

Fund objective

The fund objective is to participate in the development of international bond markets. The fund may invest in developed and emerging markets, including in local currencies. The management style is pragmatic with high convictions, with regional, segment or sector bias. The fund may invest in government bonds or investment grade debts. The fund may have up to 20% out of its reference currency on developed markets.

Fund review

The tradition of central banks hosting meetings just before Christmas continued last year with policy decisions in the US, Japan, UK, Norway, and Sweden. The largest present came from the FED in the shape of a significant hawkish surprise. It cut its policy rate target range by 25bps to 4.25-4.50% as expected. More surprisingly, Powell delivered a clearly hawkish message, highlighting that the easing cycle has entered a new phase in which the Fed is looking to slow down the pace of rate cuts. The updated "dots" now project only two 25bps cuts in 2025 compared to 4 in the September projections. The main reason for the hawkish turn was an upward revision of the inflation forecast to 2.5% in 2025 (from 2.1%) and the fact that most members even saw upside risks to the new inflation projections.

The Fed shift pushed the entire US curve up, and the market is now pricing only 40bps worth of cuts from the Fed this year, with no action before June. Due to the change in guidance, we have abandoned our expectations for a cut in January but continue to expect 4 cuts this year from March, as we still judge the monetary policy stance as restrictive.

Fund performance

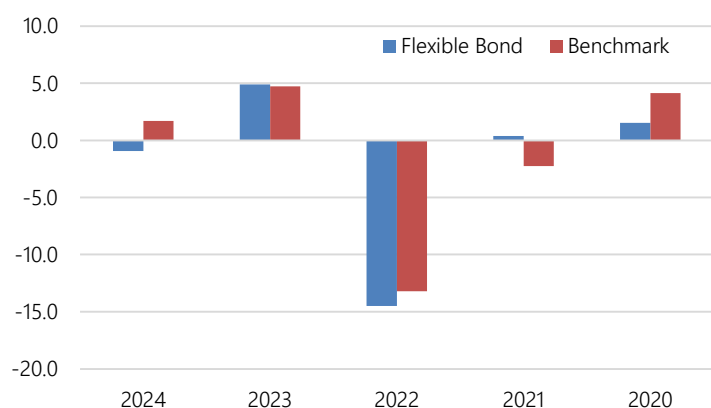
Rolling performance (%)

	1 month	YtD	1 year	3 year ann.	5 year ann.
Flexible Bond	-2.37	-0.93	-0.93	-3.86	-2.00
Benchmark	-0.91	1.69	1.69	-2.48	-1.29

Annual performance (%)

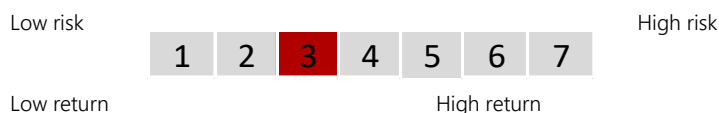
	2024	2023	2022	2021	2020
Flexible Bond	-0.93	4.9	-14.5	0.39	1.52
Benchmark	1.69	4.73	-13.2	-2.24	4.14

Relative performance (%)



Main characteristics

Asset under management (€)	25 000 000
NAV (€)	9 644.76
Benchmark	Bloomberg Barclays Global Aggregate hedged EUR
Launch date	24.06.2015
Share class	Accumulation
Management company	Funds Avenue SA
Advisor	Heravest SA
Asset manager	Funds Avenue SA
Custodian bank	Banque de Luxembourg
Calculating agent	European Fund Administration
Investment horizon	3 years
Main currency	EUR
Other currencies	USD, CHF
Management fees	0.65%
Liquidity	Daily
SFDR's classification system	Article 6

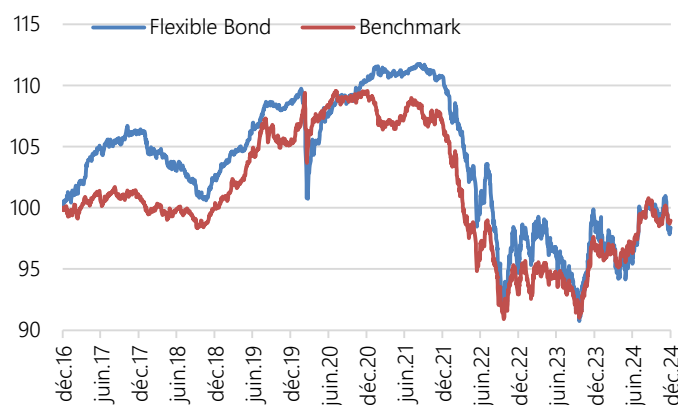


Risk indicators

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Volatility (%)	5.65	5.65	5.65
Alpha	-0.07	-0.01	-0.01
Beta	1.43	1.31	1.17
Sharpe ratio	-0.7	-0.74	-0.44
Tracking error (%)	2.62	2.95	3.28
Max Drawdown (%)	-5.15	-17.96	-18.77
Recovery (yr)	0.13	#VAEUR!	#VAEUR!

Source : Bloomberg

Performance (30.12.16)



Before December 31st, 2015, « absolute return » approach without benchmark. Since December 31st, 2015, high conviction relative management, benchmark Barclays Global Aggregate hedged in EUR. Before July 11th, 2017 incorporated in the IGNI SICAV, then transferred into the ISATIS SICAV.

Fund structure

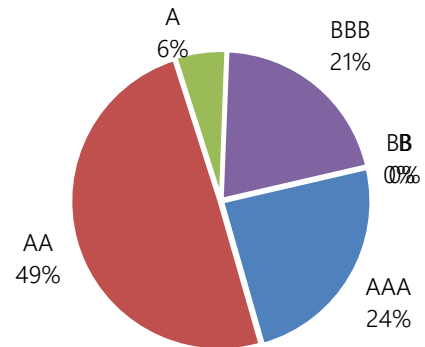
Main holdings

Bonds	Weight	Country	Rating
US Treasury 3.5% 15/2/2033	11.0%	US	AA+
US Treasury 2.75% 15/8/2032	10.5%	US	AA+
US TIPS 2.125% 15/4/2029	10.0%	US	Aaa
US Treasury 1.375% 15/11/2031	9.5%	US	AA+
US Treasury 1.875% 15/2/2032	8.6%	US	AA+
Hong Kong 1.375% 2/2/2031	8.0%	HK	Aa3u
European Union 0% 4/7/2035	5.0%	SNAT	Aaa
Cash	3.9%	JP	AAA
Maersk 0.75% 25/11/2031	3.4%	DK	Baa1
Italy 0.95% 1/6/2032	3.4%	IT	Baa3
Top 10	73.4%		

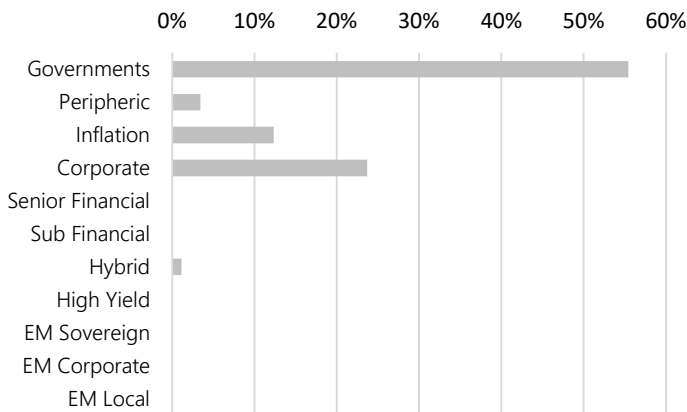
Risk profile

Yield to maturity (%)	3.77
Average maturity	6.3
Average duration	7.5
Average spread	54
Rating	AA-
# holdings	21

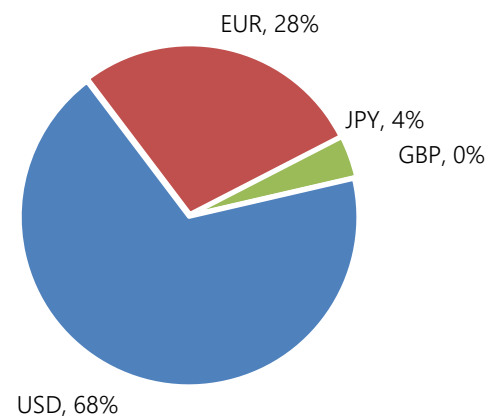
Rating allocation



Segment allocation



Currency allocation (ex-FX hedges)



Technicalities

Class	ISIN	Currency	Fees	Min. Invest.	Launch date	BBG Ticker	Performance fees
I - EUR	LU1560706704	EUR	0.65%	100'000	24.06.2015	ISAFBIE LX	Yes - 10% above 1-month Euribor
I - CHF	LU1560707009	CHF	0.65%	100'000	29.07.2015	ISAFBIC LX	Yes - 10% above 1-month Libor
I - USD	LU1560706886	USD	0.65%	100'000	11.11.2016	ISAFBIU LX	Yes - 10% above 1-month Libor

This document has been provided to you for informational purposes only. We recommend that you inform yourself carefully before making any investment decision. Investors are reminded that past performance is without prejudice to future performance, and that the value of the various investments may vary up or down depending on market and exchange rate developments. The opinions given constitute our judgment according to our top-down selection method, and are subject to change without notice based on new information to which we may have access. It should be remembered that any forecast has its own limits; consequently the responsibility of Fuchs & Associés Finance et Heravest can in no case be engaged as for the realization of these.