



LGT Sustainable Short Duration Corporate Bond Fund Hedged (CHF) I2

Monthly report | December 2019

MTD
0.01%

Fund description

The fund is an actively managed fixed income portfolio that combines sustainability and fundamental criteria within the investment process. It invests primarily in investment grade bonds and money market instruments issued by private issuers globally. Maximum 10% can be allocated to high yield issuers and the modified duration bandwidth of the portfolio is between 0 and 4.5. At least 90% of the underlying currency exposures are hedged back to the reference currency. In terms of issuer selection, the fund focuses on issuers with perceived stable cash flows, solid balance sheets and strong business models. The portfolio is suitable for investors seeking an investment grade corporate bond portfolio with moderate duration sensitivity.

Key facts

NAV per share	CHF 1,040.93
Fund AuM	CHF 787.16 m
Inception	1 June 2013
Fund domicile	Liechtenstein
Investment manager	LGT Capital Partners Ltd
Distribution	None, retains profits
ISIN	LI0211365619
Bloomberg ticker	LGTSI2 LE
Reference currency	CHF
Benchmark	None
Public distribution	AT, CH, DE, ES, FI, IS, IT, LI, NO, SE

Performance

31 December 2014 – 31 December 2019

— LGT Sustainable Short Duration Corporate Bond Fund Hedged (CHF) I2 – (rebased)



Performance summary (CHF)

Fund	
Last month	0.01%
Year-to-date	4.02%
Last 36 months p.a.	0.56%
Last 60 months p.a.	0.28%
Since inception p.a.	0.61%

Statistics (36 months)

Fund	
Volatility p.a.	1.31%
Sharpe ratio	1.09
Tracking Error	–
Information ratio	–
Modified duration	2.94
Yield to maturity	0.24%

Synthetic risk & reward indicator (SRRI)

◀ lower risk

higher risk ▶

1	2	3	4	5	6	7
---	---	---	---	---	---	---

Investors should consider the following risks: Market risks, Currency risks, Liquidity risks, Operational risks, Political and legal risks and Credit risks, and where appropriate seek professional advice before investing. More details can be found in the risk glossary.

Investment terms

Issue/redemption	daily
Minimum investment	CHF 100M
Management fee p.a.	0.04%
Performance fee	No
Operations fee p.a.	0.02%

Monthly returns – LGT Quality Funds – LGT Sust Short Duration Corp BF Hedged, share class I2 CHF (UCITS)

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Total
2019	0.9%	0.6%	0.8%	0.5%	-0.2%	0.8%	0.6%	0.4%	-0.1%	-0.3%	0.0%	0.0%	4.0%
2018	-0.4%	-0.2%	-0.1%	-0.2%	0.1%	-0.4%	0.2%	-0.2%	-0.0%	-0.5%	-0.4%	0.1%	-2.1%
2017	-0.0%	0.5%	-0.2%	0.1%	0.1%	-0.2%	0.2%	0.2%	-0.3%	0.1%	-0.4%	-0.3%	-0.2%
2016	0.4%	0.3%	0.6%	0.2%	-0.2%	0.6%	0.5%	-0.1%	-0.1%	-0.3%	-0.9%	0.1%	1.1%
2015	-0.0%	0.1%	-0.3%	-0.5%	0.0%	-0.6%	0.2%	-0.4%	0.1%	0.4%	0.3%	-0.5%	-1.4%
2014	0.9%	0.1%	0.2%	0.4%	0.8%	0.3%	0.3%	0.2%	0.2%	0.3%	-0.2%	-0.2%	3.3%

Past performance is not a guarantee, nor an indication of current or future performance. If the currency of an investment is different from the investor's reference currency, the return may decrease as a result of currency fluctuations.

This performance data is calculated net of all fees and commissions but does not take into account the commissions and costs incurred on the issue and redemption of units.

Distribution outside of Europe to qualified investors/professional clients only

Source for all data and charts: LGT/Datastream

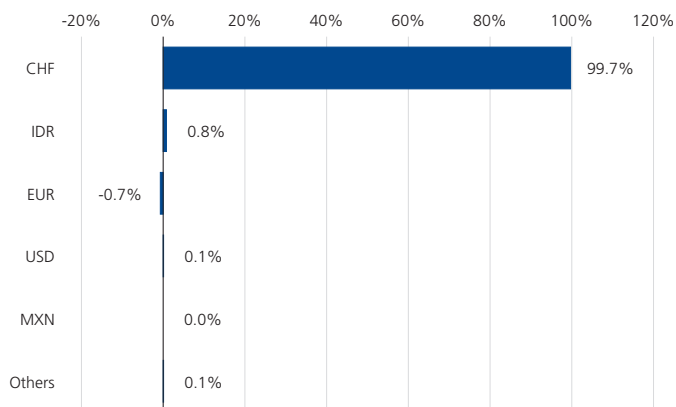
LGT Capital Partners Ltd | lgt.cp@lgt.com | www.lgt.com



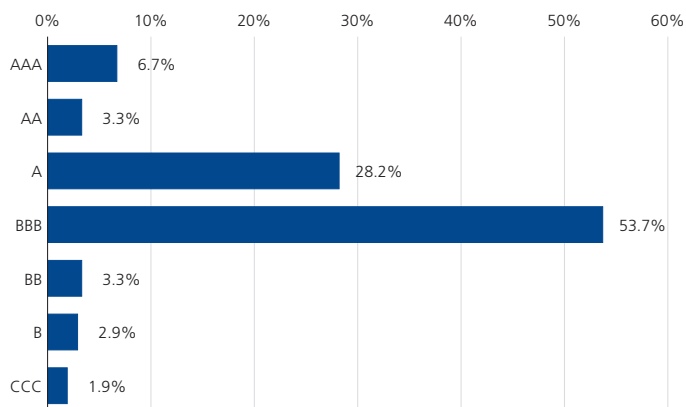
LGT Sustainable Short Duration Corporate Bond Fund Hedged (CHF) I2

Monthly report | December 2019

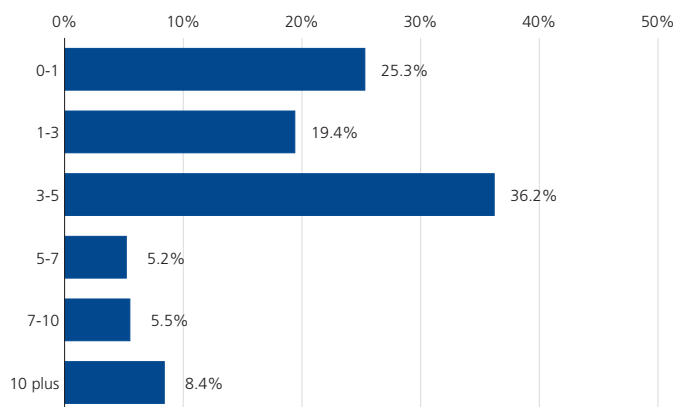
Currencies



Rating (weights; ex futures / ex cash)



Time to maturity (in years; with futures)



Largest holdings

0.25 World Bank 29	3.1%
FLR Casino WFM	1.9%
4.5 MPLX 23	1.9%
1 Unibail 25	1.8%
FLR TAKKO Lux 2 23	1.7%
0.5 Unilever 23	1.6%
1.25 SAP 28	1.6%
1 Natl Grid 24	1.5%
2.5 EssilorLuxott 22	1.4%
4.42 Dell 21	1.4%
Total	17.9%

10.12.2012: Name change from LGT Bond Fund SI Quality Hedged to LGT Sustainable Quality Bond Fund Hedged.
 31.12.2018: Name change from LGT Sustainable Quality Bond Fund Hedged to LGT Sustainable Short Duration Corporate Bond Fund Hedged
 Yield to maturity net of currency hedging.

All allocations shown on page 2 (excluding the currency-allocation) are based on the EUR-shareclass.
 Source for all data and charts: LGT/Datastream



LGT Sustainable Short Duration Corporate Bond Fund Hedged (CHF) I2

Monthly report | December 2019

Risks

Market risks: The risk of losses in positions arising from movements in market prices.

Currency risks: The risk of losses arising from currency fluctuations, in case the currency of an investment is different from the investor's reference currency.

Liquidity risks: Adverse effects created by the situation where the Fund must sell assets where insufficient market demand exists and lower price levels must be accepted to execute a transaction.

Operational risks: The Fund may suffer losses as a result of insufficient internal processes or systems, misbehavior of staff or external circumstances.

Political and legal risks: Investments are exposed to changes in the rules and standards applied by the country under the asset's recognized jurisdiction. This includes restrictions on currency convertibility, the imposition of taxes or transaction controls, limitations on property rights or other legal risks. Investments in less developed financial markets may expose the Fund to increased operational-, legal- and political risk.

Credit risks: Risk characterized by the failure of counterparties to meet contractual financial obligations.

Important information

This marketing material was produced by LGT Capital Partners (hereafter "LGT CP") on behalf of Undertakings for Collective Investment in Transferable Securities ("UCITS") or its management company (further referred to as the "Product") with the greatest of care and to the best of its knowledge and belief. The Product mentioned in this marketing material is domiciled in Liechtenstein and this marketing material is issued by LGT Capital Partners (FL) Ltd, Herrengasse 12, 9490 Vaduz, Liechtenstein.

LGT CP provides no guarantee with regard to its content and completeness and does not accept any liability for losses which may arise from making use of this marketing material. The opinions expressed in this marketing material are those of LGT CP at the time of writing and are subject to change at any time without notice. If nothing is indicated to the contrary, all figures are unaudited. This marketing material is provided for informational purposes only and is for the exclusive use of the recipient. It does not constitute an offer or a recommendation to buy or sell financial instruments or services or to adopt any specific investment strategy and does not release the recipient from exercising his/her own judgment. The recipient is in particular recommended to check that the information provided is in line with his/her own circumstances with regard to any legal, regulatory, tax or other consequences, if necessary with the help of a professional advisor. This marketing material may not be copied, reproduced or redistributed either in part or in full without the written permission of LGT CP. It is not intended for persons who, due to their nationality, place of residence, or any other reason are not permitted access to such information under local law. Neither this marketing material nor any copy thereof may be sent, taken into or distributed in the United States or to US persons. Every investment involves risk, especially with regard to fluctuations in value and return. Investments in foreign currencies involve the additional risk that the foreign currency may lose value against the investor's reference currency. Past Performance is not a guarantee, nor an indication of current or future performance. Furthermore, no guarantee can be given that the performance of the benchmark will be reached or outperformed. The total expense ratio (TER) of the Product is published in the annual report. Benchmarks and indices are shown for illustrative purposes only, may be unavailable for direct investment, may assume reinvestment of income, and have limitations when used for comparisons because they have volatility, credit, and other material characteristics, such as number and types of securities, that are different from the product. Subscriptions are only valid on the basis of the current sales prospectus, the Key Investor Information Document, the bylaws and/or contractual terms and conditions and the most recent annual report (or semi-annual report, if more recent) (further referred to collectively as the "Sales Documents"). The Sales Documents can be obtained free of charge in paper form – in English, with the exception of the KIID which is available in the language of the local jurisdiction where marketing communication takes place under the following addresses. Please refer to the end of the document for additional information.

© LGT Capital Partners 2019. All rights reserved.

LGT Capital Partners Ltd. claims compliance with the Global Investment Performance Standards (GIPS®) for all traditional, and alternative risk premia funds and mandates managed by LGT Capital Partners Ltd. in Liechtenstein and Switzerland. In addition, it includes private equity programs domiciled in Ireland and managed by LGT Capital Partners (Ireland), as well as investment funds managed by LGT ILS Partners Ltd. GIPS compliant presentations and the list of composite descriptions can be obtained from LGT Capital Partners Ltd. GIPS® is a registered trademark of CFA Institute. CFA Institute has not been involved in the review or preparation of this information material.

Austria: Paying agent in Austria: Erste Bank der oesterreichischen Sparkassen AG, Am Belvedere 1, 1100 Wien. **Switzerland:** Representative LGT Capital Partners Ltd., Schützenstrasse 6, CH-8808 Pfäffikon. Paying agent LGT Bank (Switzerland) AG, Lange Gasse 15, CH-4002 Basel. In respect of the units distributed in and from Switzerland, the place of jurisdiction is Pfäffikon SZ, Switzerland. **Germany:** Landesbank Baden-Württemberg, Am Hauptbahnhof 2, D-70173 Stuttgart **Liechtenstein:** LGT Bank Ltd., Herrengasse 12, FL-9490 Vaduz and as an electronic version at www.lafv.li **Italy:** RBC Investor Services Bank S.A. Milan Branch, Via Vittor Pisani 26, 20124 Milan **Spain:** Banco Inversis, S.A., Avenida de la Hispanidad, 6, 28042 Madrid **Iceland:** The Product ("Fund") mentioned in this document is registered for public distribution in Iceland with the Financial Supervisory Authority pursuant to the Icelandic Act on Undertakings for Collective Investment in Transferable Securities (UCITS) and supplementary regulations. Investors are advised to read the fund specific risks in the Key Investor Information Document and the fund's Prospectus.

Hong Kong: WARNING: The contents of this marketing material have not been reviewed by any regulatory authority in Hong Kong. Investors are advised to exercise caution in relation to this marketing material. If an investor is in any doubt about any of the contents of this marketing material, the investor should obtain independent professional advice. The contents of this marketing material are confidential and is delivered only to you solely for your information and may not be reproduced, redistributed, directly or indirectly, to any other person or published in whole or in part, for any purpose except to your professional advisors under duties of confidentiality. The Product referred to in this marketing material has not been offered or sold, and will not be offered or sold in Hong Kong, by means of any document, other than (i) in circumstances which do not constitute an offer to the public as defined in the Companies (Winding Up and Miscellaneous Provisions) Ordinance (Cap. 32) of Hong Kong (the "CO"), or (ii) to "Professional investors" as defined in the Securities and Futures Ordinance (Cap. 571) of Hong Kong (the "SFO") and rules made under the SFO, or (iii) in other circumstances which do not result in the document being a "prospectus" as defined in the CO. The performance figures quoted are not those of a scheme authorized by the Securities and Futures Commission of Hong Kong.

Singapore: The offer or invitation of the shares (the "Shares") of the Product which is the subject of this marketing material, does not relate to a collective investment scheme which is authorised under Section 286 of the Securities and Futures Act, Chapter 289 of Singapore (the "SFA") or recognised under Section 287 of the SFA. The Product is not authorised or recognised by the Monetary Authority of Singapore (the "MAS") and the Shares are not allowed to be offered to the retail public. This marketing material and any other document or material issued in connection with the offer or sale is not a prospectus as defined in the SFA and accordingly, statutory liability under the SFA in relation to the content of prospectuses does not apply, and you should consider carefully whether the investment is suitable for you. This marketing material has not been registered as a prospectus with the MAS. Accordingly, this marketing material and any other document or material in connection with the offer or sale, or invitation for subscription or purchase, of Shares may not be circulated or distributed, nor may Shares be offered or sold, or be made the subject of an invitation for subscription or purchase, whether directly or indirectly, to persons in Singapore other than (i) to an institutional investor under Section 304 of the SFA, (ii) to a relevant person pursuant to Section 305(1), or any person pursuant to Section 305(2), and in accordance with the conditions specified in Section 305 of the SFA, or (iii) otherwise pursuant to, and in accordance with the conditions of, any other applicable provision of the SFA. Where Shares are subscribed or purchased under Section 305 of the SFA by a relevant person which is: (a) a corporation (which is not an accredited investor (as defined in Section 4A of the SFA) the sole business of which is to hold investments and the entire share capital of which is owned by one or more individuals, each of whom is an accredited investor; or (b) a trust (where the trustee is not an accredited investor) whose sole purpose is to hold investments and each beneficiary of the trust is an individual who is an accredited investor, securities (as defined in Section 239(1) of the SFA) of that corporation or the beneficiaries' rights and



LGT Sustainable Short Duration Corporate Bond Fund Hedged (CHF) I2

Monthly report | December 2019

interest (howsoever described) in that trust shall not be transferred within six months after that corporation or that trust has acquired the Shares pursuant to an offer made under Section 305 of the SFA except: (1) to an institutional investor or to a relevant person defined in Section 305(5) of the SFA, or to any person arising from an offer referred to in Section 275(1A) or Section 305A(3)(i)(B) of the SFA; (2) where no consideration is or will be given for the transfer; (3) where the transfer is by operation of law; (4) as specified in Section 305A(5) of the SFA; or (5) as specified in Regulation 36 of the Securities and Futures (Offers of Investments) (Collective Investment Schemes) Regulations 2005 of Singapore.

Australia: This information material is distributed by LGT Capital Partners (Australia) Pty Limited (ACN 168 969 640; AFSL 461974) and is directed to wholesale clients only, as defined in the Corporations Act 2001. This information material was prepared as a private communication to wholesale clients and is not intended to be distributed or passed on, directly or indirectly, to any other class of persons in Australia or for public circulation or publication or for the use of any third party, without the approval of LGT Capital Partners (Australia) Pty Limited. The information material in this document is general advice and has been prepared without taking into account any investor's investment objectives, financial situation or needs. This information material has not been prepared specifically for Australian recipients. It: a) may contain references to Dollar amounts which are not Australian Dollars; b) may contain financial information which is not prepared in accordance with Australian law or practices; c) may not address risks associated with investment in foreign currency denominated investments; and d) does not address Australian tax issues. The recipient should obtain a copy of the offer documents and consider the appropriateness of the information having regard to their own situation. LGT Capital Partners (Australia) Pty Limited and its directors or employees advise that they and persons associated with them may have an interest in the financial products discussed and that they may receive brokerage, commission, fees and other benefits and advantages, whether pecuniary or not, and whether direct or indirect, in connection with the financial products or services. This information material is not intended as an offer or solicitation for the purchase or sale of any financial product. Whilst this information material is based on information from sources which LGT Capital Partners (Australia) Pty Limited considers reliable, its accuracy and completeness cannot be guaranteed. Data are not necessarily audited or independently verified. Any opinions reflect LGT Capital Partners (Australia) Pty Limited's judgement at this date and are subject to change. LGT Capital Partners (Australia) Pty Limited, its associates, its directors and employees do not accept any liability for the results of any actions taken or not taken on the basis of information in this information material, or for any negligent misstatements, errors or omissions.

United Arab Emirates: The offering of the Product has not been approved or licensed by the United Arab Emirates Central Bank, the UAE Securities and Commodities Authority (SCA), the Dubai Financial Services Authority (DFSA) or any other relevant licensing authorities in the United Arab Emirates (UAE), and accordingly does not constitute a public offer of securities in the UAE in accordance with the commercial companies law, Federal Law No. 8 of 1984 (as amended), SCA Resolution No.(37) of 2012 (as amended) or otherwise. Accordingly, the Product may not be offered to the public in the UAE (including the Dubai International Financial Centre). This marketing material is strictly confidential and is being issued to a limited number of institutional and individual investors: (a) who fall within the exceptions to SCA Resolution No. (37) of 2012 (as amended) or who otherwise qualify as sophisticated investors; (b) upon their request and confirmation that they understand that the Product and the interests have not been approved or licensed by or registered with the UAE Central Bank, the SCA, DFSA or any other relevant licensing authorities or governmental agencies in the UAE; and (c) must not be provided to any person other than the original recipient, and may not be reproduced or used for any other purpose.

DIFC: This presentation has been distributed by LGT Capital Partners (Dubai) Limited which is licensed and regulated by the Dubai Financial Services Authority (DFSA). The information in the presentation is not intended as financial advice and is only intended for persons with appropriate investment knowledge and who meet the regulatory criteria to be classified as a Professional Client under the DFSA Rules and no other person should act upon it. This marketing material relates to the Product which is not subject to any form of regulation or approval by the Dubai Financial Services Authority ("DFSA"). The DFSA has no responsibility for reviewing or verifying any marketing material or other documents in connection with the Product. Accordingly, the DFSA has not approved this marketing material or any other associated documents nor taken any steps to verify the information set out in this marketing material, and has no responsibility for it. The units in the Product may be illiquid and/or subject to restrictions on their resale. Prospective purchasers should conduct their own due diligence on the units in the Product. If you do not understand the contents of this marketing material, you should consult an authorised financial adviser.

Oman: LGT CP does not have a registered business presence nor a representative office in Oman and does not undertake banking business, or provide financial services, in Oman. Consequently, LGT CP is not regulated by either the Central Bank of Oman or Oman's Capital Market Authority. The marketing material contained in this document is provided for information purposes only and does not constitute an offer concerning the sale or purchase of securities in Oman. This marketing material is not a prospectus and neither constitutes a public offer of securities in the Sultanate of Oman as contemplated by the Commercial Companies Law of Oman (Royal Decree 4/74) or the Capital Market Law of Oman (Royal Decree 80/98) nor does it constitute an offer to sell, or the solicitation of any offer to buy Non-Omani securities in the Sultanate of Oman as contemplated by Article 139 of the Executive Regulations to the Capital Market Law (issued vide CMA Decision 1/2009). Additionally, this marketing material is not intended to lead to the conclusion of any contract of whatsoever nature within the territory of the Sultanate of Oman. LGT CP does not solicit business in Oman and the only circumstances in which LGT CP sends information describing financial products or services to recipients in Oman, is where such information or material has been requested from LGT CP, which does so, on the basis that the person or entity requesting the information understands, acknowledges and agrees that this marketing material has not been approved by the Central Bank of Oman, the Capital Market Authority or any other regulatory body or authority in Oman.

Qatar/QFC: This marketing material is provided on an exclusive basis to the specifically intended recipient thereof, and for the recipient's personal use only. Nothing in this marketing material constitutes, is intended to constitute, shall be treated as constituting or shall be deemed to constitute, any offer or sale of securities in the State of Qatar or in the Qatar Financial Centre or in the inward marketing of an investment fund or an attempt to do business, as a bank, an investment company or otherwise in the State of Qatar or in the Qatar Financial Centre. This marketing material and the underlying instruments have not been approved, registered or licensed by the Qatar Central Bank, the Qatar Financial Centre Regulatory Authority, the Qatar Financial Markets Authority or any other regulator in the State of Qatar. This marketing material and any related documents have not been reviewed or approved by the Qatar Financial Centre Regulatory Authority or the Qatar Central Bank. Recourse against the Product and those involved with it, may be limited or difficult and may have to be pursued in a jurisdiction outside Qatar and the Qatar Financial Centre. Any distribution of this marketing material by the recipient to third parties in Qatar or the Qatar Financial Centre beyond the terms hereof is not authorised and shall be at the liability of such recipient.