

↓ -2.54% (Net)

# Advent Global Partners UCITS Fund

March 2021

## Performance Returns

Advent Global Partners UCITS Fund returned -2.54% for the month of March resulting in a net 2021 return of +1.18% (USD Institutional Founder Pooled share class).



**ADVENT**  
CAPITAL MANAGEMENT, LLC

## The Manager

Advent Global Partners UCITS Fund (The "Fund") is managed by Advent Capital Management, LLC ("Advent"). Founded in 1995, Advent has extensive experience investing in global convertibles, credit and equities. As of March 2021, Firm assets are over \$11 billion.

## Fund Facts

<b>Portfolio Managers</b>	Marc Friezo Odell Lambroza
<b>Structure</b>	UCITS Fund
<b>Domicile</b>	Ireland
<b>Liquidity</b>	Daily
<b>Fund AUM</b>	\$205.7 million
<b>Strategy AUM</b>	\$654.2 million
<b>Inception</b>	July 14, 2016
<b>Managed by Advent Since September 18, 2017</b>	

## Investment Objective & Strategy

The strategy primarily employs convertible bonds, credit and equities when managing and allocating capital to the Fund's sub-strategies: Idiosyncratic Volatility, Event Driven, Credit and Short Opportunities. The strategy seeks to generate strong absolute returns over a market cycle by identifying compelling long and short opportunities that may include single name convertible bonds and equities, capital structure arbitrage and other positively asymmetric event driven opportunities. Sub-strategy allocation decisions are based on the current and expected opportunity set and all sub-strategies may not be allocated to at all times.

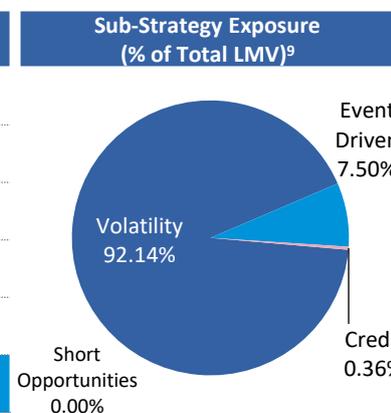
## Monthly Returns (Net)

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
<b>2021</b>	1.62%	2.16%	-2.54%										1.18%
<b>2020</b>	0.45%	-0.09%	-8.33%	5.70%	1.51%	2.89%	3.49%	2.62%	0.58%	0.66%	2.15%	2.09%	13.89%
<b>2019</b>	3.65%	2.46%	1.80%	0.94%	-0.13%	2.42%	1.67%	0.52%	-0.21%	0.45%	0.83%	1.20%	16.71%
<b>2018</b>	0.46%	0.76%	0.38%	0.72%	0.26%	1.42%	-1.36%	0.58%	0.61%	-1.91%	-1.07%	-2.19%	-1.41%
<b>2017</b>	0.35%	0.14%	-1.12%	0.88%	0.00%	0.34%	0.27%	-0.22%	-0.07% <sup>1</sup>	1.00%	0.27%	0.85%	2.71%
<b>2016</b>	-	-	-	-	-	-	0.05%	0.18%	-0.45%	0.00%	-1.24%	0.51%	-0.96%

Sub-Strategy Return Attribution (Net of Fees)	
Volatility	-2.44%
Event Driven	-0.08%
Credit	-0.03%
Short Opportunities	0.00%
<b>Total</b>	<b>-2.54%</b>

## Portfolio Characteristics

Portfolio Characteristics				Top Five Positions (%NMV/AUM) <sup>7</sup>	
Long Exposure <sup>4</sup>	243.19%	Conversion Premium	24.12%	Twitter	3.33%
Short Exposure <sup>5</sup>	-141.29%	Delta	66.37%	Charter Communications	2.54%
Adjusted Leverage <sup>6</sup>	1.91	Gamma	0.78%	Zynga	2.36%
Number of Issuers	111	Current Yield	0.64%	Enphase Energy	2.13%
Top Ten Positions <sup>7</sup>	22.53%	Yield to Put/Maturity	0.82%	Itron Inc.	2.11%
Credit Quality <sup>8</sup>	BB	Years to Maturity	3.30	<b>Total</b>	<b>12.47%</b>



<sup>1</sup> The performance figures quoted above represent the net performance of the USD Institutional Founder Pooled Class since inception in July 2016. Performance after September 18, 2017 is attributable to Advent Capital Management while performance before September 18, 2017 is attributable to the Quest Global Advisors, LLC. These performance figures refer to the past and past performance is not a reliable guide to future performance. <sup>2</sup> Since Advent start date September 18, 2017. See disclosure 1. <sup>3</sup> The risk free rate used is an average of the constant maturity 3-month US Treasury Rate. <sup>4</sup> Defined as the long market value over equity. <sup>5</sup> Defined as the short market value over equity. <sup>6</sup> Adjusted Leverage excludes Convertible Bonds with less than 10% conversion premium. <sup>7</sup> Defined as net market value over equity. <sup>8</sup> This includes internal estimates for all non-rated securities. <sup>9</sup> Exposures are represented as a % of total long market value.

↓ -2.54% (Net)

# Advent Global Partners UCITS Fund

March 2021

## Portfolio Exposures

Asset Type	LMV/NAV <sup>1</sup>	SMV/NAV <sup>2</sup>	Geographic (% of Total LMV) <sup>3</sup>		Market Cap (% of Total LMV) <sup>3</sup>		Credit Profile (% of Total LMV) <sup>3</sup>	
Convertible Bonds	240.73%	0.00%	Asia	3.76%	Small Cap (<\$2bn)	3.93%	A or Above	6.13%
Equities/Equity Derivatives	1.77%	-129.17%	EMEA	9.98%	Mid Cap (\$2bn-\$10bn)	35.95%	BBB	8.14%
Credit	0.61%	0.00%	Japan	0.15%	Large Cap (\$10bn-\$25bn)	30.41%	BB	37.57%
Hedges/Other	0.08%	-12.12%	US	86.12%	Mega Cap (>\$25bn)	29.71%	B	45.76%
							CCC or Below	1.77%
							Hedges/Options/Other	0.64%

## Portfolio Discussion<sup>4</sup>

The portfolio declined -2.54% net in March, as record convertible new issuance temporarily weighed on valuations. In addition, rising inflation expectations in the U.S. led to the sharpest selloff in the bond market in decades and triggered broad turmoil in global risk assets. The convertible asset class was dislocated, as a surge of new issuance, led by disruptive and innovative growth-oriented companies, created a short-term supply-demand imbalance. While the portfolio gave back some year-to-date gains in March, we believe the weakness was primarily driven by technical and transitory factors, and the market's fundamentals remain intact. We took advantage of the significant market dislocation and added to our volatility exposure at considerable discounts. We believe our arbitrage strategy, having cheapened relative to realized volatility, can achieve favorable risk-adjusted returns, benefitting from a conducive macro backdrop with elevated volatility and rapid cyclical rotation. The top monthly performers included airline operator, JetBlue Airways, and French power generation company, Electricite de France (EDF). The largest detractors from performance were mobile game software developer, Zynga, and optical communication equipment maker, Lumentum.

The embedded call option in JetBlue appreciated, as recent improvements in TSA data led the market to price-in a faster pace of economic reopening. We have held our positive fundamental thesis on the travel sector, driven by continued easing of state restrictions, sustained vaccine rollout and pronounced pent-up demand for air travel. JetBlue remains our favored way to play the sector, as the company maintains a solid balance sheet and is poised to grow stronger post the pandemic. We continue to hold the position, which has an implied volatility of 42, a discount to realized volatility of 53.

The EDF position gained, as a French news article indicated the EU and the French government are close to reaching a deal on nuclear power regulation. We believe EDF is on the cusp of a major corporate restructuring on the back of French power market reform, which if realized, would result in balance sheet improvement and earnings multiple expansions. Our investment grade rated position remains undervalued with a cheap call option on this potential game-changing catalyst. It is noteworthy that our position is a green bond, as 84% of EDF's power generation is carbon free. We are also pleased with EDF's corporate governance structure, with a well-balanced board of directors in terms of gender.

The Zynga position cheapened, as rising interest rates led investors to sell growth names in favor of lower multiple, value stocks. Moreover, many investors relegated the mobile game developer to a "stay-at-home" play, which became out-of-favor as the economy began reopening. We believe Zynga's rapid growth is far from over and is likely sustainable for years to come, driven by its loyal user base and strong portfolio of titles. We also expect consolidation in the mobile gaming space, which could lead to multiple expansions in potential targets such as Zynga. We continue to hold the position, with an implied volatility of 36, a discount to realized volatility of 43.

We had losses in Lumentum, as the company was locked in a bidding war against competitor, II-VI, to acquire optical communications equipment maker, Coherent, at an elevated premium. Subsequently, Lumentum announced it had chosen not to counterbid and would walk away with a \$218 million break-up fee. Valuation did not recover, as the bidding war materially weakened investor confidence and cast doubt on the company's future plans. We believe that with the deal risk behind us, the market should once again be focused on fundamentals and recognize Lumentum as a best-in-class optical equipment supplier with its technological leadership in 3D-sensing. We continue to be long a cheap call option on any valuation recovery in the name.

## Outlook

While fresh stimulus spending and the pledge by central bankers to keep easy monetary policy in place for the foreseeable future continues to boost investor confidence, concerns about the possibility of higher interest rates will linger and influence equity and bond market volatility. Inflation expectations have climbed on an improving outlook for growth, which may force the Fed to tighten monetary policy sooner than their current guidance suggests. We believe the sharp increase in government bond yields will continue to pressure risk assets. The back-up in rates will force investors to confront the implications on their asset allocation and create sharp price movements. The steepening U.S. yield curve will impact the dollar, corporate earnings, commodity prices and emerging markets, and it will further contribute to increased volatility. We anticipate generating alpha through relative value security selection based on our in-depth fundamental research process. As we enter Q1 earnings season, expectations are high. Investors will be seeking confirmation that the economic recovery is gaining traction, and a disappointment could lead to violent selloffs. Conversely, earnings surprises could lead to outsized upside share price movements. We believe heightened volatility will likely remain a consistent theme throughout 2021, and the fund is positioned to take advantage of the increasing opportunity set and attractive valuations.

<sup>1</sup>Exposures are represented as LMV/NAV. <sup>2</sup>Exposures are represented as SMV/NAV <sup>3</sup>Exposures are represented as a % of total long market value. <sup>4</sup>The holdings identified as top contributors to or detractors from performance do not represent all of the strategy's holdings during the period. Past performance does not guarantee future results.

↓ -2.54% (Net)

# Advent Global Partners UCITS Fund

March 2021

## Monthly Performance Data (%)

2021	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD Return
Advent Global Partners UCITS Fund (Net) <sup>1</sup>	1.62	2.16	-2.54										1.18
HFRX RV Fixed Income Convertible Arbitrage Index	1.08	1.44	-0.35										2.18
S&P 500 Index	-1.01	2.76	4.38										6.17
Russell 2000 Index	5.03	6.23	1.00										12.70
Bloomberg Barclays US Aggregate Index	-0.72	-1.44	-1.25										-3.37
ICE BofA US High Yield Index	0.38	0.35	0.17										0.90
MSCI World Index	-0.75	2.68	4.27										6.26

<sup>1</sup> Since Advent start date September 18, 2017. See disclosure 1 on page 1.

## Portfolio Managers

### Marc J. Friezo

Marc joined Advent in October 2011 as a Managing Director and serves as a portfolio manager on the strategy. Before joining Advent, Marc was a Managing Director and Portfolio Manager at Lydian Asset Management. Prior to joining Lydian, Marc was a Managing Director in the Convertible Securities Group at Merrill Lynch. Mr. Friezo received a B.B.A., Cum Laude, in Finance from Texas Christian University and has over 25 years of investment experience.

### Odell Lambroza

Odell joined Advent in 2001 as a Principal and serves as a portfolio manager on the strategy. Prior to Advent, Odell was Head of Convertibles and Equity Derivatives at Société Générale. Previously, Odell managed the sales and trading departments at HSBC Securities and Bankers Trust. Odell began his career at Merrill Lynch and served as Vice President of Convertible Trading, Structured Equity Derivative Products and Asset Swaps. Odell is a graduate of Cornell University and has over 30 years of industry experience.

## Share Classes

Share Class	Inst Founder Class	Inst Class	Inst Class A	Retail Class
Currency	EUR/USD/CHF/GBP	EUR/USD/CHF/GBP	EUR/USD/CHF/GBP	EUR/USD/CHF/GBP
Management Fee	1.25%	1.00%	1.50%	2.00%
Performance Fee	15%	20%	20%	20%
Min Initial Subscription	20,000,000	5,000,000	1,000,000	10,000
ISIN Codes	EUR: IE00BD3CQZ05	EUR: IE00BNTVVH81	EUR: IE00BD3CQ612	EUR: IE00BD3CQL68
	USD: IE00BD3CR131	USD: IE00BNTVVL28	USD: IE00BD3CQ836	USD: IE00BD3CQN82
	CHF: IE00BD3CR248	CHF: IE00BNTVVK11	CHF: IE00BD3CQ943	CHF: IE00BD3CQP07
	GBP: IE00BD3CR024	GBP: IE00BNTVVJ06	GBP: IE00BD3CQ729	GBP: IE00BD3CQM75

## Contact Details

### Investor Contact

**Waystone Capital Solutions (UK) Ltd**  
2nd Floor, 20-22 Bedford Row  
Holborn, London  
T: +44 207 290 9493  
investorrelations@waystone.com

### Management Company

**Waystone Fund Management (IE) Ltd**  
23 St. Stephen's Green  
Dublin 2, Ireland  
T: +353 1 533 7020  
investorrelations@waystone.com

### Investment Manager

**Advent Capital Management, LLC**  
888 Seventh Avenue, 31st Floor  
New York, NY 10019  
T: +1 212 482 1600  
AdventUCITS@adventcap.com

## Disclaimer

**RISK WARNING:** Past performance is not a reliable indicator of future results, prices of investments and the returns from them may fall as well as rise. Investments in equities are subject to market risk. Changes in exchange rates may have an adverse effect on the value price or income of the product. The MontLake Advent Global Partners UCITS Fund (The "Fund") may use higher leverage and financial derivative instruments as part of the investment process. The distribution of this report does not constitute an offer or solicitation and this notice shall not be construed as an offer of sale in any other fund managed or advised by Advent Capital Management, LLC or Waystone Fund Management (IE) Ltd ("Waystone"). Any investment in the Fund should be based on the full details contained in the Fund's Supplement Prospectus and Key Investor Information Document which together with the MontLake UCITS Platform ICAV Prospectus may be downloaded from the MontLake website (www.montlakeucits.com). Information given in this document has been obtained from, or based upon, sources believed by us to be reliable and accurate although neither Waystone nor Advent Capital Management, LLC accepts liability for the accuracy of the contents. The Representative in Switzerland is ARM Swiss Representatives SA, Route de Cité-Ouest 2, 1196 Gland, Switzerland, whilst the Paying Agent is NPB Neue Privat Bank AG, Limmatquai 1/am Bellevue, P.O. Box, CH -8024 Zurich. In respect of the units distributed in or from Switzerland, the place of performance and jurisdiction is at the registered office of the Swiss representative. The basic documents of the Fund as well as the annual and, if applicable, semi-annual report may be obtained free of charge at the registered office of the Swiss Representative. Issued and approved by Waystone Fund Management (IE) Ltd. Waystone does not offer investment advice or make recommendations regarding investments. The Manager of the Fund is Waystone Fund Management (IE) Ltd, a company regulated by the Central Bank of Ireland. The Investment Manager for the fund, Advent Capital Management, LLC is authorised and regulated by the Securities and Exchange Commission (The S.E.C.). The MontLake UCITS Platform ICAV is registered and regulated as an open-ended Irish collective asset-management vehicle with segregated liability between sub-Funds formed in Ireland under Irish Collective Asset management Vehicles Act 2015 and authorised by the Central Bank as a UCITS pursuant to the UCITS Regulations. This notice shall not be construed as an offer of sale in the Fund. The state of the origin of the Fund is the Republic of Ireland. The performance data do not take account of the commissions and costs incurred on the issue and redemption of units. Authorised and Regulated by the Central Bank of Ireland. This is a marketing document.

For more information visit [www.montlakeucits.com](http://www.montlakeucits.com)