

# Dynasty Credit Sub

The investment objective of the fund "Dynasty Credit Sub" is to outperform The BofA Merrill Lynch Euro Corporate Index on the recommended holding period of 3 years.

### Ranking Quantalys:

**1<sup>st</sup> Decile**(YTD, 1Y)  
**1<sup>st</sup> Quartile** (over 8Y)  
 (October 2023)

Category : Bond EUR - Diversified



### SFDR Classification

**Article 8**



Country of distribution:



**Philippe HALB**  
**Portfolio Manager**  
 35 years of experience



**Simon ROGER**  
**Portfolio Manager**  
 6 years of experience

## Why investing in subordinated bonds?

- An attractive alternative compared to **sovereign and investment grade bonds**.
- Significant potential with a fast-growing primary market, key source of performance.
- A **yield** 1 to 2 points **higher** than the classic Investment Grade (currently **237 bps**)
- **Very low** default rate for these signatures.

## Our portfolio

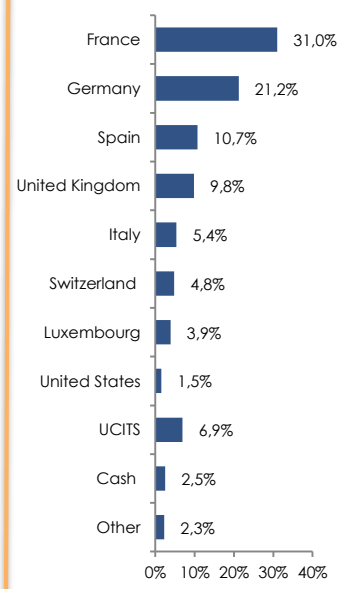
- **Around 50 subordinated corporate bonds**.
- **No financials/banks** (the refinancing risk of such companies is very high).
- **Mainly Investment Grade of the company** (80% ≥ BBB-) **and European**.
- **Quality companies** & leaders in their sector (Total, Volkswagen, Danone, Accor ...).
- **Benchmark Index:** The BofA Merrill Lynch Euro Corporate Index.

## Advantages of the fund

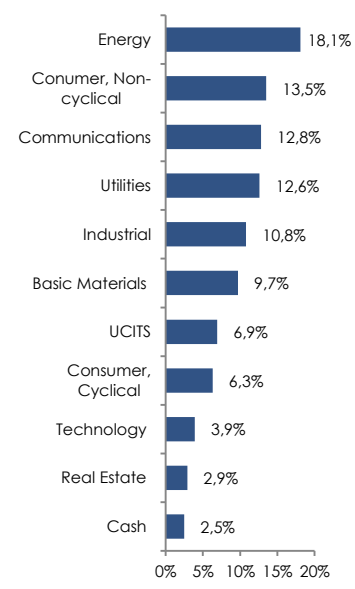
- **Experienced portfolio manager** (Citywire+/10 Refinitiv Lipper Fund Awards) with a solid track record in a wide range of corporate bond funds (IG, HY, Sub & CB.)
- **Seize opportunities in the subordinated corporate bond universe with a yield pick-up.**
- **No risk of change**
- Risk diversification
- **Daily liquidity, no exit fee**

## Portfolio as of 31<sup>st</sup> October 2023

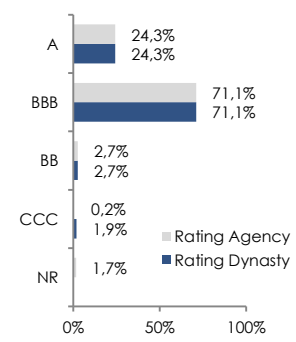
### By Country



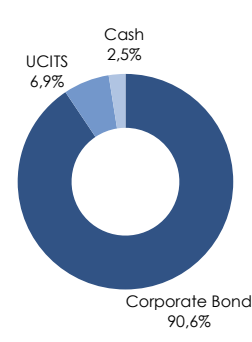
### By Sector



### By Rating (Issuers)



### By Assets



**Share Class A & D (retail share)**

**Available share :**  
 A EUR – ISIN: LU2360084797  
 D EUR – ISIN: LU2360085331

**Yearly Management fees:**  
 1,0% fixed (class A)  
 0,50% fixed (class D)

**Min. Subscription : 100 €**

**Share class B (Institutional share)**

**Available share :**  
 B EUR – ISIN: LU2360085091

**Yearly Management fees:**  
 0,50% fixed

**Min. Subscription : 10'000 €**

**Share Class A, B & D (EUR)**

**Appropriation of income**  
 A & B : Capitalization  
 D : Distribution

**Benchmark Index :**  
 BofA Merrill Lynch Euro Corporate Index

**Legal form :**  
 SICAV UCITS V under Luxembourg law

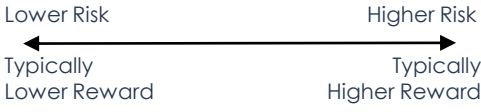
**Reference currency :** Euro

**Depository :**  
 UBS (Luxembourg) S.A.

**Recommended holding period :**  
 3 years



**Risks and Rewards profile \***



The fund's capital is not guaranteed.

**Credit risk:** This represents the risk of the sudden deterioration in the credit quality of an issuer or its default. This risk is amplified by investments in speculative securities whose ratings are low or nonexistent.

**Interest rate risk:** If interest rates rise, the net asset value may fall. The Fund may invest up to 100% of its assets in fixed income products.

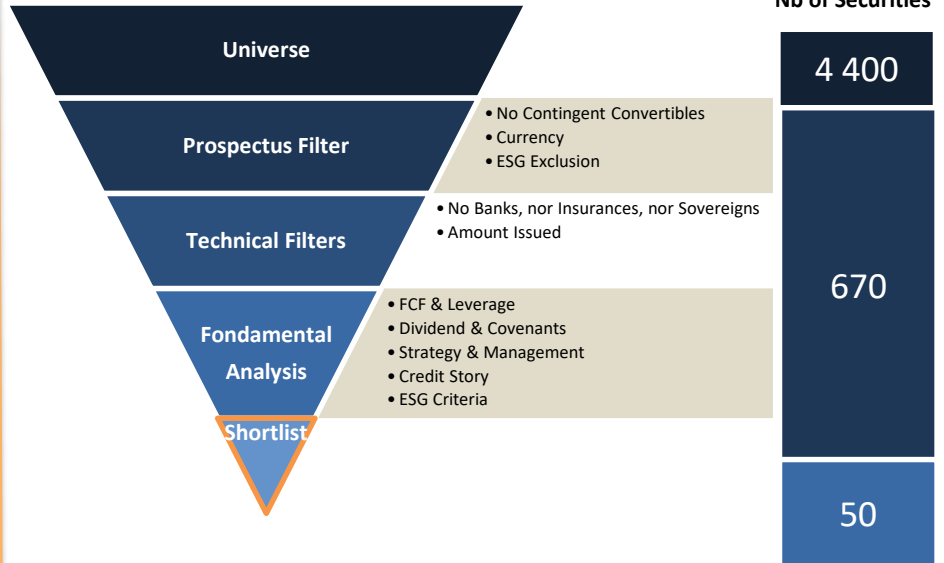
**Counterparty risk:** The use of over-the-counter derivatives exposes the Fund to a partial or total failure by the counterparty to honour its commitments, which could result in a financial loss to the Fund.

**Liquidity risk:** the fund invests in markets that may be affected by a decline in liquidity. These market conditions may impact the prices at which the manager initiates or liquidates positions.

\* You can find more information about the risk of the fund in the fund prospectus. The lowest category (1) in the table above does not mean the investment is risk-free. The risk rating of the fund may change in the future



**Investment Process**



**Fees**

- Management fee:** Class A (EUR): 1.00% / year  
Class B & D (EUR): 0.50% / year
- Performance fee:** 15% of the performance above index BofA Merrill Lynch Euro Corporate (ER00) + 100 bps with High Water Mark.
- Entry charge:** Class A & D (EUR): 1% max.  
Class B (EUR) : None
- Exit charge:** None

**How to subscribe ?**

**Daily Subscription / Redemption**  
by 4pm CET two Luxembourg business day before the relevant valuation day, (D-2)  
Orders executed on the basis of the NAV 1 day before the relevant valuation day (D-1),  
Settlement 1 business day (D+1) after valuation day.

**Register and Transfer agent**

Northern Trust Global Services SE  
10 rue du Château d'Eau, L-3364 Leudelange Luxembourg

**Orders have to be placed via:**

SWIFT: UBSFLULLXXX - FAX: 00352 441010 6417/6418  
**Any questions regarding subscriptions and redemptions :**  
[SH-UBSFSL-Transferagent@ubs.com](mailto:SH-UBSFSL-Transferagent@ubs.com)

**Contacts**

**Fund Managers**

**Sales**

**Philippe Halb**

**Hervé Burger**

**Simon Roger**

**Laurent Pluchard**

**Henri Rayot**

Tél: +352 2469 77 641  
[philippe.halb@dynasty-am.lu](mailto:philippe.halb@dynasty-am.lu)

Tél: +352 2469 77 653  
[herve.burger@dynasty-am.lu](mailto:herve.burger@dynasty-am.lu)

Tél: +352 2469 77 652  
[simon.roger@dynasty-am.lu](mailto:simon.roger@dynasty-am.lu)

Tél: +352 2469 77 642  
[laurent.pluchard@dynasty-am.lu](mailto:laurent.pluchard@dynasty-am.lu)

Tél: +352 2469 77 644  
[henri.rayot@dynasty-am.lu](mailto:henri.rayot@dynasty-am.lu)



**DYNASTY AM S.A.**

13 - 15 route d'Esch L-1470 Luxembourg - T +352 2469 77

[www.dynasty-am.lu](http://www.dynasty-am.lu)

R.C.S. Luxembourg B 184.181

**31<sup>st</sup> October 2023**