

Objective of the certificate

The Bond Opportunities Basket Certificate Tracker is issued in USD, it comprises a selection of at least 5 bonds or ETFs on bonds but no more than 20. The Certificate is composed of bonds or ETFs on bonds and cash components. It is of an "open-end" type, which means that it has no final fixing date. The Investment universe is composed of government and/or corporate bonds with an S&P rating of at least BB. An exchange-rate hedge may be taken out or wound up during the lifetime of the product.

Keys data

Domicile
Lausanne

Issuer
Banque Cantonale Vaudoise (AA)

Investment Manager
Multi Group Finance SA

ISIN
CH1172510344

Reference currency
USD

Issuance date
May 9, 2022

Rebalance frequency
24 x per year

Minimum denomination
USD 5,000

Management style
Dynamic

Maximum weight of a bond
5%

Minimum issue volume of a bond
200 M

Entry Fee / Exit Fee
No

Performance Fee
No

No value
117251034

Replication method
Full replication

Use of coupons
Accumulation

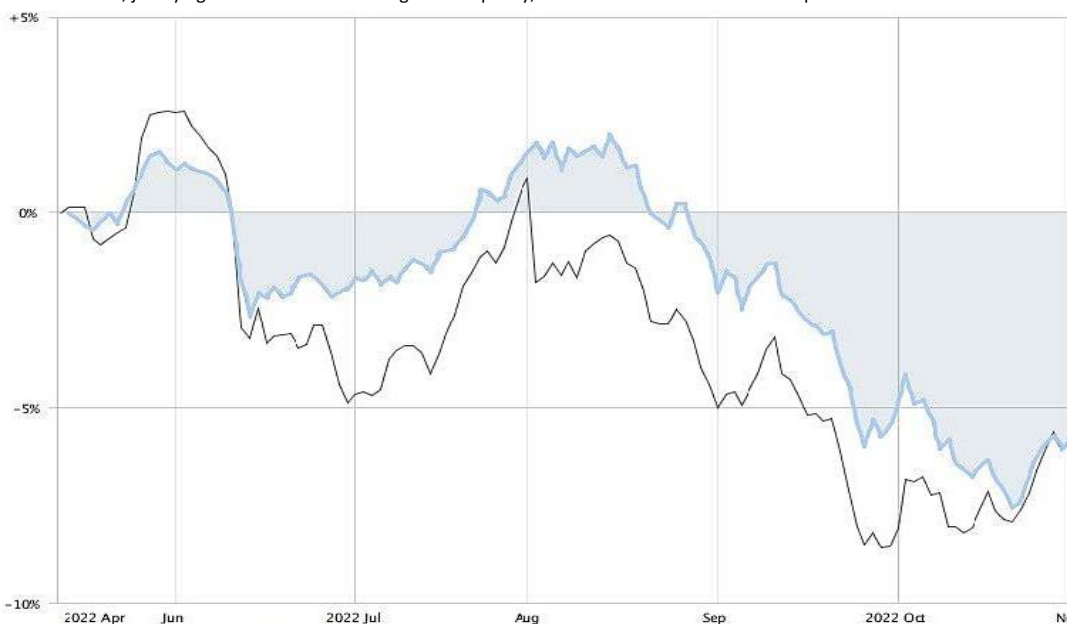
Benchmark
Barclays USD High Yield Bond

Maturity
Open end

Volatility p.a.
7.70%

Comment of the month November 2022

Government bond yields remained volatile in October, with divergent price movements across regions as fiscal and monetary policies evolved. US Treasuries underperformed as market participants repriced the terminal rate at 5%, while expectations for future ECB hikes remained in a stable range. Inflation data continued to surprise on the upside in the euro area and the US. However, strong base effects and multiple significant leading indicators continue to point to an imminent, material and rapid fall in inflation data in the coming months. A wage-price inflationary spiral remains unlikely, while signs of labour market easing are beginning to accumulate, reducing the risk of inflation becoming entrenched. Demand for high quality new issues remains strong, suggesting that GI will outperform when interest rate volatility eases. We have maintained a high duration profile as implied terminal rates have reached levels that are unlikely to be breached, the language of monetary policy is softening and increasingly focused on the negative impact on growth of the 2022 tightening. At current valuations, expected returns on high quality bonds have reached very attractive levels. The return on inflation, credit, liquidity and volatility risks of high quality bonds has not been so high since the financial crisis. Finally, strong catalysts are very likely to emerge in the coming weeks as inflation and growth data deteriorate rapidly and reduce pressure on major central banks. However, credit risk is likely to re-emerge as the dominant risk factor for corporate bonds in 2023, justifying a continued focus on high credit quality, defensive sector selection and liquid instruments.



Annual performances %

| | 2022 |
|-------------------------|-------|
| Certificate tracker MGF | -5.48 |

Country allocation %

| | |
|---------|-------|
| USA | 78.36 |
| Finland | 5.13 |
| Canada | 4.94 |
| Cash | 1.99 |

Main positions

| | | | | |
|-----|-------------------------------|----------|------|----------------|
| USD | ISHARES 20+ YEAR TRESURY BOND | ETF | 6.42 | United-States |
| USD | 4.375 NOKIA 27 | Telecom | 5.13 | Finland |
| USD | 5.25 FREEPOR 29 | Metals | 4.94 | Canada |
| USD | 5.282 BAT 50 | Industry | 4.81 | United-Kingdom |
| USD | 6.20 Western Union 36 | Industry | 4.68 | United-States |
| USD | 6.15 Reynolds 43 | Industry | 4.77 | United-Kingdom |
| USD | 6.625 FORD 28 | Industry | 4.65 | United-States |
| USD | 6.24 Icahn 26 | Finance | 4.61 | United-States |

Past performance is not an indicator of future results. This product is not a collective investment within the meaning of the Swiss Federal Investment Fund Act (LPCC) and is not subject to the authorization or supervision of the Swiss Financial Market Supervisory Authority (FINMA). Investors are also exposed to the risk of insolvency of the issuer (AA). This Certificate is actively managed on a discretionary basis and has a dynamic structure.