



For Qualified Investors in Switzerland, or Professional Investors or Eligible Counterparties as defined by the relevant laws

UBAM - ABSOLUTE RETURN FIXED INCOME

A flexible global credit strategy seeking the most attractive credit segments in terms of risk-reward

Key points

- *Flexible allocation across the most attractive segments of global credit markets*
- *Long-term, credit-like returns adding diversification and lower correlation in a typical credit portfolio*
- *Investment team with an absolute-return DNA, having delivered high, stable and uncorrelated Sharpe ratios in the past*
- *Team of fourteen global credit and fixed-income specialists covering a broad range of instruments and always seeking the best opportunities to express an investment view*
- *Highly disciplined risk-management through cross-checks between top-down risk-budgeting and bottom-up risk-monitoring*

Investment case

In the current climate of moderate growth and low rates, traditional index-driven strategies are generating lower returns than investors have been used to. This new regime on global credit markets requires a flexible (i.e. benchmark-agnostic), global approach to investing in fixed income.

Investors aiming for moderate annualised returns should consider the agile strategy of UBAM - Absolute Return Fixed Income.

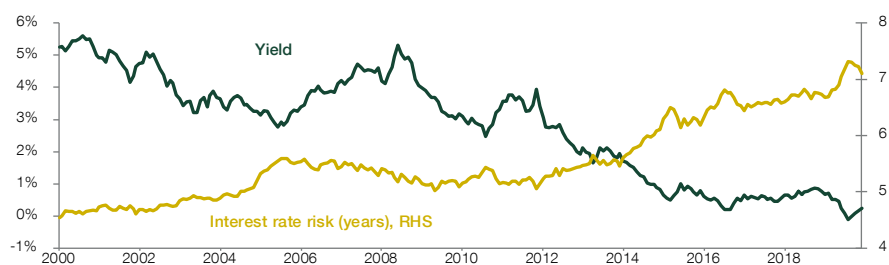
Fund concept

UBAM - Absolute Return Fixed Income seeks to provide a balanced risk-reward profile throughout macroeconomic and market cycles using a top-down allocation process across global credit markets. The strategy's agility in terms of asset exposure, with no benchmark-related constraints and a liquidity bias, allows for a proactive allocation to the most attractive credit market segment.

Asset allocation and portfolio construction are tightly risk-controlled to minimise drawdown and volatility. Risk management is at the core of the investment decision-making process through the cross-checking between top-down risk budgeting and bottom-up risk monitoring. In particular, the dynamic of the asset class correlation in stressed scenarios is central to the risk budgeting.

The investment team's absolute return DNA has delivered a robust track record of risk-adjusted performance across macroeconomic cycles and financial market conditions.

Lower yields but higher interest rate risk in euro aggregate: time to look at absolute return strategies



Sources: UBP, Bloomberg Finance L.P. As of 31.12.2019. The broad euro market is represented by the ICE BofAML Euro Broad Market (EMU0) index. Interest rate risk is modified duration. Past performance is not indicative of future results

