

Strategy Overview

Long Duration Bond Strategy is an open-ended pooled account strategy investing in USD denominated long term fixed income instruments.

Recommended For

This investment strategy ideal for investors looking for relatively high returns and having a medium to long term investment horizon.

Risk Management

Portfolio duration actively managed and targeted to be 10 years. Investments can be made in perpetual securities with call date supplementing portfolio tenure rules.

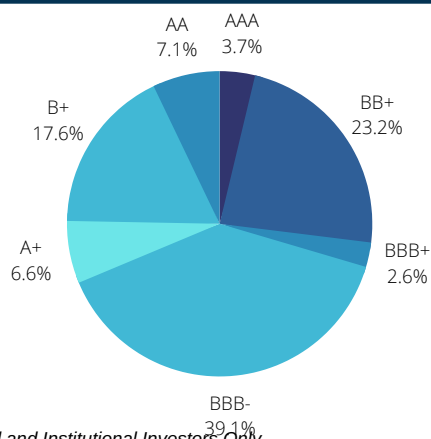
Scheme Information

Sharpe Ratio: **0.96**
 Volatility: **9.96%**
 Max Drawdown: **-12.15%**
 CAGR: **9.53%**

Dealing Information

Minimum Subscription: **USD 10K**
 Subscription Frequency: **Weekly**
 Redemption Frequency: **Weekly**
 Redemption Settlement: **5 Business Days**
 Management Fee: **0.3% p.a.**

Credit Quality



For Accredited and Institutional Investors Only

Portfolio Dashboard:
 NAV USD 11,906.4773

Market Commentary

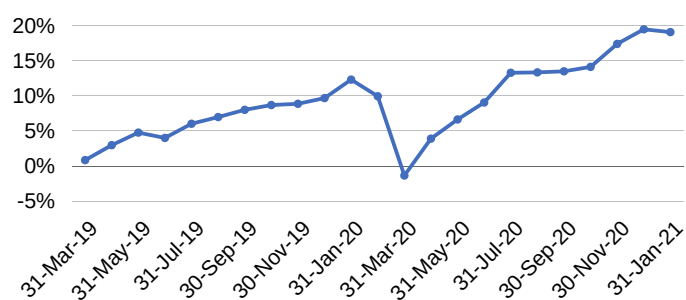
January saw a continuation of the sell off in the longer tenors of the US Treasury Bond market, with yields rising between 10-20bp between the 5 to 30yr maturity bands. Corporate credit spreads remained steady over the period; hence the performance of our long bond strategy has been in line with the overall market moves, returning -0.27% over the month.

Yield curves have considerably steepened over the past 2 months, and there are some attractive new entry points presenting itself. Leading inflation indicators have considerably risen since August 2020, but our view based on the underlying economic data is that this increase is more of cyclical nature rather than secular. As 30yr treasury rates reach the 2-2.3% zone, we think that the value proposition in longer dated investment grade bonds becomes more attractive. Especially names in the mining sector and investment grade consumer cyclical names should be doing well in such scenario.

In summary, the recent increase in longer dated rates is more of an opportunity rather than a challenge to lock in a reasonable carry over a medium-term time horizon, especially if paired with exposure to precious metals in an overall balanced portfolio.

Top Credit Exposure	Weight (%)
Kinross Gold Corp	23.22
LLOYDS Bank Plc	19.03
Powerfinance Corp	17.58
BNP Paribas	9.03
Kraft Heinz	8.80
SPDR Portfolio Long Term Corporate Bond ETF	7.12

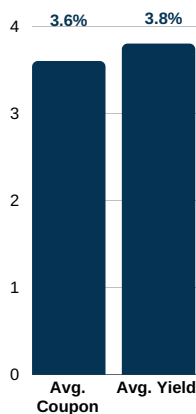
Price



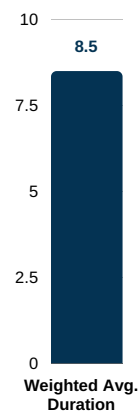
Monthly Returns

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2019			0.84%	2.11%	1.74%	-0.72%	1.94%	0.89%	0.96%	0.63%	0.16%	0.74%	9.67%
2020	2.40%	-2.10%	-10.27%	5.33%	2.62%	2.27%	3.88%	0.05%	0.13%	0.55%	2.87%	2.34%	8.86%
2021	-0.27%												-0.27%

Average Coupon and Yield



Duration (years)



Performance since 3 Mar 2019

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