

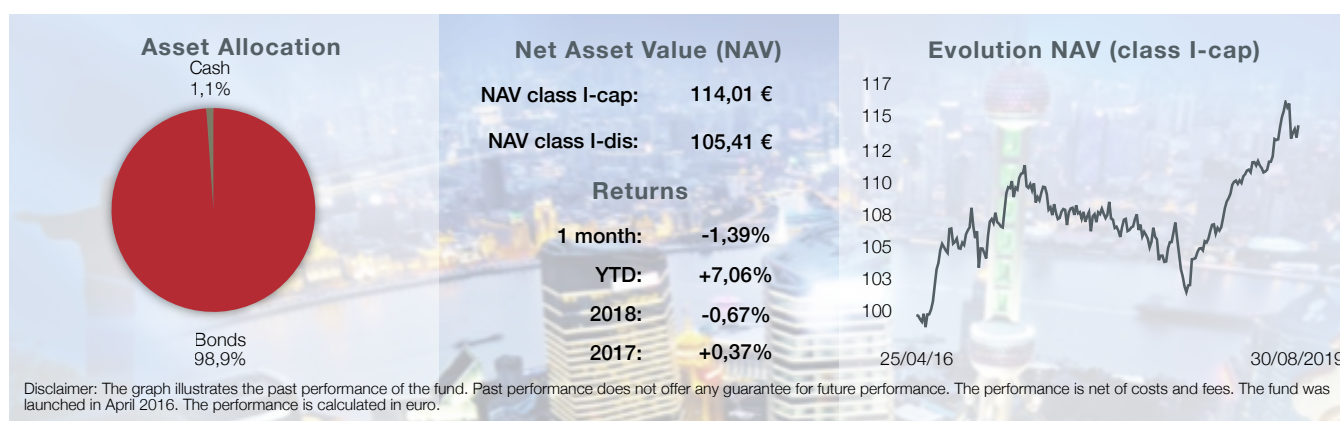
## Econopolis EM Government Bonds Fund

### Description of the fund

Econopolis EM Government Bonds is a compartment of Econopolis Funds Sicav, a Luxembourg UCITS fund. The fund aims to deliver a long term return to investors via investments in government bonds in emerging markets. It is an actively managed fund that makes clear choices in which countries it invests and in which countries it does not invest.

### Comments of the portfolio managers

August was a tricky month for emerging market bonds. **At the beginning of the month, tensions in the trade war between the US and China flared up again.** Shortly thereafter, when there seemed to be a temporary solution on the horizon, pro-business president Mauricio Macri unexpectedly lost a preliminary-election in Argentina by a significant margin to opposition candidate Alberto Fernandez. This raises serious doubts about Macri's chances of re-election. Alberto Fernandez's running partner is former president Cristina Kirchner, whose government was well-known for a high degree of protectionism, significant state intervention in the economy and also keeping the money-printing machines working overtime. In 2014, this led to Argentina's bankruptcy which meant that foreign creditors were not paid in full. As a consequence of this preliminary election result, the Argentine shares market fell by almost half and the Argentine Peso lost over 30% of its value. **Attentive readers will know, however, that we do not invest in Argentina due to its weak foundations** (historically defaulting on debts, incredibly high inflation, structural deficiencies, incapable of defending the local Peso, and so on). Notwithstanding the fact that we have no direct exposure to Argentina, there was a negative impact from the Argentine crisis across several other currencies from Latin-American (neighbouring) countries (Brazilian Real, Colombian Peso, Chilean Peso, etc.). Towards the end of the month, the currency recovered slightly. **Overall, the month of August was a 'risk-off' month.** As a result, a previously defensive currency, such as the Thai Baht, performed exceptionally well. The American Dollar also had a good month, as did several long-term bonds in Euro (Mexico, Romania). Over the course of August, we slightly increased the weighting in Russian Rouble when it struggled due to somewhat lower oil prices.



### Highest returns (month)

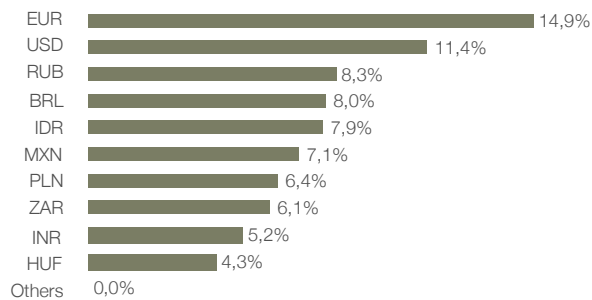
#### Bonds - Top 10

	Currency	Return (€)
Mexico 4% - 15/03/2115	EUR	+12,0%
Indonesia 6,625% - 17/02/37	USD	+7,2%
Thailand 2,4% - 17/12/23	THB	+3,0%
Romania 3,875% - 29/10/35	EUR	+2,7%
Brazil 7,125% - 20/01/37	USD	+2,7%
Thailand 1,875% - 17/06/22	THB	+2,6%
Romania 4,375% - 22/08/23	USD	+2,5%
Mexico 3,5% - 01/21/21	USD	+2,0%
Dominican Republic 7,5% - 06/05/21	USD	+1,6%
Serbia 4,875% - 25/02/20	USD	+1,4%

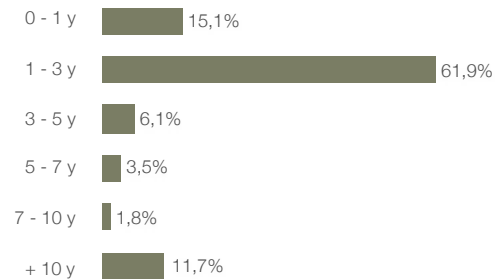
Total number of positions **60**

## Econopolis EM Government Bonds Fund

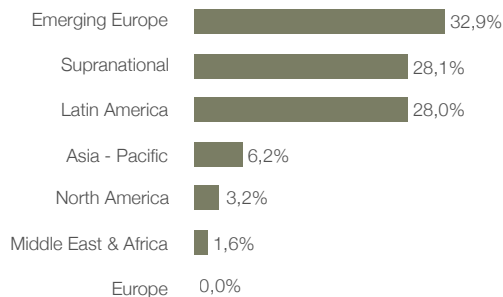
### Currency allocation fund



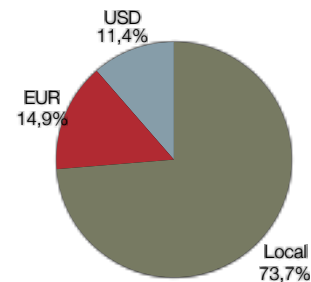
### Maturity bonds



### Geographical allocation bonds



### Hard versus local FX



### Main characteristics bonds

Average rating:	A-
Current yield to maturity	4,16 %
Average coupon yield	5,59 %
Average maturity	5,29 year
Duration:	3,25 year

### Key facts and practical information

Compartment of:	Econopolis Funds, SICAV under Luxembourg law with European passport
Risk profile:	1 - 2 - 3 - 4 - 5 - 6 - 7
Launch date:	April 2016
Currency:	EUR
ISIN Code I-class Capitalisation:	LU1330373066
ISIN Code I-class Distribution:	LU1330375277
Size:	18,4 million EUR
Investment horizon:	5 year
Shares:	Capitalisation & Distribution
Subscription fee:	Max. 3% depending on distributor
Redemption fee:	Max. 3% depending on distributor
Subscription and redemption:	Weekly on Monday before 12:00 pm
Management fee:	0,65%
Performance fee:	Not applicable
NAV-reporting:	www.fundsquare.net/homepage, Bloomberg, Reuters,...
Licensed in:	Belgium, Switzerland, Luxembourg and Spain

### Warning

The compartment is approved for distribution in Belgium, Luxembourg and Spain. The prospectus and essential investor information, KIID, are available on the website [www.fundsquare.net/homepage](http://www.fundsquare.net/homepage), where the net asset value is also published. This document is a general document for the general public and is not based on information of the personal situation of the reader. There is no review of the knowledge and experience of the reader, neither of his financial situation or investment objectives. There are possibly financial instruments mentioned in this document that are not suitable nor appropriate for the reader. Therefore, the document exclusively contains product information of the mentioned financial instruments and cannot be considered as investment advice.

### Contact

Econopolis Wealth Management NV | Sneeuwsbeslaan 20 bus 12 | 2610 Wilrijk | Tel. + 32 3 3 666 555 | fax + 32 3 3 666 466 | [info@econopolis.be](mailto:info@econopolis.be) | [www.econopolis.be](http://www.econopolis.be)  
Responsible editor : Geert Noels, Econopolis Wealth Management NV