

**SHINING A LIGHT ON THE.....
Nomura Global Dynamic Bond Fund**

AT A GLANCE

Investment Objective
To provide a combination of income and growth through investing principally in debt securities with fixed or variable rates of income.

Inception Date	30 th January 2015
Fund Factsheet Link	http://www.morningstar.co.uk/uk/funds/snapshot/snapshot.aspx?id=F00000VB9B

Management	
Manager Name	Start Date
Richard Hodges	30 th January 2015

FUND PERFORMANCE

Performance from 1st January 2016 to 30th June 2021:

	2016	2017	2018	2019	2020	2021
Nomura Global Dynamic Bond Fund	6.51%	5.95%	-1.37%	15.18%	10.64%	1.10%
Vanguard Global Bond Index	3.51%	2.00%	-0.11%	6.63%	5.54%	-1.91%

Performance over 12 months, 3 years, 5 years and since launch:

	1 year	3 years	5 years	Since launch
Nomura Global Dynamic Bond Fund	8.40%	27.68%	41.16%	37.41%
Vanguard Global Bond Index	-0.25%	11.08%	9.83%	15.93%

You should note that past performance is not a reliable indicator of future returns and the value of your investments can fall as well as rise. The total return reflects performance without sales charges or the effects of taxation, but is adjusted to reflect all on-going fund expenses and assumes reinvestment of dividends and capital gains. If adjusted for sales charges and the effects of taxation, the performance quoted would be reduced.

Tracking Error	Upside Capture Ratio	Downside Capture Ratio	Batting Average	Beta	Alpha	Credit Quality
6.28	158.21	38.35	66.67	1.33	4.22	Low/Low

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Volatility Measurements	
3-Yr Std Dev (volatility)	7.36%
3-Yr Mean Return (average)	8.48%

Credit Quality	
AAA	27.02%
AA	0.45%
A	3.69%
BBB	16.73%
BB	26.34%
B	11.10%
Below B	0.59%
Not Rated	14.08%

Top 5 Holdings – 132 bond holdings, 142 other holdings		
United States Treasury Notes 0.12%	-	20.59%
United States Treasury Notes 0.25%	-	6.55%
Italy (Republic Of) 0.15%	-	2.20%
Russian Federation 7.1%	-	1.88%
Ibercaja Banco S.A. 7%	-	1.15%

Fixed Income	
Effective Maturity	6.09
Effective Duration	-

UPDATE....

The updates with the team are consistent. This is a global and flexible total return strategy which invests in the debt market and uses an active hedge overlay to protect on the downside.

They still think that some asset prices are fully priced and therefore any weakness in markets will open opportunities.

In terms of key positions these have not changed much:

Russia Local Currency (3.6%) – yielding 6 to 7% with very low default risk

Co Cos (17%) – yielding between 2% and 5%

High Yield (16%) – these are primarily European

US treasuries (30%)

In summary, for investors looking for a global / flexible bond strategy then this might be a strategy to consider. Performance remains strong and it focuses purely on the credit market and does not hold equities. It does use a hedge overlay to protect on the downside.

The source of information in this note has been provided by Nomura and is correct as at July 2021. These are notes from meeting the fund manager or representative and should not be seen as a recommendation to purchase any fund mentioned. Any reference to shares is not a recommendation to buy or sell. Should you wish to make a decision based on these notes we cannot take responsibility for this and you should carry out your own research before making a decision. We would also recommend that you receive advice before following up on any decision.