

# AQA Selective Income Fund



## Monthly Performance

January 2019 Factsheet

|      | JAN   | FEB    | MAR    | APR   | MAY    | JUN   | JUL   | AUG    | SEP   | OCT    | NOV    | DEC    | YTD    |
|------|-------|--------|--------|-------|--------|-------|-------|--------|-------|--------|--------|--------|--------|
| 2016 |       | -0.08% | 0.54%  | 1.45% | -0.14% | 0.88% | 2.01% | 0.83%  | 0.38% | 0.21%  | -0.67% | 1.08%  | 6.65%  |
| 2017 | 0.37% | 0.68%  | -0.03% | 0.89% | 0.73%  | 0.16% | 0.52% | -0.01% | 0.29% | 0.03%  | -0.35% | 0.07%  | 3.40%  |
| 2018 | 0.40% | -0.33% | -0.96% | 0.40% | 0.17%  | 0.27% | 0.69% | 0.53%  | 0.25% | -1.11% | 0.04%  | -0.87% | -0.54% |
| 2019 | 2.51% |        |        |       |        |       |       |        |       |        |        |        | 2.51%  |

### Fund Summary

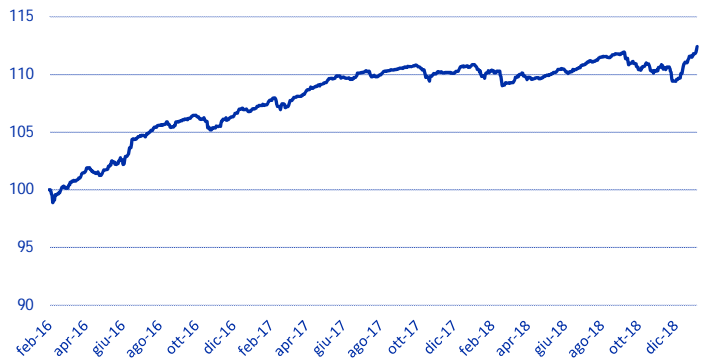
The investment objective of the Sub-Fund is to maximise capital growth and generate an attractive total return consisting of current income and capital appreciation, with a lower risk/reward profile associated with investing in credit markets. To capitalise on attractive opportunities, while minimising risk, the Investment Manager shall allocate investments across a diversified universe of listed corporate and sovereign bonds. The Investment Manager shall seek to maintain a weighted average credit quality of BB by S&P.

### Manager Comment

January witnessed a significant rebound, recording one of the best first month of the year in the last three decades. Bonds rallied together with equities driven by positive earnings results and a more dovish Federal Reserve. USD denominated bonds returned a positive performance during the month, with the Corporate segment adding 2.35%, continuing a positive trend started in December, and the High Yield segment adding 4.52%, recovering most of the losses incurred in the last 3 months of 2018. Our strategy continues to focus on credit and duration management, and selective bond picking.

### Performance Graph

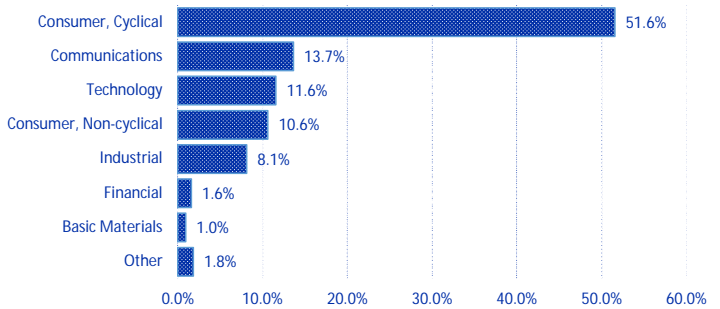
Class C Institutional USD - since inception



### Fund Details

|                            |                            |               |  |
|----------------------------|----------------------------|---------------|--|
| <b>SICAV Name:</b>         | AQA UCITS FUNDS SICAV Plc. |               |  |
| <b>Total SICAV AUM:</b>    | EUR 215.03 Million         |               |  |
| <b>Sub Fund Name:</b>      | AQA Selective Income Fund  |               |  |
| <b>Management Company:</b> | AQA Capital Ltd.           |               |  |
| <b>Custodian:</b>          | Bank of Valletta           |               |  |
| <b>Investment Manager:</b> | AQA Capital Ltd.           |               |  |
| <b>Type:</b>               | UCITS V                    |               |  |
| <b>Liquidity:</b>          | Daily                      |               |  |
| <b>Share Class ID's:</b>   | <b>ISIN</b>                | <b>TICKER</b> |  |
| Class C Inst USD           | MT7000015806               | AQASELC MV    |  |
| Class A Inst EUR           | MT7000015780               | AQASELA MV    |  |

### Sector Allocations



### Fund Statistical Returns

31 January 2019

| Class:  | C Inst USD  | A Inst EUR |
|---|-------------|------------|
| <b>AUM</b>  | 109,311,339 | 2,660,046  |
| <b>Official NAV 01.02.19 :</b>                        | 112.557     | 103.745    |
| <b>Average Monthly Return:</b>                        | 0.27%       | 0.04%      |
| <b>Annualized Return:</b>                             | 4.24%       | 1.35%      |
| <b>Volatility (1 year):</b>                           | 1.63%       | 1.77%      |
| <b>Positive Months:</b>                               | 25          | 17         |
| <b>Negative Months:</b>                               | 10          | 16         |
| <b>Excess Return (=Ann Ret - Risk Free Return*) :</b> | 4.35%       | 1.46%      |
| <b>Sharpe Ratio (1 Year)</b>                          | 1.13        | -1.12      |

### Top 10 Holdings

| Company                                       | %            |
|---|--------------|
| NCR CORP - NCR 4 5/8 02/15/21                 | 2.27         |
| TEMPUR SEALY INTL INC - TPX 5 5/8 10/15/23    | 2.26         |
| BRUNSWICK CORP - BC 4 5/8 05/15/21            | 2.17         |
| AMERICAN AIRLINES GROUP - AAL 4 5/8 03/01/20  | 2.10         |
| SIX FLAGS ENTERTAINMENT - SIX 4 7/8 07/31/24  | 2.07         |
| TENNECO INC - TEN 5 3/8 12/15/24              | 2.05         |
| BARRY CALLEBAUT SVCS NV - BARY 5 1/2 06/15/23 | 2.03         |
| QWEST CORP - CTL 6 3/4 12/01/21               | 1.93         |
| HCA HEALTHCARE INC - HCA 6 1/4 02/15/21       | 1.92         |
| L BRANDS INC - LB 6 5/8 04/01/21              | 1.91         |
| <b>Total</b>                                  | <b>20.70</b> |

### Asset Allocation

|                                     |        |
|-------------------------------------|--------|
| <b>BOND USD - Less than 2 Years</b> | 12.44% |
| <b>BOND USD - 2 to 3 Years</b>      | 19.12% |
| <b>BOND USD - 3 to 4 Years</b>      | 22.43% |
| <b>BOND USD - 4 to 5 Years</b>      | 27.10% |
| <b>BOND USD - 5 to 10 Years</b>     | 16.30% |
| <b>CASH *</b>                       | 2.62%  |
| * Euribor 12M ACT/360               |        |

### Portfolio Breakdown

| Maturity        | % NAV         | Duration        | % NAV         | Currency     | % NAV          |
|-----------------|---------------|-----------------|---------------|--------------|----------------|
| Less than 2 Yr  | 12.44%        | Less than 2 Yr  | 22.93%        | USD          | 100.00%        |
| 2 to 3 Years    | 19.12%        | 2 to 3 Years    | 22.99%        |              |                |
| 3 to 4 Years    | 22.43%        | 3 to 4 Years    | 29.24%        |              |                |
| 4 to 5 Years    | 27.10%        | 4 to 5 Years    | 20.43%        |              |                |
| More than 10 Yr | 16.30%        | More than 10 Yr | 1.80%         |              |                |
| <b>Total</b>    | <b>97.38%</b> | <b>Total</b>    | <b>97.38%</b> | <b>Total</b> | <b>100.00%</b> |

Yield to Worst :

5.09

Weighted Duration :

2.59

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