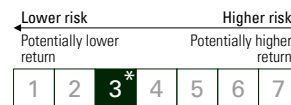




C. Zerah

**FACT SHEET**  
11/2020

Recommended  
minimum investment  
horizon:



## Investment Universe and Objective

International fixed income fund that implements interest rate, credit and currency strategies across the globe. Its flexible and opportunistic style enables the Fund to implement a largely unconstrained, conviction-driven allocation and swiftly adapt, when necessary, to fully exploit opportunities in all market conditions. The Fund aims to outperform its reference indicator over 2 years.

**Fund Management analysis can be found on P.4**

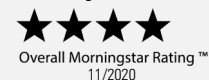


Modified Duration: <b>5.12</b>	Yield to Maturity: <b>2.78</b>
Average Rating: <b>A-</b>	

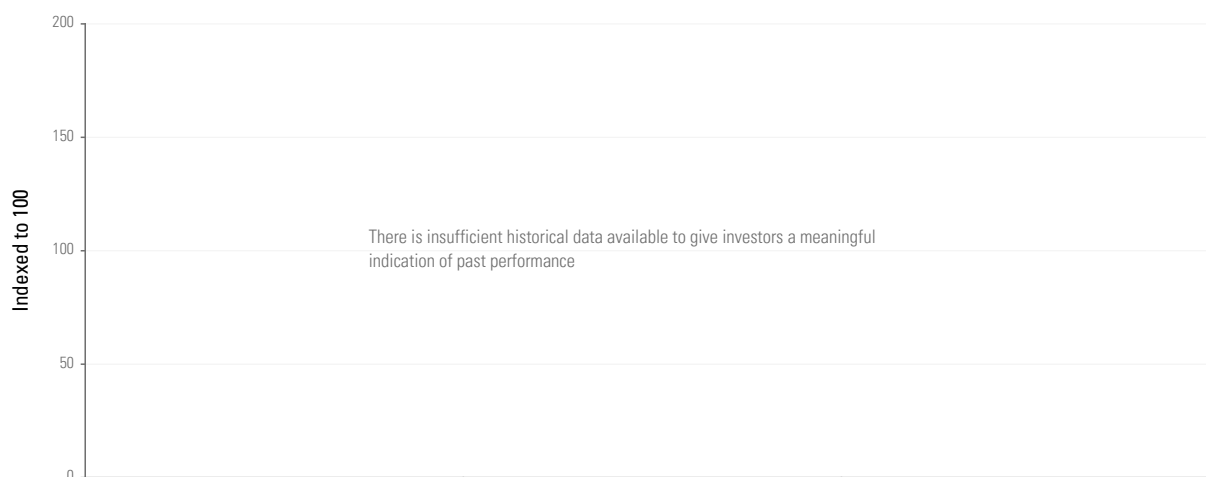
## PROFILE

- **Fund Inception Date:** 14/12/2007
- **Fund Manager:** Charles Zerah since 01/03/2010
- **Fund AUM:** 850M€ / 1017M\$<sup>(1)</sup>
- **Domicile:** Luxembourg
- **Reference Indicator:** JP Morgan GBI Global (EUR)
- **Base Currency:** GBP
- **NAV:** 104.40€
- **Dividend Policy:** Distribution
- **Fund Type:** UCITS

- **Legal Form:** SICAV
- **SICAV Name:** Carmignac Portfolio
- **Subscription/Redemption:** Daily
- **Order Placement Cut-Off Time:** Before 18:00 (CET/CEST)
- **IA Sector:** Global Bonds
- **Morningstar Category™:** Global Bond - GBP Hedged



## Fund Performance vs. Comparator Benchmark Since Launch



## KEY POINTS



### Un accès à un large éventail de moteurs de performance :

Le Fonds met en œuvre, sans contrainte sectorielle des stratégies taux, crédit et devises des marchés émergents et développés.



### Un Fonds réellement flexible :

La large plage de sensibilité (de -4 à +10) alliée au potentiel d'investir sans contrainte géographique ou sectorielle offre au Fonds un fort degré de latitude.



### Une philosophie non benchmarkée et de convictions :

La construction de Portefeuille résulte des vues du gérant et d'une analyse marché approfondie. Et ce, de manière non-benchmarkée.



### Une approche active et opportuniste :

Le processus relativement souple permet au Fonds de s'adapter rapidement aux changements de scénarios et d'exploiter au mieux les idées d'investissement.

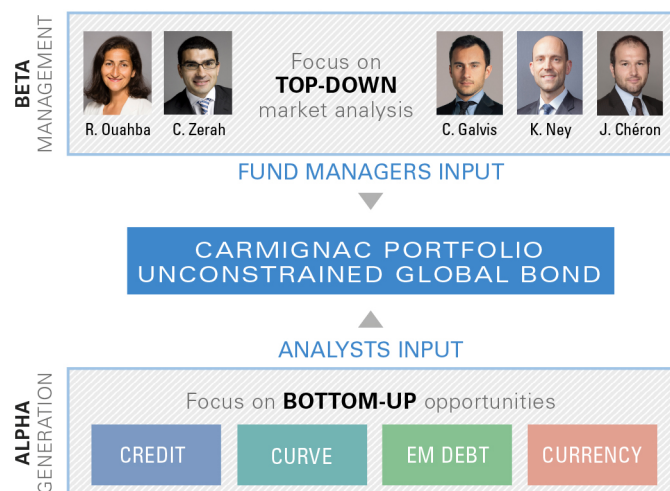
Performance (%)	Cumulative Performance						Annualised Performance		
	31/12/2019	1 Month	1 Year	3 Years	5 Years	19/07/2012	3 Years	5 Years	19/07/2012
<b>Carmignac Portfolio Unconstrained Global Bond Income W GBP Hdg</b>	<b>4.93</b>	<b>3.29</b>	<b>4.33</b>	<b>12.93</b>	<b>22.93</b>	<b>37.18</b>	<b>4.13</b>	<b>4.21</b>	<b>3.85</b>
Reference Indicator	1.72	-1.31	0.08	13.96	10.29	19.00	4.45	1.98	2.10
Category Average	0.59	-0.13	-0.09	9.50	5.30	17.50	3.07	1.04	1.95
Ranking (Quartile)	1	1	1	3	1	1	3	1	1

Source: Morningstar for the category average and quartiles Past performance is not necessarily indicative of future performance. Performances are net of fees (excluding possible entrance fees charged by the distributor).

## Our best fixed income convictions in a single fund

The entire fixed income team contributes to idea generation. Close collaboration and constant interaction within the team facilitate the implementation of optimum rate, credit and currency strategies.

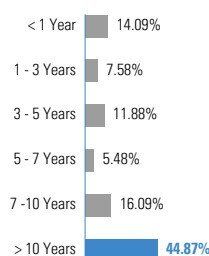
The Fund managers and analysts cover specific asset class or strategy and hence provide in-depth knowledge across all fixed income asset classes.



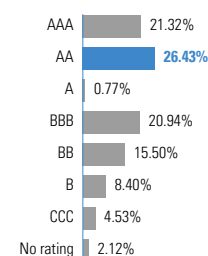
### Asset Allocation

	11/20	10/20	12/19
<b>Bonds</b>	<b>85.06%</b>	<b>85.96%</b>	<b>90.08%</b>
<b>Developed Countries Government Bonds</b>	<b>39.87%</b>	<b>39.56%</b>	<b>51.30%</b>
North America	22.18%	22.27%	10.16%
Asia-Pacific	9.17%	9.02%	19.85%
Europe	6.08%	5.89%	18.63%
Supranational	2.44%	2.38%	2.65%
<b>Emerging Markets Government Bonds</b>	<b>12.54%</b>	<b>10.67%</b>	<b>10.33%</b>
Africa	5.30%	3.68%	—
Latin America	—	—	1.00%
Europe	—	—	3.96%
Eastern Europe	7.24%	6.99%	—
Middle East	—	—	5.37%
<b>Developed Countries Corporate Bonds</b>	<b>20.96%</b>	<b>21.58%</b>	<b>14.95%</b>
Consumer Discretionary	3.34%	3.07%	—
Energy	2.26%	3.33%	2.05%
Financials	13.37%	11.21%	8.45%
Real Estate	—	—	0.36%
Industrials	1.60%	2.17%	1.06%
Materials	—	0.35%	0.61%
Healthcare	—	—	1.19%
Utilities	0.40%	0.40%	—
Communication Services	—	1.05%	1.23%
<b>Emerging Markets Corporate Bonds</b>	<b>7.03%</b>	<b>9.69%</b>	<b>8.75%</b>
Consumer Discretionary	0.36%	0.12%	—
Energy	2.36%	2.84%	3.72%
Financials	3.00%	4.31%	4.71%
Healthcare	1.31%	1.25%	0.31%
Communication Services	—	1.17%	—
<b>ABS</b>	<b>4.66%</b>	<b>4.46%</b>	<b>4.76%</b>
<b>Cash, Cash Equivalents and Derivatives Operations</b>	<b>14.94%</b>	<b>14.04%</b>	<b>9.92%</b>

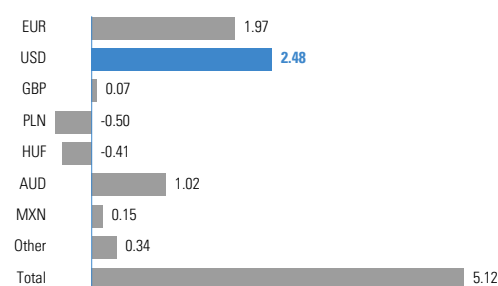
### Maturity Breakdown



### Rating Breakdown



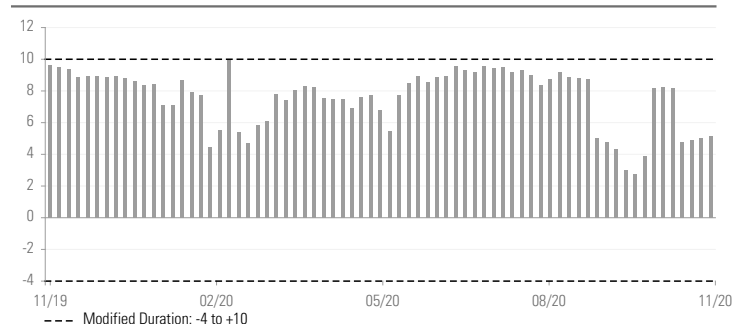
### Modified duration by yield curve (in bps)



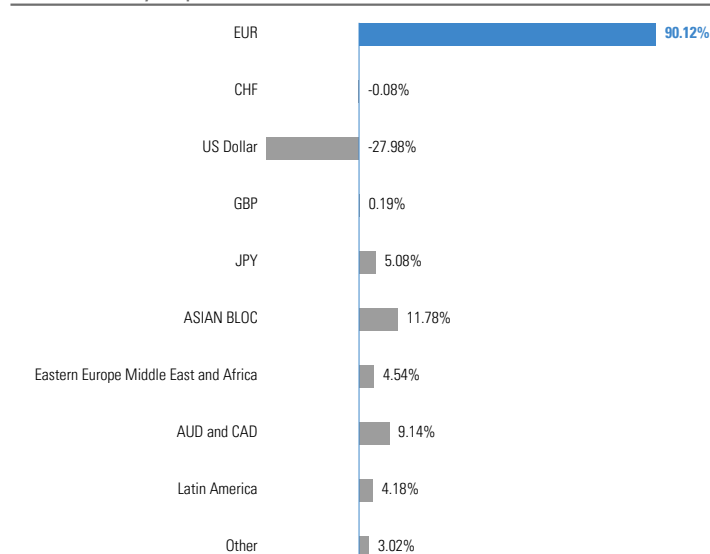
### Top Ten - Bonds

Name	Country	Rating	%
UNITED STATES 1.25% 15/05/2050	USA	AA+	8.36%
UNITED STATES 2.00% 15/02/2050	USA	AA+	6.17%
AUSTRALIA 1.00% 21/12/2030	Australia	AAA	5.32%
UNITED STATES 0.62% 15/05/2030	USA	AA+	4.83%
RUSSIA 5.25% 23/06/2047	Russia	BBB	4.08%
ROMANIA 4.63% 03/04/2049	Romania	BBB-	3.16%
UK GILT 8.00% 07/06/2021	United Kingdom	AA	3.12%
NORWAY 1.75% 13/03/2025	Norway	AAA	2.96%
UNITED STATES ZC 15/05/2050	USA	AAA	2.82%
AUSTRALIA 3.00% 21/03/2047	Australia	AAA	2.73%
			<b>43.55%</b>

### Modified Duration - 1 Year Period



## Net Currency Exposure of the Fund



## Statistics (%)

	1 Year	3 Years
Fund Volatility	7.90	6.80
Comparator Benchmark Volatility	6.35	5.44
Sharpe Ratio	0.60	0.68
Beta	-0.05	-0.02
Alpha	0.09	0.31

## VaR

Fund VaR	5.62%
Comparator Benchmark VaR	4.30%

## Monthly Gross Performance Contribution

Equity Portfolio	-0.38%
Bond Portfolio	2.84%
Bond Derivatives	-0.04%
Currency Derivatives	0.92%
<b>Total</b>	<b>3.33%</b>

Share Class	Date of 1st NAV	Bloomberg	ISIN	SEDOL	CUSIP	WKN	Fixed Management Fee	Ongoing Charge <sup>(1)</sup>	Minimum Initial Subscription <sup>(2)</sup>	Single Year Performance (%)					Cumulative Performance (%)		
										29.11.19	30.11.18	30.11.17	30.11.16	30.11.15	3 Years	5 Years	10 Years
										30.11.20	29.11.19	30.11.18	30.11.17	30.11.16			
A EUR Acc	14/12/2007	CARGLBD LX	LU0336083497	B4593C2	L1455N161	A0M9A0	1%	1.2%	1 Unit	3.14	9.86	-3.74	0.20	5.77	9.07	15.61	55.28
A EUR Ydis	19/07/2012	CARGBDE LX	LU0807690168	BH899S8	L15068122	A1J2RF	1%	1.2%	1 Unit	3.16	9.86	-3.68	0.10	5.74	9.15	15.54	—
A CHF Acc Hdg	19/07/2012	CARGBAC LX	LU0807689822	BH899Q6	L15068106	A1J2R8	1%	1.2%	1 Unit	2.76	9.28	-4.73	0.39	5.00	6.97	12.78	—
A USD Acc Hdg	19/07/2012	CARGBAU LX	LU0807690085	BH899R7	L15068114	A1J2R9	1%	1.2%	1 Unit	4.40	12.77	-1.87	1.48	6.56	15.52	24.94	—
F EUR Acc	15/11/2013	CARGBFE LX	LU0992630599	BGP6T52	L1455N559	A1W944	0.6%	0.8%	1 Unit	3.47	10.30	-3.72	0.27	6.08	9.87	16.89	—
F CHF Acc Hdg	15/11/2013	CARGBFC LX	LU0992630755	BH899T9	L1455N567	A116NQ	0.6%	0.8%	1 Unit	3.11	9.72	-3.81	0.21	5.37	8.81	14.91	—
F USD Acc Hdg	15/11/2013	CARGBFU LX	LU0992630912	BH899V1	L1455N583	A116NT	0.6%	0.8%	1 Unit	4.77	13.19	-1.68	1.22	7.17	16.59	26.50	—
W GBP Acc	15/11/2013	CARGBFG LX	LU0992630839	BGP6T63	L1455N575	A116NS	0.6%	0.8%	1 Unit	9.14	5.93	-3.48	4.28	28.09	11.63	49.21	—
Income W GBP Hdg	19/07/2012	CARGBDG LX	LU0807690242	B8368D9	L15068130	A14NSK	0.6%	0.79%	GBP 2000000	4.31	11.42	-2.83	1.80	6.91	12.93	22.93	—
W GBP Acc Hdg	30/12/2010	CARGBDS LX	LU0553413385	B46K5H3	L1455N237	A1CTSJ	0.6%	0.8%	GBP 2000000	4.32	11.41	-2.82	1.66	6.91	12.93	22.76	—
W EUR Acc	26/07/2017	CAGBWEE LX	LU1623762769	BF43GW3		A2DSRT	0.6%	0.8%	EUR 2000000	3.85	10.31	-3.76	—	—	10.24	—	—
Income W GBP	09/01/2018	CAGBWGI LX	LU1748451231				0.6%	0.8%	GBP 2000000	9.14	5.93	—	—	—	—	—	—

Variable Management Charge: 10% of the outperformance of the Fund relative to its reference indicator in the case of a positive performance. There is no variable management charge for the W shareclasses. (1) Ongoing charges are based on the expenses for the last financial year ended. They may vary from year to year and do not include performance fees or transaction costs. (2) Please refer to the prospectus for the minimum subsequent subscription amounts. The prospectus is available on the website: [www.carmignac.com](http://www.carmignac.com).

## FUND MANAGEMENT ANALYSIS

### Market environment



Although Joe Biden's victory in the United States along with Christine Lagarde and Jerome Powell's renewed monetary stimulus set the tone for the month, it was the succession of announcements about highly effective COVID-19 vaccines that supported the markets. Risky assets, including high yield credit, subordinated bank bonds, and emerging market debt, all surged. Investors are evidently regaining their appetite despite a virulent second wave in Europe, a gradual rise in the number of US cases, and the publication of relatively positive US economic data. Valuations are now close to pre-crisis levels in many bond segments. Core yields remained stable in Europe and actually rose in the United States, especially at the long end of the curve, hit by the threat of fresh inflation, as reflected in raised inflation expectations over November.

### Performance commentary



We were helped by our corporate bonds, both investment grade and high yield, as well as our exposure to European structured credit. Our exposure to the banking and energy sectors, and our specific selection of companies that had been temporarily hit by the COVID-19 crisis, were particularly beneficial. At a sovereign bond level, we were rewarded by our diversified and selective emerging market debt holdings, which include long positions on euro-denominated Romanian and Moroccan external debt, and short positions on issues denominated in local currency. Our short positions on Czech and Polish debt, opened to counter any inflationary pressure within these two economies, added to the Fund's monthly performance. At a currency level, our short positioning on the US dollar against the euro also provided strong support for the Fund's relative performance.

### Outlook and Investment strategy



The Fund's modified duration was reduced from around 800 to 500 basis points over the month. It includes long positioning on core yields, especially in the United States (where it is now much lower) and Australia. In the emerging world, we have retained specific opportunities, including quasi-sovereign bonds as well as hard-currency denominated Romanian, Russian and Chinese government bonds. We are also holding on to our short Hungarian, Polish and Czech positions. For our credit component, we prefer investment grade issuers and we are concentrating on a few special cases as well as bonds from the financial sector. At a currency level, we still prefer the euro and, to a lesser extent, a selection of emerging market currencies. We remain short on the dollar.

## GLOSSARY

**Alpha:** Alpha measures the performance of a portfolio compared to its reference indicator. Negative alpha means the fund performed less well than its reference indicator (e.g. if the indicator increased by 10% in one year and the fund increased by only 6%, its alpha is -4). Positive alpha means the fund performed better than its reference indicator (e.g. if the indicator increased by 6% in one year and the fund increased by 10%, its alpha is 4).

**Beta:** Beta measures the relationship between the fluctuations of the net asset values of the fund and the fluctuations of the levels of its reference indicator. Beta of less than 1 indicates that the fund "cushions" the fluctuations of its index (beta = 0.6 means that the fund increases by 6% if the index increases by 10% and decreases by 6% if the index falls by 10%). Beta higher than 1 indicates that the fund "magnifies" the fluctuations of its reference indicator (beta = 1.4 means that the fund increases by 14% when the index increases by 10% but also decreases by 14% when the index decreases by 10%). Beta of less than 0 indicates that the fund reacts inversely to the fluctuations of its reference indicator (beta = -0.6 means that the fund falls by 6% when the index increases by 10% and vice versa).

**Capitalisation:** A company's stock market value at any given moment. It is obtained by multiplying the number of shares of a company by its stock exchange price.

**Duration:** A bond's duration is the period beyond which interest rate variations will no longer affect its return. The duration is like a discounted average lifetime of all flows (interest and capital).

**FCP:** Fonds commun de placement (French common fund)

**High yield:** A loan or bond rated below investment grade because of its higher default risk. The return on these securities is generally higher.

**Investment grade:** A loan or bond that rating agencies have rated AAA to BBB-, generally indicating relatively low default risk.

**Investment/exposure rate:** The investment rate constitutes the volume of assets invested expressed as a percentage of the portfolio. Adding the impact of the derivatives to this investment rate results in the exposure rate, which corresponds to the real percentage of asset exposure to a certain risk. Derivatives can be used to increase the underlying asset's exposure (stimulation) or reduce it (hedging).

**Modified duration:** A bond's modified duration measures the risk attached to a given change in the interest rate. Modified duration of +2 means that for an instantaneous 1% rate increase, the portfolio's value would drop by 2%.

**Net asset value:** Price of all units (in an FCP) or shares (in a SICAV).

**Rating:** The rating measures the creditworthiness of a borrower (bond issuer). Ratings are published by rating agencies and offer the investor reliable information on the risk profile associated with a debt security.

**Sharpe ratio:** The Sharpe ratio measures the excess return over the risk-free rate divided by the standard deviation of this return. It thus shows the marginal return per unit of risk. When it is positive, the higher the Sharpe ratio, the more risk-taking is rewarded. A negative Sharpe ratio does not necessarily mean that the portfolio posted a negative performance, but rather that it performed worse than a risk-free investment.

**SICAV:** Société d'Investissement à Capital Variable (Open-ended investment company with variable capital)

**Unconstrained approach:** this is an active approach that is unconstrained by any reference indicator, thereby allowing greater flexibility in terms of exposure management and enabling the Fund to face extremely varied market environments.

**VaR:** Value at Risk (VaR) represents an investor's maximum potential loss on the value of a financial asset portfolio, based on a holding period (20 days) and confidence interval (99%). This potential loss is expressed as a percentage of the portfolio's total assets. It is calculated on the basis of a sample of historical data (over a two-year period).

**Volatility:** Range of price variation of a security, fund, market or index, which enables the measurement of risk over a given period. It is determined using the standard deviation obtained by calculating the square root of the variance. The variance is obtained by calculating the average deviation from the mean, which is then squared. The greater the volatility, the greater the risk.

**Yield to maturity:** Yield to maturity corresponds to the concept of actuarial yield. It is, at the time of calculation, the rate of return offered by a bond in the event it is held until maturity by the investor.

## Main risks of the fund

**Credit:** Credit risk is the risk that the issuer may default. **Interest rate:** Interest rate risk results in a decline in the net asset value in the event of changes in interest rates.

**Currency:** Currency risk is linked to exposure to a currency other than the Fund's valuation currency, either through direct investment or the use of forward financial instruments.

**Discretionary management:** Anticipations of financial market changes made by the Management Company have a direct effect on the Fund's performance, which depends on the stocks selected. The Fund presents a risk of loss of capital.

## Important legal information

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**CARMIGNAC GESTION**, 24, place Vendôme - F-75001 Paris - Tél : (+33) 01 42 86 53 35

Investment management company approved by the AMF

Public limited company with share capital of € 15,000,000 - RCS Paris B 349 501 676

**CARMIGNAC GESTION Luxembourg** - City Link - 7, rue de la Chapelle - L-1325 Luxembourg - Tél : (+352) 46 70 60 1

Subsidiary of Carmignac Gestion - Investment fund management company approved by the CSSF

Public limited company with share capital of € 23,000,000 - RC Luxembourg B 67 549

**PROMOTIONAL MATERIAL**

