

Fantastica Euro Aggregate Bond Fund

CIO marketview

Interest rates in Europe are low and long term return potential is limited. Short term investment opportunities however, remain. We recommend a very active management of maturities and opportunistic exposure in credit.

Investment universe

Category:	Bonds, EUR Aggregate	The fund invests in sovereign bonds, quasi-sovereigns, supranationals and corporates. The issuers must be based in Europe.
Region:	Europe	
Sector:	Sovereigns, Corporates, etc.	

Investment target

Performance goal:	1% gross over benchmark	The fund can greatly deviate in positioning and performance from the benchmark, but the volatility should stay below the benchmark over longer time periods.
Risk:	More defensive than the market	
Benchmark:	Barclays Euro Aggregate	

Investment guidelines

Currency risks:	None	The investments of the fund have to be Euro denominated. Otherwise, the currency risk of investments will be hedged to the fund's base currency. The average rating is investment grade (above BBB-) and a maximum of 10% can be invested in high yield bonds. Bonds from emerging countries are not permitted. Derivates can be used to enhance performance. The fund does not invest in loans.
Average rating:	Above BBB-	
Rating below BBB-:	Max. 10%	
Emerging markets:	No	
Derivatives:	Yes, for efficient portfolio management	
Loans:	None	

Active management

Interest rate duration:	0 bis 7 years	The interest rate duration is actively managed and kept between 0 and 7 years. Credit duration is kept in a more narrow bandwidth between 3 and 7. The fund does not actively manage its currency position. The fund manager strives to generate value through security selection as well as timing the interest rate duration.
Credit duration:	3 bis 7 years	
Currencies:	None	
Alpha sources:	Security selection, duration timing	

Fundmanager

Fundmanager:	Mike Miller	Mike Miller has been working at Fantastica Asset Management since 2001 and joined the investment industry in 1999. He is based in London. His deputy is John Smith. The investment team consists of 20 investment specialists, which are supported by a further 30 portfolio managers and analysts.
Deputy:	John Smith	
Responsible since:	1. February 2006	
Size of the team:	20 investment specialists	

Asset Manager:

Name:	Fantastica Asset Management	Fantastica Asset Management was founded in 1975 and is focused solely on asset management. It does not engage in private or investment banking. The company has been active in asset management for 20 years. The headquarters are in London. The company is listed on the stock exchange, but is majority owned by the founding family. Fantastica Asset Management signed the UN principles for responsible investments in 2006.
Headquarter:	London	
Year of foundation	1975	
AuM:	EUR 65bn	



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Performanceranking and evaluation



Reputation / AM culture	★ ★ ★ ★ ★ ★	QUALITATIVE
Resources	★ ★ ★ ★ ★	
Invest. & controlling process	★ ★ ★ ★	
Information policy & service	★ ★ ★	
Continuity in management	★ ★ ★ ★	
Experience of manager	★ ★ ★ ★ ★	
Performance short term	★ ★ ★ ★ ★ ★	QUANTITATIVE
Performance long term	★ ★ ★ ★ ★	
Investment risk	★ ★ ★ ★	
Fund size	★ ★ ★	
Fund terms	★ ★	

Evaluation of the fund

Strengths: Very experienced fund manager
Large team
Stable asset manager

Weaknesses: High fees
Fundsize already high

The fund is suited as a defensive product for European fixed income. The performance of the fund has been very good. Over 3 years the fund ranks in the 2. quartile of its peer group. Particular strengths of the fund are the very experienced fund manager as well as the large team. In addition, Fantastica Asset Management is only focused on asset management.

Fund facts

Benchmark:	Barclays Euro Aggregate	Share class currency:	EUR
Inception date:	05.10.2007	Currency hedged:	No
Fund group:	Fantastica Asset Management	Fund size in million:	1'196 EUR
Domicile:	Luxembourg	Use of earnings:	Distributing
Legal form:	SICAV	Mgmt. fee / Perf. fee:	1.2% / 0%
UCITS:	Yes	Ongoing charges / TER:	1.29%
Registration for sale:	CH; DE; IT; SG	Net asset value (NAV):	59.02 EUR
Investment status:	Open for subscriptions and redemptions	German tax treatment:	Transparent
Redemption:	Daily		
Valor / ISIN / Bloomberg:	1234567 / LU0123456789 / ABCDEF LX	Source for fund documents:	www.fundinfo.com

Systematically excluded are:

Alcohol:	No	Controversial weapons:	Yes
Tobacco:	Yes	Weapons in general:	No
Gambling:	Yes	Nuclear energy:	No
Adult entertainment:	Yes		
Genetics (GMO):	No	Violations of ILO conventions:	Yes
Crop protection chemicals:	Yes	UN Global Compact not signed:	Yes
Animal testing:	Yes	Non-sustainable nations:	No
Petroleum industry:	No		