

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

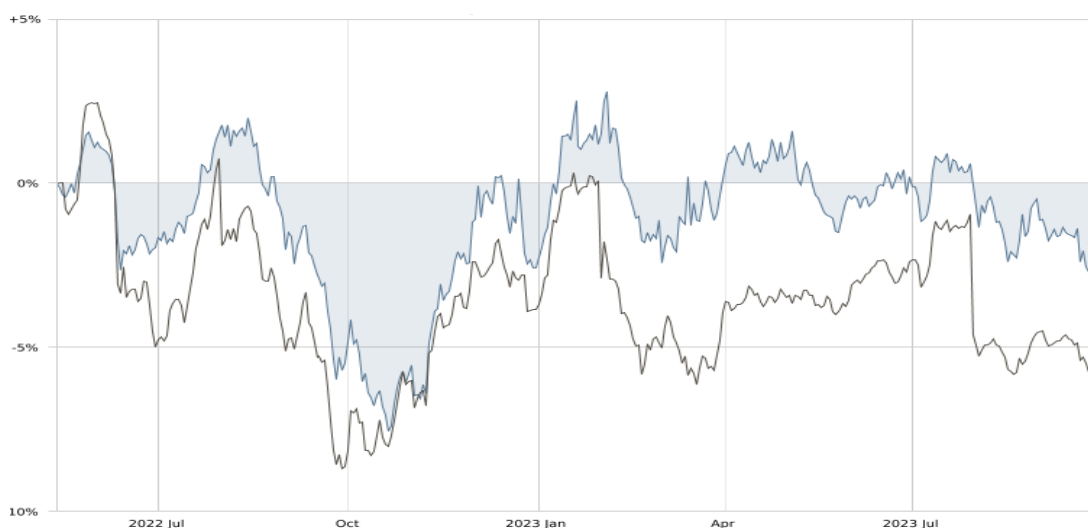
Maturity
Open end

Volatility p.a.
7.18%

Comment of the month October 2023

The central banks met again in September. Among the major institutions, Europe led the way. The European Central Bank (ECB) raised its key interest rate for the tenth time to 4%, the highest level since the creation of the euro. In the United States, the Federal Reserve kept its key rate unchanged at 5.5%. And finally, the Swiss National Bank (SNB) also maintained its key rate at 1.75%. The press conferences gave some indication of the course monetary policy will take in the months ahead. In Europe, Christine Lagarde, President of the ECB, declared that, in order to bring prices down sufficiently, rates would have to be maintained at their current levels for a sufficiently long period. The Federal Reserve said it was keeping a close eye on inflation. As for the SNB, it is not ruling out a further increase if necessary. Consequently, key rates are likely to remain at high levels for longer.

As the quarter draws to a close, the bond world is still in a tailspin. Yields are at 16-year highs, and this would be the first time since at least 1928 that there have been 3 consecutive years of declines in 10-year bonds. However, the situation appears to be increasingly extreme, with bonds clearly oversold. After such a rise, bonds should benefit from an imminent peak in real interest rates. They remain highly oversold in the short to medium term, with US 10-year bonds still more than one standard deviation below their long-term average growth rate.



	Fund	Index	+/-
1 month	-2.61	-1.32	-1.29
3 month	-3.48	-3.53	+0.05
YTD	-0.44	-1.89	+1.45
Since launch	-3.02	-5.69	+2.67

Annual performances %

	2023
Certificate tracker MGF	-0.44

Country allocation %

USA	79.00
Canada	4.89
Finland	4.97
United-Kingdom	9.79
Cash	1.35

Main positions

USD	4,375 NOKIA 27	Telecom	4.97	Finland
USD	6,15 Goldman Sachs 43	Finance	4.93	UK
USD	6,625 Ford 28	Industry	4.90	United-States
USD	6.78 Goldman Sschs 37	Hotels	4.90	United-States
USD	5.25 Freeport 29	Industry	4.89	Canada
USD	6,75 Time Warner 39	Telecom	4.88	United-States
USD	5,282 BAT Intl 50	Industry	4.86	UK

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.