

## Investment Strategy

YCAP Tactical Investment combines both growth and overlay portfolios to deliver a steady performance while containing market risks.

The portfolio management team uses proprietary quantitative models that provide continuous allocation and trade signals on more than 60 markets.

## Portfolio Managers

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## Monthly commentary

In June, the FED was omnipresent in financial markets as its president, Jerome Powell, delivered two contradicting speeches within just two weeks. The inconsistent nature of his messages created volatility across rates and commodities; though surprisingly much less so in the equity space. Accordingly, any portfolio constructed with an emphasis on avoiding inflationary risks, and thus rising rates, would be penalized when equities and bonds rise simultaneously.

In this context, the Fund YCAP Tactical Investment realized a positive monthly performance. Global equities have been a major performance contributor given the Fund's non-negligible equity allocation (56% of AuM) tilted towards US equities and, particularly, the Nasdaq (+6.3% in June). However, due to the portfolio's low duration (1.2), the Fund missed out on some of the upside in rates. A few of the Fund's defensive positions, such as precious metals and volatility, further added a negative performance contribution.

Over the course of the month, the Fund maintains a modest overweight in equities, an underweight in bonds, and a small allocation to gold. This is despite the emergence of a novel lambda variant of the coronavirus which in our view does not pose a major risk to the economic outlook. For the notable increase in new cases has merely resulted in marginally higher hospitalizations. Yet, it is the latter that motivates policymakers to impose restrictions on public life, e.g. lockdowns.

Notwithstanding, risk appetite among investors remains elevated (e.g. low put/call ratio) as liquidity continues to be abundant. Liquidity conditions might even benefit from the spreading of the latest coronavirus variant precisely because it may fill doubts about economic prospects thereby putting the FED's recent "hawkish" posture in jeopardy.

## YCAP Tactical Investment fund's net performance (Class A EUR)



| Share class |              | Inception date | Performances |       |        |                |                  | Ex-post risk indicators (since inception) |              |                  |              |
|-------------|--------------|----------------|--------------|-------|--------|----------------|------------------|---|--------------|------------------|--------------|
|             |              |                | June         | YTD   | 1 year | 5 years (ann.) | Inception (ann.) | Volatility                                | VaR 20d, 99% | Maximum Drawdown | Sharpe Ratio |
| A EUR       | LU0807706857 | 11 Jan 2013    | +0.3%        | +0.6% | +3.6%  | +1.3%          | +2.2%            | 7.3%                                      | -10.5%       | -20.7%           | 0.30         |

| Monthly Performances (Class A EUR) |       |       |        |       |       |       |       |       |       |       |       |       |        |
|------------------------------------|-------|-------|--------|-------|-------|-------|-------|-------|-------|-------|-------|-------|--------|
|                                    | Jan   | Feb   | Mar    | Apr   | May   | Jun   | Jul   | Aug   | Sep   | Oct   | Nov   | Dec   | Year   |
| 2013                               | -0.3% | -0.4% | +0.4%  | +1.0% | -1.4% | -3.1% | +2.0% | -0.8% | +0.9% | +2.7% | +1.0% | -0.4% | +1.6%  |
| 2014                               | -1.1% | +2.0% | +0.7%  | +1.3% | +3.5% | +0.7% | +0.3% | +3.0% | -1.3% | -0.9% | +1.7% | -0.2% | +10.2% |
| 2015                               | +2.0% | +2.0% | +0.2%  | -0.0% | +0.2% | -3.8% | +0.4% | -3.8% | -0.3% | -0.2% | +0.1% | -2.5% | -5.7%  |
| 2016                               | +1.2% | +1.2% | +1.0%  | -0.0% | +0.2% | +2.9% | +2.8% | +0.3% | -0.0% | -2.0% | +0.9% | +2.1% | +11.0% |
| 2017                               | -0.2% | +2.6% | +0.6%  | +0.4% | +0.9% | -1.0% | +1.3% | +0.6% | -0.5% | +1.9% | +0.2% | +0.5% | +7.5%  |
| 2018                               | +0.3% | -4.5% | -1.0%  | -0.6% | -0.1% | +0.0% | +0.6% | +0.3% | -0.7% | -1.0% | +0.3% | +0.1% | -6.3%  |
| 2019                               | +1.5% | -0.2% | +3.2%  | +0.1% | -0.1% | +2.9% | +1.3% | +1.8% | -0.6% | -0.5% | +0.0% | -0.1% | +9.9%  |
| 2020                               | +0.9% | -4.8% | -10.5% | +3.1% | +0.2% | +0.5% | +1.0% | -0.7% | +0.2% | -0.6% | +1.6% | +1.4% | -8.0%  |
| 2021                               | -0.6% | -1.2% | +0.6%  | +0.8% | +0.7% | +0.3% |       |       |       |       |       |       | +0.6%  |

Past performance is no indicator of future performance. The fund offers no capital preservation. Sources: HOMA CAPITAL; Bloomberg.

HOMA CAPITAL SA

SGP certified by the AMF (Autorité des Marchés Financiers) as GP11000002 as of January 13th, 2011 ([www.amf-france.org](http://www.amf-france.org)).

Public limited company with board of directors, with a capital of 1.000.000€

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## Allocation by strategy

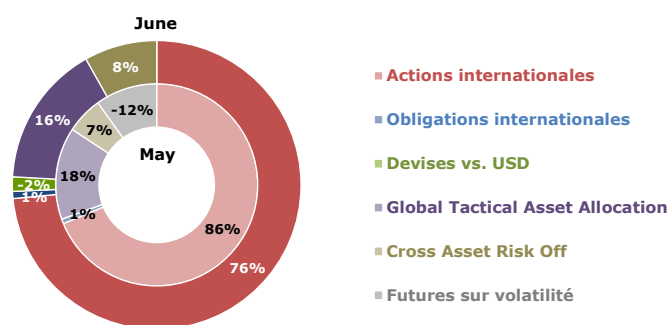
|                                  | 31 May 21 | 30 Jun 21 |
|----------------------------------|-----------|-----------|
| Global equities                  | 46.8%     | 50.2%     |
| Global bonds                     | 3.9%      | 3.8%      |
| Currencies vs. USD               | 0.0%      | -3.2%     |
| Global Tactical Asset Allocation | 24.9%     | 25.1%     |
| Cross Asset Risk Off             | 24.9%     | 24.6%     |
| Volatility futures               | 1.6%      | 0.0%      |

Sources: HOMA CAPITAL ; Bloomberg.

## Risk contributions (volatility)

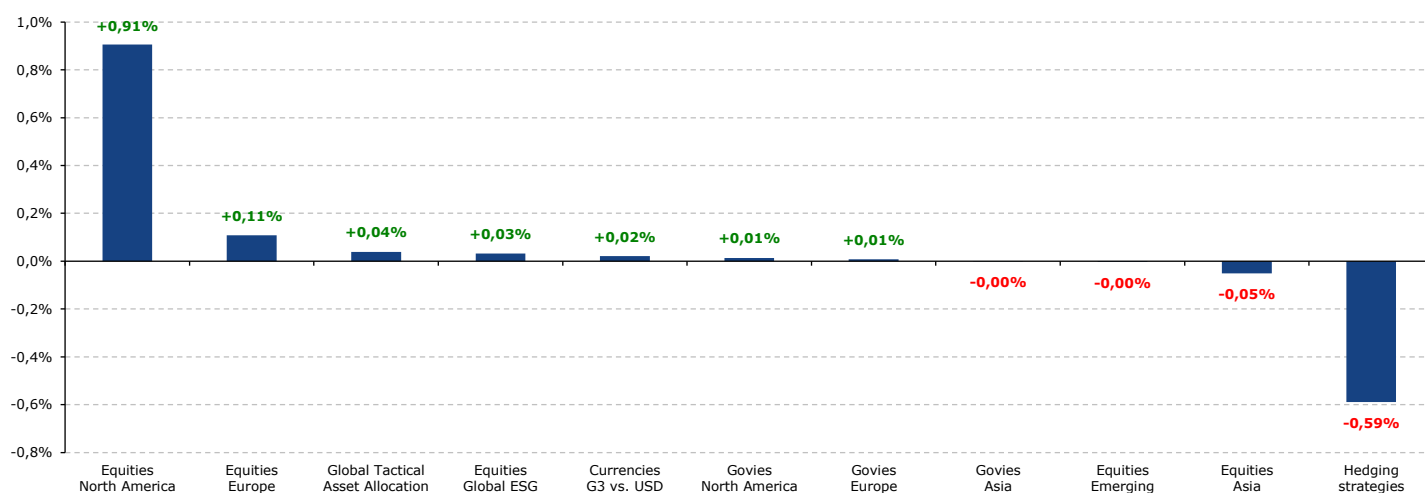
|                                  | 31 May 21 | 30 Jun 21 |
|----------------------------------|-----------|-----------|
| Global equities                  | 85.7%     | 76.0%     |
| Global bonds                     | 0.9%      | 0.8%      |
| Currencies vs. USD               | 0.0%      | -1.7%     |
| Global Tactical Asset Allocation | 18.4%     | 16.5%     |
| Cross Asset Risk Off             | 7.3%      | 8.4%      |
| Volatility futures               | -12.3%    | 0.0%      |

Sources: HOMA CAPITA ; Bloomberg.



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## Monthly gross contributions to performance



Sources: HOMA CAPITAL; Bloomberg.

## Ex-ante risk indicators

| Volatility | Monthly VaR 99% | Modified duration | Global leverage |
|------------|-----------------|-------------------|-----------------|
| 5,8%       | -7,0%           | 1.2               | 1.1             |

Sources: HOMA CAPITAL; Bloomberg.

**Value at Risk (VaR):** Represents the maximum loss expected on a financial asset over a given time period and for a given level of confidence. Two calculation methodologies:

- Historical model: the calculation is based on the asset's past returns, taken over a given timeframe.
- Parametric model: the calculation considers the expected return of the asset and its volatility level.

## Characteristics of the share class

| Class identifier | Bloomberg ticker | Minimum subscription | Management fees | Performance fees                                     | Fund Total Net Asset | Order reception  | Settlement                                       | Legal status         | Custodian                       |
|------------------|------------------|----------------------|-----------------|--|----------------------|--|--|----------------------|---------------------------------|
| A EUR            | RISKEAE LX       | € 500,000            | 0.90%           | 10% of gross performance with annual High Water Mark | 124 M€               | 12 a.m. at the latest, on each applicable valuation date | 2 business days after the corresponding NAV Date | UCITS V - Luxembourg | BNP Paribas Securities Services |

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