

Investment Philosophy

As of March 21st, Schelcher Prince Obligation Moyen Terme: a medium-term bond fund combining a credit-carry strategy (minimum 50% and maximum 100%) with a tactical cash allocation.
The fund's objective is to generate an annual performance exceeding that of its benchmark, over the recommended investment period, via a portfolio mainly consisting of euro-denominated bonds.

Risk Profile



Morningstar Classification

EUR Flexible Bond

NAV - Share P	Total Net Assets	Number of Lines
157.92	469 990 802	161

Cumulative Performances (in %)

	Fund	EONIA+2% / Oat 5% before	Outperformance
1 month	0.58	0.13	0.45
3 months	2.68	0.39	2.28
6 months	0.86	0.78	0.08
1 year	0.95	1.55	-0.60
3 years	0.58	4.82	-4.24
5 years	4.53	7.23	-2.70
7 years	10.01	8.72	1.29

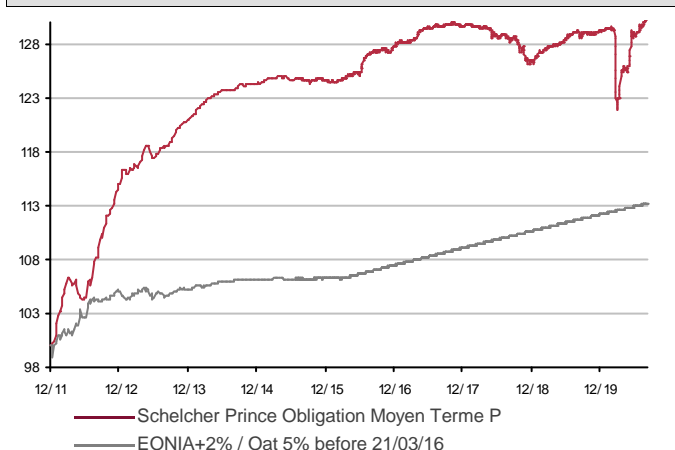
Annual Performances (in %)

	Fund	EONIA+2% / Oat 5% before	Outperformance
YTD	0.91	1.03	-0.12
2019	2.15	1.60	0.54
2018	-2.51	1.64	-4.16
2017	1.48	1.64	-0.16
2016	2.56	1.26	1.29
2015	0.25	0.13	0.12
2014	2.80	0.93	1.87
2013	5.14	0.11	5.03
2012	14.96	5.02	9.95

SCR (for information only)

SCR	Value	Main Instruments	Value
SCR Market	9.16%	Bonds	75.90%
SCR Interest Rates	0.00%	Cash	12.81%
SCR Spread	9.16%	Funds	7.33%
		ECP	1.28%
		Convertible Bonds (except UCITS)	0.88%

Performance Chart



Review and Outlook

August saw the Fed replace its fixed inflation target by a long-term average inflation objective. The shift reflects the Fed's desire to remain accommodating in the long run, even in the face of rising inflation. As a result, real interest rates fell significantly, the US dollar lost ground accordingly, and long duration assets such as growth stocks experienced a significant re-rating.

The Nasdaq rose 10% over the month and the S&P 500 gained 7%. In contrast, European markets were affected by a resurgence in the Covid 19 pandemic and fears of challenging economic times ahead.

Against this backdrop, credit market performance remained positive with cash performing especially well compared to the CDS indices. Investment grade tightened considerably, buoyed by ECB purchases, and accounted for a significant share of new issuance.

The high yield segment continued to perform well, especially BB names and the sectors that are withstanding the health crisis.

According to S&P, one-year corporate default rates in the high-yield universe deteriorated to 3.4% in June, versus 2.1% at the end of 2019. Given the accommodating stance of central banks and governments, default rates will likely remain below the peak of 9.5% seen in January 2010, in the aftermath of the 2008-09 financial crisis.

In convertible bonds, fund performance benefitted from exposure to the US and especially its technology stocks, while European growth stocks delivered a performance of 1.5%, in line with the modest monthly rise in European equities.

Reference by AEP, Aprep (La Mondiale), CD Partenaires, Finaveo, Générale Patrimoine, Nortia, Oradea, Skandia, Spirica, Sogecap, Swiss Life, Vie Plus, Cardif, UNEP, Ageas

Risk Analysis

Indicator	1 year	3 years	5 years
Fund Annualized Volatility (weekly calculation)	4.98	2.96	2.35
Benchmark Annualized Volatility (week. calc.)	0.03	0.03	-
Sharpe Ratio	0.28	0.20	0.54
Information Ratio	-0.12	-0.47	-
Tracking Error	4.93	2.94	-

Technical Data

Indicator	Fund
Modified Duration	2.00
Equity sensitivity (bp)	0.23
Average Life	3.24
Yield to maturity	2.05%
Yield to worst	1.92%
Average Rating	BBB
Duration	2.49
Average coupon	2.28%

SCHELCHER PRINCE GESTION, a French limited company with share capital of EUR 1 454 800 - AMF Approval n° GP 01-036
Headquarters: 72 Rue Pierre Charron - 75008 PARIS - Siren 438 414 377 RCS Paris - TVA FR 64 438 414 377



Main Holdings

SP COURT TERME (I)	4.70%
GEMALTO 2.125% 23/09/21 *EU	1.99%
OTE 2.375% 07/22	1.79%
TDF 2.50 07/04/2026	1.58%
FEDERAL SUPPORT MONETAIRE	1.56%

Main Transactions (in % of end of month total assets)

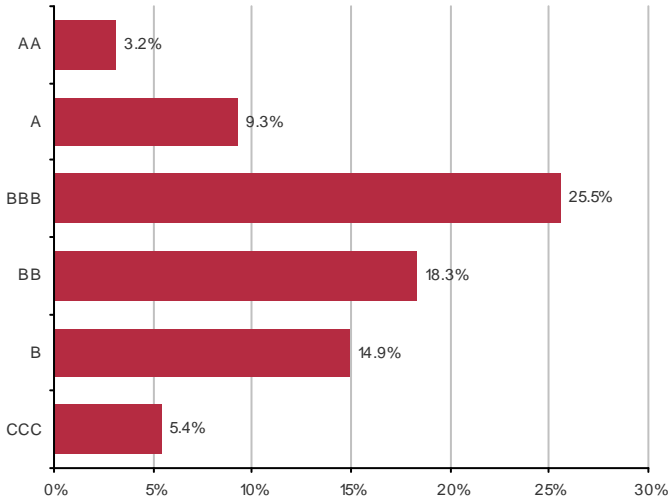
--- Purchases / Strengthening ---

EURO 0.8 09-20	1.36%
APPLE 3.0 06-27	0.61%
UNIT ST 1.625 08-29	0.59%
IMS HEA 2.875 09-25	0.55%

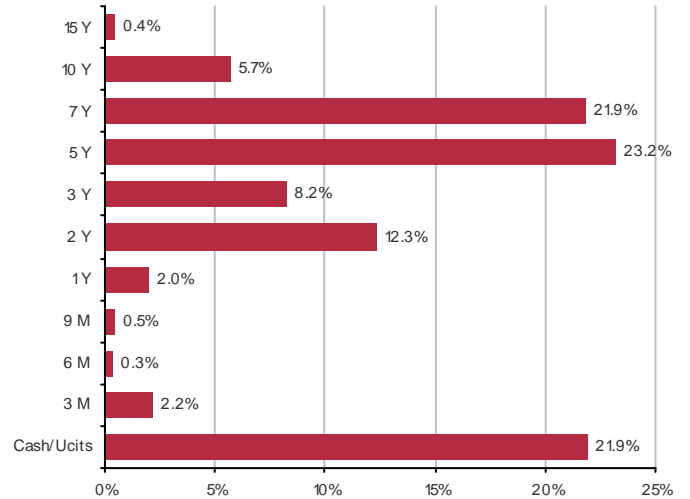
--- Sales / Reducing ---

UNIT ST 1.625 08-29	-0.59%
SCH IVO GL YLD 24 I	-0.32%
ELLA VA 6.375 12-24	-0.25%
CRYS AL 4.25 10-24	-0.21%

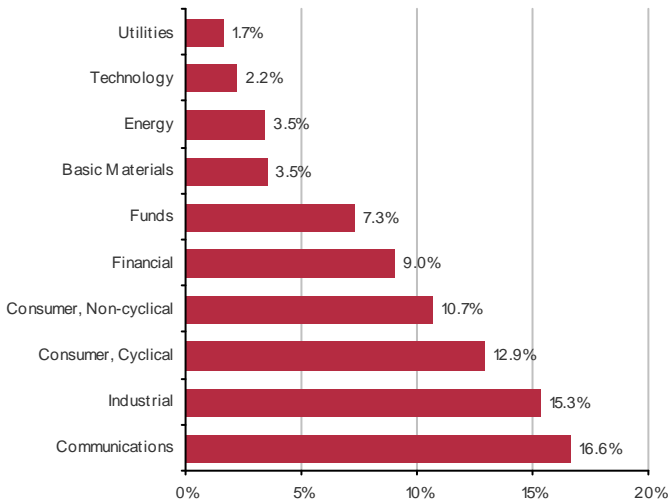
Rating breakdown (except cash, bt and ucits)



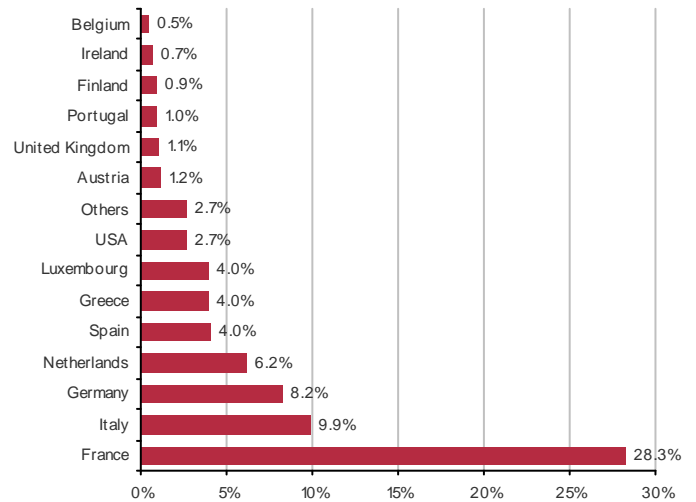
Maturity Breakdown



Sectorial Breakdown (except cash and bt)



Geographical Breakdown (except cash, bt and ucits)



Legal status	: Sub-fund of SICAV	AMF Classification	: Bonds and others debts in euros
Currency	: Euro	Benchmark Index	: Eonia Capitalized + 1,70 %
Net Income	: Accumulation	Fixed Management Fees	: 0,80% maximum (incl. VAT)
ISIN Code	: Share P : FR0010707513	Performance Fees	: None
Manager	: Schelcher Prince Gestion	Subscription / Redemption Fees	: 2% maximum / none
Custodian	: Caceis Bank	Subscription / Redemption	: Custodian : before 11:00 a.m. (Paris time), at unknown price. Settlement day = D+1
Fund Administration	: Caceis Fund Administration		
Recommended Investment	: 2 years		
Inception Date	: 30/01/2009		
Updated KIID	: 08/11/2019		
Valuation Frequency	: Daily		

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