

MW OBLIGATIONS INTERNATIONALES

This UCITS is a sub-fund of the SICAV MW ASSET MANAGEMENT

Fund Managers : Christophe Peyraud (since March 20th 2017) - Cyril DEBLAYE

ISIN : LU1061712110

Bloomberg : MWOBICI LX Equity

JUNE 2017

NAV Date 30/06/2017

AV : 1628.73

Perf. 2017 : 0.14%

Fund Size : 49.28 Mil. €

OBJECTIVES AND INVESTMENT POLICY

The Sub-Fund qualifies as **"Foreign bonds and other debt securities"**. The aim of the Sub-Fund is to achieve a positive performance higher than its reference indicator, **FTSE MTS Eurozone Government Bond 3-5 Years** (denominated in euro – coupons re-invested), representative of government bonds within the Eurozone, over the recommended investment period (**2 years**). The portfolio management strategy is based on a **dynamic asset allocation**. The fixed income securities' selection relies on **fundamental financial analysis** of the issuer.

The Sub-Fund is constantly invested in **foreign corporate bonds to a minimum of 50%** with no geographic, sector or type of securities restriction.

The fixed interest and other related debt securities composing the portfolio of the Sub-Fund are rated **"investment grade"** (securities rated at least BBB+ or equivalent by an accepted rating agency).

The Sub-Fund is authorized to invest in **"high yield"** securities (rated lower than BBB- or equivalent) up to **10%** of its net assets, and may at any time be invested in **non rated** securities up to **10%** of its net assets. The Sub-Fund may also invest up to **20%** of its net assets in convertible bonds and related debt instruments.

The Sub-Fund's **modified duration** ranges **between 0 and 6**.

The Sub-Fund may rely on **derivative instruments**. The investment manager will intervene on the interest rate risks for the purpose of exposure or hedging and for systematically hedging currency risk.

The income of the Sub-Fund is accumulated. The redemption of units/shares may be requested **each friday (before 16:00 PM CET)**, and the redemption value will be based on the Sub-Fund's NAV disclosed on that day but paid on **D+2**.

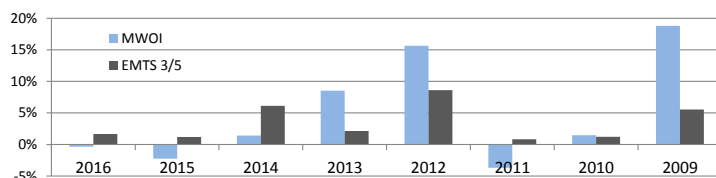
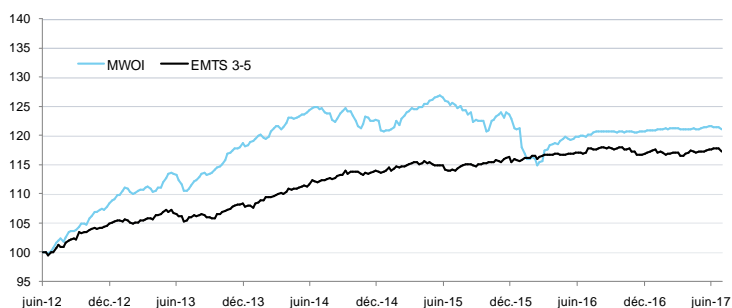
CUMULATIVE PERFORMANCES (Share Class CI)

	1 month	3 months	2017	1 year	3 years	5 years	1995*
MWOI	-0.12%	0.33%	0.14%	1.33%	-2.51%	20.64%	113.68%
EMTS 3/5	0.13%	0.80%	-0.25%	0.58%	4.95%	17.68%	-
Relative Diff	-0.25%	-0.47%	0.39%	0.75%	-7.46%	2.96%	-

ANNUAL RETURNS (Share Class CI)

2016	2015	2014	2013	2012	2011	2010	2009
-0.35%	-2.24%	1.41%	8.52%	15.64%	-3.68%	1.47%	18.81%
1.67%	1.19%	6.12%	2.13%	8.62%	0.83%	1.23%	5.54%
-2.02%	-3.43%	-4.71%	6.39%	7.02%	-4.51%	0.24%	13.27%

PERFORMANCE CHART (5 YEARS)



RISK INDICATORS

	Volatility		Sharpe Ratio		Information Ratio	T. Error
	Fund	Indicator	Fund	Indicator		
1 year	0.76%	1.42%	0.37	-0.66	0.80	1.51%
3 years	3.52%	1.54%	-0.40	0.63	-0.65	3.61%
5 years	3.30%	1.77%	0.93	1.46	0.16	3.24%

Past returns are not indicative of future performance.

MAIN MOVEMENTS OVER THE PAST MONTH

■ New Positions	■ Strengthened Positions	■ Reduced Positions	■ Sold Positions
■ Santander 2,50% 2025	■ ABN Amro 6,375% 2021	■ Arconic 6,15% 2020	■ PGB 4,75% 2019
■ CNHI 1,375% 2022	■ DLNA 9% 2042 c 2022	■ RBS 6,934% 2018	
■ Ipsen 1,875% 2023		■ Pemex 3,75% 2019	

COMMENTS

The economic statistics published in June indicate, for the eurozone, a significantly improved economic environment with notably a strong dynamics of activity indicators. If the ongoing economic recovery does not yet result in an acceleration of inflation, however, the risk of deflation seems to have disappeared. This favourable context has encouraged the ECB, through the voice of its president Mario Draghi, to deliver a less accommodating message than usual, interpreted by the markets as a first step towards a forthcoming QE exit. In the United States, despite the slowing pace of growth and low inflation in recent months, the Fed pursued its monetary policy normalization by raising its key interest rate by 25 bp for the 2nd time this year. During the month, the Bank of Canada and the Bank of Japan have as well delivered more hawkish messages. June has therefore been marked by the main central banks' less dovish stance which explains the sharp rise observed in the interest rates. The US 10y Treasury bond yield thus increased by 10 bp at 2,30% and the German 10y yield by 18 bp at 0,47%.

These tensions in the interest rates did not have, at this stage, any significant impact on the other asset classes. In the corporate debt market, risk premiums pursued their decline. In June, the euro-denominated bond market IG spread tightened from 8bp to 111bp against the reference curve, thus marking a 2 years low.

About twenty new positions have been integrated in the portfolio, still reflecting a willingness to diversify. At the end of the period, the portfolio comprises 66 issuers. The increase in the interest rates was accompanied by a slight increase in modified duration from 1,47 to 1,99. It remains nonetheless weak, representing 50% of the modified duration of the reference indicator.

In June, the fund declined by 0,12%, marking a relative under-performance of 25 bp.

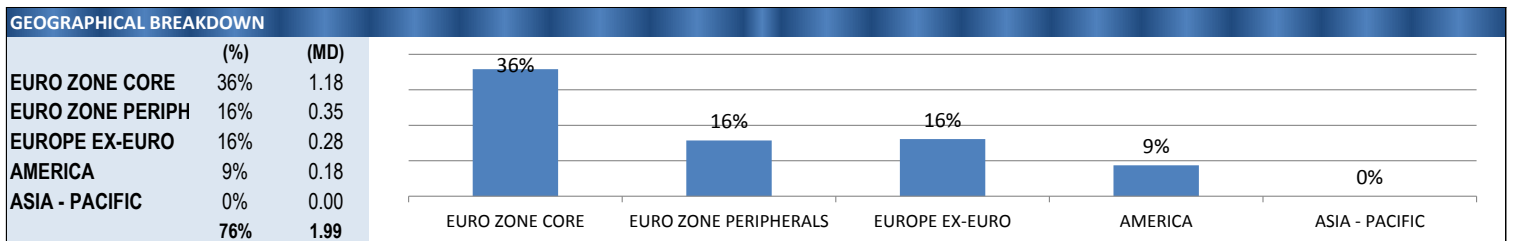
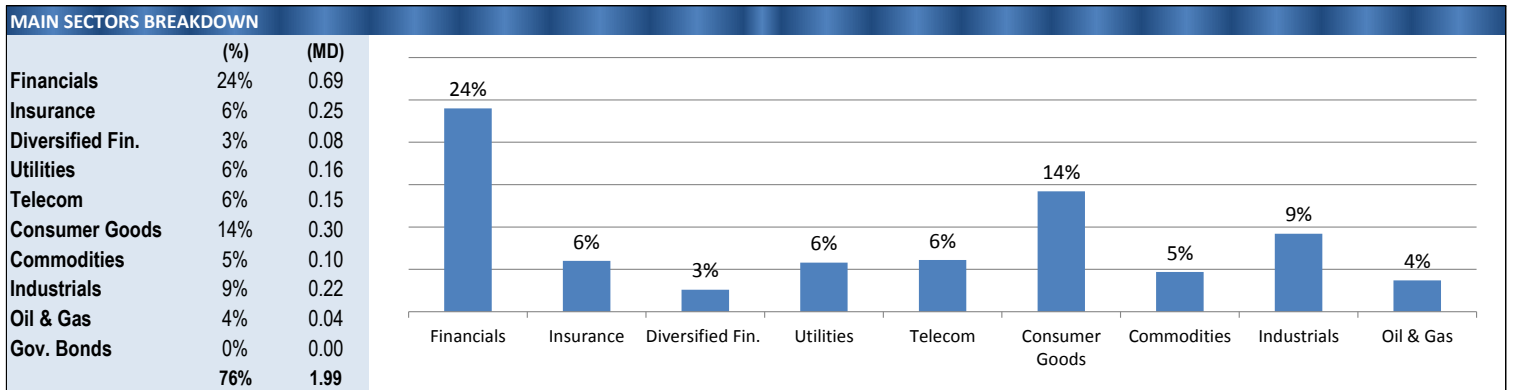
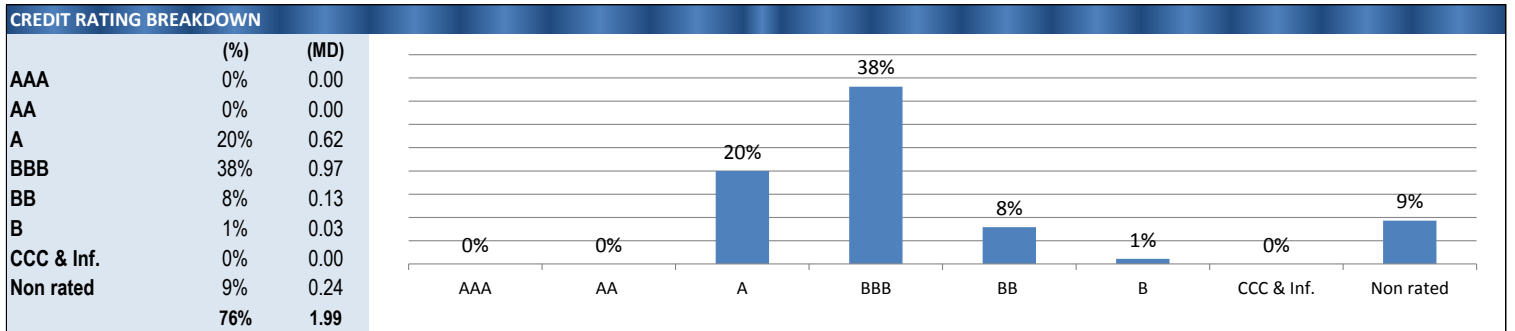
However, since the beginning of the year, the fund turned in a performance of 0,13%, against 0,25% for its reference indicator.

FUND ASSET CLASS BREAKDOWN			
	May 2017	April 2017	Dec. 2016
Bonds	76%	71%	74%
Convertible Bonds	0%	0%	0%
Equities	4%	3%	3%
Monetary Instruments	11%	11%	14%
Cash	9%	15%	9%

MAIN CHARACTERISTICS OF THE FIXED INCOME PORTFOLIO			
<i>excluding CD</i>	May 2017	April 2017	Dec. 2016
Number of securities	66	51	28
Yield to Maturity	0.83%	0.63%	0.37%
Modified Duration (MD)	1.99	1.47	0.90
Spread vs Gov.	86	72	112
Average Rating	A-	A-	BBB-

MAIN POSITIONS				
%	Securities	Currency	Country	Sector
2.9%	MORGAN STANLEY 5,625% 2017	USD	US	Bank
2.9%	ENEL FIN 5,125% 2019	USD	IT	Utilities
2.6%	MARKS & SPENC 6,25% 2017	USD	GB	Food Retail
2.4%	HEIDELB CEM 8,5% 2019	EUR	DE	Construction
2.4%	LLOYDS BK 6,5% 2020	EUR	GB	Bank
2.3%	TELEFONICA 4,693% 2019	EUR	ES	Telecom

DISTRIBUTION BY MATURITY (% & Modified Duration)						
	€ Yield Curve		\$ Yield Curve		Total	
0-3 years	36%	0.62	11%	0.16	47%	0.78
3-5 years	18%	0.62	2%	0.07	20%	0.69
5-7 years	5%	0.26	0%	0.00	5%	0.26
7-10 years	4%	0.27	0%	0.00	4%	0.27
10 years +	0%	0.00	0%	0.00	0%	0.00
Total	63%	1.77	13%	0.23	76%	1.99



CHARACTERISTICS of Share Class CI			
Informations		Fees	
Investment Category	Obligations Internationales	Subscription	1% max.
Inception date	18/09/1995	Redemption	0,5% max.
Valuation frequency	Weekly	Management	1% TTC
Depository	CACEIS Luxembourg	Overperformance	0%
Settlement	D+2	Reference Indicator	FTSE EMTS Eurozone Government Bond 3-5y

Legal form : Sub-Fund of the Luxembourg SICAV MW Gestion AM, intended particularly for institutional investors

These UCITS are authorized in Luxembourg and are regulated by Commission de Surveillance du Secteur Financier (CSSF)

MW GESTION - AMF-accredited GP 92 - 014 - 7 Rue Royale - 75008 PARIS - RCS Paris B 388 455 321

Tel : 01 42 86 54 45 - Fax : 01 47 03 45 97 - contact@mwgestion.com - www.mwgestion.com

Non contractual document