

Objectives & Investment Policy

The Sub-Fund aims to achieve income and capital appreciation over the medium to long-term by directly or indirectly taking exposure principally in a selected portfolio of bonds and any types of debt and debt-related instruments issued by states, local governments, supranational, municipal and corporate issuers located in any countries, including emerging markets, and using financial derivative instruments where appropriate.

Characteristics

Share Class A
Fund OIC
Man. Co. Domicile Andorra
Asset Class Fixed Income
Currency EUR
Valuation Daily

Launch Date 04/04/2001
17/07/2009*

Investment Horizon 3 Yrs.

*date of adaptation to the new legislation (Llei 10-2018) and reset of the net asset value to 100

ISIN AD0000100500
INAF registration 0011-03
Radical Andbank 100500

Benchmark

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Management Company

Andorra Gestió Agricol Reig, S.A.U

Custody

Andorra Banc Agricol Reig, S.A

Management Fee

0.75%

Entry Charge

0.59%

Exit Charge

0.51%

Custody Fee

0.50%

*Indirect taxes not included. IGI: 9.5%

AUMs Fund (Mill.) 6.22
No. Of Shares class 57,635
NAV class 107.89

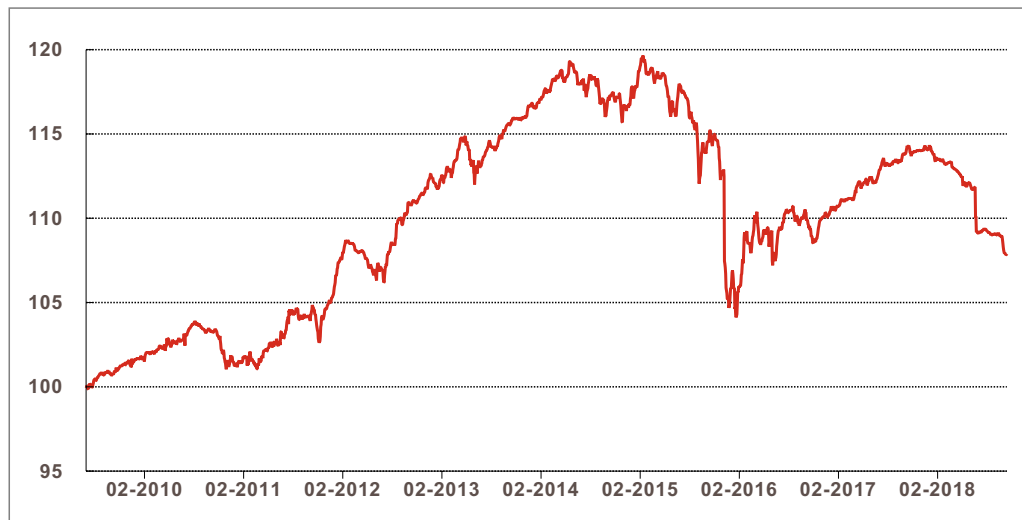
Volatility (%) 2.09
Max. Drawdown (%) -9.62
Positive Weeks (%) 51.92
Duration (%) 2.30
Yield (%) 0.48
Interest Rate (%) 2.03
Rating BBB+

Monthly data last 3 yrs

Annualized return (%)

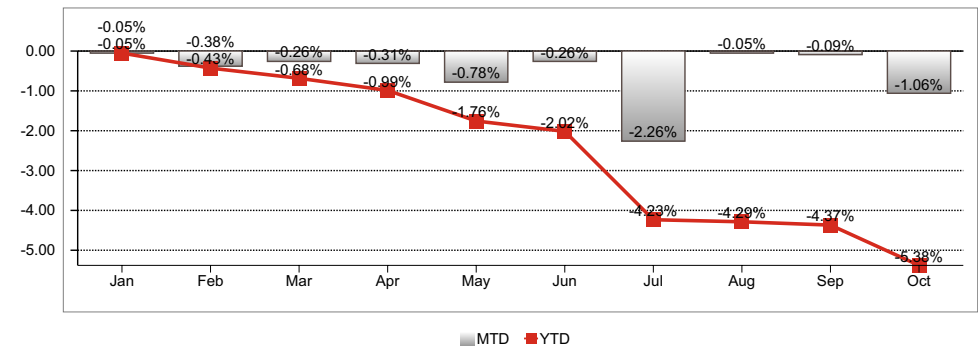
1 yr -5.61
3 yrs -1.96
5 yrs -1.39
Since inception 0.45

Nav Evolution since inception 2009*



*date of adaptation to the new legislation (Llei 10-2018) and reset of the net asset value to 100

Performance evolution 2018



Past performance should not be considered an indicator of future performance

Monthly Historical evolution (%)

	Ene.	Feb.	Mar.	Abr.	May.	Jun.	Jul.	Ago.	Set.	Oct.	Nov.	Dic.	YTD
2018	-0.05	-0.38	-0.26	-0.31	-0.78	-0.26	-2.26	-0.05	-0.09	-1.06			-5.38
2017	0.30	0.39	0.24	0.30	0.61	-0.10	0.98	0.00	0.13	0.87	-0.33	0.09	3.53
2016	-0.36	-0.89	2.37	1.70	-0.90	-1.55	1.62	1.02	-0.85	0.26	-1.00	1.28	2.65
2015	0.50	1.76	-0.54	0.01	-0.17	-1.77	1.04	-1.05	-3.43	1.95	0.10	-6.39	-7.99
2014	0.41	0.66	0.44	0.46	0.02	0.21	-0.62	0.29	-1.19	0.32	-0.01	-0.48	0.49

Past performance should not be considered an indicator of future performance

Top 10 Holdings

Position	Rate	Maturity	Country	Weight (%)
LLETRES TRESOR PRINC. AND. 01JUN19	0.000	01/06/2019	ANDORRA	7.33
BONS PRINC. AND. 1.15% EUR 3Y	1.150	19/12/2019	ANDORRA	6.43
TELEFONICA EMIS	3.987	23/01/2023	SPAIN	3.75
FMC FINANCE VII	5.250	15/02/2021	LUXEMBOURG	3.61
SMURFIT KAPPA AQ	3.250	01/06/2021	IRELAND	3.46
BANKINTER SA	6.375	11/09/2019	SPAIN	3.42
BP CAPITAL PLC	2.177	28/09/2021	UNITED KINGDOM	3.42
HARMAN FINANCE	2.000	27/05/2022	LUXEMBOURG	3.39
NOMURA EUROPE FN	1.500	12/05/2021	NETHERLANDS	3.35
UNILEVER NV	1.000	03/06/2023	NETHERLANDS	3.32

Manager Review

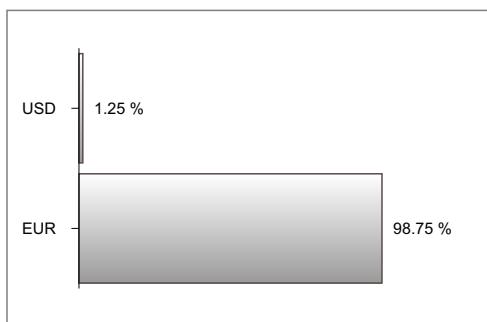
On the interest side, the month started firmly bearish, as comments from Fed chair Powell on the potential for higher rates drove 10y yields 17bps higher to levels not seen since 2011. The 10 year Treasury reached 3.25% but many investors saw it as a buying opportunity. FOMC speakers during the month continued to focus on the same message from the September meeting that rates are likely to move modestly above neutral towards the end of 2019 and the beginning of 2020. It was equities that then dominated the market directionality for the rest of the month. The relatively disappointing earnings season led to a sell-off in equities: the S&P had the worst month since September 2011, closing the month down 6.94%. Persistent outflows combined to mixed macroeconomic data in the Eurozone, uncertainties on the Brexit and on the issue of the discussions between Italy and the European Commission on the budget, and negative headlines about US-China trade policy contributed to the negative sentiment. The bund opened the month at 158.79 (yield of 0.469%) and closed at 160.26 (yield of 0.384%).

With the selloff in equities over the course of October, spreads widened to levels last seen in mid-August.

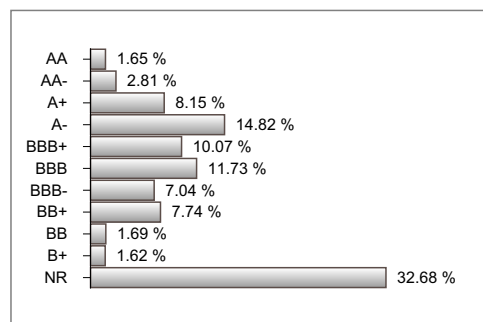
iTraxx Main opened the month at 69bp and closed at 74bp, while iTraxx Xover opened at 274bp to close at 298bp. iTraxx Senior Financials opened at 84bp and closed at 92bp. EUR and GBP investment grade cash credit saw excess returns for the month over duration-matched bunds of -70bp, while EUR HY saw -163bp of excess returns. Total returns were negative in IG and HY due to credit weakness and despite the rates strength. Industrials and consumer goods spreads widened the most, while oil & gas and healthcare outperformed.

The fund delivered a negative performance of -1.06% in October. During this month we reduced exposure to HY or low IG issuances like Dia, Grifols or Thyssen. In order to increase the average rating of the portfolio we invested into safer companies like Diageo or Thales.

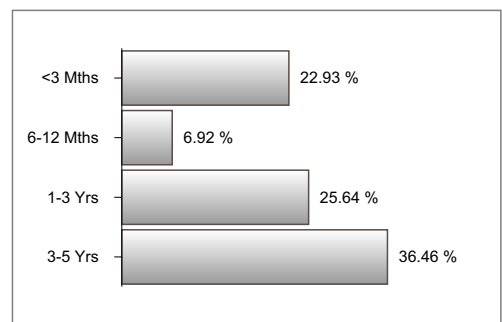
Currency Breakdown



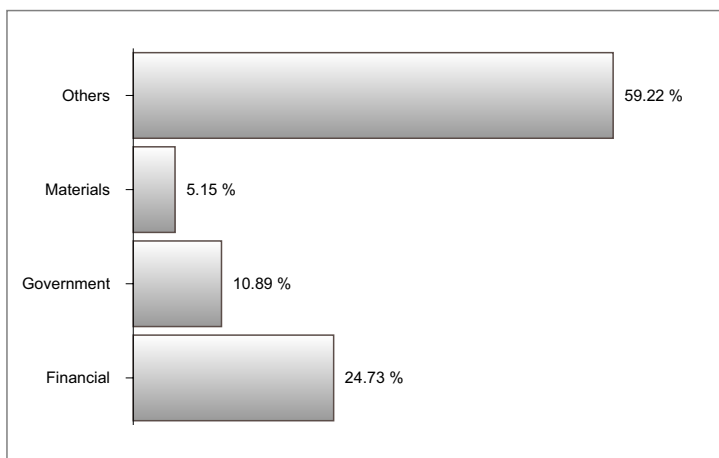
Rating Allocation



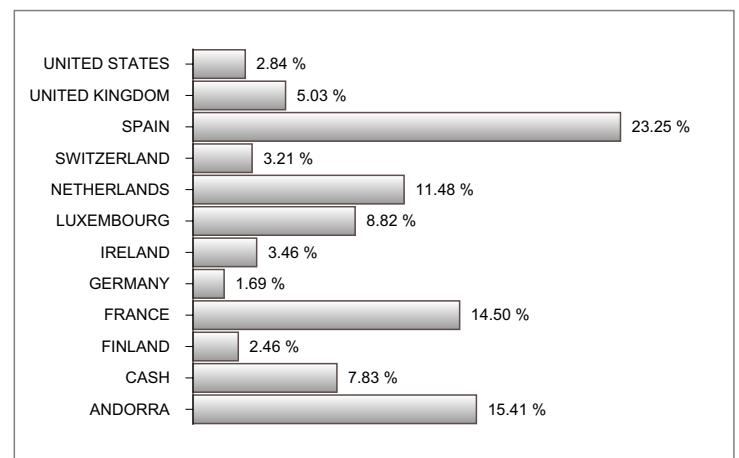
Maturity allocation



Sector breakdown



Country breakdown



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