



# OYSTER MONTHLY REPORT

For professional, qualified and institutional investors

September 2017

## OYSTER FLEXIBLE CREDIT C EUR PR

### Investment objective

The fund's objective is to provide investors with capital appreciation by investing in the credit market through a portfolio of European fixed and/or floating rate securities and money market instruments. The investment process starts with idea generation that is supported by primary market issues, theme identification, discussions with market makers and monitoring of the secondary market. The alpha is expected to be generated by drivers such as Event-Driven, Carry, Trading and Market overlay. Exposure to sectors, countries and ratings is unconstrained and is a result of the bottom-up analysis and instrument selection. A top-down overlay is used to manage the credit exposure risk of the portfolio.

### Fund facts

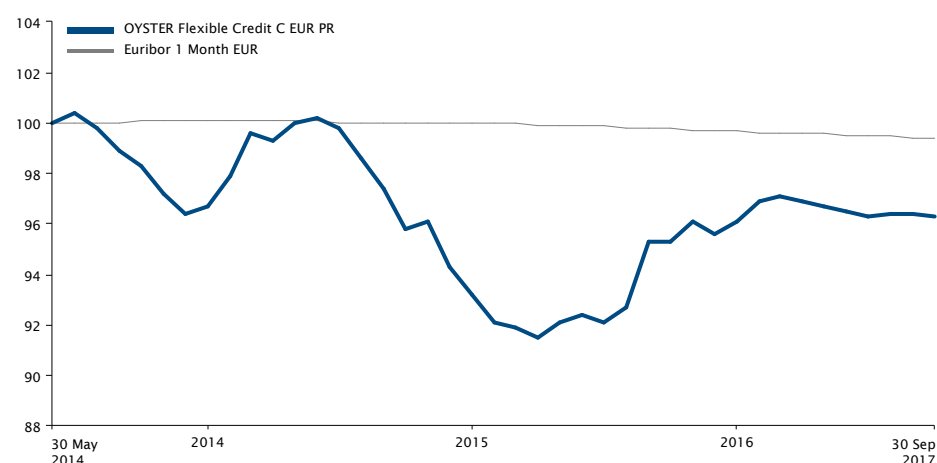
Manager	Eiffel Investment Group, Emmanuel Weyd, François Gignoux
Dividend policy	Accumulation
Last NAV	EUR 144.49
Fund size	EUR 59.5 mn
Fund type	Bonds
Investment zone	Europe
Recommended invest. horizon	At least 4 years
Share class currency	EUR
Inception date	30.05.2014
Index	Euribor 1M TR
Legal structure	Luxembourg SICAV - UCITS
Registration	AT, BE, CH, DE, ES, FR, GB, IT, LU, NL

### Risk/Return profile

◀ Lower risk				Higher risk ▶			
Typically lower rewards				Typically higher rewards			
1	2	3	4	5	6	7	

Sources: OYSTER Sicav, KIID

### Performance & risk measures



	Fund	Index
<b>Calendar year performance</b>		
2017 YTD	+0.3%	-0.3%
2016	+3.0%	-0.3%
2015	-3.6%	-0.1%
-	-	-
<b>Annualised risk measures</b>		
Volatility	+3.2%	+0.1%
Sharpe ratio	-0.1	0.1
-	-	-
Maximum drawdown	-8.7%	-0.7%
Recovery period	-	-

	Fund	Index
<b>Cumulative performance</b>		
1M	0.0%	0.0%
3M	+0.0%	-0.1%
6M	-0.6%	-0.2%
1Y	+1.1%	-0.4%
3Y	-2.0%	-0.7%
5Y	-	-
Since inception	-3.7%	-0.6%
-	-	-
<b>Annualised performance</b>		
3Y	-0.7%	-0.2%
5Y	-	-
Since inception	-1.1%	-0.2%

Sources: OYSTER Sicav, Morningstar. Past performance does not guarantee or predict future performance. Annualised risk measures based on 3-year monthly returns if more than 3-year history or 1-year if less than 3-year history.

### Monthly returns

	Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec
2017	+0.3%	+0.9%	+0.2%	-0.3%	-0.1%	-0.3%	-0.2%	+0.2%	-0.1%	0.0%			
2016	+3.0%	-1.2%	-0.2%	-0.4%	+0.7%	+0.3%	-0.3%	+0.6%	+2.8%	0.0%	+0.9%	-0.5%	+0.5%
2015	-3.6%	+1.2%	+1.7%	-0.3%	+0.7%	+0.2%	-0.4%	-1.2%	-1.1%	-1.7%	+0.3%	-1.8%	-1.1%
2014							+0.4%	-0.6%	-0.9%	-0.6%	-1.1%	-0.8%	+0.3%

## Administrative information

Central Administration	RBC Investor Services Bank S.A.
Transfer agent	RBC Investor Services Bank S.A.
Custodian Bank	RBC Investor Services Bank S.A.
Auditor	PwC Luxembourg
Management company	SYZ Asset Management (Luxembourg) S.A.

## Fees

Subscription fee	Max 1.0%
Redemption fee	Max 1.0%
Management fee	Max 1.75%
Performance fee	Max 20.00% (Relative)

Sources: OYSTER Sicav, KIID

## Dealing information

Liquidity	Weekly
Cut-off time	TD-2 12:00 Luxembourg
Minimum initial investment	-
Settlement	TD+3
ISIN code	LU1045039002
CH Security Nr	23931150
Bloomberg	OYFXCE2 LX

## Portfolio Breakdown

### Portfolio exposure

% Long	59.1%
% Short	-11.9%
Net exposure	47.1%
Gross exposure	71.0%

### By country

Italy	11.5%
United Kingdom	9.9%
Spain	6.6%
United States	6.5%
Switzerland	4.0%
Bahrain	4.0%
France	3.9%
Romania	3.4%
Netherlands	2.9%
Others	-11.9%

### Top 5 Long

NAVIERA ARM FRN 16-31.07.23	4.2%
MATTERH TEL 4.875% 15-01.05.23	4.0%
NMG FINCO 5% 17-01.08.22	4.0%
LLOYDS 10.375% 12-12.02.24	3.8%
PER SQU H 5.5% 15-15.7.22 REGS	3.6%

Source: OYSTER Sicav

### Asset allocation

Bonds	56.9%
Liquidity	44.3%
Credit Default Swap	-11.9%
Other derivatives	2.1%

### By sector

	% Short	% Long
Financial	0.0%	27.5%
Communications	0.0%	10.6%
Consumer, Cyclical	0.0%	7.2%
Energy	0.0%	5.6%
Industrial	0.0%	4.2%
Consumer, Non-cyclical	0.0%	1.8%
Others	-11.9%	2.2%

## Manager Comment

## HIGHLIGHTS

- European credit spreads grinded tighter in September
- Given some uncertainties and valuations being on the rich side, the managers maintained their defensive positioning
- The fund ended the month flat

## MARKET REVIEW

European credit spreads grinded tighter in September, seemingly relatively immune to the renewed political tensions in Spain, increasing volatility in the retail sector and the never-ending war of words between the US and North Korea. Despite highly open credit markets, a few high-profile credit events occurred over the month – Toys R Us in retail, Seadrill and CGG in oil services, and Monarch in the leisure sector. Eurozone government bonds traded with a bearish bias, with core countries underperforming the peripherals. The iTraxx Main, Xover and Financial Subordinated CDS indices outperformed cash credit indices as a result of the semi-annual CDS roll.

## FUND REVIEW

The fund ended the month flat. The return from its corporate positions was positive, with a notable contribution from a long position in senior secured bonds issued by Aston Martin, a British luxury car maker. The company's debt instruments rose on the back of Moody's upgrading of its credit rating from B3 to B2, reflecting the company's better-than-expected operating performance since the launch of its new DB11 model. The upgrade also

	Fund	Index
<b>Cumulative performance</b>		
1M	0.0%	0.0%
2017 YTD	+0.3%	-0.3%

factors in expectations of a continued substantial improvement over 2017–19, driven by the successful renewal of Aston Martin's sports car range. The fund's financial positions had a negligible overall impact on performance, with no major idiosyncratic developments affecting the fund's holdings. The iTraxx Xover CDS index hedge suffered from the general tightening in credit spreads and was a significant detractor from performance. The fund's tail hedge – out-of-the-money EuroStoxx puts – also detracted slightly. The fund had a net exposure of 46% and an average duration of 1.7 years at the end of September.

## OUTLOOK

Macroeconomic data momentum from Europe and the US remains supportive. The technical balance in European credit still feels strong thanks to limited net supply and continued European Central Bank support. While the managers do not foresee a powerful catalyst for a major repricing, they believe there is limited upside in being fully deployed. With this in mind, they maintain their focus on their core idiosyncratic long positions, with limited overall portfolio deployment.

For professional, qualified and institutional investors

**Important Information**

This marketing document has been issued by the investment fund, OYSTER Sicav (hereinafter referred to as "OYSTER" or the "Fund") is intended for Professional Clients acting for their own account and is not to be distributed in anyway to non professional clients. It is not intended for distribution to or use by individuals or legal entities that are citizens of or reside in a state, country or jurisdiction in which applicable laws and regulations prohibit its distribution, publication, issue or use. Users are solely responsible for verifying that they are legally authorised to consult the information herein. Only the most recent version of the prospectus, the key investor information document, by-laws and the annual and half-yearly reports of the Fund (hereinafter referred to as the Fund's "legal documentation") should be considered as a basis for investment decisions. These documents are available on the website, [www.syzassetmanagement.com](http://www.syzassetmanagement.com), or from the OYSTER offices at 11-13, Boulevard de la Foire, L-1528 Luxembourg. The information or data contained in the present document does not in any way constitute an offer or a recommendation to buy or sell shares in the Fund's units. Furthermore, any reference to a specific security in this document should not be construed as a recommendation or investment advice. They are intended solely to inform the investor as to past performance, and do not reflect the opinion of OYSTER or any related companies as to future returns. The information, opinions and assessments contained in the present document shall apply at the time of publication and may be revoked or changed without prior notice. OYSTER has not taken any measures to adapt to each individual investor who remains responsible for his own independent decisions. Moreover, investors are advised to consult their legal, financial or tax advisors before taking any investment decisions. Tax treatment depends entirely on the financial situation of each investor and may be subject to change. It is recommended that investors obtain the appropriate expert advice before taking any investment decisions. The value of the units referred to may fluctuate and investors may not recoup all or part of their original investment. Investors should consult the Fund prospectus for further details on the risks involved. Past performance is not indicative of future results. It is calculated in the unit currency and, where investments are made in a different currency, may also be affected by fluctuations in exchange rates. The performance data given does not include commissions or any fees linked to the subscription to and/or repurchase of shares. It is possible that companies linked to the Fund and their executives, directors or personnel hold or have held stakes or positions in the securities listed in this document, or that they have traded or acted as market maker for these securities. Moreover, these entities or individuals may also have past or present ties with the executives of the companies issuing the abovementioned shares; furnish or have furnished financial or other services; or are or have been a director of the companies in question. This marketing document is in no way intended to replace the legal documentation of the Fund and/or any information that investors obtain from their financial advisors. Please note reference to an index is made for information purposes only. The index is not mentioned in the investment policy of the Sub-Fund. The performance of the Sub-Fund may differ from the performance of the index. For further information on the index please refer to the website of its service provider. HFRI The HFRI Fund of Hedge Fund Diversified Index is being used under license from Hedge Fund Research, Inc. which does not approve or endorse any of the products discussed in this communication. The HFRI Fund of Hedge Fund Conservative Index is being used under license from Hedge Fund Research, Inc. which does not approve or endorse any of the products discussed in this communication. MSCI The MSCI information may only be used for your internal use, may not be reproduced or disseminated in any form and may not be used as a basis for or a component of any financial instruments or products or indices. None of the MSCI information is intended to constitute investment advice or a recommendation to make (or refrain from making) any kind of investment decision and may not be relied on as such. Historical data and analysis should not be taken as an indication or guarantee of any future performance analysis, forecast or prediction. The MSCI information is provided on an "as is" basis and the user of this information assumes the entire risk of any use made of this information. MSCI, each of its affiliates and each other person involved in or related to compiling, computing or creating any MSCI information (collectively, the "MSCI Parties") expressly disclaims all warranties (including, without limitation, any warranties of originality, accuracy, completeness, timeliness, non-infringement, merchantability and fitness for a particular purpose) with respect to this information. Without limiting any of the foregoing, in no event shall any MSCI Party have any liability for any direct, indirect, special, incidental, punitive, consequential (including, without limitation, lost profits) or any other damages ([www.msci.com](http://www.msci.com)). BLOOMBERG BARCLAYS Bloomberg Barclays Euro Aggregate Index and its associated data, Copyright © 2017 Bloomberg Index Services Limited, Bloomberg Finance L.P., their affiliates and/or third party licensors ("Licensors"). Used with permission. All rights reserved. Licensors make no warranties regarding use of or reliance upon such index data and shall have no liability in connection therewith. Bloomberg Barclays US Aggregate Index and its associated data, Copyright © 2017 Bloomberg Index Services Limited, Bloomberg Finance L.P., their affiliates and/or third party licensors ("Licensors"). Used with permission. All rights reserved. Licensors make no warranties regarding use of or reliance upon such index data and shall have no liability in connection therewith. Bloomberg Barclays Global Defensive Convertible Index and its associated data, Copyright © 2017 Bloomberg Index Services Limited, Bloomberg Finance L.P., their affiliates and/or third party licensors ("Licensors"). Used with permission. All rights reserved. Licensors make no warranties regarding use of or reliance upon such index data and shall have no liability in connection therewith. BofAML BofAML PERMITS USE OF THE BofAML INDICES AND RELATED DATA ON AN "AS IS" BASIS, MAKES NO WARRANTIES REGARDING SAME, DOES NOT GUARANTEE THE SUITABILITY, QUALITY, ACCURACY, TIMELINESS, AND/OR COMPLETENESS OF THE BofAML INDICES OR ANY DATA INCLUDED IN, RELATED TO, OR DERIVED THEREFROM, ASSUMES NO LIABILITY IN CONNECTION WITH THE USE OF THE FOREGOING, AND DOES NOT SPONSOR, ENDORSE, OR RECOMMEND SYZ ASSET MANAGEMENT, OR ANY OF ITS PRODUCTS OR SERVICES. STOXX STOXX, Deutsche Börse Group and their licensors, research partners or data providers do not make any warranties or representations, express or implied, with respect to the timeliness, sequence, accuracy, completeness, currentness, merchantability, quality or fitness for any particular purpose of its index data and exclude any liability in connection therewith. STOXX, Deutsche Börse Group and their licensors, research partners or data providers are not providing investment advice through the publication of indices or in connection therewith. In particular, the inclusion of a company in an index, its weighting, or the exclusion of a company from an index, does not in any way reflect an opinion of STOXX, Deutsche Börse Group or their licensors, research partners or data providers on the merits of that company. Financial instruments based on the STOXX® indices, DAX® indices or on any other indices supported by STOXX are in no way sponsored, endorsed, sold or promoted by STOXX, Deutsche Börse Group or their licensors, research partners or data providers. FTSE International Limited ("FTSE") © FTSE [2017]. FTSE® is a trade mark of the London Stock Exchange Group companies and is used by FTSE under license. All rights in the FTSE indices and/or ratings vest in FTSE and/or its licensors. Neither FTSE nor its licensors accept any liability for any errors or omissions in the FTSE indices and/or FTSE ratings or underlying data. No further distribution of FTSE data is permitted without FTSE's express written consent. TOPIX The TOPIX Index Value and the TOPIX Trademarks are subject to the intellectual property rights owned by the Tokyo Stock Exchange, Inc. and the Tokyo Stock Exchange, Inc. owns all rights and know-how relating to the TOPIX Index such as calculation, publication and use of the TOPIX Index Value and relating to the TOPIX Trademarks. The Tokyo Stock Exchange, Inc. shall reserve the rights to change the methods of calculation or publication, to cease the calculation or publication of the TOPIX Index Value or to change the TOPIX Trademarks or cease the use thereof. The Tokyo Stock Exchange, Inc. makes no warranty or representation whatsoever, either as to the results stemmed from the use of the TOPIX Index Value and the TOPIX Trademarks or as to the figure at which the TOPIX Index Value stands on any particular day. The Tokyo Stock Exchange, Inc. gives no assurance regarding accuracy or completeness of the TOPIX Index Value and data contained therein. Further, the Tokyo Stock Exchange, Inc. shall not be liable for the miscalculation, incorrect publication, delayed or interrupted publication of the TOPIX Index Value. The Licensed Products are not in any way sponsored, endorsed or promoted by the Tokyo Stock Exchange, Inc. The Tokyo Stock Exchange, Inc. shall not bear any obligation to give an explanation of the Products or an advice on investments to any purchaser of the Products or to the public. The Tokyo Stock Exchange, Inc. neither selects specific stocks or groups thereof nor takes into account any needs of the issuing company or any purchaser of the Products, for calculation of the TOPIX Value Index. Including but not limited to the foregoing, the Tokyo Stock Exchange, Inc. shall not be responsible for any damage resulting from the issue and sale of the Products. SRRI This indicator is deemed to reflect the level of risk of the fund. It can vary from 1 to 7 depending on the weekly upward and downward fluctuations of the fund over the past 5 years. Level 1 on the scale does not mean that investing in the fund is risk free. The indicator is based on historic data and can therefore not guarantee the level of future risk of the fund. The indicator is also not intended to be an investment objective for the fund and therefore can vary over time. For further information, please refer to the most recent version of the key information for investors ("KIID") document for the fund. This document has been issued in the United Kingdom by SYZ Asset Management (Europe) Limited (authorised and regulated by the FCA with reference number 666766).