

PURPOSE

This document provides you with key information about this investment Product. It is not marketing material. The information is required by law to help you understand the nature, risks, costs, potential gains and losses of this Product and to help you compare it with other products.

PRODUCT

AXIOM OBLIGATAIRE

a compartment of AXIOM LUX

Product Manufacturer : Axiom Alternative Investments LEI :969500QVL977C8L8Q834.

SC GBP(hv) Accumulation ISIN : LU1876461200

Website : <http://www.axiom-ai.com>. Please call : +356 21 373 709 for more information.

Axiom Alternative Investments is authorised in France and regulated by the Autorité des Marchés Financiers (AMF).

AXIOM LUX is authorised in Luxembourg and regulated by the Commission de Surveillance du Secteur Financier (CSSF).

Production date of the KID : 26.02.2024

Warning: You are about to purchase a Product that is not simple and may be difficult to understand.

WHAT IS THIS PRODUCT ?

Type

This Product is a compartment of AXIOM LUX, an open-ended umbrella Fund, organized as an investment company with limited liability and with variable capital (a "SICAV") under Luxembourg law.

Term

The Product has an investment horizon of at least 3 years.

Objectives

The objective of this Product is to achieve, over a minimum 3-year investment horizon, a return (net of management fees) similar to or greater than that of its benchmarks (ICE BofAML Euro Financial Index (40%), ICE BofAML Euro Corporate Index (40%) and ICE BofAML Contingent Capital Index (20%) (together the "Benchmarks")).

The Product is actively managed and references the Benchmarks for comparative purposes only. The management company has full discretion over the composition of the portfolio of the Product and may take exposure to companies, countries or sectors not included in the Benchmarks, even though the Benchmarks constituents may be representative of the Product's portfolio.

The investment policy of the Product consists of selecting bonds or debt securities issued by European financial institutions.

Only issues of companies with a long history and a strong market presence are taken into consideration.

The acquisition or disposal of bonds or debt securities is based on an internal analysis of the issuer's credit risk.

Transferable debt securities and bonds rated below B- by Standard and Poor's, or B3 by Moody's, or B- by Fitch Ratings, or B Low by DBRS (the highest rating will be applied), or a rating considered equivalent by the management company, or which have no rating, shall not exceed 20% of the Product's net asset value. These securities fall into the speculative category. The Product is not sector-specific.

Within the limit of maximum 50% of the NAV, the Product invests in contingent convertible bonds, hybrid debt securities designated to absorb the loss of capital for issuers, this implies that these bonds are slightly different to regular convertible bonds in that the likelihood of the bonds converting into equity when a certain trigger CET1 relative to risk weighted assets is reached. The selection may lead to a 100% exposure of the Product in the same sector of activity.

The Product may hedge its credit risk through CDS (Credit Default Swap) or expose its cash pocket to the credit market with CDS.

The Product is permanently exposed in interest rate markets in OECD countries; Particularly in the euro area, the United Kingdom, Switzerland and the United States. The exposure in each of these markets may be 100%.

The tools used to consider ESG factors consist of :

- Exclusion filters : They are used to exclude companies involved in forbidden activities, which are covered through the Management Company thematic and sectoral policies and related exclusion list.

- Controversies monitoring : The Management Company analyzes firms' exposure to litigation risks arising from torts caused to consumers and to business ethics controversies.

- ESG screening : The ESG data is sourced from an external provider. The criteria and related weighting varies depending on the sector.

- Axiom's Climate Readiness Score : The ACRS is a proprietary methodology developed to identify best-in-class firms addressing the challenges that climate change and the energy transition pose to their core business. The ACRS uses both quantitative and qualitative analysis to assess financial institutions' climate performance based on three pillars: Corporate engagement / Climate risk and opportunities management / Contribution to the low-carbon transition.

While this Product promotes environmental characteristics within the meaning of Article 8 of the SFDR.

More information on the ESG data used is disclosed in our responsible investment policy, which can be found at the following link: <https://axiom-ai.com/web/data/documentation/Responsible-InvestmentPolicy.pdf>.

A Performance Fee may be paid even if the Adjusted Net Asset Value per Share outperformed the Reference NAV during the Calculation Period but had a negative absolute performance, subject to recovering any Negative Bonus.

Intended Retail Investor

All investors

Practical information

Depositary : CACEIS Bank, Luxembourg Branch

Further information about the Product, the latest prospectus, latest periodical regulatory documents, as well as all other practical information, incl. where to find the latest prices of shares and information on other share classes marketed in your country, can be obtained in English free of charge from the Management Company Axiom Alternative Investments, 39 Avenue Pierre 1er de Serbie, F-75008 Paris, France or at the following e-mail address: contact@axiom-ai.com.

Share subscription and redemption orders can be placed at any time and are centralised no later than noon on every valuation day and executed daily.

WHAT ARE THE RISKS AND WHAT COULD I GET IN RETURN ?

Risk Indicator



←----->
lower rewards higher rewards



The summary risk indicator assumes you keep the Product until maturity end of the recommended holding period (3 years).

The actual risk can vary significantly if you cash in at an early stage and you may get back less.

The summary risk indicator is a guide to the level of risk of this Product compared to other products. It shows how likely it is that the Product will lose money because of movements in the markets or because we are not able to pay you.

We have classified this Product as 2 out of 7, which is a low risk class. This rates the potential losses from future performance at a low level, and poor market conditions are very unlikely to impact our capacity to pay you.

Significant risk(s) for the Product not taken into account in this indicator include the following:

- **Credit risk:** Investors are exposed to the risk of defaults on the bonds included in the portfolio. This risk may affect up to 100% of the portfolio. The materialisation of this risk may lead to a fall in the Product's net asset value.
- **Counterparty risk:** The Product may suffer losses as a result of a counterparty failing to meet its contractual obligations.
- **Liquidity risk:** Liquidity risk exists when particular investments are difficult to purchase or sell. This can reduce the Product's returns because the Product may be unable to transact at advantageous times or prices. This can be the result of shocks of unprecedented intensity and severity such as but not limited to pandemics and natural disasters.

For more information on risks, please refer to the prospectus of the Product.

This Product does not include any protection from future market performance so you could lose some or all of your investment.

Performance Scenarios

The figures shown include all the costs of the Product itself, but may not include all the costs that you pay to your advisor or distributor. The figures do not take into account your personal tax situation, which may also affect how much you get back.

What you will get from this Product depends on future market performance. Market developments in the future are uncertain and cannot be accurately predicted.

The unfavourable, moderate and favourable, scenarios presented represent examples using the best and worst performances, as well as the average performance of the Product and/or the appropriate benchmark indicator over the last 10 years.

Markets could develop very differently in the future.

The stress scenario shows what you might get back in extreme market circumstances.

Investment GBP 10,000

The recommended holding period is 3 years.		If you exit after 1 year	If you exit after 3 years (recommended holding period)
Scenarios			
Minimum	There is no minimum guaranteed return. You could lose some or all of your investment.		
Stress scenario	What you might get back after costs	GBP 6,130	GBP 7,110
	Average return each year	-38.7%	-10.7%
Unfavourable scenario	What you might get back after costs	GBP 8,370	GBP 9,430
	Average return each year	-16.3%	-1.9%
Moderate scenario	What you might get back after costs	GBP 9,670	GBP 10,290
	Average return each year	-3.3%	1.0%
Favourable scenario	What you might get back after costs	GBP 11,270	GBP 11,730
	Average return each year	12.7%	5.5%

This table shows the money you could get back over the recommended holding period of 3 years, under the different scenarios, assuming you invest GBP 10,000.

Unfavourable scenario : this scenario occurred for an investment between 03/2017 and 03/2020.

Moderate scenario : this scenario occurred for an investment between 08/2017 and 08/2020.

Favourable scenario : this scenario occurred for an investment between 12/2018 and 12/2021.

WHAT HAPPENS IF AXIOM ALTERNATIVE INVESTMENTS IS UNABLE TO PAY OUT ?

The Product's ability to pay out would not be affected by the insolvency of the manufacturer. You may however face a financial loss should the Depository default on its obligations. Such default risk is limited as the Depository is required by law and regulation to segregate its own assets from the assets of the Product. There is no compensation or guarantee scheme in place which may offset, all or any of, these potential losses.

WHAT ARE THE COSTS ?

The person advising on or selling this Product may charge you other costs. If so, this person will provide you with information about these costs and how they affect your investment.

Costs over time

The tables show the amounts that are taken from your investment to cover different types of costs. These amounts depend on how much you invest, how long you hold the Product. The amounts shown here are illustrations based on an example investment amount and different possible investment periods.

We have assumed:

- In the first year you would get back the amount that you invested (0% annual return). For the other holding periods we have assumed the Product performs as shown in the moderate scenario
- GBP 10 000 per year is invested

Investment GBP 10,000	If you exit after 1 year	If you exit after 3 year (recommended holding period)
Total costs	GBP 555	GBP 929
Annual cost impact (*)	5.5%	3.0% each year

(*) This illustrates how costs reduce your return each year over the holding period. For example, it shows that if you exit at the recommended holding period your average return per year is projected to be 3.91% before costs and 0.96% after costs.

Composition of Costs

Investment GBP 10,000 and annual cost impact if you exit after 1 year

One-off costs		If you exit after 1 year
Entry costs	This includes distribution costs of 2.00% of the invested amount. This is the most you will be charged. The person selling you the Product will inform you of the actual charge.	GBP 200
Exit costs	This includes distribution costs of 2.00% of the invested amount. This is the most you will be charged. The person selling you the Product will inform you of the actual charge.	GBP 200
Ongoing costs (taken each year)		
Management fees and other administrative or operating costs	0.97% of the value of your investment per year. This figure is based on actual costs over the past year.	GBP 97
Transaction costs	0.37% of the value of your investment per year. This is an estimate of the costs incurred when we buy or sell the underlying investments for the Product. The actual amount will vary depending on how much we buy and sell.	GBP 37
Incidental costs taken under specific conditions		
Performance fees and carried interest	0.21% Description : 20% (All taxes included) maximum of the Product's annual performance beyond the performance of the Benchmarks.	GBP 21

The table below shows the impact of the different types of costs on the investment return you might get at the end of the recommended holding period and what the different cost categories mean.

HOW LONG SHOULD I HOLD IT AND CAN I TAKE THE MONEY OUT EARLY ?

Recommended holding period : 3 years

This Product is designed for longer term investments ; you should be prepared to stay invested for at least three years.

Share subscription and redemption orders can be placed at any time and are centralised no later than noon on every valuation day and executed daily.

HOW CAN I COMPLAIN ?

Pursuant to Article 313-8 of the AMF general regulation, information on the complaint handling procedure is made available free of charge by Axiom Alternative Investments.

Axiom has implemented and maintains an operational procedure to quickly and efficiently process complaints made by its clients. Any complaint may be sent to the Compliance department by post to Axiom Alternative Investments, 39 avenue Pierre 1er de Serbie 75008 Paris, France. The management company will acknowledge receipt of the complaint within ten working days of the date on which it was received, unless a response has been issued to the client in the intervening period. Except in duly justified exceptional circumstances, a response will be issued to the client within two months of receipt of the complaint.

For France: In the event of an ongoing dispute, the client may contact a mediator, such as the AMF Ombudsman. The address of the AMF Ombudsman is: Autorité des marchés financiers, The AMF Ombudsman, 17 place de la Bourse, 75082 PARIS CEDEX 02, FRANCE. The AMF mediation request form and the Mediation Charter are available online at <http://www.amf-france.org>.

For Luxembourg: In the event of a dispute or in the absence of an acknowledgment of receipt or response within one month of the complaint being made, the client may contact the competent authority, either by post to Commission de Surveillance du Secteur Financier, L-2991 Luxembourg or by email to direction@cssf.lu.

The CSSF dispute resolution request form and relevant texts on the matter are available at <http://www.cssf.lu>.

OTHER RELEVANT INFORMATION

Performance scenarios : You can find previous performance scenarios updated on a monthly basis at <https://axiom-ai.com>. Past performance data about this Product is presented for 4 year(s). For further information, please visit <https://axiom-ai.com>.

Details of the up-to-date remuneration policy of the Management Company, including, but not limited to, a description of how remuneration and benefits are calculated, the identity of persons responsible for awarding the remuneration and benefits, including the composition of the remuneration committee (if any), are available on: <http://www.axiom-ai.com>

A paper copy of such document is available free of charge from the Management Company upon request.

This information document is updated annually.