



TAILOR CAPITAL

# Tailor Crédit Rendement Cible (C & D Classes)

August 2020 (data as of 28/08/2020)

## INVESTMENT STRATEGY

TAILOR CREDIT RENDEMENT CIBLE is a UCITS that offers a positive return (excluding any defaults) over the recommended investment period of 5 years. The management team sets a target maturity between 0 and 8 years, then selects mainly private bonds with an investment grade rating and a current maturity of 2023. As a result, over time, your capital will be less and less sensitive to changes in interest rates as you move closer to the maturity of the bonds in your portfolio.

## MONTHLY COMMENT

TAILOR CREDIT TARGET YIELD (Share C) increased by +0.51% in August, outperforming the iBoxx Corporates BBB 7-10 year index (+0.35%), which corresponds to the target maturity of 2028 for the bonds in the portfolio. The fund thus surpassed its previous pre-Covid high point and has risen by +0.99% since the beginning of the year, compared with a -0.51% decline in its benchmark index.

With 98% invested in Investment Grade bonds (BNP Paribas, Volkswagen, Wendel, General Electric, etc.), we are detecting sufficient opportunities in bonds from very solid issuers, on which we expect price appreciation in addition to carry. Through these two performance drivers combined, we believe that we have at least as much performance potential encapsulated in our portfolio as the High Yield market, where S&P is forecasting a rise in default rates to 8.5% in Europe and 12.5% in the United States by June 2021.

We clearly prefer to capture opportunities in Investment Grade corporate bonds, which are a much less risky asset and a strategic segment protected by central banks through their purchase programs.

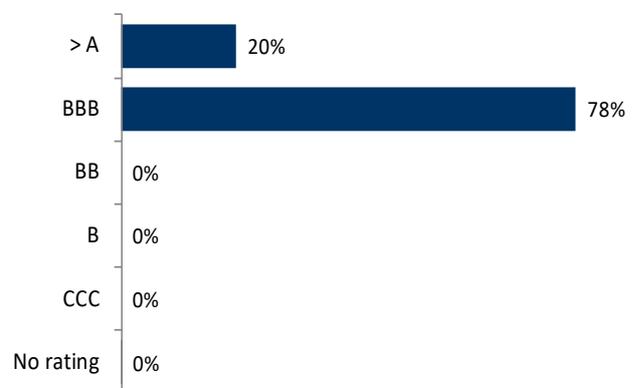
In this context, the acceleration in net inflows to the fund this year, particularly from institutional investors, shows the importance of not deviating from the "value" approach and active management of the fund which, for nearly 10 years, has emerged stronger from every market shock and generates a high level of bond performance from quality issuers.

## AWARDS



## RISK FACTORS

### RATING BREAKDOWN



Historical Volatility

3,99%

Recommended Investment Horizon

5 YEARS

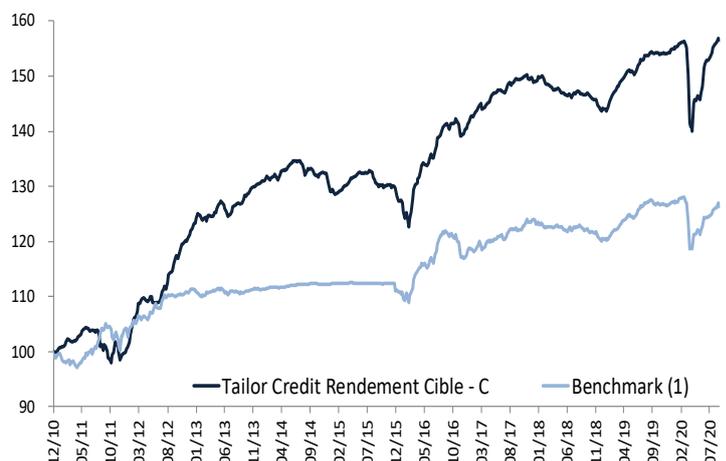
### SRRI SCALE



## HISTORICAL PERFORMANCE

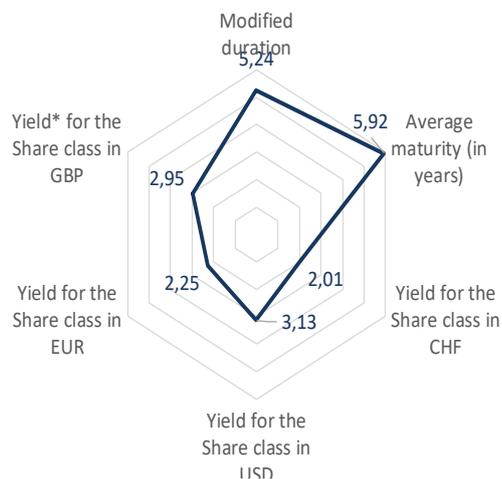
Year	Fund	Benchmark (1)
2011	0,09%	4,74%
2012	22,75%	6,69%
2013	6,23%	0,12%
2014	-1,26%	0,83%
2015	-1,43%	-1,57%
2016	11,13%	7,47%
2017	5,28%	3,69%
2018	-3,47%	-2,14%
2019	7,62%	5,33%
2020	0,99%	-0,51%
<b>Total</b>	<b>56,49%</b>	<b>26,31%</b>
<b>Annualised</b>	<b>4,70%</b>	<b>2,42%</b>

## HISTORICAL PERFORMANCE GRAPH



Past performance are not a reliable indicator of future performance and are not constant over time.  
Performance are calculated net of income and refer to share class C.

## PORTFOLIO METRICS



## TOP 10 HOLDINGS

Bond	Rating	Weight	Yield in €	Duration
PHOENIX GRP HLD PLC 1/2029	BBB	3,01%	2,89	6,91
WENDEL SE 2/2027 CALL 11/2026	BBB	2,94%	1,14	5,69
INTERMEDIATE CAPITAL GRO 2/2027 CALL 11/2026	BBB	2,93%	2,60	5,97
JCDECAUX SA 4/2028 CALL 1/2028	BBB	2,89%	1,76	6,66
ALTAREA 1/2028 CALL 10/2027	BBB	2,88%	2,66	6,68
BP CAPITAL MARKETS PLC 4/2028	A+	2,67%	0,67	6,95
VOLKSWAGEN FIN SERV AG 4/2028	A-	2,62%	1,25	6,73
TIKEHAU CAPITAL SCA 11/2023 CALL 8/2023	BBB-	2,57%	2,07	2,78
MMS USA INVESTMENTS INC 6/2028 CALL 3/2028	BBB	2,55%	1,13	7,13
JAB HOLDINGS BV 4/2027	A-	2,41%	1,09	6,09

## FUND CHARACTERISTICS

**Inception date :** 30/11/2010  
**Base Currency :** EUR  
**Assets under management :** 396 million €  
**Legal Form :** UCITS

**Category :** International Bonds  
**Management Company :** Tailor Capital  
**Custodian & Fund Administrator :** CIC & CREDIT MUTUEL AM  
**Auditor :** KPMG SA  
**Liquidity :** Weekly  
**Cut off :** Friday Noon

## SHARE CLASS CHARACTERISTICS

**Inception date :** C: 30/11/2010 ; D: 07/01/2011  
**Base Currency :** EUR  
**Income allocation-Class C :** Accumulation  
**Income allocation-Class D :** Income

**ISIN C Class :** FR0010952432  
**ISIN D Class :** FR0010959700  
**Management fees :** 1,30% maximum  
**Subscription & Redemption fee :** 4% maximum  
**Performance fee :** None  
**Bloomberg code :** TAILH16

## FOR MORE INFORMATION

**The performance of the benchmark** corresponds to the OAT 3.25% 25 April 2016 (FR0010288357) until 27/11/2015 and then to the iBoxx EUR Corporate BBB index corresponding to the fund's target maturity, namely the 7-10 years index for 2015 and 2016, the 5-7 years index for 2017 and 2018, the 3-5 years index until July 31st 2020 and the 7-10 years index since then.

**The Synthetic Risk and Return Indicator (SRRI)** measures the level of volatility of the fund and the risk to which your capital is exposed. Risk 1 does not mean a risk-free investment. The risk category associated with the UCITS is not guaranteed and may change over time.

**The ratings** presented in this report are based on Tailor Capital's own methods.

**The yield to maturity** is a market hypothesis made by Tailor Capital as of the date of this report and does not constitute a promise of return. The calculation is made gross of the portfolio management fees and on the assumption that no credit event (default) affects any of the securities in the portfolio during its lifetime.

This monthly report is based on **Tailor Capital's proprietary data**.

Tailor Capital is rated AAA by Quantalys since December 2019 among the Global Bonds category. This award does not prejudice the future performance of the UCITS.

**Past performance** are not a reliable indicator of future performances and are not constant over time. Performances are calculated both net of income and management fees.

## MAIN RISKS AND WARNINGS

**Capital loss :** A capital loss occurs when you sell a unit at a price lower than the price you paid for the purchase of this unit.

**Interest rate risk :** Net asset value could decrease in case of an interest rates increase.

**Credit risk :** Credit risk is the risk that the issuer will not be able to meet its obligations.

This marketing document is made by TAILOR CAPITAL. Its sole purpose is to provide you with some information about the characteristics of the UCITS. This is not an offer, or a personalized recommendation or a solicitation to subscribe to a product or service.

TAILOR CAPITAL reminds you that prior to any investment, it is necessary to contact your financial advisor to evaluate and ensure the adequacy of the product or service according to your situation, profile and objectives. For more information about risks and costs, you can refer to the KIID, prospectus or contact your usual intermediary.

The country of origin of the fund is France. This document may only be proposed in Switzerland to qualified investors within the meaning of Art. 10 para. 3, 3bis and 3ter CISA. In Switzerland, the representative is ACOLIN Fund Services AG, Leutschenbachstrasse 50, CH-8050 Zurich and the paying agent is Banque Cantonale de Genève, 17 quai de l'île, 1204 Geneva. The key documents of the fund as well as the annual report and, where applicable, half-yearly report may be obtained free of charge from the representative.