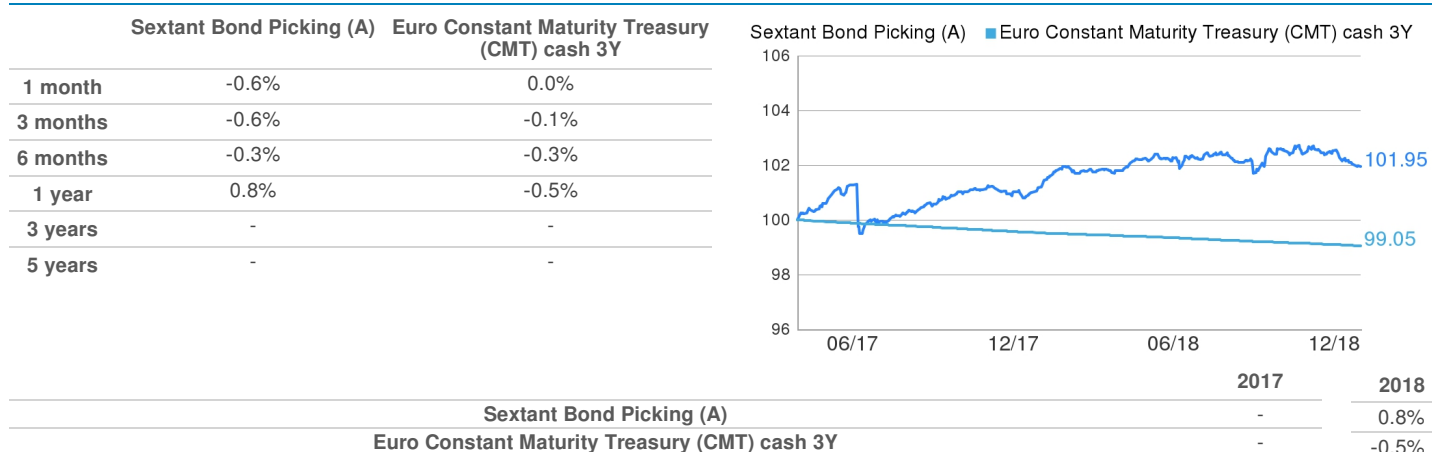


### SEXTANT BOND PICKING



Sextant Bond Picking is an international bond fund that invests in all segments of the market and in all rating categories. Fund managers try to select paper with a favourable risk/reward profile, but without reproducing an index. On an ancillary basis, the fund may also invest in equities, most notably during arbitrage deals.

#### Performances



#### Main holdings

Issue	Currency	Sector	Country	Net asset %
Safilo OC 1.75% 05-2019	EUR	Consumer goods	Italy	4.1%
Cibus Real Estate EUR3M+450 05-2021	EUR	Real estate	Sweden	3.8%
Playtech Plc OC 0.5% 11-2019	EUR	Technology	United Kingdom	3.5%
Casino Guichard-Perrachon TSSDI 4.87%	EUR	Retail	France	3.2%
Sacyr OC 4% 05-2019	EUR	Construction	Spain	2.9%

#### Stock focus

The **Kloeckner & Co convertible** (maturing September 2023) has been added to the portfolio, following a near-35% fall in the share price since the summer. **Kloeckner & Co** is a European steel distributor that generates roughly half of its revenues from flat steel and over one-third of revenues in the US. Deteriorating operating margins and a weak outlook for the business caused a severe correction in the valuation. Note, however, that the company's net debt is covered roughly 1.5 times by client receivables, 2x by inventories held by the company to

meet production needs, and more than 1x by tangible assets. When demand slows, there is naturally a sharp increase in working capital requirements. This makes it possible to cover the funding needs of the issuer, which has always been the case. The bond pays a 2% coupon and benefits from an option to sell at par in September 2021. This position contributes a yield in the region of 7.2% to the portfolio.

#### Allocation

<b>Bonds</b>	<b>48.5%</b>
o/w sovereign	0.3%
o/w corporate	27.2%
o/w financials	8.6%
o/w convertibles	12.6%
<b>Equities</b>	<b>6.0%</b>
o/w risk arb strategy	1.4%
o/w yield strategy	4.6%
<b>Cash &amp; quasi-cash</b>	<b>45.5%</b>

#### Indicators

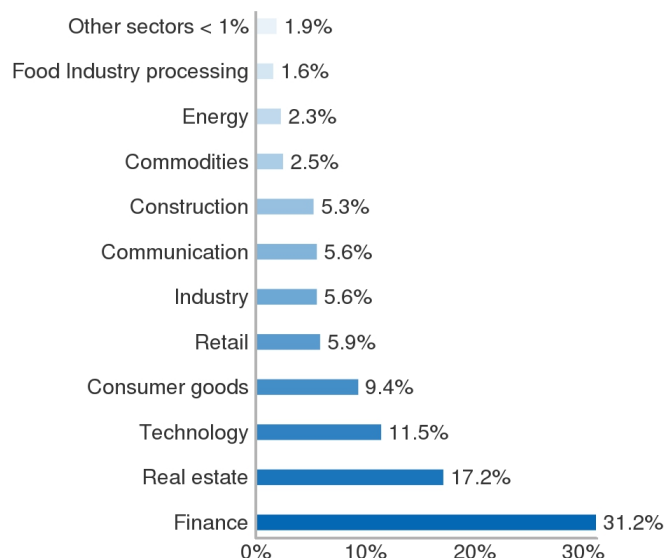
	Fixed income part	Total assets
Gross yield	6.8%	3.6%
Yield after cost of forex hedging	6.2%	3.3%
Spread (basis point)	632	328
Residual duration (years)	2.5	1.3
Interest-rate sensitivity	1.8	0.9
Equity sensitivity (delta)	5.1%	7.0%
Net/gross forex exposure	14.0% / -0.1%	
Number of lines / Average outstanding	59 / 321 M€	



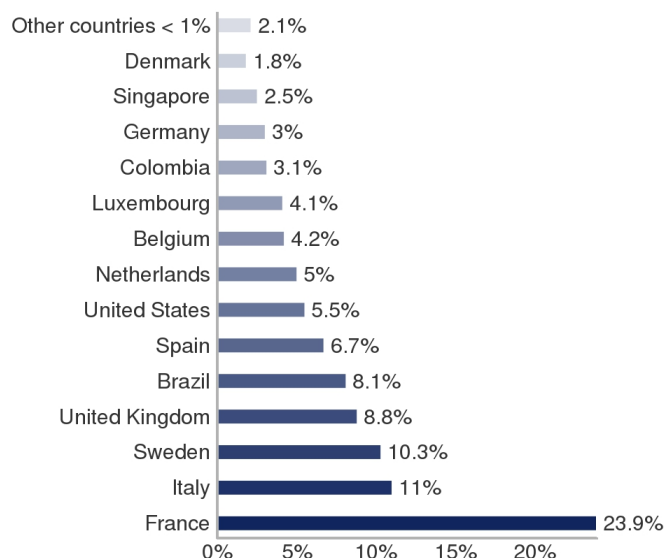
## Breakdown of assets

Maturity	< 1 year	1 to 3 years	3 to 5 years	5 to 7 years	7 to 10 years	> 10 years	perpetual	Equities
Base 100%	35.5%	26.0%	18.1%	5.9%	2.5%	0.0%	3.7%	8.4%

## Distribution of holdings by sector



## Geographical distribution of holdings



## Main characteristics

Legal form	UCITS / French mutual fund
Share category	Unit A all subscribers
ISIN code	FR0013202132
Bloomberg code	AGSBPKA FP
AMF classification	Bonds and other international debt securities
Benchmark	Euro Constant Maturity Treasury (CMT) cash 3Y
NAV / Net assets	101.95 € / 145.92 M€
Share NAV period	Daily

Risk profile	1	<b>2</b>	3	4	5	6	7
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Scale from 1 (lowest risk) to 7 (highest risk); category-1 risk does not mean a risk-free investment. This indicator may change over time.

Launch date	Fund : 30/03/2017 Unit : 30/03/2017
Recommended investment duration	Over 3 years
Centralisation - Settlement / Delivery	D-1 at 10 AM / D+2
Custodian	CACEIS BANK
Transfert agent	CACEIS BANK
Tax provisions	--
Entry charge	1.0% including tax maximum
Exit charge	0.0% including tax maximum
Fixed management fee	1.25% including tax
Performance fee	15% including tax of the mutual fund's outperformance vs the benchmark, plus 300bps

Source: Amiral Gestion at 31/12/2018

## GLOSSARY

Portfolio ratios are based on hypothetical redemption dates determined by fund managers: to maturity, at the next call, at the next put, at another call date, or for a tender. The hypotheses used do not, therefore, correspond to the worst case, i.e. the scenario that offers the lowest yield. These hypotheses depend on the coupon, market interest rates, possible calls, puts and step-ups, liquidity and refinancing conditions of the issuer, the liabilities management policy (economic or reputational) or even regarding the regulatory or the Rating Agency treatment. False hypotheses could lead to overestimation of the Yield and the Spread and/or underestimation of residual duration and Sensitivity.

The Spread is calculated on the basis of the differential between the Yield and the 3-month money market rate, or the rate Swap that is closest to the estimated residual duration.

The Yield after the cost of hedging forex risks is estimated on the basis of the differential to the 3-month money market rate or the rate Swap that is closest to the estimated residual duration between the euro and the currency. The calculation does not take into account costs related to the effective implementation of hedging and does not indicate that the whole forex risk has been covered.

## Notice

This commercial document aims to present the characteristics of the fund on a simplified basis. For further information, you may refer to the key information document for investors and to the prospectus, which are legal documents available on the management company's internet site or by request to the management company. The performances shown are not a reliable guide to future performance. Performance may vary over time.

**Amiral Gestion - 103 rue de Grenelle - 75007 Paris - T. +33 (0)1 47 20 78 18 - F. +33 (0)1 40 74 35 64 - [www.amiralgestion.com](http://www.amiralgestion.com)**

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