MULTI GROUP

Certificate tracker Bond Opportunities Basket
Maturity : Open-end

MGF

MULTI GROUP FINANCE SA

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 lof 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.

Key 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.
5.99%

Comment for June 2026

Bond markets in developed economies continued their rebound following the signing of the memorandum of understanding between the United States and Iran. The main driver was the decline in energy prices. Brent crude fell by about 10%, to nearly $72 per barrel, returning to its pre-conflict level thanks to the resumption of maritime traffic in the Strait of Hormuz. The easing of geopolitical tensions helped reduce inflation expectations, leading to a decline in bond yields.

The move was particularly pronounced in Europe. The yield on the 10-year German Bund fell by 13 basis points to 2.85%, returning to the lower end of the range within which it has been trading since March. This decline reflects the gradual erosion of the inflation risk premium as well as a revision of expectations regarding the European Central Bank’s monetary policy. After raising its key interest rates by 25 basis points in June, citing inflationary pressures linked to the conflict in the Middle East, the ECB may now pause. Markets now anticipate only one additional 25-basis-point hike by early 2027, bringing the terminal rate to just above 2.50%. However, this scenario remains uncertain, and prolonged rate stability now appears to be the most likely outcome.

In the United States, the decline in yields was more modest. The yield on 10-year Treasury bonds fell by 8 basis points to 4.37%, a less pronounced decline than in Europe. This difference can be explained in part by the U.S. economy’s lower sensitivity to fluctuations in energy prices, but also by the Federal Reserve’s perceived more hawkish stance at its last meeting. Markets thus continue to price in the possibility of a rate hike by the fall.

Despite these expectations, the continued strength of the U.S. economy does not necessarily justify immediate further monetary tightening. As in Europe, the scenario of central banks maintaining the status quo is gaining credibility as energy-related inflationary pressures subside and financial conditions return to a certain equilibrium.

	Fund	Index	+/-
1 month	+ 0.24	+0.24	0.00
3 month	+ 1.31	+3.22	-1.91
YTD	- 0.16	-1.91	-1.79
Since launch	+10.04	+1.20	+8.84

% Annual performances

	2024	2025	2026
Certificate tracker MGF	0.99	4.40	-0.33

% Country allocation

USA	92.59
Holland	5.10
Cash	2.31

Main positions

Main positions			Sector	Weight in %	Country
USD	6.80	Arcelor 32	Industry	5.10	Holland
USD	6,375	Glencore 30	Industry	5.06	United-States
USD	6.20	Western Union 36	Finance	4.99	United-States
USD	6.75	Time Warner 39	Telecom	4.97	United-States
USD		iShares iBonds Dec 2029 Term Corp	Finance	4.94	United-States
USD		Invesco Fundamental High Yield	Finance	4.92	United-States
USD		SPDR Portfolio Intermediate Te	Finance	4.90	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.