

## FUND DESCRIPTION

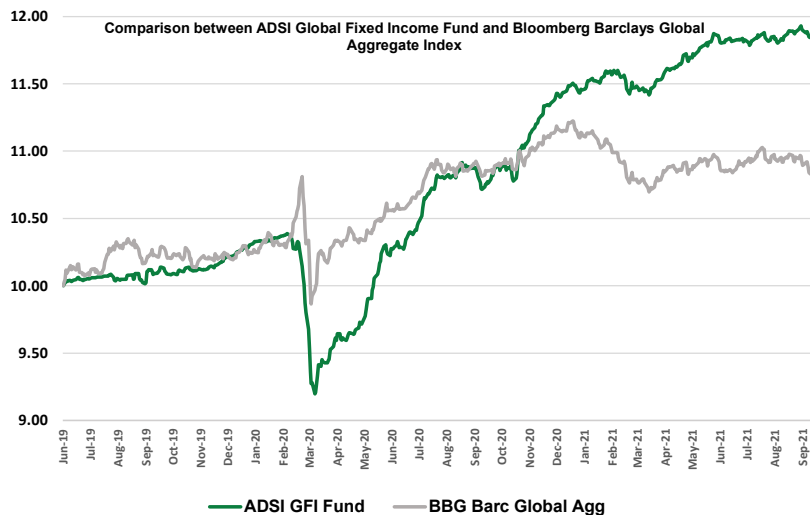
ADSI Global Fixed Income Fund is an open ended investment company incorporated under the Companies Regulations of 2015 (as amended) of the ADGM and is registered as an Exempt Fund pursuant to the regulations of the Abu Dhabi Global Market. The principal investment objective of the Fund is to maximise total return.

The Fund has a mandate to invest globally in a diversified portfolio of fixed income and fixed income like transferable securities denominated in various currencies that ADSI has identified as underappreciated by the wider market. The fund combines a bottom up security selection approach with a top down macroeconomic analysis framework to invest its capital and achieve superior returns over the economic cycle. The fund will aim to deliver a total return greater than global bonds and will charge performance fees only if it does so.

## MONTHLY TOTAL NET RETURNS (Class A)

	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEPT	OCT	NOV	DEC	YTD	ITD*
<b>Fund</b>	0.35%	0.20%	-1.04%	1.72%	1.43%	0.22%	0.27%	0.20%	-0.63%				2.72%	17.96%
<b>Index</b>	-0.88%	-1.72%	-1.92%	1.26%	0.94%	-1.73%	1.33%	-0.42%	-1.78%				-4.06%	7.53%

\* fund inception on 17th of June 2019



## FUND INFORMATION

<b>Fund Manager:</b>	ADS Investment Solutions Ltd
<b>Subscription status:</b>	Open
<b>Subscription:</b>	Daily
<b>Redemption:</b>	Daily
<b>Subscription/Redemption Fees:</b>	None
<b>Management Fees (Class B):</b>	50 bps
<b>Performance Fees (Class B):</b>	10% above Bloomberg Barclays Global Agg
<b>Fund Launch Date:</b>	17-Jun-19
<b>Currency:</b>	USD
<b>Domicile:</b>	ADGM
<b>Fund Bbg Tickers:</b>	ADSIGFI UH; ADSIGFB UH
<b>ISIN (Class B):</b>	AE000A2QKUA3
<b>Minimum Investment:</b>	USD 50,000 (Class B)
<b>Custodian:</b>	Standard Chartered Bank
<b>Administrator:</b>	Standard Chartered Bank
<b>Auditor:</b>	Deloitte & Touche (M.E.) LLP
<b>Legal Advisors:</b>	King & Spalding LLP

This information is provided to professional investors only.

## RETURNS

	Fund	Index
<b>Since Inception*</b>	17.96%	7.53%
<b>Last Month</b>	-0.63%	-1.78%
<b>Last 3 Months</b>	-0.16%	-0.88%
<b>Last 12 Months</b>	9.69%	-0.91%
<b>Best Month</b>	4.53%	3.19%
<b>Worst Month</b>	-8.04%	-2.24%
<b>% Positive Months</b>	81.48%	59.26%

## PORTFOLIO CHARACTERISTICS

<b>No. of Positions</b>	51
<b>No. of Issuers</b>	51
<b>YTW</b>	4.56%
<b>DV01</b>	\$ 6,037
<b>CR01</b>	\$ 4,973
<b>Avg Rating (BBG Comp)</b>	BBB-

## Currency Breakdown

USD	76.63%
EUR	10.02%
JPY	3.03%
GBP	6.31%
AUD	0.00%
RUB	1.77%
INR	1.00%
CAD	0.00%
BRL	1.24%
MXN	0.00%

## RISK

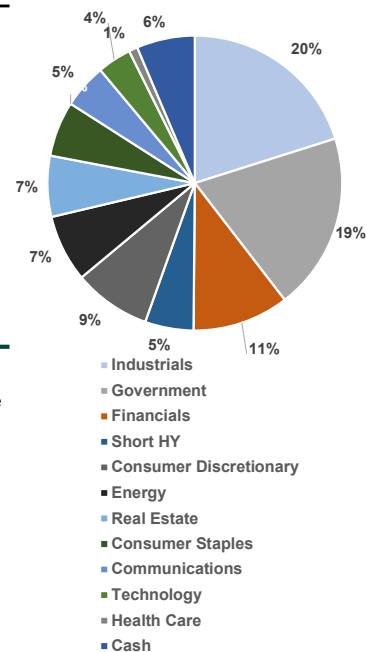
	Fund	Index
<b>Sharpe Ratio</b>	1.88	0.69
<b>Annualized Std Dev</b>	3.93%	4.56%
<b>Annualized Return</b>	7.43%	3.20%
<b>Annual. T-Bill Rate</b>	0.04%	0.04%
<b>Maximum DD</b>	-11.45%	-8.20%
<b>Correlation (R)</b>	57.50%	NA

## FUND COMPOSITION

### TOP HOLDINGS

ISSUER	MATURITY	WEIGHT	SECTOR
US Treasuries	Aug-51	4.89%	Government
Japan Tobacco	Sep-31	2.92%	Consumer Staples
Virgin Media	Jul-31	2.76%	Communications
EBN Finance Co	Feb-26	2.49%	Financials
Lufthansa	Feb-28	2.47%	Consumer Discretionary
Leonardo US Holdings	Jan-40	2.39%	Industrials
Mitchell & Butler	Dec-28	2.26%	Consumer Discretionary
Unicredit	Jun-35	2.22%	Financials
Ukraine Government	Jan-30	2.20%	Government
Mileage Plus Holdings	Jun-27	2.16%	Consumer Discretionary

### SECTOR EXPOSURES



### MONTHLY COMMENT

As Powell announced his tapering intentions, yield curves steepened and bonds sold off steeply, with the US dollar rising. Concerns over inflation have gone pretty much global driven by sharp rises in energy prices, and these developments lead us to conclude that the market has started to price in a growth slowdown in a cost push inflationary environment. While such stagflation is a concern, we would still err on the side of this cost push being driven by frictional issues around re-opening of economies. But concerns on growth don't seem to be so frivolous, driven by slowing growth and credit tightening in China, an end to the stimulus fueled spend and savings rate that seems to have settled at a higher level. The rise in energy prices too is acting as a tax on a still fledgling recovery. As estimates on growth come down, this steepening seems to us an opportunity add duration which we have done and will continue to, both in US and other DM rates. For the month the biggest contributors were bonds of Shell Drilling, Brooge Petroleum, WeWork and Future Retail while detractors were bonds of Monte de Paschi, Ecuador, Brazil and Ukraine. The sell off in EM Sovereign debt, while justified to a large extent, makes it a better opportunity set for credit selection relative to US High Yield which has been more unmoved in this environment.

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