

Vontobel Fund – TwentyFour Strategic Income Fund

An actively managed, long only bond fund with a fully flexible approach which seeks value across the global bond universe.



Mark Holman
CEO, Partner,
Portfolio Management,
Industry experience since 1989.

“This long-only, unlevered strategic bond fund offers a complete solution designed to work through every phase of the market cycle while preserving capital and generating income”

Investment opportunity

TwentyFour’s Strategic Income Fund is a fully flexible, actively managed global fixed income fund, which is constrained by risk rather than reach. The vastly experienced portfolio management team has the mandate and the skills to look across global fixed income markets for the best risk adjusted returns.

The investable universe is broad, but the targets are narrow. Rigorous bottom-up research helps produce high conviction calls in a relatively concentrated portfolio, where a nimble strategy ensures new opportunities for extracting value can be taken quickly.

Investment Objective

Aims to provide an attractive level of income along with an opportunity for capital growth by investing in a broad range of high yield bonds and fixed income instruments.

Why invest?



Attractive returns are targeted by seeking to combine consistent income with capital growth opportunities.



Flexibility of mandate allows nimble shifts in portfolio weightings, helping managers to capture relative value opportunities quickly as market conditions change.



Expertise in sectors such as bank capital and asset-backed securities gives managers greater scope for finding value.



High conviction investment strategy ensures value can be added through ‘bottom-up’ stock selection as well as ‘top-down’ macro calls, important in a rapidly moving new economic cycle with an uncertain rates outlook.



Capital preservation at all times is the team’s unwritten rule of fixed income, a principle supported by their decades of combined experience in the market.

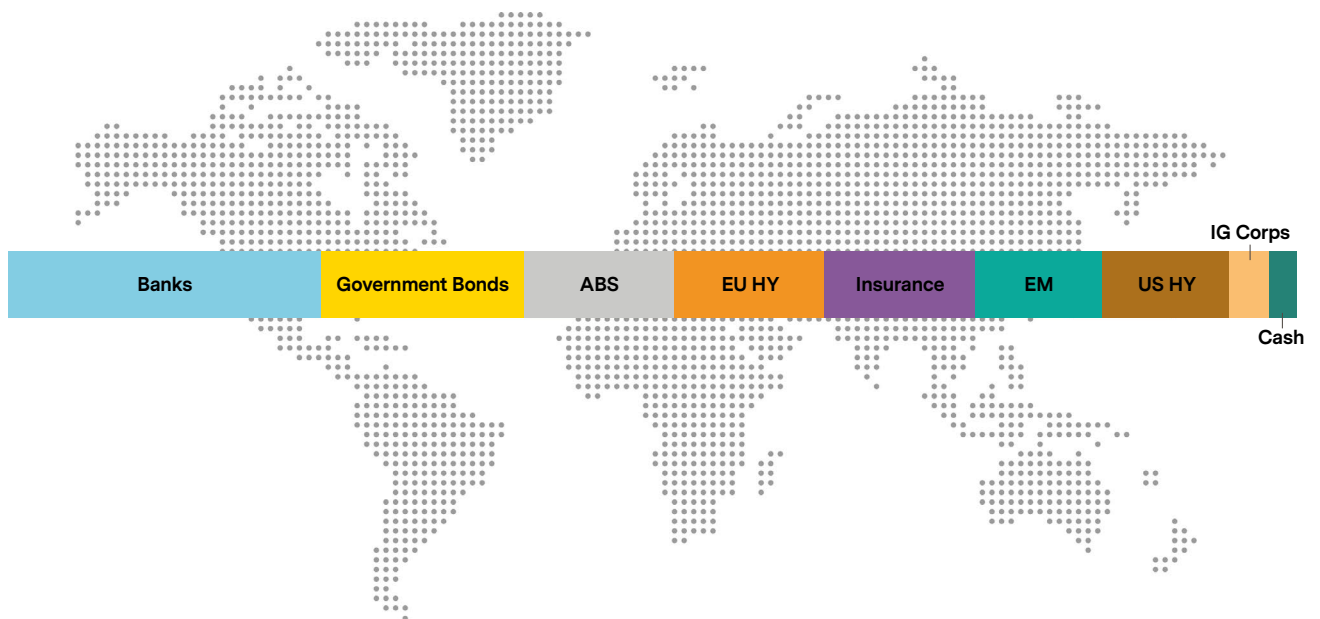
Fund characteristics

- A genuinely unconstrained bond fund, managed independent of market indices, seeking to combine the best sources of fixed income from around the globe in one portfolio.
- Flexible approach to managing key risks such as interest rate and credit risk, better enabling the Fund to react to all market conditions.
- Ability to reduce risk through a broad armory of hedging tools.
- Looks to move into sectors, geographies and products that are supported by economic fundamentals as well as market technicals, liquidity and sentiment.

Investment universe

- The Fund is constrained by risk control, with the aim to give investors confidence in the Fund's ability to deliver stable returns throughout the cycle.
- Within these risk parameters the managers' approach is nimble with high conviction, ensuring emerging themes and ideas can be quickly reflected in the portfolio.
- We hunt down relative value between securities, sectors and geographies, and place a high importance on stock selection as well as top-down asset allocation.
- We insist on engaging with the management of every issuer whose bonds we buy, and our forensic bottom-up research means we are typically happy to hold every investment to maturity.
- Selective use of strategic hedges can be used to respond to changing market conditions and calibrate key risks such as interest rate and credit duration.

A nimble, global strategy*



* representative portfolio only

Investment team

We believe the blend of portfolio management and trading backgrounds gives TwentyFour a unique level of market insight. The team are able to draw on their experience gained through multiple market cycles and utilise the expertise of all 21 investment professionals at TwentyFour, with some starting in the fixed income markets in the mid-1980s. With no reliance on internal analysts we prefer a combination of our own analysis plus the ability to tap into a broad range of external research. Portfolio managers execute their own trades and direct interaction with sell-side counterparts helps to build invaluable knowledge of the market's technical picture as well as our ability to maximise efficient execution. The optimisation team ensures portfolios are able to adhere very accurately to top down asset allocation as well as single stock targets.



Mark Holman
 CEO, Partner, Portfolio Manager,
 industry experience since 1989.



Gary Kirk
 Partner, Portfolio Manager,
 industry experience since 1988.



Eoin Walsh
 Partner, Portfolio Manager,
 industry experience since 1997.



David Norris
 Head of US Credit, industry
 experience since 1988.



Felipe Villarroel
 Partner, Portfolio Manager,
 industry experience since 2007.



Pierre Beniguel
 Portfolio Manager, industry
 experience since 2010.

Fund information

SIF

ISIN	SHARE CLASS	CURRENCY	MANAGEMENT FEE
LU1325144027	HI (HEDGED)	USD	0.60 %

Other share classes available



Scan to learn more
 about the fund

Why TwentyFour?

Specialist

Our team reflects the structure of today's fixed income market. From structuring and ratings specialists to trading and investment banking, we have people who know the bond markets inside out. The team is deliberately drawn from a diverse range of nationalities and cultures. This is how we look to escape the echo chamber, using diverse insights from people who are not having the same conversations and reading the same press.

Targeted

Our funds are focused on the areas of fixed income where we believe we can extract most value for our clients. The risk and tone of our portfolios is set by our asset allocation committee, while rigorous bottom-up research helps lead us to high conviction calls we are well positioned to exploit through our nimble approach.

Engaged

To us active management doesn't simply mean stockpicking or ignoring indices – it means engaging with the market at every step of the investment process to try to maximise alpha for our investors. TwentyFour's portfolio managers execute their own trades, helping to give them critical knowledge of the market's technical picture and ability to maximise efficient execution.

Transparent

We always tell our investors what we are doing, how we are doing it, and why. As active managers, we have the conviction to explain our decisions in terms our clients can understand, to help them better understand the risks and make their own investment decisions. Our portfolio managers keep a busy schedule of face-to-face meetings, calls and webinars, and our investors can read our latest thoughts on the market in our popular blog.

Risks

- Limited participation in potential of single securities
- Investments in foreign currencies are subject to currency fluctuations
- Success of single security analysis and active management cannot be guaranteed
- It cannot be guaranteed that the investor will recover the capital invested
- Derivatives entail risks relating to liquidity, leverage and credit fluctuations, illiquidity and volatility.
- Interest rates may vary, bonds suffer price declines on rising interest rates.
- Money market investments are associated with risks of a money market, such as interest rate fluctuations, inflation risk and economic instability

Opportunities

- Broad diversification across numerous securities
- Investments in foreign currencies might generate currency gains
- Possible extra returns through single security analysis and active management
- Gains on invested capital possible
- Use of derivatives for hedging purposes may increase subfund's performance and enhance returns
- Bond investments offer interest income and capital gains opportunities on declining market yields
- Benefits of investing in liquid money markets instruments which offer less interest rate sensitivity than longer-term bonds are possible

**Further information and literature:
Vontobel Asset Management S.A.
vontobel.com/24sif**

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