

MAP FUND MANAGEMENT

SUSTAINABLE GLOBAL BONDS (CHF)

As at end of April 2015

Investment profile

Assets class : global bonds
BM : 60% Citi WorldBIG, 40% SBI
SAA : 60% foreign bonds, 40% domestic bonds - currency: 95% CHF
Reference currency : CHF
Minimum credit rating : «Investment Grade» (BBB-)
Investment style : traditionnal, active, fundamental
Type of investment : durable, integrating ESG criteria
Securities / Number of positions : Single bonds / 96
Approach : top down and bottom up
Duration : min. 2 Y – max. 8 Y
Foreign currency : min. 0% - max. 20%
NAV 30.04.2015 : 99.72
ISIN / Telekurs : class S: LU1121107046 / 25648371
 class I: LU1121107129 / 25648374
Subscription / Redemption : T+3 / T+5
Minimum investment : CHF 10'000 (S) / CHF 100'000 (I)
Dividend distribution : capitalisation
Classes : S, Z, I
Management fees / TER (p.a.) : S: 0.8% / 1.0%; I: 0.4% / 0.6%
Domicile : Luxembourg
Registration : Switzerland, Luxembourg, France
Representative / Correspondent : Carnegie Fund Services / BNP Paribas
Legal form : SICAV - UCITS - open fund
Manager and promoter : 1875 FINANCE
Custodian bank : Pictet & Cie (Europe)
Administrator and transfer agent : FundPartner Solutions
Auditor : Ernst & Young Luxembourg

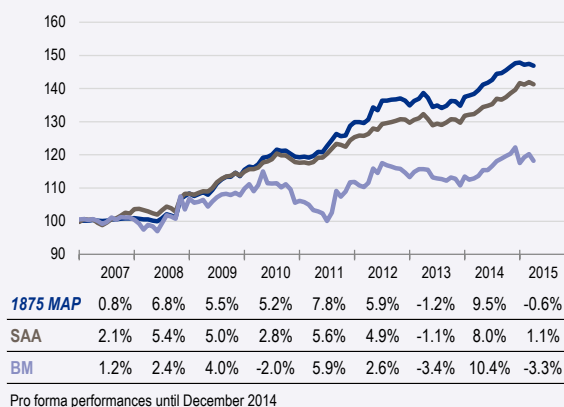
Strategic and tactical asset allocation

Markets	SAA	Margins		1875 MAP	
		Min.	Max.	May.15	Apr.15
Short term	0%	0%	70%	0%	4%
CHF	40%	10%	60%	44%	43%
Duration CHF	6	2	8	7	7
USD	26%	15%	50%	29%	26%
Duration USD	5	2	8	6	5
EUR	20%	5%	40%	18%	18%
Duration EUR	6	2	8	5	5
GBP	3%	0%	10%	3%	4%
Duration GBP	9	2	10	9	9
JPY	9%	0%	20%	3%	3%
Duration JPY	9	2	10	3	3
Miscellaneous	2%	0%	20%	4%	3%
Duration Miscell.	6	2	8	6	5

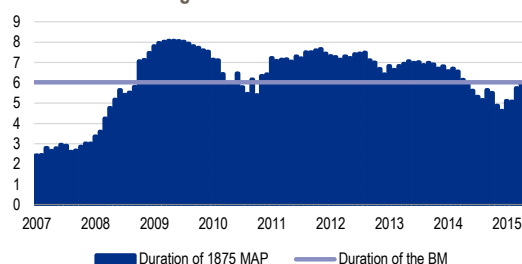
Currency ¹	SAA	Margins		1875 MAP	
		Min.	Max.	May.15	Apr.15
CHF	95%	80%	100%	97%	97%
Foreign	5%	0%	20%	3%	3%

¹ after hedge

Performances



Evolution of the average duration of the tactical allocation



Statistics

	1875 MAP	SAA
Annual return (2006-2014)*	4.99%	4.05%
Return 2015 (MAP Fund)	-0.56%	1.13%
Return April 2015 (MAP Fund)	-0.41%	-0.51%
Maximum monthly drawdown*	-1.95%	-1.46%
Volatility*	3.18%	2.72%
Tracking-error*	1.26%	-
Sharpe ratio * ¹	1.35	1.31
Sortino ratio * ¹	3.32	2.73
ESG rating (MAP Fund)	-	-

¹ average risk-free rate (%) : 0.67

* statistiques pro forma

Investment strategy

To focus on obtaining regular income while giving special attention to the preservation of capital in periods of rising yields and appreciation of the Swiss franc

Investment philosophy and process

To provide a sustainable asset management generating a performance superior to the domestic bond market (Swiss bond market) through increased international diversification, without increasing the risks thanks to a dynamic risk management of interest rates, of categories issuer and of currencies. This dynamic risk management is provided by a multifactorial model (1875 MAP).

Investment policy

During the month of April, financial markets have evolved divergently, in an environment marked by rising prices of raw materials and of oil in particular, the overall decline of the USD and the negotiations between the Eurozone and Greece.

Bond markets fell slightly during the month of April (-0.6%). Unlike the previous month, the sterling bonds (-2.2%) posted the largest monthly decline. Bonds in AUD (-1.5%) and in CAD (-1.3%) depreciated slightly less followed by their counterparts in EUR (-1.1%). Markets in USD (-0.3%) and in CHF (-0.4%) consolidated. Only investments in JPY have appreciated (+ 0.3%).

The fund has depreciated -0.41% against -0.51% of its strategic allocation thanks to the underweight of EUR bonds and the CHF overexposure.

In view of the marked slowdown in global growth and the maintenance of deflationary pressures, fixed income assets generally benefit from an economic environment which is favorable to an increase of their exposure to be now selectively overweight. Their appreciation potential, however, remains limited by their expensive valuation. In terms of currency allocation, exposures in assets denominated in CHF and in USD were raised to be more heavily overweight for the former and now slightly overexposed for the latter. Investments in AUD remain overweight. Investments in GBP and in NOK are close to neutrality. Bonds in Euro and in JPY are underweight. In terms of allocation of credit categories, the exposure on the bonds issued by US companies remains underweight and European issuers are still favored over their government peers leading to an overall balanced weighting between public and private debtors. On currency markets, the overweight of the EUR vis-à-vis the USD should be reduced due to the decrease in its undervaluation and higher differentials of monetary conditions between the United States and the Euro zone. Overexposure of CHF should be increased following the reduction of the overvaluation of the CHF and increased accumulation of foreign reserves by the SNB.

Investment objectives

Financial : to outperform the Strategic Asset Allocation (SAA) on an investment time horizon of two years to provide excess return and yield complementary to the Swiss Bond Index (SBI).

Economic : to optimally allocate capital by integrating ESG criteria for the selection of issuers.

Risk profile

Low risk, near SBI, ensured by a constant and asymmetric distribution of returns generated by a reduced exposure to risk of interest during rising cost of capital periods and a concentration on the CHF during declining foreign currencies periods.

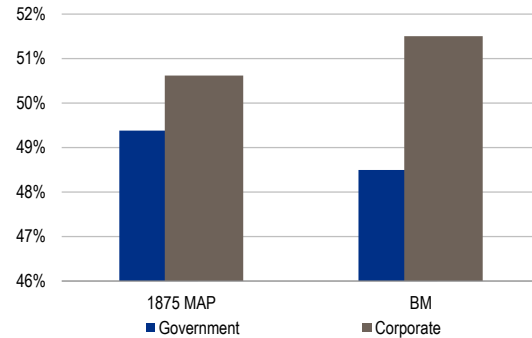


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Sources of return (in order of importance)



Glossary

1875 MAP	Market Allocation Process: tactical allocation defined by the 1875 FINANCE process
APT	Portfolio optimization and risk measurement software developed by Sungard
BM	Benchmark
SAA	Strategic Asset Allocation
Citigroup WorldBIG	Citigroup World Broad Investment Grade Bond index
PRI	Principles for Responsible Investments

About 1875 FINANCE

1875 FINANCE is positioned as both an innovative company and a guardian of the Geneva financial tradition, building its difference on three business lines, institutional asset management, private banking and multi family office. As a PRI signatory, 1875 FINANCE provides an effective sustainable asset management integrating the environmental (E), social (S) and governance (G) criteria for all asset classes. Using a unique proprietary model, 1875 MAP, dedicated to the dynamic tactical allocation management, and relying for the selection of titles on the analysis of partners who are pioneers and key players in sustainable investing, 1875 FINANCE offers to pension funds both balanced management and overlay services, but also global equity and global bond mandates.



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