



## Quantitative Fixed Income Macro UCITS

July 2020

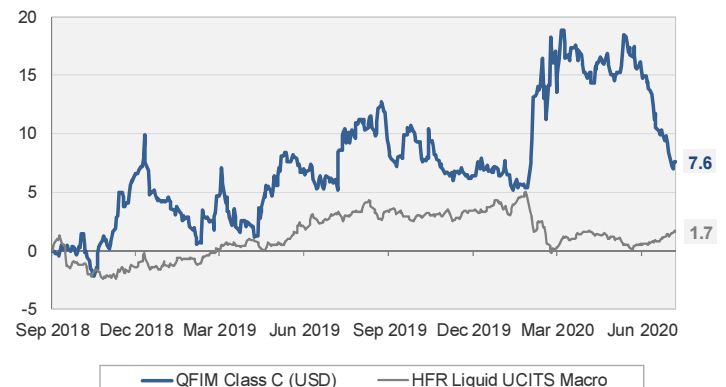
An all-weather systematic macro strategy with a long volatility bias and low correlations to other strategies. Run using listed options & futures, uses proprietary macro and technical inputs to position in G10 sovereign curves and rates. It has been live since 2010 in managed account format, now investable as UCITS.

### Quantitative Fixed Income Macro UCITS Fund (QFIM)

Fund Information		Monthly ROR in % (Share Class C USD)												
		Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year
Launch Date	26/09/2018													
Fund's AUM	\$38.5mn													
Strategy's AUM	\$437.2mn													
Dealing		Daily												
Domicile		Ireland												
Currencies		USD, EUR, GBP												
Regulation		UCITS												
ICAV		New Vision Strategies												
Management Company		New Vision Management												
Investment Manager		CrossBorder Capital Ltd												
IM Regulatory Status		FCA Regulated												
Administrator		MUFG Fund Services (IE)												
Depository		Mitsubishi UFJ (LU)												
Auditor		KPMG												
		Last 12 Months			Since Inception									
<b>Annualised Return (%)</b>		<b>2.27</b>			<b>3.90</b>									
HFR Liquid UCITS Macro		-1.46			0.86									
<b>Volatility (daily annualised %)</b>		<b>11.86</b>			<b>10.85</b>									
HFR Liquid UCITS Macro		3.09			3.22									
<b>Sharpe Ratio (X)</b>		<b>0.08</b>			<b>0.20</b>									
HFR Liquid UCITS Macro		-0.89			-0.28									
<b>Downside Vol (%)</b>		<b>9.68</b>			<b>8.96</b>									
HFR Liquid UCITS Macro		3.84			3.84									
<b>Sortino Ratio (X)</b>		<b>0.10</b>			<b>0.24</b>									
HFR Liquid UCITS Macro		-0.72			-0.24									
<b>Maximum Drawdown (%)</b>		<b>-9.45</b>			<b>-9.45</b>									
HFR Liquid UCITS Macro		-1.44			-1.79									
<b>Correlation with S&amp;P 500</b>		<b>-0.80</b>			<b>-0.76</b>									
HFR Liquid UCITS Macro		0.50			0.34									

Source: CrossBorder Capital Ltd

### Accumulated Return vs. Peer Group



### Share Price

Class A USD	
ISIN	IE00BFWY8C24
Bloomberg	NVQFIAU ID
Price	1087.22
Month Return	-5.85%
ITD	8.72%

Class C USD	
ISIN	IE00BFWY8L15
Bloomberg	NVQFICU ID
Price	1076.09
Month Return	-5.87%
ITD	7.61%

Class A GBP	
ISIN	IE00BFWY8F54
Bloomberg	NVQFIAG ID
Price	1049.52
Month Return	-5.73%
ITD	4.95%

### Systematic Strategy

- QFIM uses a combination of relative value and directional systems driven by: (i) fundamental-macro inputs, (ii) price action and (iii) valuation measures.
- The strategy aims to profit from the re-shaping of global yield curves.
- CBC Global Liquidity indicators serve as the main long term driver of the systems.
- Liquidity is defined as the flow of money and credit into financial markets.
- Liquidity has effects on the shape of the yield curve: (i) tight liquidity flattens the curve; (ii) abundant liquidity steepens it.

### What Are Our Models Saying?

- After a sudden stop in Q1 the world economy is recovering.
- Savings and new money are flooding the market, chasing every possible asset.
- Unprecedented liquidity injections anticipate a dramatic steepening of yield curves.
- Bonds are at risk of a sell-off.
- Record long term government issuance, rotation into risky assets and the rebuilding of inventories will drive yields higher.
- Volatility in fixed income has most likely bottomed and is about to recover.

### Performance Commentary

- July was a difficult month for the Fund which lost 5.87%.
- Yields continued to trade within tight ranges while trending lower.
- Implied volatility continued to be offered, as trending ranges tightened.
- A drop in implied and realised vol tends to hurt the portfolio, which is structurally long vol and generally buys on dips.
- Relative value strategies suffered as well as yield curves flattened.
- Gains in directional systems were not significant to offset the losses.

PAST PERFORMANCE IS NOT NECESSARILY INDICATIVE OF FUTURE RESULTS



**Reference Strategy: Fixed Income Macro Managed Account Program (NOT UCITS) \***

**Monthly ROR in % \***

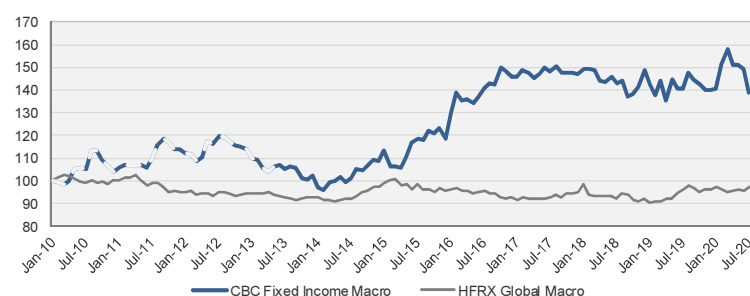
	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year
2010		-0.86	-0.64	1.63	5.21	0.32	-0.65	8.05	-0.08	-3.47	-2.58	-2.18	4.25
2011	1.64	1.04	0.06	0.05	-0.08	-1.26	3.66	5.25	2.82	-1.73	-2.35	-0.20	8.98
2012	-1.45	-0.52	-2.22	1.25	6.26	-0.93	3.20	-0.62	-1.17	-1.50	-0.53	-1.06	0.41
2013	-3.56	-0.86	-2.84	-1.91	2.12	0.74	-1.55 **	1.01	-0.74	-4.38	-0.56	2.19	-10.08
2014	-5.32	-0.98	3.20	0.89	1.67	-2.10	1.66	3.94	-0.47	2.29	1.88	-0.67	5.78
2015	4.62	-6.24	0.19	-0.79	4.49	5.59	1.42	-0.16	3.11	-0.60	1.78	-3.69	9.44
2016	9.71	6.58	-2.32	0.39	-1.30	2.06	2.42	1.82	-0.58	5.29	-0.92	-1.62	22.91
2017	-0.03	1.80	-0.58	-1.71	1.09	2.27	-1.36	1.49	-1.68	-0.26	0.27	-0.46	0.74
2018	1.57	0.01	-0.28	-3.29	-0.46	1.61	-2.06	0.87	-4.60	0.56	2.04	5.60	1.19
2019	-4.41	-3.28	4.85	-6.20	6.82	-2.75	0.08	4.76	-1.79	-1.67	-1.51	0.01	-5.79
2020	0.46	7.14	4.76	-4.46	-0.04	-1.20	-6.72						-0.76

\*\* July 2013: introduction of option-based risk management

**Performance Statistics**

	Last 12 Months	Last 5 Years	Since Feb 2010
Outperformance (annualised %)	-1.10	3.28	3.28
Volatility (daily annualised %)	15.22	11.28	9.98
Sharpe Ratio (X)	-0.07	0.29	0.33
Downside Vol (daily annualised %)	12.03	9.91	9.02
Sortino Ratio (X)	-0.09	0.33	0.36
Maximum Drawdown (%)	-11.99	-11.99	-19.72
Correlation with S&P 500	-0.84	-0.61	-0.57

**Fixed Income Macro Managed Account vs. Peer Group**



\* The performance numbers do not correspond to a UCITS compliant strategy and are presented for illustrative purpose only. The strategy is traded free of restrictions applicable to a UCITS account. Subjecting the strategy to UCITS restrictions may adversely affect performance. The performance numbers are based on the un-audited historical performance of the Directional and Non-Directional modules of CrossBorder Capital Fixed Income Systematic Overlay combined pro forma in equal proportions, assuming 4x exposure and month end rebalancing and assuming the fee structure of the class C shares offered in the UCITS vehicle and running costs of a \$100 million AUM fund.

Source: CrossBorder Capital Ltd, Datastream

CROSSBORDER CAPITAL LTD, 2020. ALL RIGHTS RESERVED©  
REGULATED BY THE FCA

The Quantitative Fixed Income Macro UCITS Fund (the "Fund"), is a sub-fund of New Vision Strategies ICAV, an open-ended umbrella fund with segregated liability between sub-funds authorised by the Central Bank of Ireland as a UCITS pursuant to the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations 2003.

The Fund may be subject to sudden falls in value and these could lead to a large loss on realisation which could equal the amount invested. An investor in the Fund will not be liable to compensation for any losses. CrossBorder Capital points out that the value of all investments and the income derived therefrom can decrease as well as increase (this may be partly due to exchange rate fluctuations in investments that have an exposure to currencies other than the base currency of the fund). In addition the Fund uses options and futures which are highly specialised activities and may entail greater than ordinary investment risks. Thus a relatively small movement in the price of a security to which these relate in a disproportionately large percentage movement, unfavourable as well as favourable, in their price. The Fund may gear itself by other means as well. This report uses historical and simulated pro-forma results which are not a guide to future performance. Furthermore, some of the historical performance provided was not subject to UCITS regulation or limits. Subjecting the strategy to UCITS restrictions may have adversely affected performance.

Whilst given in good faith neither we nor any officer, employee, or agent of ours shall be liable for any loss or damage, whether direct or indirect, which may be suffered by using or relying on the information, research, opinions, advice or recommendations contained herein or in any prior or subsequent written or verbal presentations. The employees of CrossBorder Capital Limited may have a position or otherwise be interested in funds mentioned in this report. This report may not be reproduced, distributed or published by any recipient for any purpose. CrossBorder Capital Limited is regulated by the FCA for the conduct of investment business in the UK.

The Fund is recognised in the UK under section 264 of the Financial Services and Markets Act 2000.

**PAST PERFORMANCE IS NOT NECESSARILY INDICATIVE OF FUTURE RESULTS**