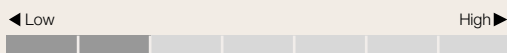


## Risk / return ratio



## Investment objective and policy

The fund invests mainly in fixed income, variable income and convertible bonds denominated in euro or issued by top-quality issuers in the euro zone. Its key objective is to achieve a regular income.

## Portfolio manager comments

The fourth quarter of 2020 was very eventful and saw yields on euro sovereign issuers stabilise and corporate debt spreads narrow. The average yield spread of our BLI Corporate reference basket - which represents a universe of corporate issuers eligible to this fund - compared to euro risk-free rates, narrowed by 29 basis points to post a yield of 0.23% at the end of December 2020.

Anticipations of an end to the crisis with the announcement of two vaccines that are more than 90% effective at the beginning of November and the start of the vaccination campaign in mid-December have significantly reduced the perception of risk on riskier bonds despite the ever-increasing damage caused by the pandemic. In addition, the European Central Bank announced an increase in the asset purchase envelope of Euro 500 billion and a six-month extension of the Pandemic Emergency Purchase Programme. This allowed nominal sovereign yields to stabilise despite expectations that inflation would rise. Private debt outperformed sovereign debt thanks to a combination of narrowing yield spreads on riskier bonds and a higher nominal yield than public debt. Emerging markets were also significant beneficiaries of the reflationary context and saw the arrival of large cash flows seeking to take advantage of the optimism for riskier assets.

Due to the portfolio's defensive and low-risk positioning, it did not grow over the last quarter and its composition remained unchanged.

## Bond fund

Minimum investment horizon: > 2 years

Data as of 03/03/2021

## Performance

Annualised performance since launch 16/09/1988 : **+ 3,90 %**



	Since 01/01/2021	2020	2019	2018	2017	2016	Since launch
■ Fund (%)	-0,70	-0,18	0,57	-0,54	-1,66	0,66	217,52
■ Benchmark <sup>1</sup> (%)	-0,97	1,85	4,36	-1,64	0,71	2,44	268,87

<sup>1</sup> = Morningstar - EUR Diversified Bond (EUR)

## Portfolio breakdown

### Asset breakdown

Bonds	98,24 %	<div style="width: 98.24%;"></div>
Cash	1,76 %	<div style="width: 1.76%;"></div>

### Top holdings

Nordic Investment Bank 2018 .5% 03-11-2025	8,85 %
Kreditanstalt fuer Wiederaufbau KFW 2017 .25% 30-06-2025	8,75 %
Deutschland Series 181 2020 0% 11-04-2025	8,69 %
IDB Trust Services Ltd 2019 .037% 04-12-2024	7,08 %
Nederlandse Waterschapsbank NV Series 1414 2015 1% 03-09-2025	6,03 %

### Portfolio manager comments

The portfolio's average rating remains AA with 83% of the assets invested in green bonds and 13% in German and Dutch sovereign bonds. The portfolio's positive-impact orientation contributes to 9 of the 17 United Nations Sustainable Development Goals (SDGs), with an emphasis on SDGs 7 and 13 (more than 65% of the portfolio) which promote climate action.

At 31 December 2020, the average yield of the portfolio was -0.38% with a modified duration of 4.48. The portfolio's value was unchanged in the fourth quarter.

### Management company

BLI - Banque de Luxembourg Investments S.A.

### Countries of registration

AT, BE, CH, DE, DK, ES, FI, FR, GB, IT, LU, NL, NO, PT, SE, SG

### NAV publications

[www.blfunds.com](http://www.blfunds.com), [www.bli.lu](http://www.bli.lu), [Fundinfo.com](http://Fundinfo.com), De Tijd, L'Echo, Luxemburger Wort

### Fund information

Launch date	16/09/1988	Last updated	05/03/2021
Currency	EUR	Management fee	0,60 %
Net assets (Mio)	EUR 35,39	Subscription fee max.	5,00 %
NAV calculation	Every business day	Redemption fee	0,00 %
NAV CAP (03/03/2021)	EUR 1 087,00	ISIN CAP	LU0093570769
NAV DIS (03/03/2021)	EUR 216,27	ISIN DIS	LU0093570686
Ongoing Charges	0,87 %	Duration	3,93

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Subscriptions to fund units may only be made on the basis of the latest prospectus, the latest interim and annual report and, in the case of UCITS, the "Key Investor Information Document" or "KIID" which **must be read carefully before any investment decision**. The prospectus and KIID mention features, costs and risks related to the fund. These documents (in French, Dutch, German and English) may be requested at any time and free of charge from the Bank's head office and all its private banking centres. The KIID can be viewed on the Bank's public website: [www.banquedeluxembourg.com](http://www.banquedeluxembourg.com)

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#### LEGAL INFORMATION FOR BELGIUM

*Tax applicable for Belgian residents (individuals and corporate entities) - Tax on stock market transactions for the redemption of accumulation units: 1.32% (max EUR 4,000) - Distribution units are not subject to the stock market transaction tax. - Withholding taxes on units held at the Belgian branch are as follows: 30% on dividends (part A distribution units) and on the capital gain considered as interest when accumulation units (part B) in sub-funds with more than 10% invested in debt securities are redeemed. - The tax treatment depends on each investor's individual situation and may be subject to change.*

*Complaints - Internal department: Banque de Luxembourg, Belgian branch, by letter to the head office or by email to [Reclamations@bdlux.be](mailto:Reclamations@bdlux.be) - External department: Service de Médiation Banques-Crédits-Placements, by post to Box 8, 15-17 Rue Belliard, B-1040 Brussels or by email to [ombudsman@ombfin.be](mailto:ombudsman@ombfin.be).*

#### LEGAL INFORMATION FOR SWITZERLAND

The legal documents for the funds described in this document can be obtained free of charge from CACEIS (Switzerland) S.A., 7-9 Chemin de Précossy, CH-1260 Nyon, Switzerland, which is the SICAV's representative in Switzerland, in accordance with the provisions of the Federal Law of 23 June 2006 on collective investment schemes. The SICAV has appointed Banque CIC (Suisse) SA, Marktplatz 13, CH-4001 Bâle, Switzerland as its paying agent in Switzerland.

Last updated: 31/08/2016