

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: **0.92**
Volatility: **10.39%**
Max Drawdown: **-12.15%**
CAGR: **9.60%**

Dealing Information

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

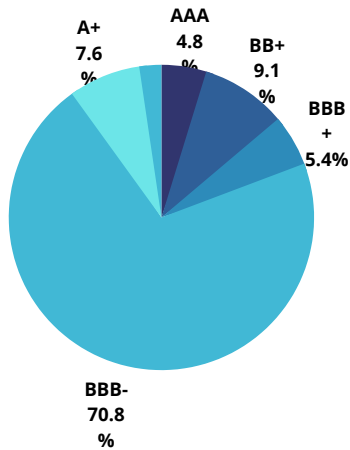
Portfolio Dashboard:
NAV USD 11,737.9900

The USD yield curve has steepened significantly over the month of November on the back of market expectations of more inflationary pressure in a post-COVID world once vaccines are rolled out and life returns to some sort of normality. Nevertheless, our Long Duration Bond Strategy returned a positive +2.9% return over the month, as the effects of spread tightening in corporate bonds more than offset the higher yield levels at the long end of the curve.

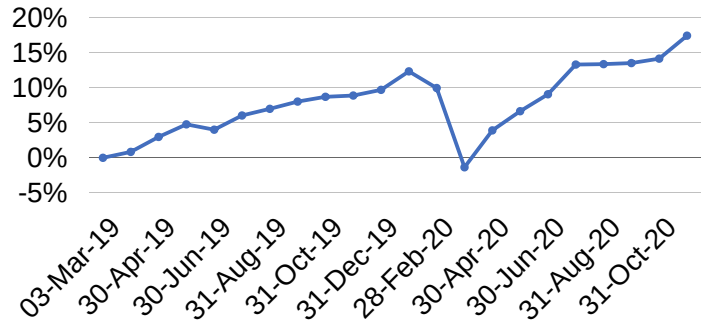
The outlook for the next 3 months is constructive for longer dated bonds, especially to add into any corrective moves. At an average weighted yield of 4.3% and a duration of 9.4 years, the strategy still offers reasonable risk/reward and yield pick up in this otherwise low yield environment.

Top Credit Exposure	Weight (%)
Kinross Gold Corp	22.85
LLOYDS Bank Plc	20.37
Powerfinance Corp	18.05
BNP Paribas	9.49
Kraft Heinz	9.08
SPDR Portfolio Long Term Corporate Bond ETF	7.64

Credit Quality



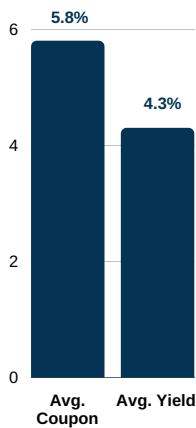
Price



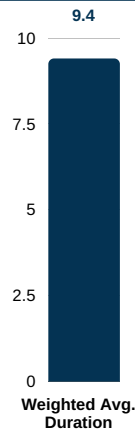
Monthly Returns

	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%		7.03%

Average Coupon and Yield



Duration (years)



Performance since 3 Mar 2019

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