

# Cartesio *Income*

## Factsheet

NAV (Class I)  
**120.23**Assets  
**262m €**

## March 2025

The fund is down 0.7% in March and up 1.84% YTD. The erratic economic and foreign policy of the new Trump administration has been the catalyst for momentous changes.

Germany, courtesy of its low debt to GDP ratio and fiscal stability, has gone for a fiscal package larger than the Marshall Plan and German reunification combined. 2.2% of GDP every year over the next ten years, covering both infrastructure and defense. The European Union wants its own independent defense industry. The impact on long-term euro rates has been significant and immediate. The reference index for the fund (Eurozone Long Term Govt Bonds) is down 1.83% in the month.

The fund has fared well in a hostile market environment. The duration of the credit portfolio stands at 3.9 years and its equity portfolio rose with European equities down 4% in the month. The fund was down only 0.7%, still close to its recent all-time high. It is worth recalling the fact that the reference index for the fund is still down 11.4% from its 2021 year-end level, when rates began to rise, whilst the fund is up 17.4%. Equity and credit exposure remain unchanged versus February at 76% and 12%, respectively.

### Investment objective

Cartesio Income replicates the investment strategy of Cartesio X. It seeks higher risk adjusted returns (Sharpe ratio) than Euro Government bonds (Bloomberg Series-E Euro Govt 7-10 Yr Bond Index). Strong emphasis on capital protection.

### Investment strategy

Equity exposure is limited to a maximum of 40% of assets, the balance is invested in bonds and cash.

### Fund History

Cartesio X has an overall Five Star Morningstar rating. Since inception (March 2004) it has returned 3.9% p.a. against 3.1% p.a. total return for Long Term Euro Gov Bonds with a volatility of 4.0% (index 5.2%). On a three and five year basis the fund has returned 17.8%

### Performance Chart\*\*



and 38.7% respectively against total returns of -6.1% and -10.4% respectively for Long Term Eurozone Gov Bonds with 52% and 81% respectively of the volatility experienced by the index.

### Factors to consider

- The fund has a long bias (Equities & Bonds) but with a strong emphasis on capital protection over the medium term.
- The equity and bond components are actively managed with a significant tracking error vs the benchmark.
- Suitable for investors seeking to grow and protect their capital over the medium term with a low level of risk.

### PERFORMANCE

2025	1.8%
Since Inception (p.a.)*	3.9%

### RISK / RETURN

Volatility*	4.0%
Beta	0.22
Sharpe*	0.67

### ASSET ALLOCATION

Fixed Income	76.0%
Equity*	11.9%
Cash	12.1%

\*Weight net of derivatives

FIXED INCOME METRICS	WEIGHT	YTC	Dur*
<b>Total</b>	<b>76.0%</b>	<b>4.8%</b>	<b>3.9</b>
<b>Investment Grade</b>	<b>50.5%</b>	<b>4.6%</b>	<b>4.2</b>
Senior	22.7%	3.8%	3.9
Hybrid	16.9%	4.7%	4.2
AT1/RT1	10.9%	6.2%	5.0
<b>Non-Investment Grade</b>	<b>25.6%</b>	<b>5.0%</b>	<b>3.3</b>
Senior	7.2%	3.9%	2.5
Hybrid	8.3%	4.8%	3.4
AT1/RT1	10.0%	5.9%	4.0

\*Modified Duration

### MAIN HOLDINGS

Abanca AT1 10.625	1.6%
CNP CoCo Perpetual	1.6%
VW Hybrid 3.748%	1.6%
Aviva RT1 2032	1.6%
Lloyds AT1 PERP	1.3%

### INVESTMENTS/DIVESTMENTS EQUITIES

Investments: Barratt Redrow, Carlsberg  
Divestments:

### MARKET RETURNS

	2025	Since 31/03/04
MSCI Euro Net Total Return	5.9%	6.6% p.a.
Sharpe		0.30
Euro Gov. Bond (7-10y)*	-1.1%	3.1% p.a.
Sharpe		0.37
Euro Gov. Bond (<1y)*	0.6%	1.2% p.a.

\*\*Chart relates to past data. Past performance does not guarantee future returns.

\* Inception 31st March '04, Cartesio X until May '11

\*Euro Gov. Bond (7-10y): Bloomberg Series-E Euro Govt 7-10 Yr Bond Index

\*Euro Gov. Bond (&lt;1y): EGB0 Index (ICE BofA Euro Treasury Bill Index)

HOLDINGS		
1	Abanca AT1 10.625	1.6%
2	CNP CoCo Perpetual	1.6%
3	VW Hybrid 3.748%	1.6%
4	Aviva RT1 2032	1.6%
5	Lloyds AT1 PERP	1.3%
6	Permanent TSB Senior 28	1.3%
7	Terna Hybrid 2030	1.3%
8	Abertis Hybrid 2029	1.3%
9	BAT Hybrid	1.3%
10	Iren Hybrid PERP	1.3%
11	EDF Hybrid 2028	1.3%
12	Alstom Hybrid	1.3%
13	Scandinavian Sr Unsecured	1.3%
14	SNAM Hybrid	1.3%
15	Teleperformance senior 31	1.3%
16	Unicredit AT1 PERP	1.2%
17	Schaeffler Senior 2030	1.2%
18	ENI Hybrid PERP	1.2%
19	CEPSA Sr Unsecured 2031	1.2%
20	Other (including: Equities)	62.4%
21	Cash	12.1%
Total		100%

## VALUATION DATA

Bonds	
Portfolio YTC	4.7%
Running Yield	5.4%
Portfolio Duration	3.9 years
Fund Duration	3.0 years
Equity	
P/E	10.0x
Div Yield	5.2%

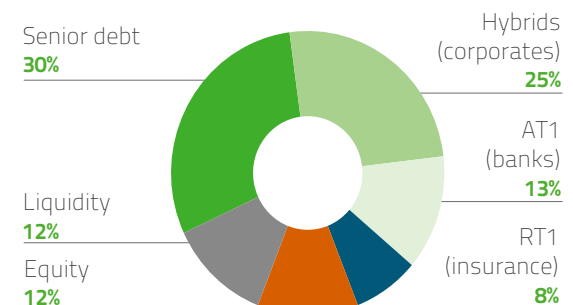
## MAIN HOLDINGS EQUITIES

1	Merlin Properties	0.5%
2	Repsol	0.5%
3	BAT	0.5%
4	Acerinox	0.5%
5	AXA	0.4%
6	BMPS	0.4%
7	Santander	0.4%
8	ITV	0.4%
9	Total Energies	0.4%
10	Carrefour	0.4%

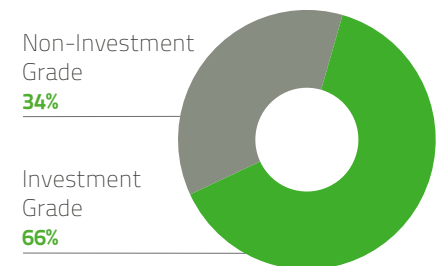
## RISK ADJUSTED RETURNS PARETURN CARTESIO INCOME\*

	Returns		Volatility		Relative	
	Fund	Index	Fund	Index	Volatility	M2
2004**	8.3%	5.5%	2.8%	3.4%	81.2%	9.9%
2005	5.8%	6.0%	4.0%	3.5%	113.2%	5.3%
2006	9.0%	-1.0%	2.2%	3.5%	62.7%	12.7%
2007	2.1%	1.8%	3.0%	3.7%	81.1%	1.6%
2008	-2.2%	10.8%	3.1%	6.1%	49.9%	-8.9%
2009	8.5%	4.7%	1.5%	5.1%	30.3%	25.0%
2010	2.1%	-0.3%	2.8%	4.7%	60.0%	3.0%
2011	0.9%	2.2%	4.4%	6.3%	70.6%	1.3%
2012	9.8%	14.9%	3.6%	4.8%	74.4%	12.7%
2013	8.9%	2.9%	2.9%	4.2%	70.6%	12.3%
2014	4.7%	16.9%	3.3%	3.4%	95.6%	4.9%
2015	1.3%	2.1%	4.0%	5.3%	76.6%	1.6%
2016	1.6%	3.5%	4.1%	4.0%	100.8%	1.6%
2017	3.9%	1.3%	1.4%	3.7%	36.9%	11.3%
2018	-3.7%	1.4%	1.8%	3.0%	59.6%	-6.0%
2019	4.3%	6.7%	2.7%	3.8%	70.7%	6.2%
2020	-3.5%	4.5%	9.9%	5.0%	198.8%	-2.0%
2021	4.9%	-2.9%	4.2%	3.7%	111.9%	4.3%
2022	-3.4%	-19.4%	6.8%	10.2%	66.9%	-4.7%
2023	10.2%	8.9%	4.7%	8.8%	53.8%	16.4%
2024	8.4%	1.8%	2.7%	5.5%	48.5%	13.4%
Q1	2.2%	-0.7%	2.1%	5.7%	37.1%	4.6%
Q2	1.2%	-1.4%	2.7%	6.5%	40.7%	1.6%
Q3	3.8%	4.6%	2.8%	4.6%	60.9%	5.6%
Q4	1.2%	-0.6%	2.4%	4.6%	52.0%	1.6%
2025	1.8%	-1.1%	2.4%	6.4%	38.4%	3.7%
Q1	1.8%	-1.1%	2.4%	6.4%	38.4%	3.7%
Total	123.1%	91.4%	4.0%	5.2%	77.5%	

## FUND PORTFOLIO BREAKDOWN



## BOND RATING DISTRIBUTION OF THE PORTFOLIO



## Name

Cartesio Income (Replicates Cartesio X)

## ISIN

LU1966822873 (Class I)

LU1966822956 (Class R)

LU1966823095 (Class Z)

## Bloomberg

CARTINI LX / CARTINR LX / CARTINZ LX

## Benchmark

Bloomberg Euro Gov Bond Index 7-10 yr – Risk Adjusted

## Fund Manager

Cartesio SGIC, S.A.

## Custodian

BNP Paribas

## Auditor

Deloitte

## Depository

BNP Securities Services

## Bronze

MORNINGSTAR ★★★★★ 3 years

MORNINGSTAR ★★★★★ 5 years

MORNINGSTAR ★★★★★ 10 years

MORNINGSTAR ★★★★★ Overall

4 Lipper Leader Total Return

4 Lipper Leader Consistent Return

5 Lipper Leader Preservation

5 Lipper Leader Expense

## Fund Management Fee

1.0% – Class I & Class R  
0.65% + 7.5% performance fee – Class Z

\*All ratings apply to Cartesio X

\* Cartesio X until 5/2011 and Paretturn Cartesio Income onwards.

\*\* Since March 2004

Index= Bloomberg Series-E Euro Govt 7-10 Yr Bond Index

M2= Theoretical return assuming the same volatility as the Index