

GENERAL INFORMATION

Inception date: 16.04.2015
Net Assets: 1,757 K USD
NAV: 6.461 USD
ISIN: LU1169223713
Distributor
 Merxbolsa Agencia de Valores. S.A.
Depository
 RBC INVESTOR SERVICES BANK. S.A.
Auditor
 DELOITTE AUDIT. S.A.R.L.
Management Fee
 0.50% over Net Assets
Custodian Fee
 0.03% over Net Assets
Subscription Fee
 None
Redemption or Switch Fee
 None
Total Expense Ratio: 2.99%
 (Figure as of year 2018)
Minimum investment: none
Base currency: USD
Subscription IBAN:
 ES03 0144 0001 34 0000052470
 Account name: Merxbolsa A.V.. S.A.

Cumulative SICAV

USD-denominated fund. Invests in sovereign debt issued by OECD member states, fixed income securities issued by corporations and bank deposits.

The target is medium term growth of its investments in US dollars.



COMMENTARY

After the bearish end of last year, the beginning of this year has been mostly positive for financial markets. The more moderate speech of the FED governor regarding potential interest rate hikes, and monetary policy resulted in increased investor confidence.

Regarding the imminent Brexit outcome in Europe, albeit no scenario is to be neglected, markets seem to give a low probability to an exit without an agreement between the UK and the EU.

Economic growth will continue to be positive across the main world economies. US growth rate was 3.2% in Q1, and unemployment is at the lowest levels in the past 40 years. In addition, profits of businesses in Merxbanc's portfolios has been strong in Q1.

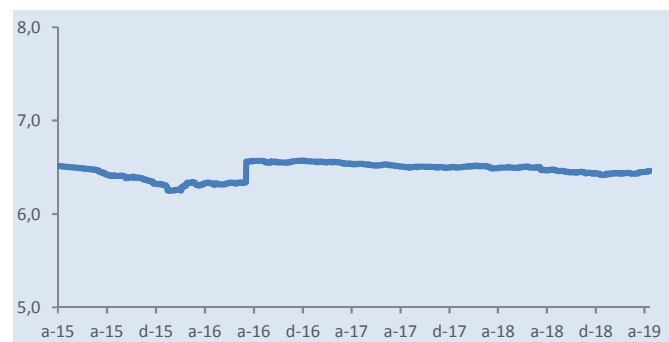
All of this resulted in the main world indices closing the quarter with positive results.

We continue to see potential in the markets, as valuations remain below historical averages. The continued global economic growth could slow down; however, it will remain solid. Moreover, the growth of corporate results of companies in our portfolios are for the most part strong. All of this has resulted in positive quarterly results.

Regarding 10-year bonds, a reference for fixed income markets, they had a similar behavior in Europe and US, closing at yields of 0.0130% and 2.499% respectively.

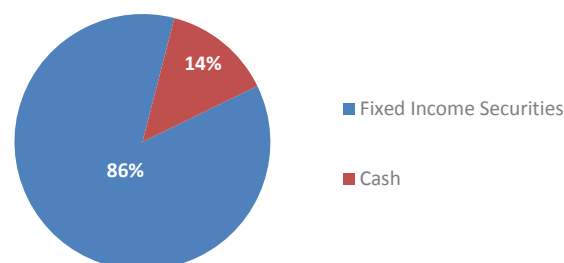
The US Dollar slightly appreciated vs. the Euro during the month, closing at 1.11975.

NAV evolution (since inception)



Source: Merxbanc

Portfolio by asset class (%)



Source: Merxbanc

RETURN

	Annualized	Cumulative
YTD		0.69%
12 months		-0.57%
3 years	0.69%	2.07%
5 years	N.D.	N.D.
10 years	N.D.	N.D.
Since inception	-0.20%	-0.81%

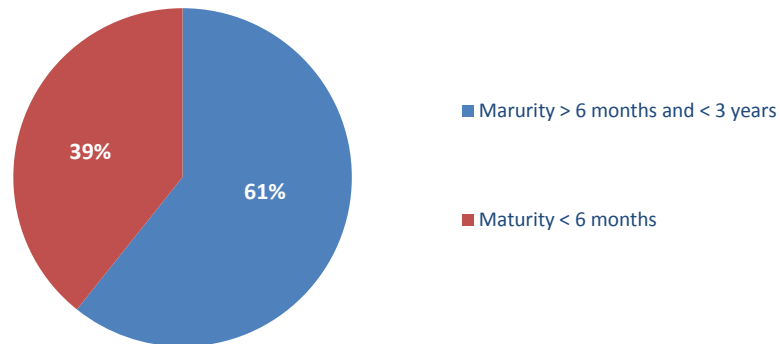
Source: Merxbanc

Portfolio Characteristics

Number of securities	15
Turnover (average 2 years)	0.74
TIR	1.66%
Volatility (average 3 years)	2.04%
Var (average 3 years)	1.43%

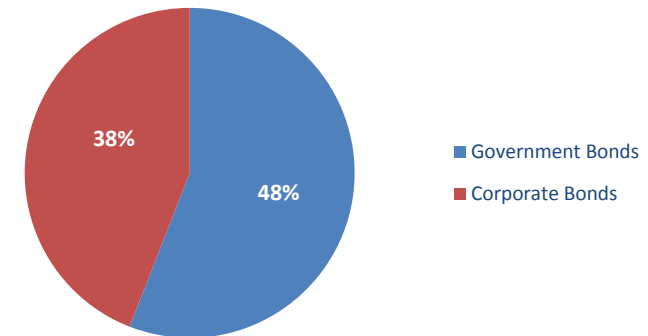
Source: Merxbanc

Maturities Breakdown



Source: Merchbanc

Fixed Income Asset distribution



Source: Merchbanc