

International Canoe Federation (ICF)

Portfolio Update 11.09.2024

Macroeconomic Overview (as of September 2024)

Central banks strategies / forecast:

		ST	LT	Spot
- Fed (US):	Rates	↘	↘	5.33
- ECB (EU):	Rates	↘	↘	3.75
- SNB (CH):	Rates	↘	→	1.25

Likely to cut rates in September 2024, weak economic data
 Concerns about inflation / potential renewal in ST rate cuts
 Potential rate decrease in Sept., inflation / CHF strength managed

Currencies evolution / forecast:

		ST	LT	Spot
- EURCHF:	FXrate	↘	↘	0.94
- EURUSD:	FXrate	↘	↗	1.10
- USDCHF:	FXrate	→	↘	0.85

Decreasing trend, target FX rate around 0.92 by Dec 2024
 Expected around 1.08 in Q4 2024, moving around 1.12 long term
 Forecasted around 0.85 by end of year 2024, long term 0.82

Summary (as of 11.09.2024)

Portfolio review:

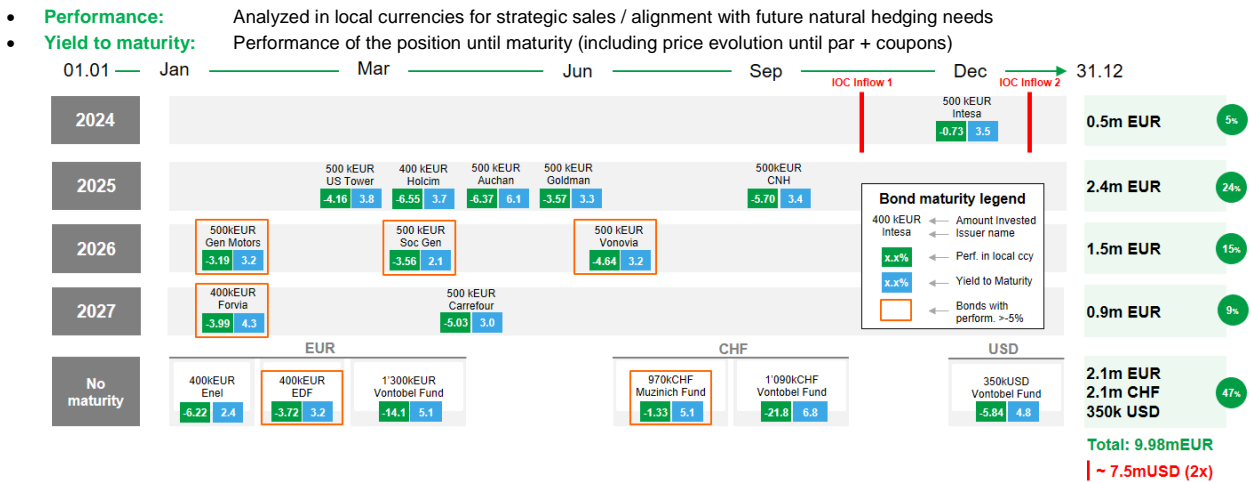
- Performance YTD: **+2.84%**
- Overall currency allocation: EUR: 74%, CHF: 22% and USD: 3% and marginal GBP: <1%
- Asset allocation: Average duration of 4.37 years / investment grade preponderance

Key next steps:

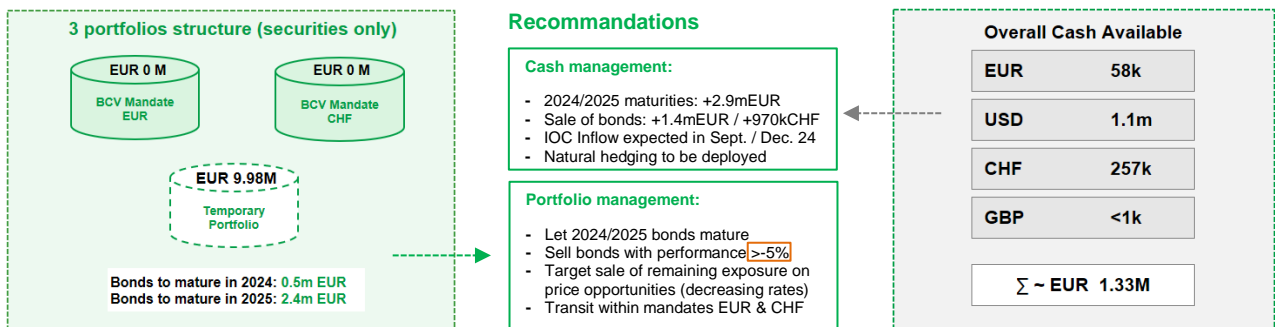
- Asset allocation: **Sell bonds** with perf. >-5% expected return on income mandate
- Currency allocation: **Natural hedging** solutions for the long run (by Dec 24)

Current Portfolios (as of 11.09.2024)

Bond portfolio positions / maturities (performance in green boxes denominated in local currencies):



Framework Update and Recommendations (as of 11.09.2024)



Natural hedging Implementation (as of 11.09.2024)

Payments expected from IOC:

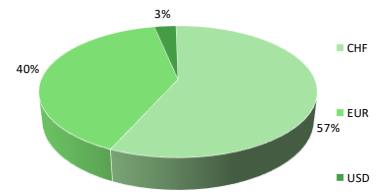
First instalment (44%, 6.6mUSD) by the end of September 2024
 Second instalment (45%, 6.75mUSD) by mid-December 2024
 Last instalment (11%, 1.65mUSD) after the IOC accounts closing in April 2025

Expected yearly outflows (from 2025 onwards):

Listing of expected transactions (2025):

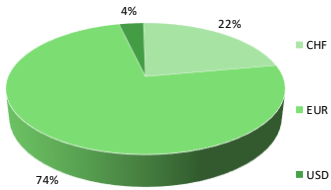
Account	Local CCY	In EUR	%
Antidoping general	350'000 CHF	375'134 EUR	9%
Antidoping legal/testing	150'000 USD	135'993 EUR	3%
Salary / office rental	1'900'000 CHF	2'036'442 EUR	48%
TV rights/broadcast	800'000 EUR	800'000 EUR	19%
Hungarian	900'000 EUR	900'000 EUR	21%
		4'247'568 EUR	

Currency needs 2025+

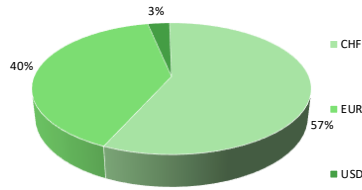


Currency natural hedging framework:

Current monetary allocation



Currency needs 2025+



Allocation Mandate Yield CHF 60% - 40% EUR

