 3.25-years maturity

No loans, no
private debt

- Avoid liquidity issues
- Avoid valuation issues
- Increase transparency

Investment
Grade

- Targets average rating in the Investment Grade category

Security Selection



ESG Exclusions

- Nonconventional weapons, cluster bombs, anti-personnel mines
- Entities that derive more than 5% of their revenues from:
 - Tobacco
 - Nonconventional fossil fuel
 - Adult entertainment
 - Gambling

Top-Down Input

- Liquidity conditions
- Risk appetite
- Sector preferences
- Regional preferences
- Cyclical views

Credit Analysis

- Industry and Business Analysis
- Non-Financial Analysis (ESG)
- Financial Analysis
- Management/Ownership Analysis
- Capital Structure
- Covenants

Security Analysis

- Liquidity
- Valuation
- Technical
- Upside/Downside Assessment

Portfolio Considerations

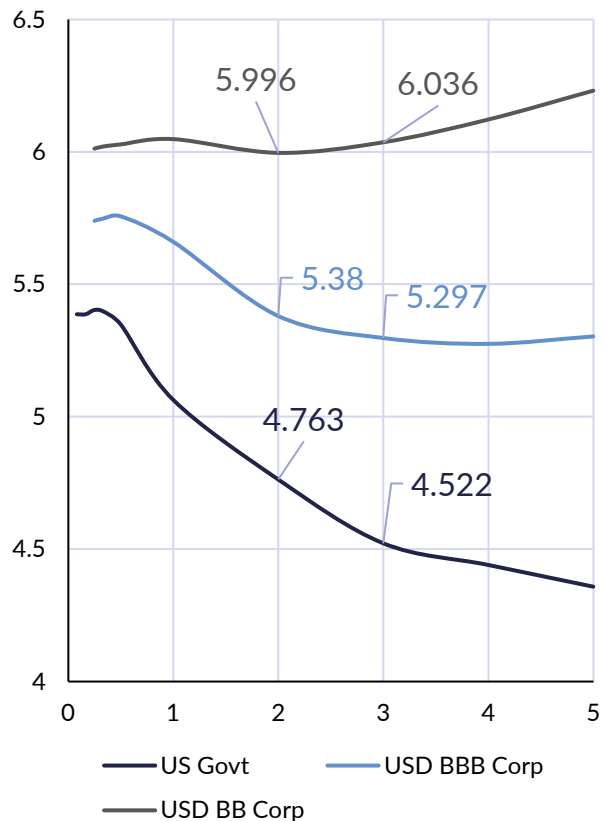
- Currency
- Maturity
- Rank and types (senior, hybrid, subordination...)

Government Curves Are Challenging



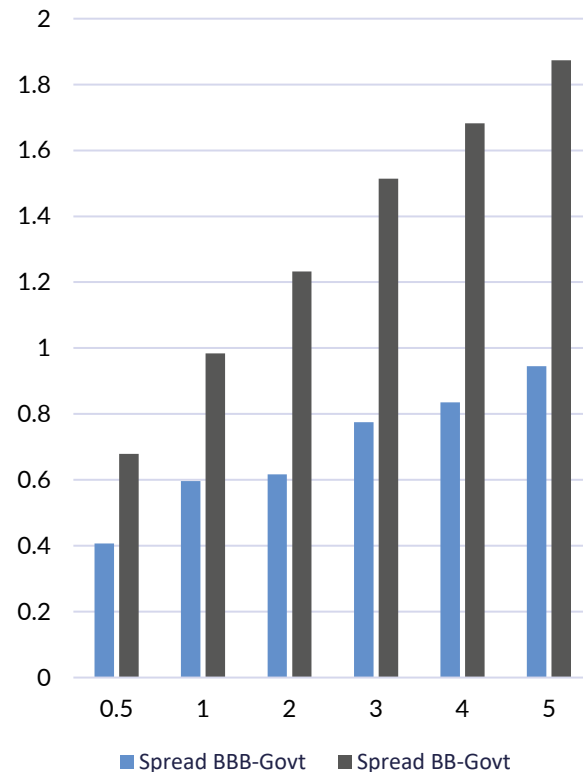
But credit curves offer some steepness

USD Curves



**USD Carry-Roll
Down on a 3-year
bond:**

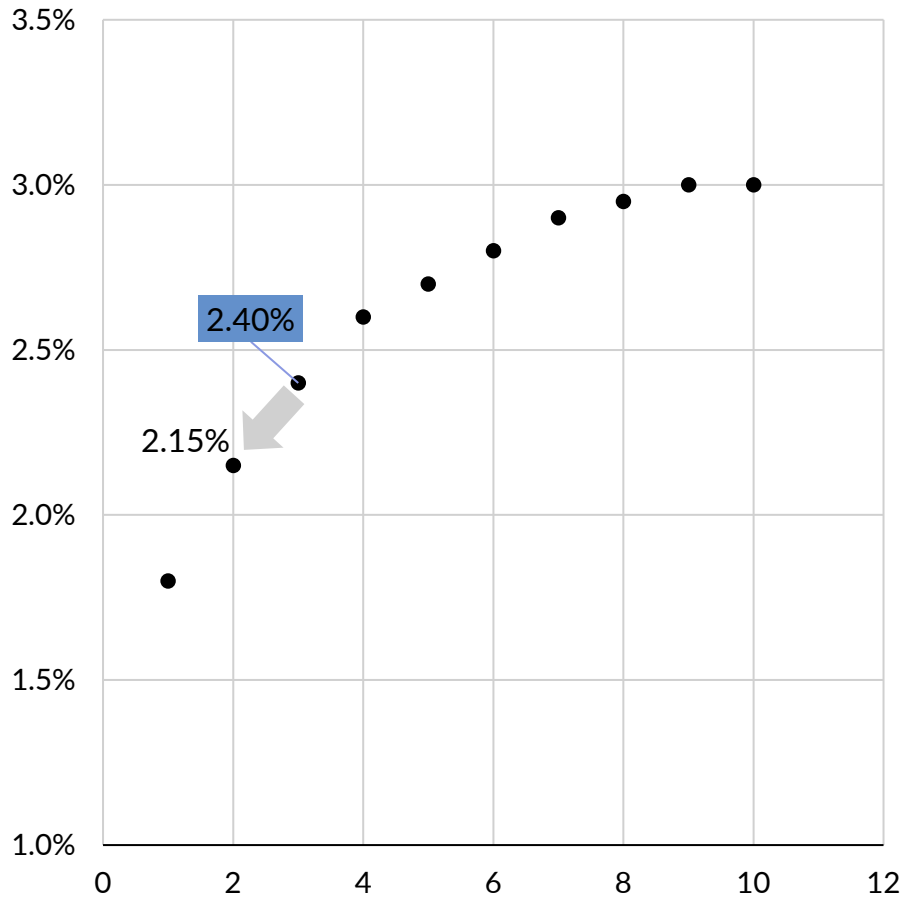
- Govt: 3.92% (3.92%*)
- BBB: 5.09% (4.80%*)
- BB: 6.14% (4.95%*)



*Yield after default with default assumption based on long term average multiplied by 2 for IG and 3 for HY. Historical default rates: US & EU govt 0%, US BBB- 0.24%, US BB 0.66%, EU BBB- 0.18%, EU BB 0.28% and 40% recovery rate

Maturity Extension: Performance From Carry And Roll Down

Positively sloping curves generate performance



Purchase a 3-year bond
with a duration of 2.5
(Assumption curve does not move):

Carry of the bond over 1 year:
2.4%

+

Roll-down:
 $\Delta \text{yield} \times \text{duration} (*)$
 $\approx (2.4\% - 2.15\%) \times 2.5$
 $\approx 0.625\%$

=

Total return approximation
over 1 year (*):
 $\approx 2.4\% + 0.625\%$
 $\approx 3.025\%$

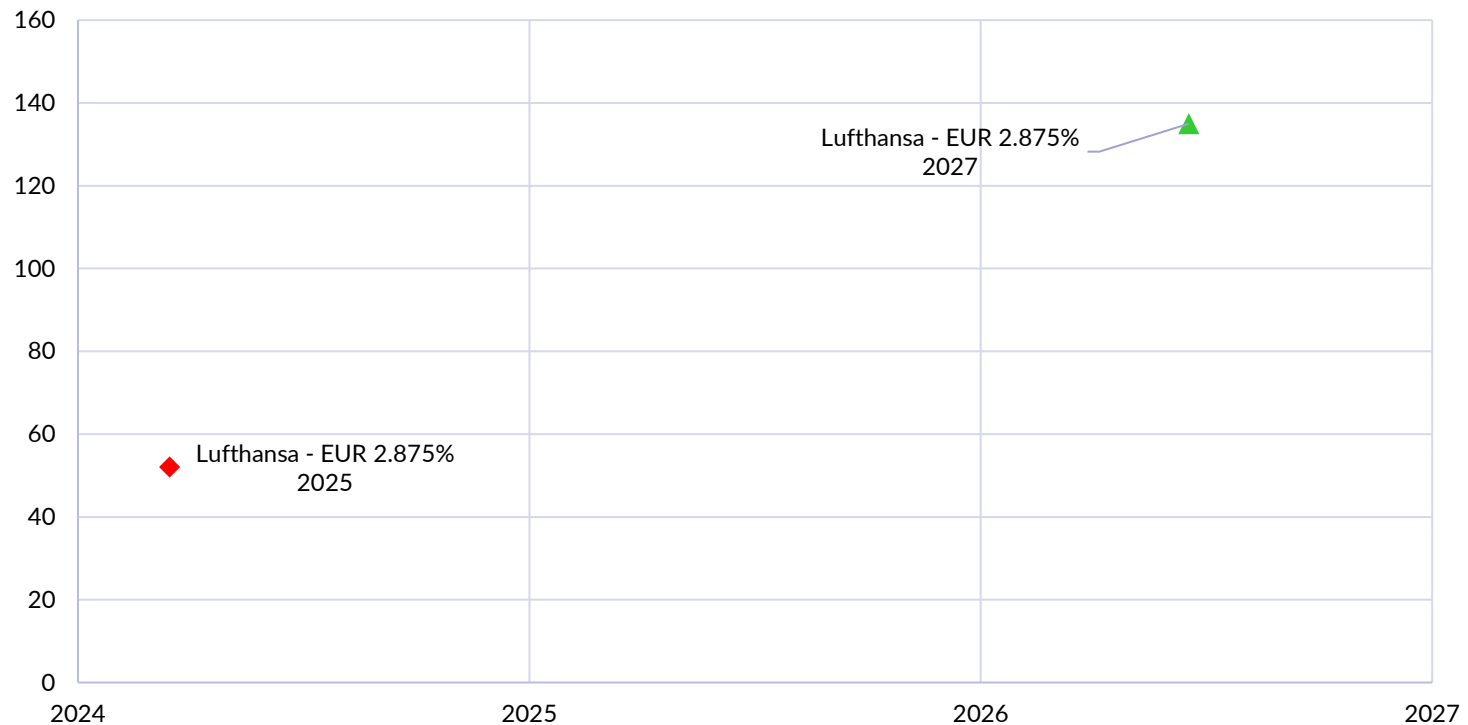
*Simplified model grounded in specific assumptions. For illustrative purposes, it may not fully capture all real-world intricacies

Maturity Extension



Example with Luftansa done yesterday

| Trade | Name | CCY | Cpn | Maturity | Rank | Rating | Trade Price | Yield | G-Spread | Spread vs Swap |
|-------|-----------|-----|-------|------------|--------------|--------|-------------|-------|----------|----------------|
| Sell | Lufthansa | EUR | 2.875 | 11/02/2025 | Sr Unsecured | BBB- | 98.88 | 4.10 | 59 | 52 |
| Buy | Lufthansa | EUR | 2.875 | 16/05/2027 | Sr Unsecured | BBB- | 96.289 | 4.13 | 153 | 135 |



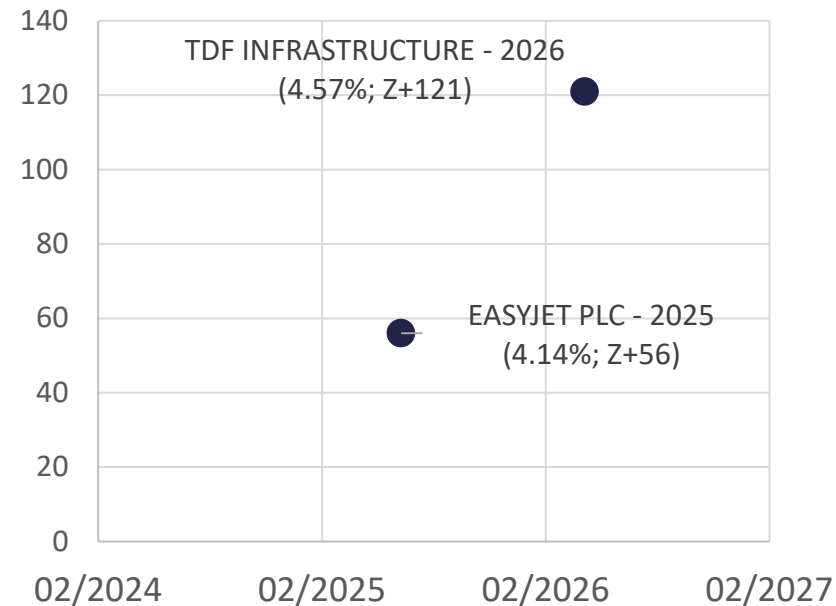
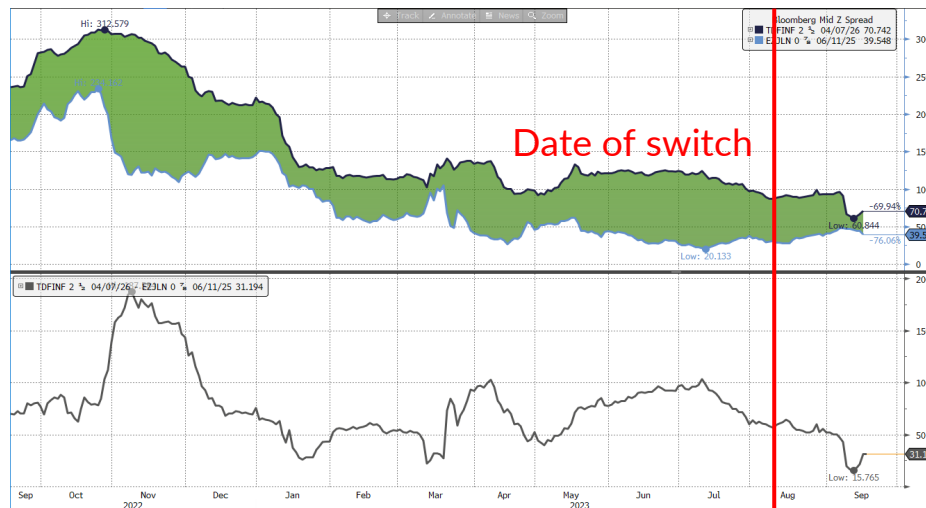
Relative Value



As a rule of thumb, aim at BBB papers above Z+100-120. For HY buy above Z+200.

- Switch out of paper that have tightened and invest in higher spreads

| Trade | Issuer | Cpn | Maturity | Rank | Rating | CCY | Trade price | YTW | G-Spread | Z-Spread |
|-------|--------------------|-------|------------|--------------|--------|-----|-------------|-------|----------|----------|
| Sell | EASYJET PLC | 0.875 | 11/06/2025 | Sr Unsecured | BBB- | EUR | 94.229 | 4.14% | 95 | 56 |
| Buy | TDF INFRASTRUCTURE | 2.5 | 07/04/2026 | Sr Unsecured | BBB- | EUR | 94.85 | 4.57% | 167 | 121 |



Relative Value - FX Hedge Cost



| Name | CCY | Cpn | Maturity | Rank | Ask Price | Yield | Hedged yield in EUR | G-Spread | Spread vs Swap |
|----------|-----|-------|------------|--------------|-----------|-------|---------------------|----------|----------------|
| Softbank | USD | 6 | 30/07/2025 | Sr Unsecured | 99.684 | 6.34 | 4.84 | 147 | 157 |
| Softbank | EUR | 4.75 | 30/07/2025 | Sr Unsecured | 101.6 | 3.91 | 3.91 | 52 | 34 |
| Ineos | USD | 7.5 | 15/04/2029 | Secured | 100.13 | 7.60 | 6.10 | 331 | 362 |
| Ineos | EUR | 6.375 | 15/04/2029 | Secured | 100.85 | 6.29 | 6.29 | 378 | 341 |

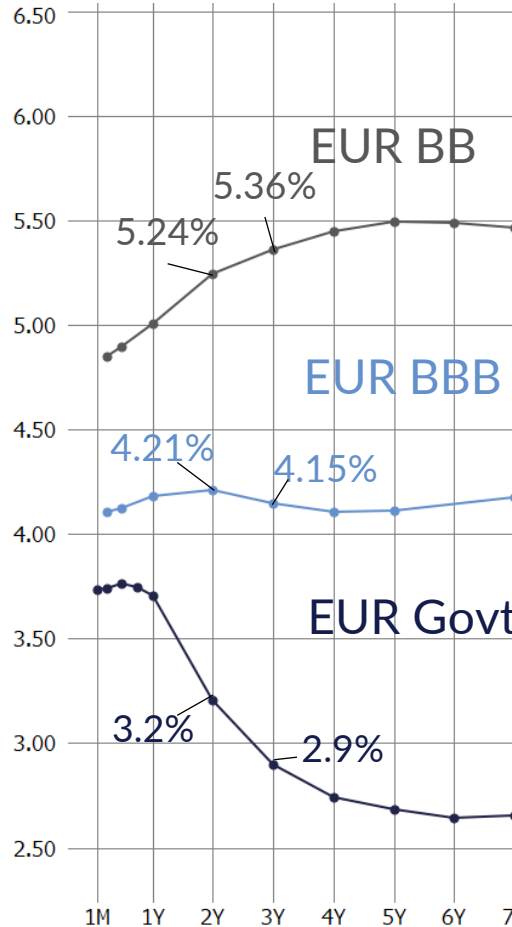
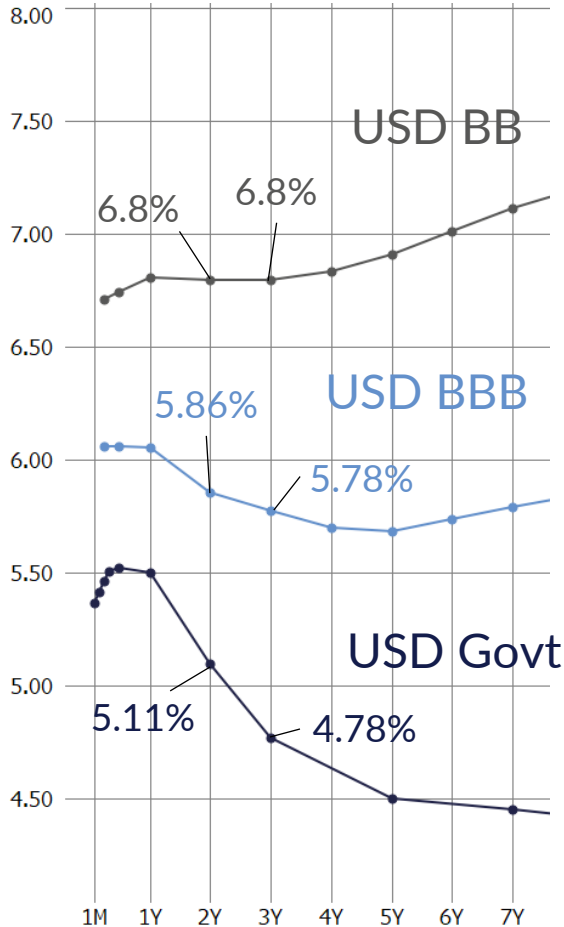


Sources: Bloomberg, GAMA Calculations

Government Curves Are Challenging



But credit curves offer some steepness



USD Carry-Roll Down on a 3-year bond:

- Govt: 3.96% (3.96%*)
- BBB: 5.58% (5.29%*)
- BB: 6.8% (5.61%*)

EUR Carry-Roll Down on a 3-year bond:

- Govt: 2.15% (2.15%*)
- BBB: 4% (3.78%*)
- BB: 5.66% (5.16%*)

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*Yield after default with default assumption based on long term average multiplied by 2 for IG and 3 for HY.
 Historical default rates: US & EU govt 0%, US BBB- 0.24%, US BB 0.66%, EU BBB- 0.18%, EU BB 0.28%

Sources: Bloomberg, GAMA Calculations

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