

Investment Objective and Policies

The Fund aims to maximise the total level of return for investors through investment, primarily, in debt securities and money market instruments issued by the Government of Malta. The Investment Manager may also invest directly or indirectly via eligible ETFs and/or eligible CISs) up to 15% of its assets in "Non-Maltese Assets" in debt securities and/or money market instruments issued or guaranteed by Governments of EU, EEA and OECD Member States other than Malta. The Investment Manager will not be targeting debt securities of any particular duration, coupon or credit rating.

The Fund is actively managed, not managed by reference to any index.

Fund Type UCITS
 Minimum Initial Investment €2,500

Fund Details

ISIN MT7000017992
 Bloomberg Ticker CCMGBFA MV

Charges

Entry Charge Up to 2.5%
 Exit Charge None
 Total Expense Ratio 1.02%
 Currency fluctuations may increase/decrease costs.

Risk and Reward Profile

This section should be read in conjunction with the KIID

Lower Risk Higher Risk

Potentially lower reward Potentially higher reward


Portfolio Statistics

Total Net Assets (in €mns) 35.79
 Month end NAV in EUR 99.71
 Number of Holdings 38
 % of Top 10 Holdings 50.4

Current Yields

Underlying Yield (%) 2.27

Country Allocation ¹	%	By Issuer ¹	%	Top 10 Exposures	%
Malta	65.0	Government of Malta	65.0	1% MGS 2031	10.2
France	3.2	Lyxor Euro	2.6	4.5% MGS 2028	8.5
Portugal	2.4	Republic of Croatia	2.5	5.25% MGS 2030	7.3
Italy	1.5	Government of Portugal	2.4	4.45% MGS 2032	5.5
Spain	1.2	Government of Italy	1.5	5.2% MGS 2031	3.8
Hungary	0.9	Kingdom of Spain	1.2	5.1% MGS 2029	3.4
Poland	0.8	Republic of Poland	0.8	4.1% MGS 2034	3.0
Slovenia	0.8	Republic of Slovenia	0.8	2.3% MGS 2029	3.0
Belgium	0.7	Kingdom of Belgium	0.7	4.65% MGS 2032	2.9
Ireland	0.7	Republic of Ireland	0.7	4.3% MGS 2033	2.7
Finland	0.7				

¹ including exposures to CIS

Currency Allocation	%	Asset Allocation	%	Maturity Buckets ²	%
EUR	99.1	Cash	21.1	0 - 5 years	10.9
USD	0.9	Bonds	76.2	5 - 10 years	42.4
		CIS/ETFs	2.6	10 years +	23.0

² based on the Next Call Date (also includes cash)

Historical Performance to Date


Source: Calamatta Cuschieri Investment Management Ltd.

Regional Allocation^{1,3}

Malta	86.2
Europe (excl. Malta)	13.8

³ Malta exposure includes Cash Holdings

Performance History
 Past performance does not predict future returns

Calendar Year Performance	YTD	2021	2020	2019	2018	2017*	Annualised Since Inception***
Share Class A - Total Return**	-6.64	-3.04	1.31	8.98	-0.68	0.45	-0.06

Total Return	1-month	3-month	6-month	9-month	12-month
Share Class A - Total Return**	-1.14	-3.64	-6.45	-7.10	-7.61

* The Accumulator Share Class (Class A) was launched on 21 April 2017

** Returns quoted net of TER. Entry and exit charges may reduce returns for investors.

*** The Annualised rate is an indication of the average growth of the Fund over one year. The value of the investment and the income yield derived from the investment, if any, may go down as well as up and past performance is not necessarily indicative of future performance, nor a reliable guide to future performance. Hence returns may not be achieved and you may lose all or part of your investment in the Fund. Currency fluctuations may affect the value of investments and any derived income.

Introduction

Market concerns, notably; lingering key macro-economic risks stemming from the war in Ukraine, monetary policy tightening as central banks continue to grapple with inflation, and a zero-tolerance coronavirus policy leading to stringent restrictions in China - threatening demand and sustaining supply-chain related disruptions, have in May continued to pose as a block to a shift in sentiment. A risk-off mode somewhat persisted, with credit market performance proving somewhat mixed.

Market Environment and Performance

Forward looking indicators, notably PMI data painted a somewhat mixed picture as manufacturing, albeit revised higher from initial estimate of 54.4 to 54.6, maintained its downward trend as new orders fell for the first time since June 2020 while output growth remained sluggish. Services, albeit pointing to the second-fastest expansion since September, edged lower as new business intakes, supported by a renewed increase in new orders from overseas customers, continued to rise. Owing to a softer service sector expansion amid signs that the post lockdown rebound was losing some strength, the Eurozone Composite PMI fell to a 4-month low of 54.8.

In May, energy and food prices continued to contribute to a rise in annual inflation; a fresh record high at 8.1 per cent, in-line with expectations and marginally higher than the previous month reading of 7.4 per cent. Core inflation, which excludes transitory or temporary price volatility, rose to 3.8 per cent. Month-on-month, inflation increased by 0.8 per cent.

European sovereign yields furthered on the strong upward trajectory witnessed in previous months, heading to the highest in years on expectations of a more aggressive tightening stance by the ECB, aiming to support the currency and taming inflation, in spite of concerns surrounding the Euro area growth outlook, cut to 2.7 per cent this year from the 4.0 per cent predicted earlier in February. Minutes from April's ECB meeting revealed ECB policymakers' worries over high inflation and agreement towards a gradual normalisation of monetary policy.

The yield on the 10-year German Bund, closed the month at 1.05 per cent, 12bps higher than the previous month end. Bond yields of sovereigns within the bloc's periphery, those which offer a premium over Germany's negative yielding debt, moved in tandem, albeit some rising at somewhat faster pace. The yield on the benchmark 10-year Treasury closed the month 20bps lower than the previous month end, at 2.74 per cent.

Fund Performance

In the month of May, the CC Malta Government Bond Fund registered a loss of 1.14 per cent, outperforming the MSE Malta Government Stocks Total Return Index which dropped 2.08 per cent over the same period.

Market and Investment Outlook

The Manager's forward-looking view is to continue to play the duration play depending on market conditions. Should inflationary expectations increase, a lower duration will prove determinant for relative outperformance, as witnessed in the fund's performance on a year-to-date basis.

Important Information

This is a marketing communication prepared for information purposes and should not be interpreted as investment advice nor to constitute an offer or an invitation by CCIM to any person to buy or sell units in the UCITS fund. Please refer to the Prospectus of the UCITS and any Offering Supplement thereto and to the Key Investor Information Document before making any final investment decisions which may be obtained from www.ccfunds.com.mt or from the below address Investors are advised that an investment in the fund relates to the acquisition of units in the UCITS fund, and not in any of the underlying assets owned by the UCITS. CC Funds SICAV p.l.c. is licensed as a Collective Investment Scheme by the Malta Financial Services Authority under the Investment Services Act and qualifies as a 'Maltese' UCITS. Calamatta Cuschieri Investment Management Limited ("CCIM") is licensed to conduct Investment Services in Malta by the Malta Financial Services Authority under the Investment Services Act.

This Marketing Communication is approved by Calamatta Cuschieri Investment Management Limited, Ewropa Business Centre, Triq Dun Karm, Birkirkara BKR 9034.

Source: Net Asset Value per Share as published by CC Fund Services Ltd, the Fund's Administrator, licensed by the MFSA.