

Marketing communication

# THE POWER OF A FLEXIBLE BOND STRATEGY

**JUPITER DYNAMIC BOND**



[jupiteram.com](http://jupiteram.com)

For professional and institutional investors only. Not for retail investors,

  
**JUPITER**  
ASSET MANAGEMENT

# THE POWER OF A FLEXIBLE BOND STRATEGY

Jupiter's flexible bond strategy takes an unconstrained, high-conviction, go-anywhere approach that aims to generate long term returns through the economic cycle. The strategy is designed to be a core holding for fixed-income investors, as it can invest a significant portion of the portfolio in high yield and non-rated bonds. These bonds may offer a higher income but carry a greater risk of default, particularly in volatile markets.

The Jupiter Dynamic Bond (SICAV) fund is managed by **Ariel Bezalel** and **Harry Richards**.

## WHY THE JUPITER DYNAMIC BOND?

---

Active, fully flexible, high conviction

---

Top-down macro insight combined with rigorous bottom-up credit analysis

---

Targets deleveraging credit exposures

---

Targets special themes

---

Key focus to identify and manage downside risk

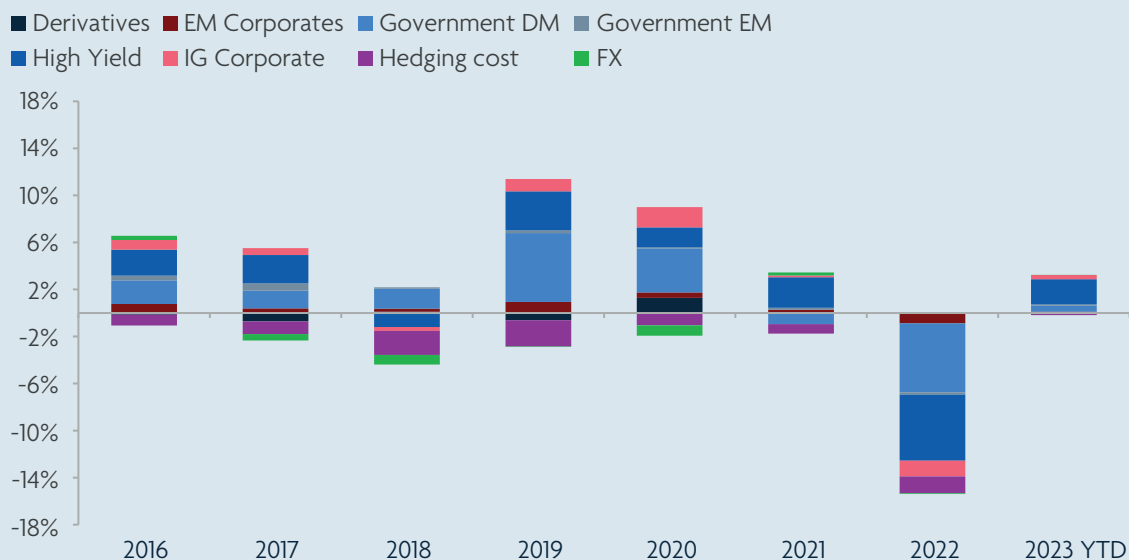


# INVESTMENT PHILOSOPHY

## INVESTING ACROSS THE FIXED INCOME SPECTRUM

The investment managers take positions on high yield (HY) and investment grade (IG) corporate bonds, developed market government bonds, emerging market corporate and government bonds, as well as FX and convertibles. The fund is actively managed without reference to a benchmark.

### Pulling all the levers to deliver diversified returns



Source: Jupiter, as at 28.02.23. Contribution from FX hedging is shown for the base currency of the fund.

## INVESTMENT PHILOSOPHY

The team aims to combine top-down macro and bottom-up company analysis to create a coherent portfolio of balanced risks across the fixed income universe. Long-term fundamental research underpins the active views. The team has an unconstrained investment approach and an emphasis on special themes. They favour credits with a clear commitment to de-leveraging and aim to identify and manage downside risk. The objective of the Jupiter Dynamic Bond is to achieve a high income with the prospect of capital growth from a portfolio of investments in global fixed interest securities.

# EXPERIENCED INVESTMENT MANAGERS LEADING A WELL-RESOURCED TEAM

The strategy is managed by **Ariel Bezalel** who has over 20 years of experience in sovereign and credit markets, along with **Harry Richards** who joined Jupiter in 2011.

The team also includes Matthew Morgan, Head of Fixed Income; Valerio Angioni,

Investment Director; Vikram Aggarwal, Investment Manager, Sovereigns, along with the expertise and resources of Jupiter's fixed-income desk. The team also benefits from the contribution of Jupiter Credit Research team, headed by Luca Evangelisti.



**ARIEL BEZALEL** Investment Manager



**HARRY RICHARDS** Investment Manager

The investment managers have significant credit research resources at their disposal, while benefiting from the holistic view of global fixed income markets that comes from being part of Jupiter's broader fixed income team.

## JUPITER FIXED INCOME TEAM

29

investment  
professionals

**14x** Investment Managers

**13x** Credit Research and Analysts

**1x** Head of Fixed Income

**1x** Investment Director

## JUPITER SUPPORT TEAM

42

investment  
professionals

**4x** Execution Desk

**22x** Risk and Performance Reporting

**6x** Stewardship Team

**10x** Data Science

Source: Jupiter, as at 31.03.2023.

# BEST OF BOTH WORLDS

## Blending top-down asset allocation with bottom-up credit selection

The investment managers take a cohesive approach to top-down macro-economic factors. Framing the macro view drives the sector positioning and decisions on exposure

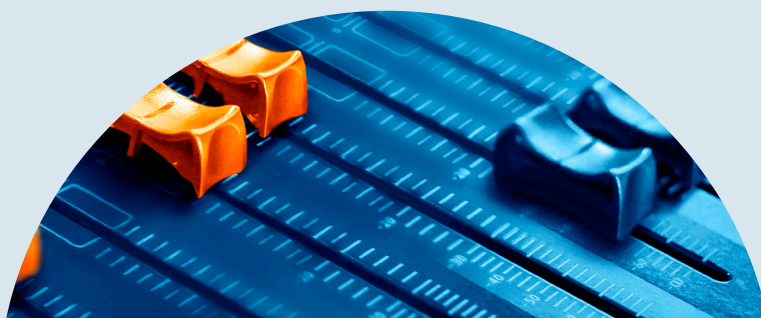
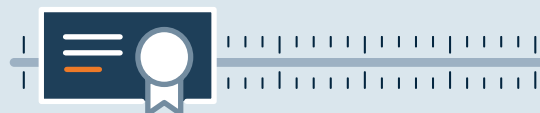
and the holdings expected to generate risk-adjusted returns. The economic and political landscape plays a vital role as investment managers decide how much risk to take, and the macro positions form an integral part of the strategy's outlook. The macro view sets the agenda.

## CASE STUDY

### SOVEREIGNS

Developed market government bonds such as US Treasuries can be an effective hedge to high yield exposure, depending on the credit cycle. Government bonds also can be a continued source of alpha as price volatility continues to offer absolute and relative value opportunities.

The continued divergence of macro-economic views across the market and the potential influence of long-term secular trends continue to create opportunities and diversification from credit exposure.





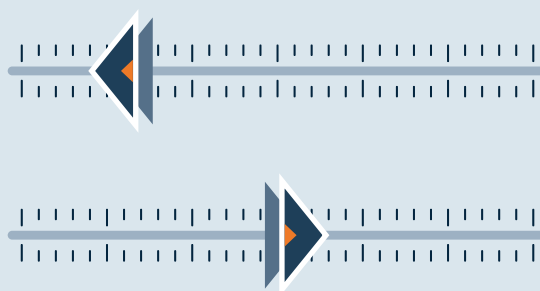
## CASE STUDY

### NIMBLE AND FLEXIBLE

Staying flexible is the key. In a heavily macro environment, the funds are nimble so as to capture the best risk-adjusted returns, shifting allocations as warranted. There are no underlying biases. The investment managers believe a flexible approach to bond investing should offer investors the best potential to grow capital and mitigate risk through the credit and economic cycles.

The team is structured to be able to react quickly to new ideas and changing market circumstances – no investment committees.

Some share classes charge all of their expenses to capital, which can reduce the potential for capital growth.



## CASE STUDY

### BENEFITTING FROM BOTTOM-UP CREDIT SELECTION



The investment managers employ a rigorous bottom-up credit selection process that aims to find opportunities across the credit spectrum.



Research from a wide range of sources, including sell-side companies, independent agencies and proprietary Jupiter research are scoured to identify opportunities.



This is combined with independent credit analysis and engaging companies through regular meetings to increase value for stakeholders and manage downside risk.

## SECTORS WE LIKE

### TELECOMS, MEDIA & TECHNOLOGY

#### STRONG INDUSTRY AND MARKET FUNDAMENTALS

- Rational, mature 3 or 4 player markets in Europe e.g. The Netherlands, United Kingdom
- Asset-heavy businesses operating high value, critical infrastructure e.g. cable, towers
- Ability to pass through inflationary cost pressures with low churn resulting in strong and stable margins
- Strong FCF generation and sensible leverage despite capex requirements and continual upgrades of fibre and technology
- Supportive regulatory backdrop and government policy to roll-out wider and improved connectivity
- Recent take-private / merger valuations remain supportive: Altice, Iliad, Vmed





## IMPORTANT INFORMATION

**NOTE:** The fund can invest a significant portion of the portfolio in high yield and non-rated bonds. These bonds may offer a higher income but carry a greater risk of default, particularly in volatile markets. Quarterly income payments will fluctuate. In difficult market conditions, it may be harder for the manager to sell assets at the quoted price, which could have a negative impact on performance. In extreme market conditions, the Fund's ability to meet redemption requests on demand may be affected. Some share classes charge all of their expenses to capital, which can reduce the potential for capital growth. Please see the Prospectus for information. The Prospectus is available from Jupiter on request. This fund can invest more than 35% of its value in securities issued or guaranteed by an EEA state.

No information in this document should be interpreted as investment advice and it is not an invitation to subscribe for shares of Jupiter managed funds. If you are unsure of the suitability of this investment please contact your Financial Adviser. This document is issued by the Jupiter Global Fund and its registered office is 6 route de Trèves, Senningerberg, L-2633 Luxembourg. Prospective purchasers of Shares should inform themselves as to the legal requirements, exchange control regulations and applicable taxes in the countries of their respective citizenship, residence or domicile. The value of your investment and the income from it can go down as well as up, it may be affected by exchange rate variations, and you may not get back the amount invested. Past performance is no indication of current or future performance.

**For Singapore institutional/accredited investors:** The document is prepared for the use of existing investors of the Fund for information purposes only. Please make sure that this document is included as part of the Information Memorandum of the Fund and distributed in a bundle if it is intended to be used as an offering document to new investors of the Fund. If you did not obtain this document through your relationship manager, please dispose of it immediately as the information contained in this document may not be up to date, and it may not be legal for you to be provided this document or to subscribe for shares in the Sub-fund. Please contact your relationship manager for further assistance. Please ensure you read the Prospectus (including the Singapore Addendum) for this Fund before making an investment decision. These documents contain important information including risk factors, details of charges and selling restrictions.

**For Thailand investors:** This document is prepared by Jupiter directly to specific recipients for their information only and it is strictly prohibited to redistribute of such to a third party without the consent of Jupiter. The interests/units of Jupiter Dynamic Bond fund cannot be offered or sold, directly or indirectly in Thailand and Jupiter Asset Management is not a licensed entity in Thailand. It is represented that by entering into this investment/transaction of the product(s) mentioned in this document is within the scope of the client's/prospective investor's constitutional objectives and for purposes related to its principal business activity. It is also represented that you have obtained all licenses, approvals and consents required from relevant Thai governmental and regulatory authorities to invest in the interest/units of Fund Products and to remit any amounts in foreign currency for the purpose of making this investment. It is acknowledged that you as the client or prospective investor of the product understands the risks of this investment/transaction and any legal, regulatory, tax, accounting and economic consequences resulting from this investment.

**For Philippines institutional investors:** The securities described in this brochure are being offered or sold as an exempt transaction pursuant to Subsection 10.1(l) of the Securities Regulation Code of the Philippines (SRC). Accordingly, the securities have not been registered with the Securities and Exchange Commission of the Philippines under the SRC. Any future offer or sale thereof is subject to registration requirements under the SRC unless such offer or sale qualifies as an exempt transaction.

**For Japan qualified institutional investors:** This document is prepared solely for Qualified Institutional Investors in Japan only. Issued by Jupiter Asset Management Limited which is authorised and regulated by the Financial Conduct Authority in the UK. No part of this documentation may be reproduced in any manner without the prior permission of the Company or Jupiter Asset Management Limited.

