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.
5.90%

Comment for August 2026

Sovereign bond yields continued to rise in August, driven by a persistently high inflation premium fueled by the rebound in oil prices and, above all, by the growing financing needs of major governments. This pressure is reflected in the record level of net sovereign bond issuance recorded during the first six months of the year. This trend comes as inflation remains above the targets of many central banks, forcing them to maintain a restrictive monetary policy. At the same time, financing the technology investment cycle now constitutes an additional source of competition for available savings in the bond markets.

In the United States, the sharp rise in long-term yields over the past two months has led the Treasury to announce an increase in its buybacks of certain long-term maturities. These measures have helped stabilize the 30-year rate, but their long-term effectiveness remains uncertain in the absence of significant measures to reduce government deficits.

On the central bank front, expectations of monetary tightening have strengthened. Following the new Fed chair's speech in Jackson Hole—which focused largely on controlling inflation—investors raised the probability of a rate hike in September. By the end of the month, the market estimated a 60% probability of a 25-basis-point hike at the September 16 meeting, up from 35% previously. In both Europe and Japan, markets are also anticipating a rate hike in September, potentially followed by another hike before the end of the year. Against this backdrop, the yield on the 10-year German Bund rose by 12 basis points in August to 3.32%, while its French counterpart gained 18 basis points to reach 4.17%, its highest level since 2008. The spread between the two countries thus reached 85 basis points on the 10-year maturity, a peak across the entire yield curve.

In the United States, the 10-year yield rose by 5 basis points to 4.77%, while the 2-year yield returned to its annual high of 4.35%, further flattening the yield curve. In this tense environment, the dollar-hedged Bloomberg Global Aggregate Index rose by only 0.1% over the month.

	Fund	Index	+/-
1 month	+0.51	+0.49	+0.02
3 month	-0.49	-2.61	-2.12
YTD	-1.26	-4.69	-3.43
Since launch	+8.83	+1.67	+7.16

% Annual performances

	2024	2025	2026
Certificate tracker MGF	0.99	4.40	-1.15

% 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	5.06	Holland
USD	6,375	Glencore 30	Industry	5.01	United-States
USD	6.75	Time Warner 39	Finance	4.98	United-States
USD	6.20	Western Union 36	Telecom	4.94	United-States
USD		iShares iBonds Dec 2029 Term Corp	Finance	4.91	United-States
USD		Invesco Fundamental High Yield	Finance	4.90	United-States
USD		SPDR Portfolio Intermediate Te	Finance	4.89	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.