

# MW OBLIGATIONS INTERNATIONALES

This UCITS is a sub-fund of the SICAV MW ASSET MANAGEMENT



Fund Managers : Christophe PEYRAUD - Rémy Cudennec

July 2022

	ISIN	NAV: 29/07/2022	YTD Perf.	Fund Size	Bloomberg Code
Share CI	LU1061712110	1,540.54 €	-4.00%	72,4 m€	MWOBICI LX Equity
Share CS	LU1744059137	1,567.71 €	-3.72%		MWOBICS LX Equity



## OBJECTIVES AND INVESTMENT POLICY

The Sub-Fund qualifies as "Foreign bonds and other debt securities". The aim of the Sub-Fund is to achieve a positive performance higher than its reference indicator, the Bloomberg EuroAgg Corporate 3-5y, representative of the corporate bonds within the Eurozone with 3 to 5 years maturity, as of the 24th of February 2020. Previously, the FTSE MTS Eurozone Government Bond 3-5 Years (denominated in euro – coupons re-invested), representative of government bonds within the Eurozone. The portfolio management strategy is based on a dynamic asset allocation. The fixed income securities' selection relies on fundamental financial analysis of the issuer.

The Sub-Fund is constantly invested in foreign corporate bonds to a minimum of 50% with no geographic, sector or type of securities restriction.

The fixed interest and other related debt securities composing the portfolio of the Sub-Fund are rated "investment grade" (securities rated at least BBB- or equivalent by an accepted rating agency).

The Sub-Fund is authorized to invest in "high yield" securities (rated lower than BBB- or equivalent) up to 15% of its net assets, and may at any time be invested in non rated securities up to 10% of its net assets. The Sub-Fund may also invest up to 20% of its net assets in convertible bonds and related debt instruments. The Sub-Fund's modified duration ranges between 0 and 8.

The Sub-Fund may rely on derivative instruments. The investment manager will intervene on the interest rate risks for the purpose of exposure or hedging and for systematically hedging currency risk.

The income of the Sub-Fund is accumulated. The redemption of units/shares may be requested everyday (before 16:00 PM CET), and the redemption value will be based on the Sub-Fund's NAV disclosed on that day but paid on D+2.

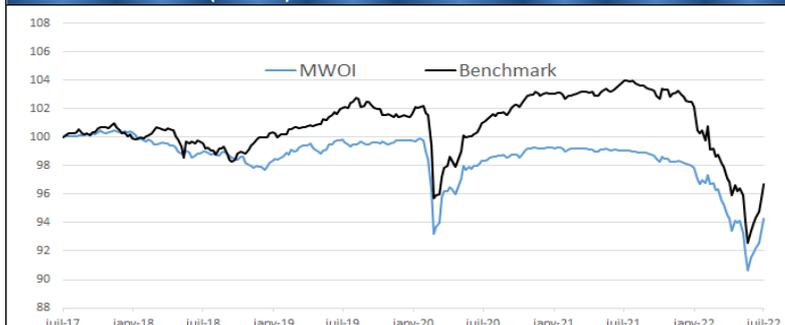
## CUMULATIVE PERFORMANCES (Share Class CI)

	1 month	3 months	2022	1 year	3 years	5 years
MW Oblig. Internat.	3.17%	0.00%	-4.00%	-4.80%	-5.55%	-5.71%
Benchmark	3.74%	-0.11%	-5.94%	-6.99%	-5.20%	-3.29%
Relative Difference	-0.56%	0.11%	1.94%	2.18%	-0.36%	-2.43%

## ANNUAL RETURNS (Share Class CI)

	2021	2020	2019	2018	2017	2016
MW Oblig. Internat.	-1.00%	-0.59%	1.96%	-2.42%	0.76%	-0.35%
Benchmark	-0.18%	1.63%	1.34%	-0.23%	0.15%	1.67%
Relative Difference	-0.82%	-2.22%	0.62%	-2.19%	0.61%	-2.02%

## PERFORMANCE CHART (5 YEARS)



## RISK INDICATORS

	Volatility		Sharpe Ratio		Ratio Info.	T.Error	Beta
	Fund	Benchmark	Fund	Benchmark	Fund	Fund	Fund
1 year	3.63%	4.59%	-1.19	-1.42	1.23	1.77%	0.14
3 years	3.49%	3.99%	-0.40	-0.32	-0.08	1.54%	0.12
5 years	2.78%	3.26%	-0.27	-0.07	-0.31	1.63%	0.09

Past returns are not indicative of future performance.

## MAIN MOVEMENTS OVER THE PAST MONTH

New positions	Strengthened Positions	Reduced Positions	Sold Positions
UBS 0,25% 2028 GROUPAMA 6% 2027 SEB 0,75% 2027			ITALY BTPS 0,50% 2026 SPAIN SPGB 1,30% 2026

## COMMENTS

The latest inflation figures show no inflection and continue to progress. Inflation in the United States now stands at 9.1% and 8.6% in the euro zone, against 8.8% and 8.1% respectively the previous month. This pressure on prices forced central banks to continue to tighten monetary conditions. Last month the Fed raised its rates again by 75bp to a range of 2.25%/2.50%. The ECB surprised the market with a stronger than expected rise of 50 bps. This increase is the first in more than 10 years. For several months, the strong pressure on prices and also the disruptions on the supply chains have undermined the confidence of economic agents, whether companies or consumers. These fears and distrusts are now reflected in a marked slowdown in growth, particularly in developed countries, as shown by the latest economic statistics. Investors anticipate that this downturn in growth will lessen pressure on prices and could lead central bankers to tighten monetary conditions less violently than previously anticipated.

These elements explain the sharp fall in rates during the month of July. Thus the German 10-year rate fell by 50 bp 0.80% and the American 10-year rate fell from 3.00% to 2.60%. This more lenient outlook for monetary conditions and this easing of interest rates has allowed a reduction in risk aversion. Last month, the main stock markets rebounded with increases of around 7%. On the private debt market, this context allowed an easing of risk premia. Thus the IG spread in € narrowed by 30 bps and closed the month at 189 bps.

On the fund, the widening of "credit" risk premiums had prompted us to increase our exposure to credit risk the previous month. Compared to the IG market in euros, the relative exposure of MWOI had thus increased from 70% to 75%. We maintained this level in July. Regarding interest rate risk, we have moved from a neutral strategy to an underexposure strategy relative to the benchmark index. We lowered the fund's modified duration to 2.80. The sensitivity of its benchmark index is 3.75. Since the start of the year, the fund's performance (-3.72% for the CS unit and -4.00% for the CI unit) has been significantly better than that of its benchmark index (-5.94%).

FUND ASSET CLASS BREAKDOWN			
	July 22	June 22	Dec 21
Bonds	88.0%	89.4%	85.4%
ETF	4.5%	3.9%	0.0%
Equities & Conv. Bonds	0.5%	0.7%	3.4%
Monetary Instruments	0.0%	0.0%	0.0%
Cash	7.0%	6.1%	11.2%

MAIN CHARACTERISTICS OF THE FIXED INCOME PORTFOLIO			
	July 22	June 22	Dec 21
Number of securities	119	120	92
Yield to Maturity	2.48%	3.37%	0.49%
Modified Duration (MD)	2.8	3.76	2.04
Spread vs Gov.	207	252	80
Average Rating	BBB+	BBB+	BBB+

MAIN POSITIONS				
%	Securities	Currency	Country	Sector
3.09%	BTPS-BTPS 5% 2025	EUR	IT	Sovereign
2.73%	HELLENI-GGB 1,875% 2026	EUR	GR	Sovereign
1.10%	LEONARD-LDOIM 1,5% 2024	EUR	IT	Industrial
1.07%	ASSICUR-ASSGEN 5,5% 2047	EUR	IT	Insurance
1.06%	NATIONA-NNGRNV 9% 2042	EUR	NL	Insurance
1.05%	VIENNA -VIGAV 5,5% 2043	EUR	AT	Insurance

DISTRIBUTION BY MATURITY (% & Modified Duration)					
	€ Yield Curve		\$ Yield Curve		Total
0-3 years	51%	0.78	1%	0.01	52% 0.78
3-5 years	28%	1.01	0%	0.00	28% 1.01
5-7 years	8%	0.43	0%	0.00	8% 0.43
7-10 years	0%	0.58	0%	0.00	0% 0.58
10 years +	0%	0.00	0%	0.00	0% 0.00
<b>Total</b>	<b>87%</b>	<b>2.80</b>	<b>1%</b>	<b>0.01</b>	<b>88% 2.80</b>

CREDIT RATING BREAKDOWN		
	(%)	(MD)
AAA	0%	0.00
AA	1%	0.03
A	29%	0.75
BBB	45%	1.13
BB	9%	0.23
B	1%	0.03
CCC & Inf.	0%	0.00
Non rated	3%	0.04
	<b>88.0%</b>	<b>2.22</b>

Excluding the modified duration contribution of the bond futures positions

MAIN SECTORS BREAKDOWN		
	(%)	(MD)
Banks	34%	0.75
Insurance	14%	0.35
Diversified Fin.	1%	0.04
Utilities	5%	0.14
Telecom	8%	0.21
Consumer Goods	7%	0.24
Commodities	3%	0.08
Industrials	6%	0.16
Oil & Gas	3%	0.08
Gov. Bonds	6%	0.18
	<b>88.0%</b>	<b>2.22</b>

Excluding the modified duration contribution of the bond futures positions

GEOGRAPHICAL BREAKDOWN		
	(%)	(MD)
EURO ZONE CORE	48%	1.12
EURO ZONE PERIPH	21%	0.57
EUROPE EX-EURO	15%	0.42
AMERICA	4%	0.08
ASIA - PACIFIC	1%	0.02
	<b>88.0%</b>	<b>2.22</b>

CURRENCY EXPOSURE (%)			
	Gross	Hedge	Net
EUR	98.9%	0.0%	98.9%
USD	1.0%	-0.5%	0.4%
GBP	0.0%	0.0%	0.0%
CHF	0.1%	0.0%	0.1%
CAD	0.0%	0.0%	0.0%
YEN	0.0%	0.0%	0.0%

Excluding the modified duration contribution of the bond futures positions

CHARACTERISTICS OF THE SHARE CLASSES		
Investor's category	Retail (C-I)	Institutional (C-S)
ISIN Code	LU1061712110	LU1744059137
Management Fees	1.00%	0.50%
Minimum investment	1 share	1,000,000 €
Inception date	18th September 1995	21st December 2018
Currency	EUR	
Benchmark	Bloomberg EuroAgg Corporate 3-5y	
Subscription fees	1,00% maximum	
Redemption fees	0,50% maximum	
Performance fees	0.00%	
NAV / Liquidity	Daily	
Structure	Luxembourg UCITS SICAV	
Custodian / Valuator	CACEIS Luxembourg	
Settlement	D+2	

These UCITS are authorized in Luxembourg and are regulated by Commission de Surveillance du Secteur Financier (CSSF)

MW GESTION - AMF-accredited GP 92 - 014 - 7 Rue Royale - 75008 PARIS - RCS Paris B 388 455 321

Tel : 01 42 86 54 45 - Fax : 01 47 03 45 97 - contact@mwgestion.com - www.mwgestion.com - Non contractual document