

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.
6.40%

Comment for October 2025

In the United States, the bond market experienced an unexpected upturn in October. The yield on 10-year Treasuries fell below 4% for the first time since April, while the 2-year rate remained virtually unchanged. This easing comes after the Fed's first rate cut this year, from 4.5% to 4.25%, and markets are still anticipating a further 50 basis point cut by the end of the year. This gradual shift towards a more accommodative policy reflects the Fed's desire to support the economy without reigniting inflation.

In Europe, the trend remains more cautious. Yield curves flattened slightly after the European Central Bank decided to keep its rates unchanged. Christine Lagarde reiterated that the bar remained "high" for considering a further cut, a message that led investors to lower their expectations for monetary easing. The market consensus now believes that the ECB's cycle of rate cuts could be coming to an end. The labor market is showing signs of easing, but inflation remains too high to justify rapid easing. Investors are therefore skeptical about the BoE's room for maneuver to lower rates further in the coming months.

Against this backdrop of gradual normalization, bond management remains a balancing act. We have slightly increased duration in the Investment Grade class, while maintaining an overall neutral position and a tactically cautious approach. The portfolio retains above-average cash holdings in order to preserve the flexibility needed in a still uncertain economic environment. The credit quality and liquidity of the portfolio remain solid. At current valuation levels, performance should be supported by attractive cumulative yields and robust corporate fundamentals. Bond markets thus appear to be regaining a degree of stability, but caution remains warranted as major central banks calibrate their monetary policy in the face of a global economy in transition.



	Fund	Index	+/-
1 month	+ 1.06	+0.36	+0.70
3 month	+ 2.56	+0.27	+2.29
YTD	+ 4.01	+1.31	+2.70
Since launch	+10.61	+2.62	+7.99

% Annual performances

	2023	2024	2025
Certificate tracker MGF	7.31	0.99	4.05

% Country allocation

USA	94.13
Holland	5.03
Cash	0.84

Main positions

			Sector	Weight in %	Country
USD	6,375	Glencore 30	Industry	5.05	United-States
USD	6.80	Arcelor 32	Industry	5.03	Holland
USD	6.20	Western Union 36	Finance	5.02	United-States
USD	6.75	Time Warner 39	Industry	5.01	United-States
USD		iShares iBonds Dec 2029 Term Corp	Finance	4.90	United-States
USD		Invesco Fundamental High Yield	Finance	4.89	United-States
USD		SPDR Portfolio Intermediate Te	Finance	4.87	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.