

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

Sustainability

The Fund is classified under Article 6 of the SFDR meaning that the investments underlying this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

Fund Details

ISIN MT7000017992
 Bloomberg Ticker CCMGBFA MV

Charges

Entry Charge Up to 2.5%
 Exit Charge None
 Total Expense Ratio 1.25%
 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) 28.51
 Month end NAV in EUR 97.9
 Number of Holdings 37
 % of Top 10 Holdings 57.8

Current Yields

Underlying Yield (%) 3.29

Country Allocation ¹	%	By Issuer ¹	%	Top 10 Exposures	%
Malta	82.2	Government of Malta	82.2	1.00% MGS 2031	11.1
Germany	2.9	Kingdom of Spain	8.3	5.25% MGS 2030	8.7
Belgium	2.4	Government of Portugal	3.4	4.50% MGS 2028	8.3
Portugal	1.6	Lyxor Euro	1.7	4.45% MGS 2032	6.2
France	1.1	US Treasury	0.8	4.00% MGS 2033	4.5
Slovenia	0.8	Government of Italy	0.5	4.30% MGS 2033	4.4
Poland	0.8			5.20% MGS 2031	4.1
Italy	0.8			5.10% MGS 2029	3.8
Croatia	0.8			4.10% MGS 2034	3.4
Hungary	0.8			4.65% MGS 2032	3.4

¹ including exposures to CIS

Currency Allocation	%	Asset Allocation	%	Maturity Buckets ²	%
EUR	98.8	Cash	3.0	0 - 5 years	17.1
USD	1.2	Bonds	95.2	5 - 10 years	63.6
		CIS/ETFs	1.7	10 years +	14.6

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

Historical Performance to Date

Regional Allocation^{1,3}

Malta	85.2
Europe (excl. Malta)	13.9
North America	0.8

³ Malta exposure includes Cash Holdings

By Credit Rating

AAA-A	92.5
BBB	2.6
BB	0.0
B	0.0
Less than B	0.0
Not Rated	1.9

Performance History

Past performance does not predict future returns

Calendar Year Performance	YTD	2023	2022	2021	2020	2019	Annualised Since Inception***
Share Class A - Total Return**	3.81	2.72	-14.04	-3.04	1.31	8.98	-0.28

Total Return	1-month	3-month	6-month	9-month	12-month
Share Class A - Total Return**	0.84	1.93	4.61	5.39	7.17

* 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

Malta's economy demonstrated continued resilience and growth, with business confidence climbing to 109.50 points in November from 102.80 points in October, surpassing the 22-year average of 100.1 points. Meanwhile, retail sales also increased, growing by 1.9% year-on-year.

However, price pressures on consumers rose, with the annual inflation rate climbing to 2.4% in October from 2.1% in the previous month. This was the lowest reading in nearly three years. Prices increased at a faster rate for transportation, food and non-alcoholic beverages, and rebounded for clothing and footwear.

Market Environment and Performance

The economic disparity between the US and the Eurozone remained. While Europe's economy has consistently shown signs of weakening, particularly as its largest economies continue to face a deterioration in economic metrics, the US has maintained a relatively steady economic trajectory. Recent Purchasing Managers' Index (PMI) data continued to support these trends, indicating a sustained slowdown in the Eurozone.

November's Eurozone Composite PMI, albeit revised higher, pointed to a contraction in private business, as manufacturing (45.2 v 46 in October) deteriorated further while services (49.5v 51.6 in October) marked the first decrease in output for the first time since January. Weak demand conditions persisted across the Eurozone, with new private sector orders declining for the sixth consecutive month, marking the sharpest drop so far this year. Sales to non-domestic clients saw a particularly significant reduction. Employment also continued to decline, and business confidence fell to its lowest point in the past 12 months.

Inflation, previously noting a substantial decline due to base effects (particularly on energy), rose for a second successive month to 2.3% in November, compared to 2.0% in October, preliminary estimates showed. Core inflation remained steady at 2.7% while services inflation edged lower to 3.9% from 4.0% in October. The labour market remained healthy, with the unemployment rate revolving at notable lows (6.3% in October), and significantly below a 20-year average of 9.3%.

Fund Performance

The CC Malta Government Bond Fund outperformed in November, noting a gain of 0.84% vs a benchmark performance of 0.77%. Throughout the month, the Manager maintained its portfolio allocation after having reduced its cash exposure while increasing the portfolio's exposure to longer-date Maltese and European sovereigns, in the previous months.

Market and Investment Outlook

The narrative for credit markets remained largely unchanged in November, with investor focus centered on the political landscape, economic data, and central bank policy.

Central banks have recently adopted a more accommodative stance, tailoring their policies to specific economic needs. Both the European Central Bank (ECB) and the Federal Reserve (Fed) have emphasized data-driven decision-making, with a particular focus on the employment market. However, vigilance surrounding inflation, especially following recent upticks, has been maintained. The Fed, with its dual mandate of price stability and maximum employment, conveyed optimism that inflation is subsiding and the labour market remains robust, supporting the possibility of further interest rate cuts, though at a measured pace. The ECB, grappling with a weakening Euro and declining economic activity, aligns with this trend.

The anticipation of further interest rate cuts continues to fuel optimism in the global bond market. Locking in attractive current coupon levels is considered prudent before continued policy easing. However, risks remain, as political factors and geopolitical tensions may influence the inflation outlook. President-elect Trump's policies are seen as potentially inflationary, which could complicate the Federal Reserve's policy decisions in the future.

Disclaimer

This document has been prepared for information purposes and should not be interpreted as investment advice nor to constitute an offer or an invitation by Calamatta Cuschieri Investment Management Limited ("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. CCIM is licensed to conduct Investment Services in Malta by the Malta Financial Services Authority under the Investment Services Act.

This document may not be reproduced either in whole, or in part, without the written permission of CCIM. CCIM does not accept liability for any actions, proceedings, costs, demands, expenses, loss or damage arising from the use of all or part of this document.

Address: Calamatta Cuschieri Investment Management Limited, Ewropa Business Centre, Triq Dun Karm, Birkirkara BKR 9034.