

## Comment November 2024

November was a significant month for the markets, driven by political and economic developments that shaped investor sentiment. The highlight was Donald Trump's victory in the U.S. presidential election: Trump's pro-business stance and promises of deregulation have been welcomed by the M&A community, with expectations that a more lenient regulatory environment could spur deal-making in the coming months.

The M&A landscape saw a modest uptick in activity. A couple of sizeable deals, Berry Global Inc./ Amcor Plc (packaging sector) and Summit Materials/ Quickrete (cement sector) signaled the renewed interest of strategic buyers, buoyed by the potential for reduced regulatory hurdles and a more favorable environment. While overall deal volumes remain below historical norms, the improving sentiment could signal the beginning of a recovery for the M&A pipeline heading into 2025.

November remained a challenging month for primary issuance in the convertible bond market, as issuers stayed cautious amid ongoing market volatility. However, existing convertibles benefited from the broader rally in equities and a more stable interest rate outlook. Technology and consumer discretionary names led the gains, while convertibles in defensive sectors saw less pronounced moves. The continued lack of new issuance is weighing on the market's depth, but improving sentiment may encourage issuers to re-enter the market in the near future.

Looking forward, the combination of pro-business policies under the new administration, easing monetary policy, and improving sentiment in capital markets could create a fertile ground for M&A activity and a revitalized convertible bond market. While risks remain, particularly around geopolitical and economic headwinds, we remain optimistic about the opportunities for arbitrage strategies in this evolving environment.

## Key figures as of 29 November 2024

Net Asset Value Share Class USD	USD 1'045.96
Number of shares	3'474
Total Net Asset Value	USD 27.0m

## Performance share class USD

Duration	Fund
1 month	0.3%
3 months	0.8%
12 months	-
3 years p.a.	-
5 years p.a.	-
since inception (15.12.2023) p.a.	4.8%
Year	Fund
2024	4.5%
2023	0.1%
since inception (15.12.2023)	4.6%

## Risk ratios (rolling over the last 3 years)

Volatility (p.a.)	-
Sharpe ratio (3.78% Risk free rate)	-

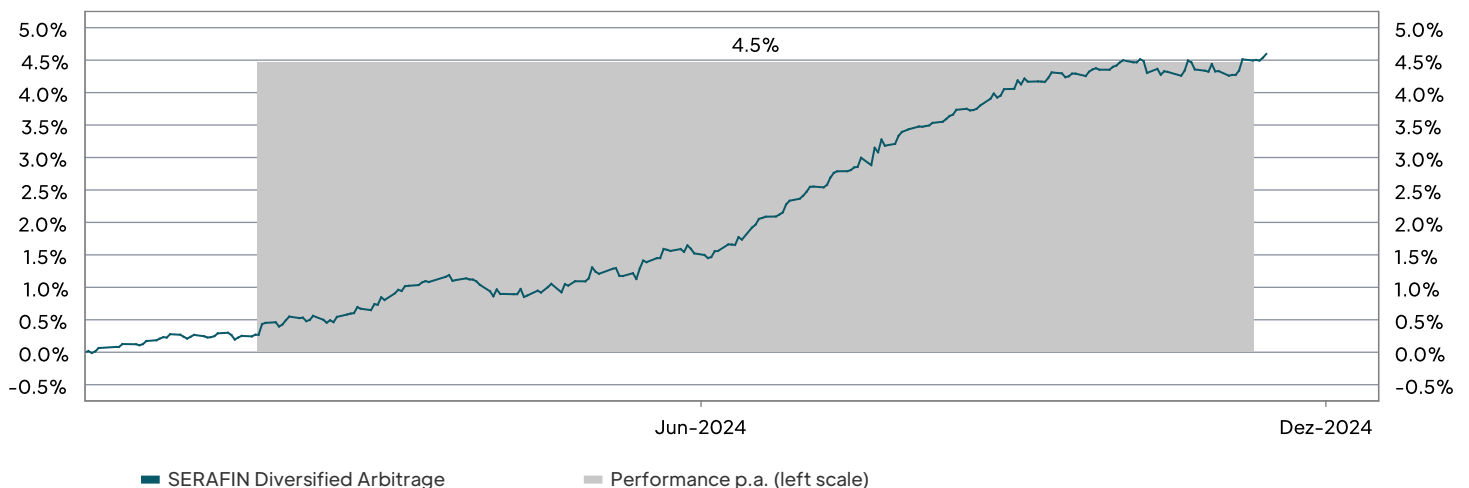
## Top 5 positions

Kellanova	2.1%
Avangrid	1.9%
Piovan	1.6%
Altair Engineering	1.5%
Allete	1.5%

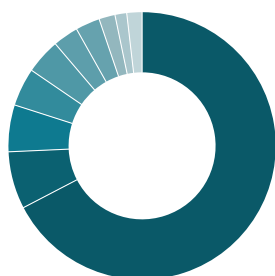
## Exposure

Long	87.0%
Short	34.0%
Net Exposure	54.0%
Gross Exposure	122.0%

## Performance share class USD

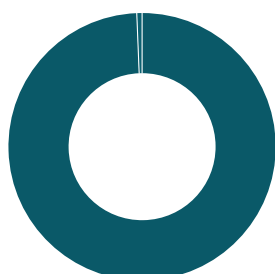


## Breakdown by countries



United States	67.4%	Netherlands	3.1%
France	6.9%	Canada	2.9%
Japan	5.7%	Italy	1.9%
Germany	4.6%	Bermuda	1.4%
United Kingdom	4.2%	Others	1.8%

## Breakdown by currencies



USD	99.3%	GBP	0.6%
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## Investment philosophy

The investment approach consists of combining various arbitrage strategies, most notably in merger arbitrage, convertible bond arbitrage, and event-driven soft catalysts, to generate market-neutral returns that are significantly higher than risk-free rates. The combination of merger arbitrage and convertible bond arbitrage as core building blocks of the fund can offer several key advantages, as these strategies have different risk profiles and can perform differently in different market conditions. The result is a highly diversified global portfolio.

## Fund facts

Domicile of fund	Luxembourg
Legal form	SICAV (UCITS V)
Investment universe	Global
Investment manager	Serafin Asset Management Ltd, Zug
Management company (ManCo)	Lemanik Asset Management S.A., Luxembourg
Custodian bank	UBS Europe SA, Lux. Branch
Launch date	15.12.2023
Recommended investment horizon	5 years
Reference currency	USD
ISIN / Bloomberg-Ticker (respective share class)	USD: LU2718004018 / SEDIARU LX CHF: LU2718003986 / SEDIARC LX EUR: LU2718004281 / SEDIARE LX
Distributions	reinvesting
Subscription and redemption	daily (cut-off 15.00 CET)
Tax transparency	CH, AT
Tax status Germany	Investment funds with any subsequent certification
Registered for distribution	CH, DE, LUX (IT: professional clients only)

## Fee structure

Subscription and redemption fee	none
Management fee p.a.	Share Class USD: 0.70% Share Class CHF: 0.70% Share Class EUR: 0.70%
Profit sharing	A performance fee of 15% of the returns generated above the respective risk free rate (USD SOFR, EUR ESTR, CHF SARON) is charged.
Total expense ratio p.a. (per 30.06.2024; TER)	USD: 0,95% CHF: 0,95% EUR: 0,95%

## Portfolio management



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