LOMBARD ODIER
INVESTMENT MANAGERS

LO FUNDS - EMERGING LOCAL CURRENCY BOND FUNDAMENTAL, DYN. HDG, (CHF) I

FUND FACTS

Domicile	Luxembourg/SICAV
Fund inception date	12 January 2010
Currency of Fund	USD
Currency of share class	CHF Actively hedged
Registered in	AT, CH, DE, ES, FR, GB, LI, LU, NL, SG
Fund manager	K. Corrigan, S. Razmpa, S. Ahmed
Net assets (all classes)	CHF 209.41 million
Number of positions	232
Liquidity (sub./red.)	Daily
Min. investment	CHF 1 million
Management fee	0.60%
Distribution fee	0.00%
Performance fee	0.00%
TER max (31 March 2016)	0.98%

RISK AND REWARD PROFILE

1	2	3	**4**	5	6	7

Low — High

CODES

	Class A
ISIN	LU0590710256
Bloomberg	LOEMDIA LX
Telekurs	12428214
NAV	CHF 8.30

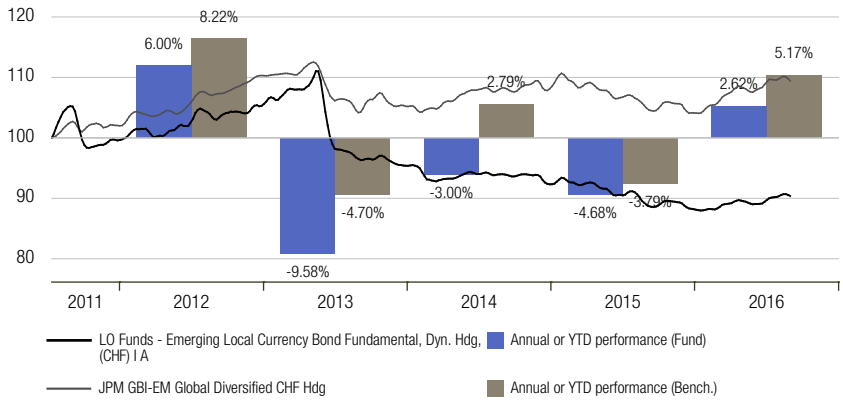
FISCAL INFORMATION

EUSD	In Scope
UKRFS	No
DE InvStG	Transparent

HIGHLIGHTS

LO Funds - Emerging Local Currency Bond Fundamental is a systematic rule-based long-only emerging market fixed income strategy launched in January 2010. It invests mainly in emerging market sovereign fixed income instruments. It seeks to replicate the LOIM Emerging Local Currency Index and achieve higher risk-adjusted returns relative to widely used market-cap indices. It follows a proprietary fundamentally weighted approach that aims to gauge potential default risks by questioning the revenue to debt ratio of each issuer through a spectrum of fundamental factors. To achieve this, an economic allocation which includes macroeconomic, credit, social and demographic factors at the country level is applied. In addition, adjustments to take the liquidity of each bond into account and to assess the issuer's risk/reward profile in terms of yield are incorporated.

NET PERFORMANCE AND ANNUAL PERFORMANCE IN CHF Jul 13, 2011 - Aug 31, 2016

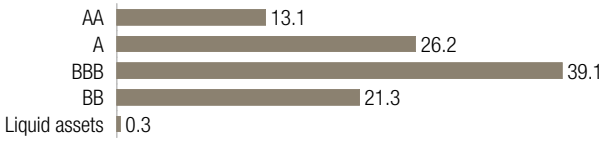


NET PERFORMANCE IN CHF	Cumulative Fund	Cumulative Bench.	Annualized Fund	Annualized Bench.
YTD	2.62%	5.17%	–	–
1 month	0.10%	-0.26%	–	–
3 months	1.63%	1.89%	–	–
1 year	1.40%	3.94%	–	–
3 years	-6.20%	5.03%	-2.10%	1.64%
5 years	-14.21%	6.87%	-3.00%	1.33%
Total return (since 13.07.2011)	-9.61%	9.42%	-1.94%	1.76%

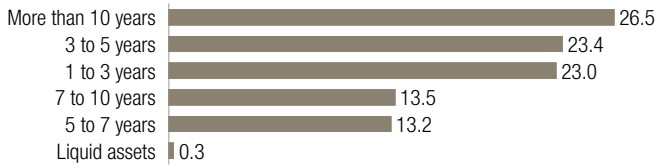
STATISTICS 31.08.2011 - 31.08.2016	Fund	Bench.
Annualised volatility	5.71%	4.16%
Sharpe ratio	-0.47	0.40
Maximum drawdown	-18.84%	-7.71%
Correlation		0.616
Tracking error		4.54%

	Fund
Modified Duration	5.19
Yield to maturity	5.66%
Non Government Bonds	0.00%
Average maturity	7.61
Average coupon	11.17
Average Rating	BBB+

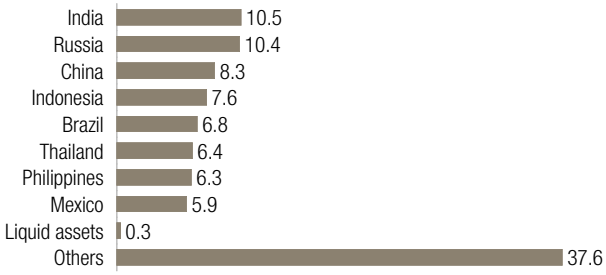
CREDIT RATINGS (IN %)



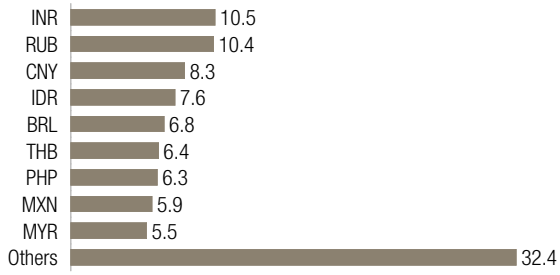
MATURITIES (IN %)



COUNTRIES (IN %)



CURRENCIES (IN %)



MONTHLY RETURNS IN %

	2011		2012		2013		2014		2015		2016	
	Fund	Bench.	Fund	Bench.	Fund	Bench.	Fund	Bench.	Fund	Bench.	Fund	Bench.
January			1.8	2.0	0.4	-0.0	-0.2	-1.4	1.2	2.6	0.2	1.1
February			0.3	-0.0	1.7	0.3	-2.1	1.2	-1.0	-1.4	0.1	0.3
March			-1.7	-0.3	0.6	-0.2	-0.0	0.7	-0.2	-0.7	0.9	2.0
April			0.8	0.7	0.4	1.8	0.1	0.4	-0.4	-0.4	0.5	0.9
May			2.0	-0.5	-1.6	-2.5	1.0	1.2	-0.7	-0.5	-0.8	-1.1
June			-0.8	1.8	-8.1	-2.9	-0.3	0.5	-1.1	-1.0	0.7	1.8
July	2.8	0.5	2.8	1.7	-0.6	-0.6	0.2	-0.2	0.6	0.1	0.8	0.4
August	2.5	1.8	-1.9	-0.3	-1.2	-1.5	-0.1	0.5	-2.0	-1.4	0.1	-0.3
September	-6.1	-1.2	1.4	0.4	-0.1	1.7	-0.5	-1.1	-0.6	-0.9		
October	-0.5	1.2	0.2	0.7	0.7	1.1	0.7	1.6	1.0	1.5		
November	0.6	-0.5	0.4	1.0	-1.2	-1.8	0.2	0.9	-0.3	-0.4		
December	0.3	0.1	0.7	0.8	-0.6	-0.0	-1.9	-1.6	-1.3	-1.4		
Year	**-0.6**	**2.0**	**6.0**	**8.2**	**-9.6**	**-4.7**	**-3.0**	**2.8**	**-4.7**	**-3.8**	**2.6**	**5.2**

PARTICULAR RISKS

The following risks may be materially relevant but may not always be adequately captured by the synthetic risk indicator and may cause additional loss:
- Credit risk: A significant level of investment in debt securities or risky securities implies that the risk of, or actual, default may have a material impact on performance. The likelihood of this depends on the credit-worthiness of the issuers.
- Emerging market risk: Significant investment in emerging markets may expose to difficulties when buying and selling investments. Emerging markets are also more likely to experience political uncertainty and investments held in these countries may not have the same protection as those held in more developed countries.
- Model Risk: Models may be misspecified, badly implemented or may become inoperative when significant changes take place in the financial markets or in the organization. Such a model could unduly influence portfolio management and expose to losses.

For more details about risk, see section 5 “Risk Factors” of the prospectus.

GLOSSARY

Credit Ratings: The credit ratings breakdown mentioned for convertible funds is a blend of ratings performed internally as well as ratings provided by external sources.
Risk and Reward Profile: This indicator (SRRI) represents the annualized historical volatility of the Sub-Fund over a 5-year period. Where there are less than 5 years worth of data, missing returns are simulated using an appropriate benchmark. The SRRI may change over time and should not be used as an indicator of future risk or returns. Even the lowest risk classification does not imply that the Sub-Fund is risk-free or that capital is necessarily guaranteed or protected.
Total Expense Ration (TER): The total fees involved in managing and operating a fund. The TER included the annual management fee and other charges, for example legal, admin, and audit costs (source: annual audited reports or semi annual non audited reports)
Volatility: A statistical measure of the fluctuations of a security's price. It can also be used to describe fluctuations in a particular market. High volatility is an indication of higher risk.
Sharpe Ratio: A measure of risk-adjusted performance. The higher the ratio, the better riskadjusted performance has been.
Drawdown: A draw down is usually quoted as the percentage between the peak and trough of an investment during a specific period. It can help to compare an investment's possible reward to its risk.
Correlation: Correlation is a measure of how securities or asset classes move in relation to each other. Highly correlated investments tend to move up and down together while investments with low correlation tend to perform in different ways in different market conditions, providing investors with diversification benefits. Correlation is measured between 1 (perfect correlation) and -1 (perfect opposite correlation). A correlation coefficient of 0 suggests there is no correlation.
Tracking Error: A measure of how closely an investment portfolio follows the index against which it is benchmarked.
Bond Floor: The lowest value that convertible bonds can fall to, given the present value of the remaining future cash flows and principal repayment. The bond floor is the value at which the convertible option becomes worthless because the underlying stock price has fallen substantially below the conversion value.
Delta: The ratio comparing the change in the price of the underlying asset to the corresponding change in the price of a derivative.
Premium: If a fixed-income security (bond) is purchased at a premium, existing interest rates are lower than the coupon rate. Investors pay a premium for an investment that will return an amount greater than existing interest rates.
Yield to Maturity: The rate of return anticipated on a bond if it is held until the maturity date.
Coupon: The interest rate stated on a bond when it's issued.
Modified Duration: This formula is used to determine the effect that a 100-basis-point (1%) change in interest rates will have on the price of a bond.
Average Duration: The average modified duration of the portfolio expressed in years.
Expected Loss: Annual average expected loss to the portfolio expressed in percent.
Attachment Point: The modelled probability of a negative portfolio return in any given year.

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