



Low Volatility European Income Fund ESG Selection



LSEG Lipper Fund Awards
2024 Winner Europe
Best Fund over 3 Years Bond EUR Corporates

★★★★★
Morningstar Rating*

LoVEI is an ESG responsible, active investment strategy aiming to produce an attractive and sustainable income stream protected from extreme market volatility, owing to a focus on recurring coupon income and a wholly bottoms-up approach to European corporate credit

- > In a reversal of February's performance, rates returns came in strong in March, while credit spreads proved more volatile, with idiosyncratic risk notably on the rise in Corp HY.
- > LoVEI class VE-AP closed March with a net return of +0.4%. This was in line with the HY index, which delivered +0.4%. The IG index closed the month with a strong +1.19% (back to positive territory YTD, +0,19%).
- > Strategy adjustments: Increased marginally fund's coupon and duration through new bonds in primary market. Secondary trading focusing on floating rate assets.
- > Fundamentals: Idiosyncratic risk on the rise, with a few large index names coming under pressure. In line with our beginning of year prediction, we expect credit selection to take center stage in corporate credit in 2024.

Key Portfolio Metrics

| | |
|----------------------------|-----------|
| Yield to Maturity | 6.6% |
| Average Coupon | 6.0% |
| Avg. Current Price | 99.4% |
| Duration | 2.0 Yrs |
| Spread Duration | 2.5 Yrs |
| Avg. Corporate Rating | BB+ |
| Avg. Instrument Rating | BB+ |
| # of Assets/Issuers | 187/120 |
| SFDR | Article 8 |
| 2023 Dividend (Dist.Class) | 3.7% |

+0.4%
MTD - MONTH TO DATE

+1.4%
YTD - YEAR TO DATE

Key Risk Metrics

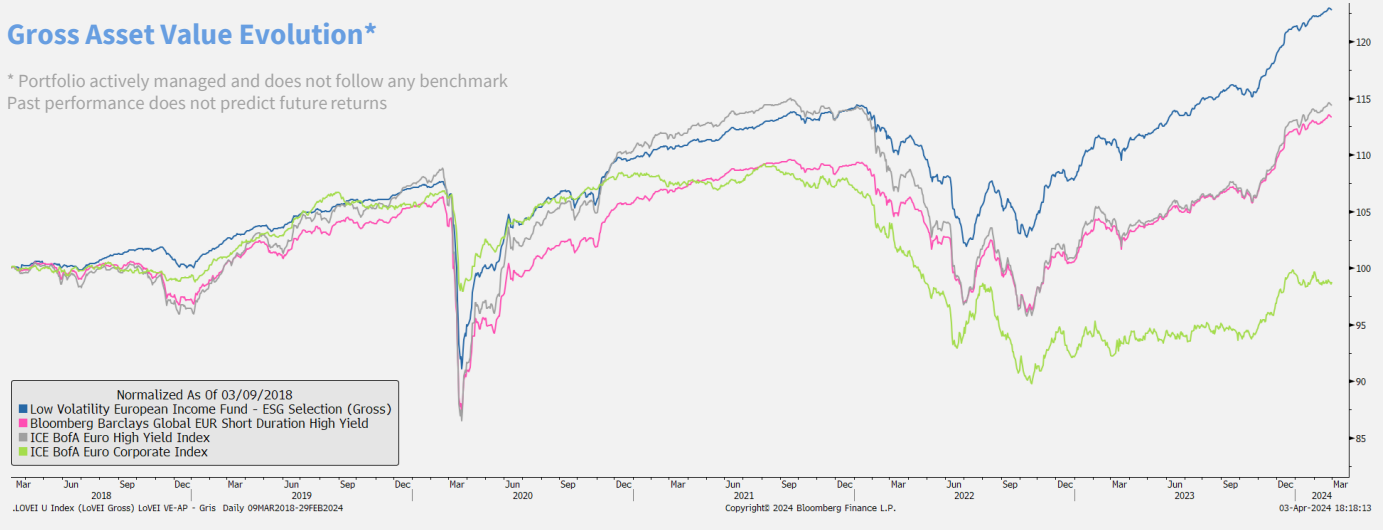
| | |
|--------------|------|
| Volatility | 4.1% |
| Sharpe Ratio | 0.9 |
| Equity Beta | 0.29 |

VE-AP Share Class, since inception

AuMs €574m

Gross Asset Value Evolution*

* Portfolio actively managed and does not follow any benchmark
Past performance does not predict future returns

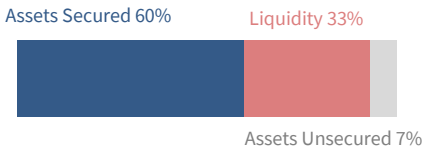


Net Performance: 77% Positive Months

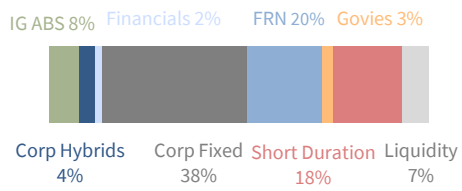
| | Jan | Feb | Mar | Apr | May | Jun | Jul | Aug | Sep | Oct | Nov | Dec | YTD |
|-----------------------|------|------|-------|------|------|------|-----|-----|------|------|------|------|------|
| 2024 | 0.6 | 0.4 | 0.4 | | | | | | | | | | 1.4 |
| 2023 | 2.1 | 0.4 | 0.1 | 0.4 | 0.7 | 0.6 | 1.0 | 0.4 | 0.2 | 0.0 | 2.1 | 1.7 | 10.2 |
| 2022 | -0.8 | -1.4 | 0.0 | -1.7 | -1.5 | -5.3 | 3.0 | 0.7 | -2.8 | 1.6 | 3.3 | -0.3 | -5.5 |
| 2021 | 0.3 | 0.4 | 0.2 | 0.4 | 0.3 | 0.4 | 0.3 | 0.4 | 0.3 | -0.3 | 0.0 | 0.7 | 3.4 |
| 2020 | 0.1 | -0.8 | -10.7 | 5.6 | 1.9 | 1.8 | 1.4 | 1.1 | -0.7 | -0.2 | 3.1 | 0.3 | 2.0 |
| 2019 | 1.2 | 0.8 | 0.4 | 0.6 | -0.1 | 0.9 | 0.3 | 0.4 | 0.3 | 0.0 | 0.3 | 0.5 | 5.8 |
| 2018 | | 0.2 | 0.2 | -0.3 | -0.3 | 0.8 | 0.5 | 0.2 | 0.0 | -0.8 | -0.4 | | 0.0 |
| Total since inception | | | | | | | | | | | | | 17.8 |

Share Class VE-AP, performance in %

Structural Overweight of Sr. Secured Assets



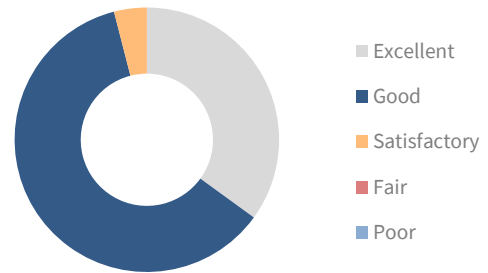
Over 60% of Assets have Duration < 1Y



Stable top ten dominated by Healthcare, Telco and Packaging

| | | |
|----|--|------|
| 1 | El Corte Ingles Commercial Paper | 1.7% |
| 2 | MasMovil Commercial Paper | 1.5% |
| 3 | Teamsystem E+3.75% Secured FRN due 2028 | 1.5% |
| 4 | Sisal Pay E+3.875% Secured FRN due 2026 | 1.5% |
| 5 | Inter Milan 6.75% Secured Note due 2027 | 1.3% |
| 6 | Techem 6% Secured Note due 2026 | 1.3% |
| 7 | Rossini E+3.875% Secured FRN due 2025 | 1.2% |
| 8 | Cheplapharm E+4.75% Secured FRN due 2030 | 1.2% |
| 9 | Cedacri E+4.625% Secured FRN due 2028 | 1.1% |
| 10 | Bite E+4.625% Secured FRN due 2026 | 1.1% |

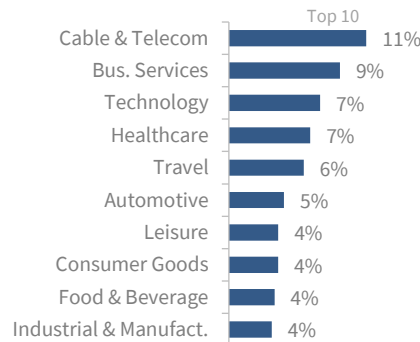
ESG Band Breakdown



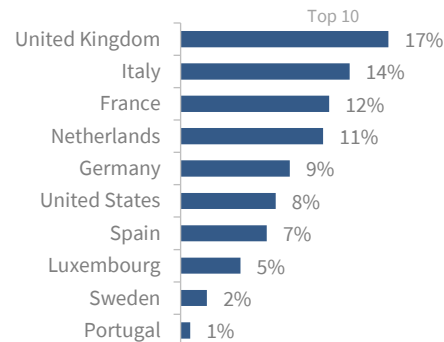
Average Rating

| | Issue | Issuer |
|----------------------------|------------|------------|
| Average Fund Rating | BB+ | BB+ |
| IG ABS | BBB+ | BBB+ |
| Corp Hybrids | BB+ | BBB |
| Financials | BBB- | A |
| Corp Fixed | BB- | BB- |
| Floating Rate Bonds | B+ | B+ |
| Govies | AAA | AAA |
| Short Duration | BB- | BB- |
| Liquidity | AAA | AAA |

Structural overweight to low beta, defensive sectors



Stable country mix, Driven by bottom-up selection



| Type/Min./Fee | Class | Acc./Dist. | Currency ⁽²⁾ | ISIN | Issue | NAV | Incep. | LTM | 1M | YTD |
|--|-------|------------|-------------------------|--------------|--------|--------|--------|-------|------|------|
| Clean & Inst. 1M EUR/USD/CHF/GBP 0% Fee ⁽¹⁾ | VE-AP | Accum. | EUR | LU1720112173 | Mar-18 | 117.85 | 17.8% | 8.9% | 0.4% | 1.4% |
| | VE-DP | Dist. | EUR | LU1720112504 | Sep-18 | 96.86 | 16.1% | 8.9% | 0.4% | 1.4% |
| | VC-AP | Accum. | CHF | LU1720112256 | May-19 | 110.62 | 10.6% | 7.0% | 0.2% | 0.9% |
| Clean & Inst. 1 EUR/USD/CHF/GBP 0.7% Fee | CE-A | Accum. | EUR | LU1720110474 | Jan-18 | 118.43 | 18.4% | 10.2% | 0.4% | 1.5% |
| | CE-D | Dist. | EUR | LU1720110805 | Jan-21 | 98.27 | 6.5% | 10.2% | 0.4% | 1.5% |
| | CC-A | Accum. | CHF | LU1720110557 | Nov-19 | 108.86 | 8.8% | 8.0% | 0.2% | 1.0% |
| | CC-D | Dist. | CHF | LU1720110987 | Dec-18 | 95.11 | 13.8% | 8.0% | 0.2% | 1.0% |
| | CU-A | Accum. | USD | LU1720110631 | Jul-19 | 123.38 | 23.3% | 12.4% | 0.5% | 2.0% |
| Retail 1 EUR/USD/CHF/GBP 1.3% Fee | RE-A | Accum. | EUR | LU1720111282 | Mar-18 | 113.81 | 13.8% | 9.5% | 0.4% | 1.4% |
| | RE-D | Dist. | EUR | LU1720111795 | Mar-21 | 98.08 | 7.0% | 9.5% | 0.4% | 1.4% |
| | RC-A | Accum. | CHF | LU1720111365 | Jun-19 | 106.62 | 6.6% | 7.3% | 0.2% | 0.8% |
| | RU-A | Accum. | USD | LU1720111449 | Jul-19 | 119.89 | 19.9% | 11.7% | 0.5% | 1.8% |
| | RG-A | Accum. | GBP | LU1720111522 | Feb-23 | 101.07 | 1.1% | 1.1% | 0.5% | 1.1% |

⁽¹⁾ Variable Fee: 15% on returns > 0%. ⁽²⁾ Hedged Classes

Fund Facts

| | |
|---------------------|-----------------------|
| Fund Type | UCITS SICAV |
| NAV/Liquidity Dates | Daily (T-1) |
| Settlement | Daily (T+2) |
| Fund Currency | EUR |
| Dep./Admin./Audit. | UBS / NT / PwC |

Portfolio Managers

| | |
|-----------------------|-----|
| Alessandro Pellegrino | PM |
| Manu Mendivil | CIO |

Solvency II - Spread SCR

13.4%

Estimation obtained from a more extensive report prepared by Soluciones Holísticas para Internet S.A.

⁽³⁾ SFDR | This fund promotes environmental and/or social characteristics within the meaning of art 8, Reg. (EU) 2019/2088 on sustainability-related disclosures in the financial sector. This communication is of a confidential nature and it has been prepared by Arcano Capital SGIIC S.A.U. ("Arcano"), a collective investment management company duly incorporated under the laws of Spain and registered with the Spanish Securities and Markets Authority ("CNMV") with number 240. This marketing communication does not constitute a distribution, an offer, an invitation, recommendation or solicitation to sell or buy any securities in any jurisdiction. Arcano does not accept nor assume any liability in the event that a decision is taken by an investor or any other third party based upon the information herein contained. For Swiss Investors: The state of the origin of the Fund is Luxembourg. This document may only be distributed in or from Switzerland to qualified investors within the meaning of Art. 10 Para. 3 and 3ter of the Swiss Collective Investment Schemes Act (CISA). The Representative in Switzerland is Carnegie Fund Services S.A., 11 rue du Général-Dufour, 1204 Geneva, Switzerland, whilst the Paying Agent is UBS Switzerland AG, Bahnhofstrasse 45, CH 8001 Zurich. The constitutional documents of the fund as well as the prospectus, key information document, semi-annual and annual report may be obtained free of charge in English at the registered office of the Swiss Representative. The fund invests in instruments with low ratings. Those securities could generate high return, but carry an important credit risk. Small use of over-the-counter instruments exposes the fund to small potential counterparty default risk. The fund invests part of its assets in less liquid asset classes whose value can fluctuate under certain market conditions. No Capital Guarantee exists for this product so investors can lose the whole of their investment