

August 2020

ISIN (USD) LU0543854391

## Strategy

Global Flexible Fund

## Investment style

Top-down approach in order to optimize asset allocation between, on the one hand, short-term liquidity, shares and bonds (neutral allocation : 1/3 for each class) and, on the other, between different OECD countries and/or regions according to their economic and financial situation.

Equity investments are mainly done in index funds or blue chips, while investment on fixed income is essentially on investment grade debtors.

The fund does not use any leverage but may take the opportunity to be positioned against particular overvalued assets through compliant financial tools and within the limits set in the prospectus.

A small portion of the assets may be allocated outside the OECD area.

Particular care is taken in order to ensure that the investments made have an excellent liquidity.

## Performance (net of all fees)

Year	Jan	Feb	March	April	May	June	July	August	Sept	Oct	Nov	Dec	Annual
												1.12%	1.12%
2011	-1.11%	0.55%	-0.87%	1.06%	-0.76%	-2.07%	1.74%	-2.44%	-0.36%	0.76%	0.32%	1.04%	-2.19%
2012	2.12%	0.89%	-0.12%	-1.17%	-0.51%	-0.04%	2.42%	0.06%	0.20%	-1.16%	-0.28%	-0.35%	2.01%
2013	-0.39%	-0.54%	1.18%	-1.47%	0.55%	-4.41%	2.34%	-0.74%	0.30%	0.75%	-0.34%	-1.14%	-3.98%
2014	-1.82%	2.44%	-0.24%	-0.39%	2.28%	0.43%	0.46%	0.38%	-0.63%	-1.47%	2.53%	-1.48%	2.36%
2015	2.91%	0.29%	0.52%	1.84%	-0.81%	-2.84%	-1.27%	-3.08%	-2.39%	5.69%	0.06%	-2.63%	-2.06%
2016	-3.37%	2.31%	1.45%	1.61%	-0.24%	-1.59%	3.47%	0.49%	-0.18%	0.89%	-0.59%	1.25%	5.44%
2017	0.86%	1.64%	0.04%	0.63%	0.95%	-0.18%	-0.53%	0.15%	0.53%	1.83%	-0.24%	-0.01%	5.76%
2018	1.72%	-0.81%	-2.30%	1.74%	2.13%	-0.91%	1.13%	0.48%	-0.23%	-2.04%	-0.05%	-1.34%	-0.60%
2019	1.81%	2.31%	0.41%	1.69%	-1.30%	1.87%	1.12%	-1.44%	1.32%	0.30%	0.98%	1.13%	10.60%
2020	0.47%	0.05%	-9.30%	3.46%	1.19%	1.21%	1.93%	1.54%					0.00%

## Outlook : 3rd quarter 2020

Driven by phenomenally supportive policy, stock markets rebounded sharply in the second quarter. This leaves little room for disappointment at a time when the virus continues to disrupt economic activity and direct financial help from governments will gradually fade away.

In this context a neutral attitude towards stocks, neither too bullish nor bearish remains the most appropriate strategy.

Quite interesting is the divergence between gold, up 25% in the last twelve months, and the 10 years US Treasury bond yield, down from 2% to 0.6% in the same period. One of them is mispriced.

## Portfolio as per 31-08-2020

### Liquidity analysis

100% of total assets are available within 1.56 days.

### Credit risk analysis

On the bond exposure, 100% of the overall credit risk is in investment grade.

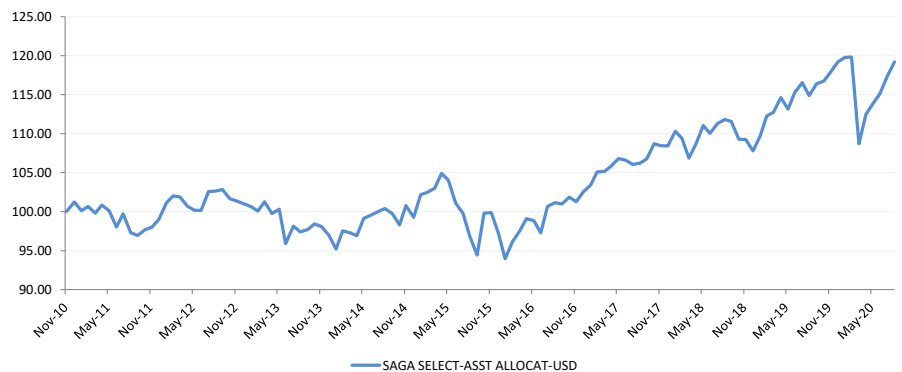
The overall duration of the entire portfolio is 1.59 years, cash included.

### Risk and Performance Statistics

NAV as per 31/08/2020	223.60
FROM Inception	36.01%
Annualized	3.60%
12 month volatility	10.59%
Sharpe ratio 1year	0.25
Assets under management (in millions)	50.9

### Evolution of the unit from 2010

#### SAGA SELECT-ASST ALLOCAT-USD



## Allocation by asset classes

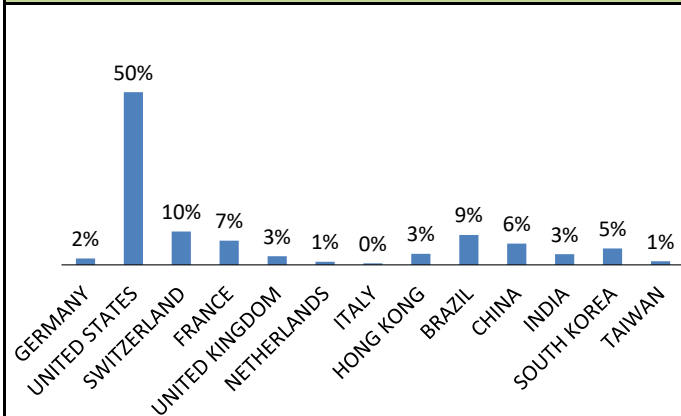
Cash	24.97%
Bonds	38.77%
Equities	29.93%
Gold (via ETF)	6.32%

## Top 5 fund's positions

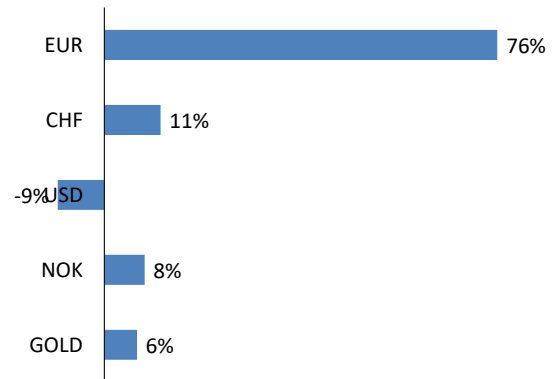
Gold Bullion Securities Ltd	6.32%
SPDR S&P 500 UCITS ETF	6.00%
SPDR S&P U.S. Technology Selec	4.37%
KFW 1 10/12/21	3.43%
EIB 1 1/2 05/12/22	3.22%

August 2020

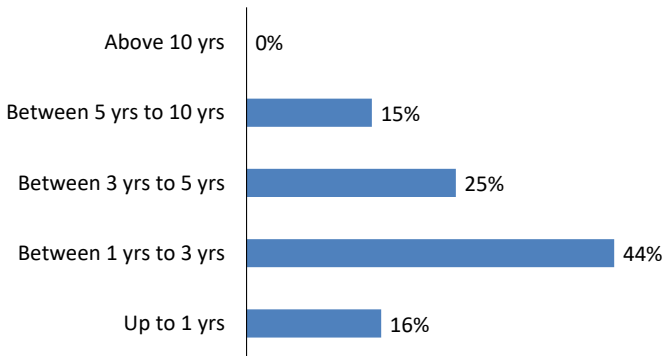
## Geographical stock allocation



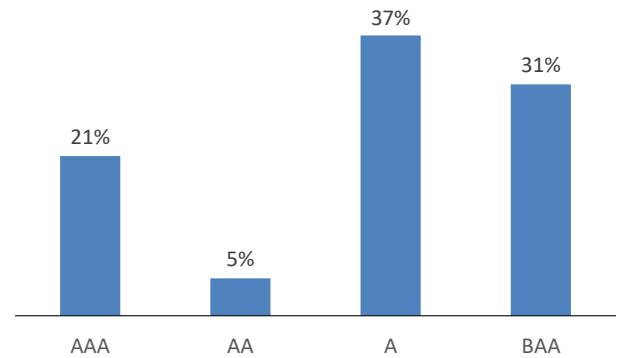
## Top 5 Currencies



## Bonds' duration allocation



## Bonds' rating allocation



## Manager's monthly comment

Despite all the hype regarding "new all-time highs" for US indexes, most of the equity performance is attributable to these few well-known technology stocks. Indeed, the overwhelming majority of stocks remains in a consolidation phase where the hope of a vaccine that would push investors to focus on a return to normalcy is thwarted by this slow economic recovery.

Consolidation is also the word that can be used for bonds since the yield on the 10-year US Treasury bond is at its June 30 level.

In this context, the fund has not made any major changes in its asset allocation, where the main risk is still taken by equities at 30% of the portfolio.

## Characteristics of the fund

Investment Manager	Saga Select Asset Management Ltd	Fund Administrator & Custodian	Pictet & Cie (Europe) SA
Fund Auditor	Deloitte & Touche	For additional information	
ISIN code USD	LU0543854391	please contact :	advisors@sagaselect.com
Bloomberg Symbol	SAGSAAU LX Equity	Pictet client's servicing for	
Domiciliation	Luxembourg - UCITS IV	subscriptions :	Tel. : +352 46 71 71 7666
Inception date	22-11-10		Email : pcfs.lux@pictet.com
Fund Currency	USD	Management fees	1.5 % year of AUM
Open for Investment	Yes	Performance fees	10 % of the difference between the performance and the Euribor 1 year -1/8 at the beginning of the year (High Water Mark)
NAV Frequency	Weekly		
Subscription / Redemption	Weekly		
Subscription / Redemption fees	None		

## Warning

Disclaimer : Past performance should not be taken as an indication or guarantee of future performance and no representation or warranty, expresses or implied, is made by Saga Promotion SA regarding future performance.