

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
 ← 1 2 **3** 4 5 6 7 →

Portfolio Statistics

Total Net Assets (in €mns) 33.34
 Month end NAV in EUR 91.81
 Number of Holdings 37
 % of Top 10 Holdings 47.8

Current Yields

Underlying Yield (%) 2.46

Country Allocation ¹	%	By Issuer ¹	%	Top 10 Exposures	%
Malta	62.5	Government of Malta	62.5	1% MGS 2031	9.3
France	3.5	Republic of Croatia	3.2	4.5% MGS 2028	8.2
Portugal	2.3	Lyxor Euro	2.6	5.25% MGS 2030	7.1
Italy	1.4	Government of Portugal	2.3	4.45% MGS 2032	5.1
Spain	1.1	Government of Italy	1.4	5.2% MGS 2031	3.4
Hungary	0.9	Kingdom of Spain	1.1	5.1% MGS 2029	3.3
Poland	0.9	Republic of Poland	0.9	4.3% MGS 2033	3.1
Netherlands	0.8	Republic of Slovenia	0.8	4.1% MGS 2034	2.9
Slovenia	0.8	Kingdom of Belgium	0.7	2.3% MGS 2029	2.9
Belgium	0.7	Republic of Ireland	0.7	4.65% MGS 2032	2.6

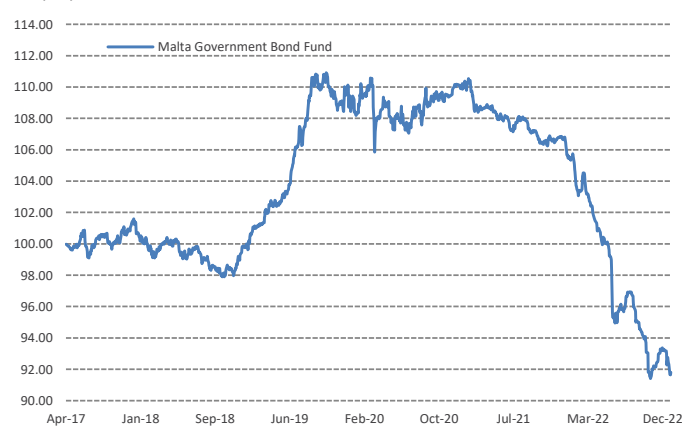
¹ including exposures to CIS

Currency Allocation	%	Asset Allocation	%	Maturity Buckets ²	%
EUR	99.1	Cash	23.1	0 - 5 years	10.8
USD	0.9	Bonds	74.3	5 - 10 years	49.9
		CIS/ETFs	2.6	10 years +	13.6

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

Historical Performance to Date

Unit Price (EUR)



Source: Calamatta Cuschieri Investment Management Ltd.

Regional Allocation^{1,3}

Malta 85.6
 Europe (excl. Malta) 14.4

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**	-14.04	-3.04	1.31	8.98	-0.68	0.45	-1.49

Total Return 1-month 3-month 6-month 9-month 12-month

Share Class A - Total Return**	-1.50	-2.26	-3.77	-10.34	-14.04
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* 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

For months, sovereign yields amid the continued hawkishness and thus monetary tightening observed by leading central banks, headed higher. A pause was however witnessed in November. This, as market expectations, revolving around a possible easing in tightening policy measures, was witnessed. In December, a continuation of such previous stance was observed with Government bond yields, once more, heading notably higher and credit spreads widening across global markets.

In the month, Germany's 10-year yield ended the month, 64bps higher than the previous month closing, at 2.57%. A similar trajectory was largely observed across other European sovereigns which closed the month notably higher compared to previous the month end. Such upward shift proved relatively more upbeat on both Italian and Spanish debt, tightening by 83 and 71bps respectively.

Market Environment and Performance

Forward looking indicators, namely PMIs continued to paint a somewhat gloomy landscape, noting a deterioration – albeit at a softer pace in both manufacturing and service segments - in the rate of growth. Manufacturing (reading 47.8 v a previous month reading of 47.1) remained in contractionary territory despite inflationary pressures easing and supply chains showing signs of stabilizing. Output fell the least since June while the decline in factory sales was the softest in four months. Services (reading 49.8 v a preliminary estimate of 49.1 and previous month reading of 48.5) showed signs of improvement, albeit pointing to a fifth successive drop.

In December, inflationary pressures continued to show signs of easing, with major economies in the euro Area witnessing a decline in pricing pressures, preliminary estimates showed. Notably, Germany saw headline inflation falling to 8.6 from 9.1%. France too saw inflationary pressures easing, falling to 5.9 from 6.4%, as cost declined for energy and services. Largely, inflation in the Euro area, dropped to 9.2 from 10.1%. Core inflation, which excludes transitory or temporary price volatility, edged higher to 5.2%. Supporting such trajectory was the decline in Producer Prices (PPI) - a forward looking indicator measuring the average change in the price of goods and services sold by manufacturers and producers in the wholesale market - down to 27.1 from 30.5%.

Fund Performance

In the month of December, the CC Malta Government Bond Fund registered a loss of 1.50%, in line with the widening observed among sovereign bond yields, underperforming the MSE Malta Government Stocks Total Return Index seeing a loss of 1.03% over the month. For the full year 2022, the fund is down 14.04%, strongly outperforming its benchmark and its peers.

Market and Investment Outlook

The Manager's forward-looking view is to continue to play the duration play depending on market conditions.

Indeed, adjusting the portfolio's duration in line with adjustments in inflationary expectations shall continue to prove crucial 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.