J. Safra Sarasin

JSS Sust. Bond - Total Return Global I EUR acc hedged

Fund Overview

Net asset value per share	93.44
Fund size in millions	396.33
Investment company	J. Safra Sarasin Fund Management (Luxembourg) S.A.
Depositary	RBC Investor Services Bank S.A., Luxembourg
Portfolio management	Bank J. Safra Sarasin AG, Genf
Portfolio Manager	Vincent Rossier / Florian Weber
Domicile of fund	Luxembourg
ISIN code	LU1332518478
Swiss Sec.-No.	30 710 490
Launch date	16 November 2016
End of fiscal year	June
Total expense ratio	0.74%
Management fee	0.50%
Accounting currency	EUR
Dividend payment	none (reinvesting)
Sales fee	0.0%
Exit charge	0.0%
Legal Structure	SICAV
Issue/Redemption	daily
Benchmark (BM)	no representative benchmark available
SFDR Classification	Article 8

Statistical Ratios	Fund
Volatility	6.12%
Average Spread	72 BP

The statistical ratios are calculated on the basis of the previous months (36 months, basis EUR). Risk-free interest rate: 0.22%

Bonds Portfolio Ratios

Average Rating	A+
Modified Duration	5.90
Yield to Worst[1]	5.60%

[1]Yield to Worst in the base currency of the portfolio

Risk and reward profile

lower risk — higher risk

typically lower rewards — typically higher rewards

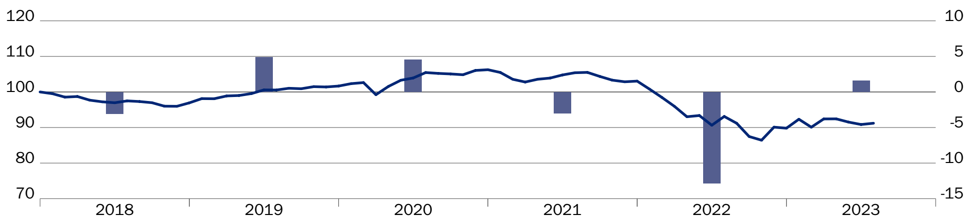
1	**2**	3	4	5	6	7

The risk and reward category shown is based on historical data and can not be used as a reliable indicator of the future risk profile of the fund. The classification of the fund may change over time and is not a guarantee.

Fund Portrait

The JSS Sustainable Bond - Total Return Global aims to realise medium- to long-term asset growth using a total return approach. To achieve this the sub-fund invests globally (including in emerging markets) in debt securities denominated in any currency.It will also systematically integrate financially-material ESG aspects throughout the entire investment process, in order to avoid controversial exposures, mitigate ESG risks and harness opportunities.Investments that are not in USD-denominated assets are largely hedged against the USD. In addition, the sub-fund can invest in securities with non-investment grade rating. However, no investments are permitted in securities with a credit rating lower than BB- (Standard & Poor's) or Ba3 (Moody's).

Net Performance (in EUR) as of 31.07.2023



left scale: Performance indexed

right scale, annual performance in %: Fund

	1 Month	3 Months	YTD	1 year	3 years p.a.	5 years p.a.
Fund	0.40%	-1.33%	1.55%	-2.04%	-4.72%	-1.32%
BM	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.

	2022	2021	2020	2019	2018	Since Inception
Fund	-12.84%	-3.02%	4.52%	4.87%	-3.06%	-6.56%
BM	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.

Past performance does not guarantee future returns. The performance shown does not take account of any commissions and costs charged when subscribing and redeeming units.

Top Ten Holdings

1.625% Singapore 01.07.31	5.45%
1.000% Australia 21.12.30	5.01%
1.250% USA 30.06.28	4.98%
1.000% Australia 21.11.31	4.88%
0.875% USA 15.11.30	3.69%
1.750% USA 15.11.29	3.51%
0.500% USA 30.06.27	2.97%
1.125% USA 15.05.40	2.91%
3.750% Australia 21.04.37	2.83%
0.250% UK 31.07.31	2.58%

Allocation by Rating

55.95%	AAA
6.30%	AA
5.28%	A
15.60%	BBB
14.71%	BB
2.16%	Other

Country Allocation

41.87%	USA
16.80%	Australia
5.99%	Singapore
4.70%	Norway
3.59%	United Kingdom
3.11%	Mexico
2.99%	China
2.50%	Poland
2.35%	Switzerland
16.10%	Other

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Review

July proved volatile amid solid economic data in the first half, followed by positive disinflation prints and major central bank activity in the second half. The US economy remains resilient (Q2 GPD: +2.4%, unemployment: 3.6%) and inflation is falling rapidly (June core CPI: +4.8% vs 5.3% in May). The US Federal Reserve (Fed) hiked interest rates by 25bps to 5.375% and no further increase is currently expected. However, the first rate cut has been pushed back to the Q1 2024. The European Central Bank also opted for a 25bps hike, bringing the deposit rate to 3.75%, amid firm and higher-than-expected core inflation at 5.5%. The Bank of Japan adjusted its yield curve control by implicitly lifting the upper limit of its range to 1%. In this context, rates rose across the developed markets (DM). Credit remained well supported. Spreads tightened further and volatility remained low. The fund’s performance was positive as excess return from credit and positive contributions from emerging market (EM) local currency more than offset weak DM rates.

Outlook

As inflation falls and interest rates are expected to approach their peak, we favour high-quality securities, such as attractive sovereigns bonds from countries with good fiscal and debt discipline (Australia, Singapore, Norway). Economic data in Australia has been weaker recently. Growth is slowing and inflation, although still too high, has scope to ease noticeably. The housing market (mainly variable rate loans) is clearly at risk. In the US, we believe there is no need for the Fed to raise rates further unless inflation picks up again. However, the first rate cut is still a distant prospect. The recent surge in oil prices needs to be watched closely. Our short position in JGBs is unchanged for now given the solid economic momentum and upside inflation risk. Positive momentum across the emerging markets should continue given the strong trend towards disinflation. EM central banks have been front-running their DM peers by cutting rates. We favour Brazil, Mexico and Poland. Credit is likely to face higher defaults as debt refinancing kicks in. Margins are also at risk as real wage growth currently exceeds inflation.

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