ROBECO

For professional investors only. This is a marketing communication.

Factsheet | Figures as of 30-04-2023

RobecoSAM SDG High Yield Bonds FH EUR

RobecoSAM SDG High Yield Bonds is an actively managed fond that invests in global corporate bonds. The selection of these bonds is based on fundamental analysis.The fund's objective is to provide long term capital growth. The funds invests in high yield corporate bonds with a sub-investment grade rating, with a structural bias to the higher rated part in high yield. The portfolio is built on the basis of the eligible investment universe and the relevant SDGs using an internally developed framework about which more information can be obtained via the website www.robeco.com/si.

Sander Bus, Christiaan Lever
Fund manager since 22-10-2019

Performance

	Fund	Index
1 m	0.55%	0.66%
3 m	0.08%	-0.15%
Ytd	3.02%	3.28%
1 Year	0.18%	-1.76%
2 Years	-4.13%	-4.67%
3 Years	1.13%	2.25%
Since 10-2019	-0.98%	-0.36%

Annualized (for periods longer than one year)
Note: due to a difference in measurement period between the fund and the index, performance differences may arise. For further info, see last page.

Rolling 12 month returns

	Fund
05-2022 - 04-2023	0.18%
05-2021 - 04-2022	-8.25%
05-2020 - 04-2021	12.54%
10-2019 - 04-2020	-6.62%

Initial charges or eventual custody charges which intermediaries might apply are not included.

Index

Bloomberg Global High Yield Corporate Index

General facts

Morningstar	★★
Type of fund	Bonds
Currency	EUR
Total size of fund	EUR 319,141,371
Size of share class	EUR 1,478,900
Outstanding shares	15,358
1st quotation date	22-10-2019
Close financial year	31-12
Ongoing charges	0.78%
Daily tradable	Yes
Dividend paid	No
Ex-ante tracking error limit	5.00%
Management company	Robeco Institutional Asset Management B.V.
Management company	Robeco Institutional Asset Management B.V.

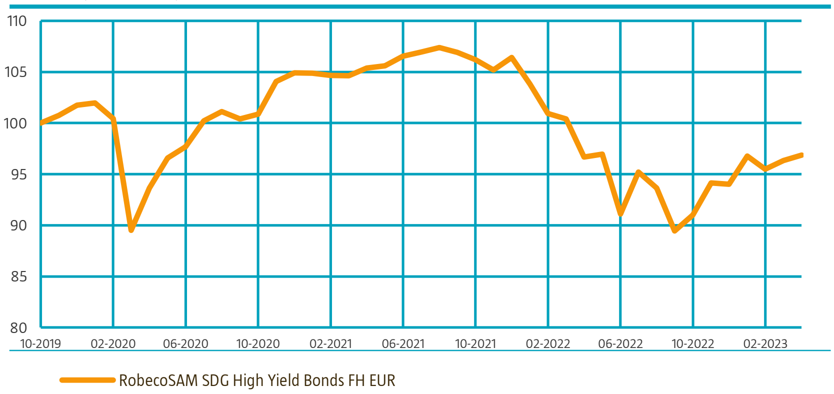
Sustainability profile

- Exclusions+
- ESG Integration
- Target Universe

For more information on exclusions see https://www.robeco.com/exclusions/
For more information on target universe methodology see https://www.robeco.com/si

Performance

Indexed value (until 30-04-2023) - Source: Robeco



Performance

Based on transaction prices, the fund's return was 0.55%.
The high yield bond index had a positive total return in April, which was purely a matter of earning the carry in high yield as yields and spreads traded sideways. The fund slightly underperformed the benchmark. The contribution from beta was a small positive, whereas issuer selection contributed negatively. In the US market, lower quality outperformed. In Europe, we saw the opposite picture. Our quality bias made a small negative contribution. As Europe slightly underperformed the US, our overweight in Europe also detracted slightly. Positive contributions came from avoiding names like Envision and Lannett, both healthcare companies that defaulted in April. Not owning index heavyweight Dish Networks also contributed nicely. This satellite television company is burdened with too much debt and its competitive position is at risk. Even its most senior debt yields 15%, a clear sign that restructuring will be unavoidable. A negative contribution came from our large overweight in healthcare device maker Catalent. Bonds rallied hard in Q1 on rumors that Catalent was approached by IG competitor Danaher. Bad Q1 earnings and a denouncement by Danaher made bonds drop back to initial levels.

Market development

Not often have we seen months that were this stable in terms of spreads and yields. Spreads and yields both rose by 1 bp, to 453 bps and 8.22% (hedged to EUR). Intra-month volatility was very low as well. Investors had to digest the volatility around the US regional banks that shook markets in March, and were otherwise focused on the start of the earnings season and on macro data that could be relevant for central bank actions. In this relative calmness, primary markets reopened again: the number of deals reached almost 20 bln in the US alone, more than triple the amount that companies were able to print in March. However, this number is still a far cry from the normal issuance levels we have seen on average over the last 10 or so years. Default activity picked up in April, with several larger issuers in retail and healthcare going into restructuring.

Expectation of fund manager

Our base case remains that the US as well as Europe will experience a recession in 2023. We are coming from a prolonged period of (too) easy monetary policy and low or even negative yields. The result is a US economy running hot, and a persistent inflation problem both in the US and in Europe. Central banks have been on an aggressive rate hiking path, and their goal is to tame the inflation beast, be it at the cost of driving the economies into a recession. This is typically the environment where 'things break' and accidents happen. Likely victims are over-leveraged companies that are now facing a rapid rise in their cost of debt. Think CCC companies, leveraged LBOs, or companies in sectors that were perceived to be stable and hence loaded with debt like in telecom. The question is: what is priced in? With all-in yields now at 7.5% to 8.5%, a lot of additional widening is needed for total returns to become negative. We will continue to take an active beta approach and are currently close to a beta of 1. We stay up-in-quality. Stock picking is ever more important, as the current environment will certainly create winners and losers.

Top 10 largest positions

Our top ten holdings consist mostly of BB-rated large caps in the consumer and communications sectors. In communications, positions are in some of the large US telecom operators like Sprint, Charter and Altice US. Sprint was actually upgraded to IG last month, meaning we will likely reduce the position. Within the consumer space, we own positions in healthcare research provider IQV and in auto suppliers Goodyear and ZF Industries. Other large holdings are in the packaging space, with can producers Ball and Crown.

Fund price

30-04-23	EUR	96.59
High Ytd (02-02-23)	EUR	97.66
Low Ytd (20-03-23)	EUR	93.57

Fees

Management fee	0.55%
Performance fee	None
Service fee	0.16%
Expected transaction costs	0.02%

Legal status

Investment company with variable capital incorporated under Luxembourg law (SICAV)

Issue structure	Open-end
UCITS V	Yes
Share class	FH EUR

This fund is a subfund of Robeco Capital Growth Funds, SICAV

Registered in

Austria, Denmark, Finland, France, Germany, Italy, Luxembourg, Netherlands, Norway, Singapore, Spain, Sweden, Switzerland, United Kingdom

Currency policy

All currency risks are hedged.

Risk management

Risk management is fully embedded in the investment process to ensure that positions always meet predefined guidelines.

Dividend policy

The fund does not distribute dividend. The income earned by the fund is reflected in its share price. The fund's entire result is thus reflected in its share price development.

Derivative policy

RobecoSAM SDG High Yield Bonds make use of derivatives for hedging purposes as well as for investment purposes. These derivatives are liquid.

Fund codes

ISIN	LU2061804121
Bloomberg	RSHYFHE LX
WKN	A2PVFP
Valoren	50778413

Top 10 largest positions

Holdings	Sector	%
CCO Holdings LLC / CCO Holdings Capital Corp	Communications	2.13
Sprint Capital Corp	Communications	1.56
ZF Finance GmbH	Consumer Cyclical	1.49
IQVIA Inc	Consumer Non Cyclical	1.30
Ball Corp	Capital Goods	1.29
Crown European Holdings SA	Capital Goods	1.28
CSC Holdings LLC	Communications	1.27
Goodyear Tire & Rubber Co/The	Consumer Cyclical	1.21
FMG Resources August 2006 Pty Ltd	Basic Industry	1.19
SPCM SA	Basic Industry	1.19
Total		**13.91**

Statistics

	3 Years
Tracking error ex-post (%)	1.56
Information ratio	-0.25
Sharpe ratio	0.24
Alpha (%)	-0.18
Beta	0.90
Standard deviation	7.54
Max. monthly gain (%)	4.58
Max. monthly loss (%)	-5.97

Above mentioned ratios are based on gross of fees returns

Hit ratio

	3 Years
Months outperformance	16
Hit ratio (%)	44.4
Months Bull market	21
Months outperformance Bull	5
Hit ratio Bull (%)	23.8
Months Bear market	15
Months Outperformance Bear	11
Hit ratio Bear (%)	73.3

Above mentioned ratios are based on gross of fees returns.

Characteristics

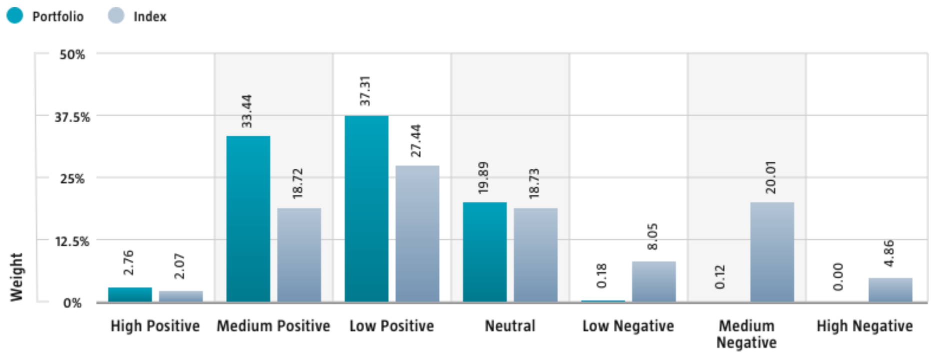
	Fund	Index
Rating	BA1/BA2	BA3/B1
Option Adjusted Modified Duration (years)	3.4	3.5
Maturity (years)	4.6	4.7
Yield to Worst (%, Hedged)	5.8	7.1
Green Bonds (%, Weighted)	3.7	3.0

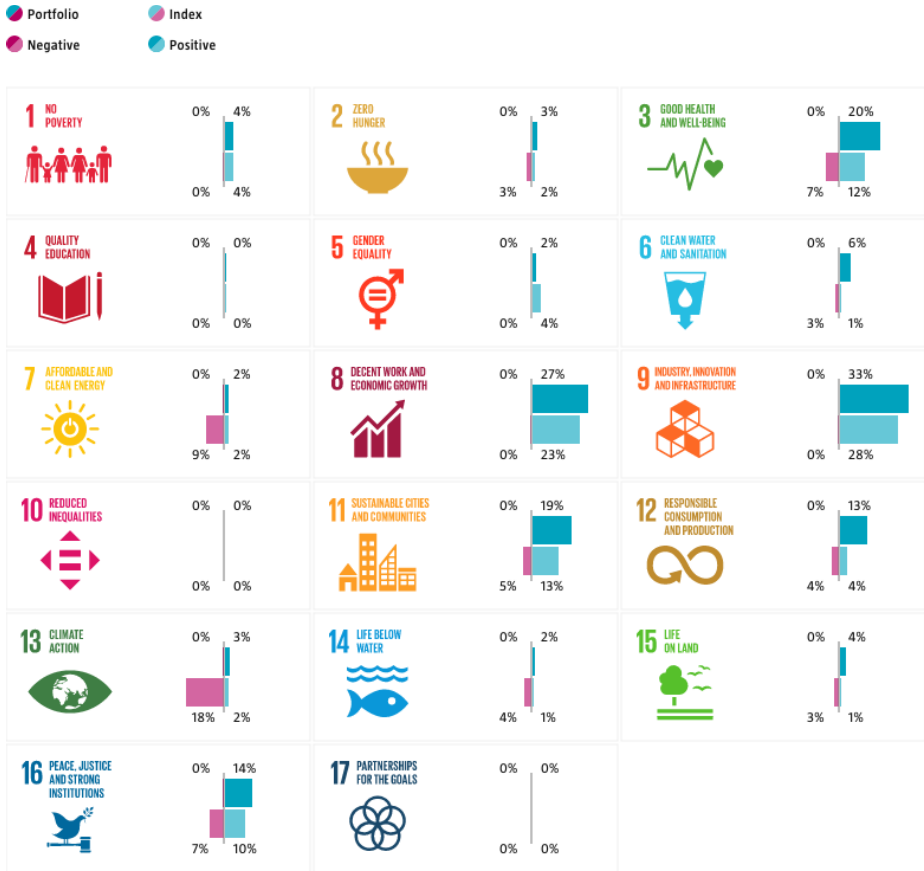
Sustainability

Sustainability is incorporated in the investment process by the means of a target universe, exclusions, ESG integration, and a minimum allocation to ESG-labeled bonds. The fund solely invests in credits issued by companies with a positive or neutral impact on the SDGs. The impact of issuers on the SDGs is determined by applying Robeco's internally developed three-step SDG Framework. The outcome is a quantified contribution expressed as an SDG score, considering both the contribution to the SDGs (positive, neutral or negative) and the extent of this contribution (high, medium or low). In addition, the fund does not invest in credit issuers that are in breach of international norms or where activities have been deemed detrimental to society following Robeco's exclusion policy. ESG factors are integrated in the bottom-up security analysis to assess the impact of financially material ESG risk on the issuer's fundamental credit quality. Furthermore, the fund invests at least 2% in green, social, sustainable, and/or sustainability-linked bonds. Lastly, where a credit issuer is flagged for breaching international standards in the ongoing monitoring, the issuer will become subject to exclusion.

SDG Impact Alignment

This distribution across SDG scores shows the portfolio weight allocated to companies with a positive, negative and neutral impact alignment with the Sustainable Development Goals (SDG) based on Robeco's SDG Framework. The frameworks, which utilizes a three-step approach to assess a company's impact alignment with the relevant SDGs, provides a methodology for assigning companies with an SDG score. The score ranges from positive to negative impact alignment with levels from high, medium or low impact alignment. This results in a 7-step scale from -3 to +3. If the data set does not cover the full portfolio, the figures shown above each impact level sum to the coverage level to reflect the data coverage of the portfolio, with minimal deviations that reflect rounding. Weights < 0.5% will show as 0. If an index has been selected, the same figures are also provided for the index. Holdings mapped as corporates and/or sovereign are included in the figures.
For more information, please visit https://www.robeco.com/docm/docu-brochure-robecosam-sdg-framework.pdf





Sector allocation

Overweights are in less cyclical sectors like food and paper & packaging as well as in banks. Within chemicals we have outspoken overweights in specialty chemical companies active in for instance water treatment and filtration techniques. Underweights are in the mostly SDG-negative energy and utility sectors, in cyclical sectors like retail and gaming, but also in pharma, which is dominated by large companies with aggressive financial strategies.

Sector allocation		Deviation index
Capital Goods	16.5%	7.0%
Communications	15.1%	0.2%
Consumer Non Cyclical	13.4%	1.6%
Basic Industry	12.0%	6.2%
Consumer Cyclical	11.8%	-9.7%
Banking	10.5%	5.5%
Technology	5.5%	0.1%
Insurance	1.9%	0.3%
Owned No Guarantee	1.6%	1.6%
Transportation	1.3%	-2.1%
Energy	1.3%	-8.4%
Other	1.6%	-9.9%
Cash and other instruments	7.4%	7.4%

Currency denomination allocation

All currency risks are hedged to the currency of the share class. The currency denomination allocation shows the currency distribution of the portfolio before hedging.

Currency denomination allocation		Deviation index
U.S. Dollar	57.3%	-19.3%
Euro	33.0%	12.2%
Pound Sterling	2.3%	-0.2%

Duration allocation

RobecoSAM SDG High Yield Bonds does not pursue an active duration policy. HY bonds tend to have a limited effective sensitivity to underlying moves in government bond yields. In our 0-duration share classes, the underlying rate risk is hedged to 0 to 6-month duration.

Duration allocation		Deviation index
U.S. Dollar	2.6	-0.2
Euro	0.7	0.0
Pound Sterling	0.1	0.0

Rating allocation

Most exposure is in Ba and B issuers. The fund has a large underweight in the categories Caa and below. We have an allocation to BBBs, consisting of former rising stars that still trade at attractive spread levels and some EM issuers with IG ratings.

Rating allocation		Deviation index
A	0.8%	0.8%
BAA	12.7%	12.7%
BA	56.1%	3.1%
B	17.3%	-18.6%
CAA	5.5%	-3.9%
CA		-0.5%
C		-0.3%
NR	0.3%	-0.5%
Cash and other instruments	7.4%	7.4%

Country allocation

Country risk analysis is incorporated in our proprietary credit research, but we do not implement any specific top-down country policy in the portfolio. We have a slight preference for Europe versus the United States based on valuations.

Country allocation		Deviation index
United States	46.2%	-15.1%
France	6.4%	2.8%
Germany	5.8%	2.6%
Italy	4.2%	-0.1%
United Kingdom	4.1%	-0.7%
Netherlands	3.5%	2.3%
Canada	2.7%	0.0%
Spain	2.7%	0.5%
Luxembourg	1.9%	0.2%
Belgium	1.7%	1.5%
India	1.3%	0.7%
Other	12.1%	-2.0%
Cash and other instruments	7.4%	7.4%

Investment policy
RobecoSAM SDG High Yield Bonds is an actively managed fond that invests in global corporate bonds. The selection of these bonds is based on fundamental analysis. The fund has sustainable investment as its objective within the meaning of Article 9 of the European Sustainable Finance Disclosure Regulation. The fund advances the UN Sustainable Development Goals (SDGs) by investing in companies whose business models and operational practices are aligned with targets defined by the 17 UN SDGs. The fund integrates ESG (Environmental, Social and Governance) factors in the investment process and applies Robeco's Good Governance policy. The fund applies sustainability indicators, including but not limited to, normative, activity-based and region-based exclusions. The fund also aims to provide long term capital growth.The funds invests in high yield corporate bonds with a sub-investment grade rating, with a structural bias to the higher rated part in high yield. The portfolio is built on the basis of the eligible investment universe and the relevant SDGs using an internally developed framework about which more information can be obtained via the website www.robeco.com/si. The majority of bonds selected will be components of the Benchmark, but bonds outside the Benchmark may be selected too. The fund can deviate substantially from the weightings of the Benchmark. The fund aims to outperform the Benchmark over the long run, whilst still controlling relative risk through the applications of limits (on currencies and issuers) to the extent of deviation from the Benchmark. This will consequently limit the deviation of the performance relative to the Benchmark. The Benchmark is a broad market weighted index that is not consistent with the sustainable objective of the fund.

Fund manager's CV
Sander Bus is CIO and Lead Portfolio Manager Global High Yield Bonds. He has been dedicated to High Yield at Robeco since 1998. Previously, Sander worked for two years as a Fixed Income Analyst at Rabobank where he started his career in the industry in 1996. He holds a Master's in Financial Economics from Erasmus University Rotterdam and he is a CFA® charterholder. Christiaan Lever is Portfolio Manager High Yield and Emerging Credits in the Credit team. Before assuming this role in 2016, he was Financial Risk Manager at Robeco, focusing on market risk, counterparty risk and liquidity risk within fixed Income markets. Christiaan has been active in the industry since 2010. He holds a Master's in Quantitative Finance and in Econometrics from Erasmus University Rotterdam.

Team info
RobecoSAM SDG High Yield Bonds is managed within Robeco's credit team, which consists of nine portfolio managers and twenty-three credit analysts. The portfolio managers are responsible for the construction and management of the credit portfolios, whereas the analysts cover the team's fundamental research. Our analysts have long term experience in their respective sectors which they cover globally. Each analyst covers both investment grade and high yield, providing them an information advantage and benefiting from inefficiencies that traditionally exist between the two segmented markets. Furthermore, the credit team is supported by three dedicated quantitative researchers and four fixed income traders. On average, the members of the credit team have an experience in the asset management industry of seventeen years, of which eight years with Robeco.

Fiscal product treatment
The fund is established in Luxembourg and is subject to the Luxembourg tax laws and regulations. The fund is not liable to pay any corporation, income, dividend or capital gains tax in Luxembourg. The fund is subject to an annual subscription tax ('tax d'abonnement') in Luxembourg, which amounts to 0.05% of the net asset value of the fund. This tax is included in the net asset value of the fund. The fund can in principle use the Luxembourg treaty network to partially recover any withholding tax on its income.

Morningstar

Febelfin disclaimer
The fact that the sub-fund has obtained this label does not mean that it meets your personal sustainability goals or that the label is in line with requirements arising from any future national or European rules. The label obtained is valid for one year and subject to annual reappraisal. For further information on this label, please visit www.towardssustainability.be.

Disclaimer
This document has been issued by Robeco Institutional Asset Management B.V. (Robeco). The information contained in this publication is based upon sources of information believed to be reliable. Robeco is not answerable for the accuracy or completeness of the facts, opinions, expectations and results referred to therein. Whilst every care has been taken in the preparation of this publication, we do not accept any responsibility for damage of any kind resulting from incorrect or incomplete information. This publication is subject to change without notice.

Important information

Risk factors you should consider before investing: Markets: The value of investments and the income from them can go down as well as up and you may get back less than the amount invested. Exchange Rates: Investing globally can bring additional returns and diversify risk. However, currency exchange rate fluctuations may have a positive or negative impact on the value of your investment. Country : Less developed countries may face more political, economic or structural challenges than developed countries. This may mean your money is at greater risk. The risks outlined might be particularly relevant to this fund and should always be read in conjunction with all warnings and comments given in the prospectus and KIID for the fund. Other important information: The fund constitutes a recognised scheme under section 264 of the Financial Services and Markets Act. Nothing herein constitutes investment, legal, tax or other advice and is not to be relied upon in making an investment or other decision. No recommendation is made, positive or otherwise, regarding individual securities mentioned. You should seek professional advice before making any investment decisions. This is not an invitation to subscribe for shares in the Fund and is by way of information only. Subscriptions will only be received and shares issued on the basis of the current Prospectus, relevant Key Investor Information Document (KIID) and other supplementary information for the Fund. These can be obtained free of charge from Northern Trust Global Serviced Limited, 50 Bank Street, Canary Wharf, London E14 5NT or from our website www.robeco.com. The ongoing charges mentioned in this publication express the operational costs including management fee, service fee, taxe d'abonnement, depositary fee and bank charges and is the one stated in the fund's latest annual report at closing date. Robeco Institutional Asset Management B.V., Rotterdam (Trade Register no. 24123167) is registered with the Netherlands Authority for the Financial Markets in Amsterdam and subject to limited regulation in the UK by the Financial Conduct Authority. Details about the extent of our regulation by the Financial Conduct Authority are available from us on request. Unless otherwise stated, performances are i) net of fees based on transaction prices and ii) with dividends reinvested.