



# Flossbach von Storch - Bond Opportunities - R

Flossbach von Storch investment sub-fund under Luxembourg law (mutual fund) and authorised for distribution in Portugal.

## INVESTMENT STRATEGY

The objective of the investment policy of the Flossbach von Storch - Bond Opportunities sub-fund is to achieve reasonable growth while taking account of investment risk. The sub-fund invests predominantly in international convertible bonds and comparable securities. In addition to interest income from bonds, the result should be mainly determined by the profit potential from conversion rights into shares. An investment may involve a mixture of shares, bonds, investment funds and certificates, with the exception of certificates on hedge funds and certificates on hedge fund indices. However, no more than 10% of the sub-fund's assets may be invested in other investment funds. The subfund can utilise financial instruments whose value is dependent on the future prices of other assets ("derivatives") for hedging purposes or to increase its assets. The sub-fund is actively managed. The fund manager determines, regularly reviews and, if necessary, adjusts the composition of the portfolio exclusively in accordance with the criteria specified in the investment policy. The sub-fund is not managed in reference to an index. For detailed information on the objectives and investment policy, please refer to the most recent sales prospectus and the Key Investor Information Document (KIID).

## PERFORMANCE IN EUR SINCE 4 JUNE 2009 (IN %)



Return on investment may only be obtained if the investment was made for the entire reference period.

## ACCUMULATED PERFORMANCE IN EUR (IN %)

	2016	2017	2018	2019	2020	YTD 2021
<b>Funds</b>	+10.09 %	+4.25 %	-3.01 %	+11.75 %	+8.95 %	-1.54 %

Source: Depositary and SIX Financial Information, status: 30.09.21

## EXPLANATORY NOTES REGARDING PERFORMANCE

**Past performance is not a reliable indicator of future performance.** Performance is calculated based on the net asset value (NAV). The subscription fee, as well as other fees, are not taken into account and therefore have a negative effect on the performance of the investment. Example calculation (subscription fee included): An investor wishes to buy shares with capital of €1,000. Based on a maximum subscription fee of 5%, €50 will be deducted from their investment as a one off initial charge. In addition, custody fees may be applied. **Please refer to the cost details presented in this document to determine the maximum subscription fee for the share class of the sub-fund.**

The reference index is merely informative. It does not constitute any obligation to track the index or achieve the same performance for the fund manager.

## CATEGORY: BONDS

Data as per 30 September 2021

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## FUND DETAILS

ISIN	LU0399027613
Bloomberg code	FVSBDOPLX
Domicile	Luxembourg
Share class	R
Fund currency	EUR
Launch date	4 June 2009
Financial year end	30 September
Income utilisation	Distribution
Authorised for distribution	AT, CH, DE, LI, LU, PT
Fund type	UCITS / FCP
Fund assets	5.71 billion EUR
Redemption price	143.12 EUR
Minimum initial investment	none
Minimum subsequent investment	none
Costs <sup>1</sup>	
Ongoing charges	1.03 %
which includes a management fee of	0.93 % p.a.
Performance fee	none
Redemption fee	0.00 %
Exchange commission	up to 3.00 %
(based on the unit value of the units to be purchased for the benefit of the relevant distributor)	
Subscription fee	up to 3.00 %

## MANAGEMENT COMPANY

Flossbach von Storch Invest S.A.

2, rue Jean Monnet

2180 Luxembourg, Luxembourg

www.fvsinvest.lu

## DEPOSITARY

DZ PRIVATBANK S.A.

4, rue Thomas Edison, 1445 Strassen, Luxembourg

<sup>1</sup> In addition to the management fee, the fund is charged further costs such as transfer agent fees, transaction costs, and various other charges. Further information about ongoing and one-off costs can be found in the key investor information document (KIID), the sales prospectus, and the most recent annual report.



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## TOP 10 GUARANTORS (IN %)

1. United States of America	16.02 %
2. Republic of Germany	3.52 %
3. Pfandbriefbank schweizerischer Hypothekarinstitute AG	3.25 %
4. Pfandbriefzentrale der schweizerischen Kantonalbanken	2.51 %
5. Commonwealth of Australia	2.47 %
6. Canada	2.39 %
7. New Zealand	2.21 %
8. Japan	1.88 %
9. Deutsche Bahn AG	1.79 %
10. ZF FRIEDRICHSHAFEN AG	1.77 %
<b>Total</b>	<b>37.81 %</b>

Source: Depository and Flossbach von Storch, status: 30.09.21

The portfolio currently contains 214 securities.

## CREDIT RATING FOR BONDS (IN %)

AAA	42.32 %
AA	13.31 %
A	14.27 %
BBB	18.50 %
BB	11.24 %
NR	0.36 %

Source: Depository and Flossbach von Storch, status: 30.09.21

A simplified ratings scorecard is used when determining the rating. Trends (+/-) are not taken into account in this process. Convertibles are not considered.

## KEY FUND FIGURES

average return	1.27 %
Duration	6.54 years

Source: Depository and Flossbach von Storch, status: 30.09.21

## MONTHLY COMMENTARY

After a comparatively quiet summer, there were some movements to the markets in September. At the end of the month, there were fears that global economic growth could weaken also in the world's second largest economy, China, where the real-estate developer Evergrande ran into payment difficulties. Globally, ongoing problems in international supply chains have also been increasingly having a negative impact on growth expectations. In turn, producer prices have risen significantly, which formed the basis for rising inflation data. An easing in supply chains also seems to be postponed further into the future. Thus, central banks now find themselves with the dilemma of declining momentum in economic growth on the one hand and increased inflation risks triggered by the production bottlenecks on the other. The US Federal Reserve already seems to be reacting by considering the gradual phasing out of the bond-buying programme somewhat earlier than expected. Similar decisions are also on the agenda of the European Central Bank in autumn. Measured by the dynamics in the inflation data, there was only a slight rise in interest rates in the reporting period, which increasingly takes into account possible measures by the central banks. A possible structural and sustainable increase in inflation data, on the other hand, is not yet sufficiently reflected by the market in our opinion. In order to take this risk into account, the focus was shifted from bonds with longer maturities to shorter ones. Through a combination of sales, primarily of corporate bonds with long (to very long) maturities, and purchases of shorter-dated government bonds, as well as a buyback of corresponding hedges, the duration in the portfolio was changed, especially in terms of structure, but not yet reduced for the time being. In the process, the share of corporate bonds and thus the credit sensitivity in the portfolio also decreased.

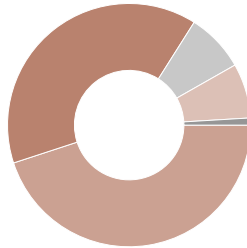
## TOP 10 SECTORS (IN %)\*

1. Financials	16.85 %
2. Consumer Staples	16.57 %
3. Communication Services	15.21 %
4. Consumer Discretionary	12.27 %
5. Health Care	10.30 %
6. Real Estate	9.27 %
7. Industrials	9.23 %
8. Information Technology	7.06 %
9. Materials	1.97 %
10. Energy	1.27 %
<b>Total</b>	<b>100.00 %</b>

Source: Depository and Flossbach von Storch, status: 30.09.21

\* refer to corporate bonds

## ASSET ALLOCATION (IN %)



- 45.83 % Corporate bonds
- 39.76 % Government bonds
- 7.96 % Cash
- 7.41 % Covered Bonds
- 0.96 % Other (incl. derivatives)

Source: Depository and Flossbach von Storch, status: 30.09.21

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## FUND MANAGERS



**Frank Lipowski**  
At Flossbach von Storch since 2009.



**Wilhelm Wildschütz**  
At Flossbach von Storch since 2018.

## AWARDS

**Morningstar Rating™ overall\*:** ★★★★★

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For more information on Morningstar's ratings, please visit:  
<http://www.morningstar.co.uk/uk/help/Methodology.aspx>

status: 31.08.21



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## OPPORTUNITIES

- + Participate in global bond market growth.
- + Income can be generated from regular interest payments.
- + Active interest rate, currency and risk management (e.g. from the use of derivatives).

## RISKS

- Country, credit and issuer liquidity risk. Also potential exchange rate risks. If securities are illiquid (i.e. thinly traded), there is a risk that it may either not be possible to sell the assets at all or only by accepting a significant discount on the sale price.
- Investing in bonds may entail price risks, especially in case of rising interest rates on the capital markets.
- Where used, derivatives can have a greater negative impact on the fund value than would be the case if the assets were acquired directly. This can affect the fund's risk profile and volatility (tendency for the price to fluctuate).

Please read the Prospectus and particularly the RISK WARNINGS section and the specific annex of the subfund to understand the risks and benefits of this product.

The Risk and Return profil of this sub-fund is included on page 3 of this factsheet.

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## INVESTOR PROFILE

### CONSERVATIVE:

The fund is appropriate for conservative investors. Due to the composition of the net sub-fund assets, there is a moderate degree of risk but also a moderate degree of profit potential. The risks may consist in particular of currency risk, credit risk and price risk, as well as market interest rate risks.

### INVESTMENT HORIZON:

Medium-term: 3 to 5 years

## RISK/RETURN PROFILE



1	2	3	4	5	6	7
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The historical data used for calculating the synthetic indicator is not a reliable indication of the future risk and reward profile of the share class. The category shown is not guaranteed to remain unchanged and may shift over time. Even the lowest category does not mean a risk-free investment. This share class has been placed in the aforementioned risk class because its unit price is subject to little to medium fluctuation, therefore the profit potential and loss exposure may be low to moderate. Because of the calculation model used, all risks may not be taken into consideration when placing the share class in a risk class. Detailed information can be found in the section entitled "Risks" of the prospectus.



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## LEGAL NOTICE

**One of the purposes of this document is to serve as advertising material.**

The information contained in this document pertains to a sub-fund of Flossbach von Storch, a collective investment scheme registered with the Portuguese National Stock Market (Commission Comissão do Mercado de Valores Mobiliários) (CMVM).

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**The units/shares issued by this fund may only be offered for purchase or sold in jurisdictions in which such offer or sale is permitted. Accordingly, the units/shares of this fund may not be offered for purchase or sold neither within the USA nor to or for the account of US citizens or US persons domiciled in the USA. Additionally, the units/shares issued by this fund may not be offered for purchase or sold to "US-Persons" and/ or entities, which are owned by one or more "US-Persons" based on the definitions set out in the "Foreign Account Tax Compliance Act (FATCA)". This document and the information contained herein may not be distributed in the USA. The distribution and publication of this document as well as the offer or sale of the fund's units/shares may also be subject to restrictions in other jurisdictions.**

The latest net asset value (NAV) of the fund can be obtained from the management company's website.

**Past performance is not a reliable indicator of future performance.**

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## CONTACTS FOR INVESTORS

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