

## Axiom Short Duration Bond

Investment objective

The fund's investment policy is to select bonds, debt securities or preferred shares. The duration of the fund is less than 2

The investment strategy is based on a carry trade which means it aims to invest in bonds offering high coupons and low volatility.

The fund is actively managed and is not managed according to a benchmark.

The SRRI represents the annual historical volatility of the Fund over a 5-year period. Historical data such as that used to calculate the synthetic indicator cannot be considered as a reliable indication of the Fund's future risk profile. The risk category associated with the Fund is not guaranteed and may change over time. The lowest risk category does not mean "risk free". Your initial investment is not guaranteed.

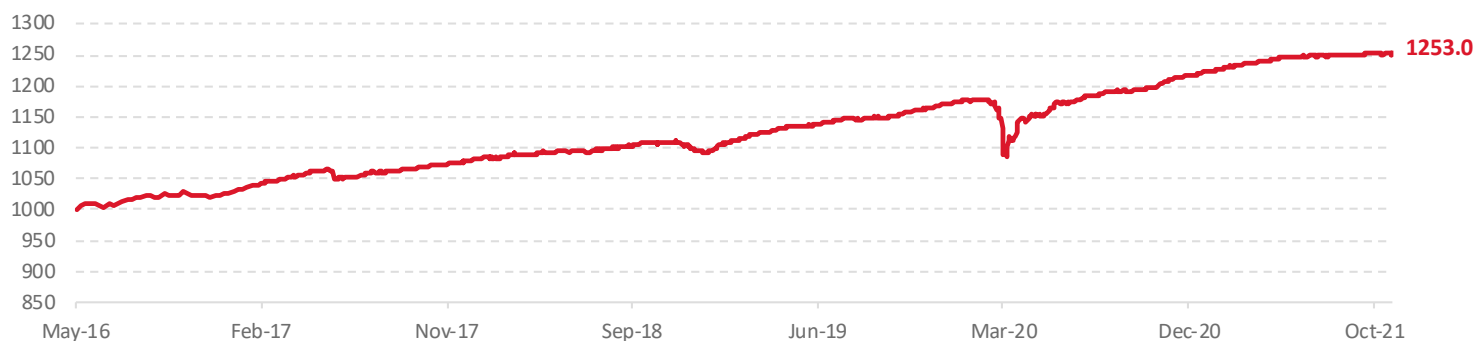
## KEY DATA AND RISK ANALYSIS

Net assets	399M€	Modified Duration	0.78
Volatility since inception	2.38%	Credit sensitivity	1.39
Yield to call	1.58%	Average rating by issuers (WARF)	A-
Yield to maturity <sup>1</sup>	2.41%	Average rating by instruments (WARF)	BBB
Sharpe ratio since inception	1.22	Number of position	145

## NAV VALUES AND MONTHLY RETURNS

	Class B (USD)	Class C (EUR)	Class E (GBP)	Class D (EUR)	Class H (EUR)	Class M (CHF)	R (EUR)	R (USD)
Last NAV	1253.0	1187.4	1003.2	1054.1	1063.0	1081.5	1078.3	1150.2
Monthly performance	-0.10%	-0.16%	-0.10%	-0.16%	-0.15%	-0.18%	-0.20%	-0.15%

## PERFORMANCE EVOLUTION – CLASS B



Past performance does not guarantee future results.

## HISTORICAL PERFORMANCES – CLASS B

1 month	3 months	YTD	1 year	3 years <sup>3</sup>	5 years <sup>3</sup>	Inception <sup>2</sup>
-0.10%	0.27%	2.87%	4.66%	4.19%	4.04%	4.21%

## MONTHLY PERFORMANCES SINCE CLASS B INCEPTION

	Jan.	Feb.	March	April	May	June	July	August	Sept.	Oct.	Nov.	Dec.	Year
2016					0.43% <sup>4</sup>	-0.65%	1.27%	0.52%	0.16%	0.44%	-0.31%	0.10%	2.54%
2017	1.09%	0.88%	0.58%	0.75%	0.45%	-1.10%	0.67%	0.30%	0.30%	0.45%	0.36%	0.49%	5.33%
2018	0.38%	0.38%	0.06%	0.36%	-0.14%	0.13%	0.63%	0.32%	0.51%	-0.09%	-0.76%	-0.39%	1.41%
2019	1.42%	0.91%	0.39%	0.81%	0.12%	0.54%	0.58%	-0.02%	0.20%	0.68%	0.49%	0.71%	7.05%
2020	0.36%	-0.40%	-4.77%	3.42%	0.78%	0.84%	0.99%	0.64%	-0.01%	0.43%	1.09%	0.63%	3.89%
2021	0.54%	0.65%	0.38%	0.49%	0.20%	0.22%	0.08%	0.05%	0.32%	-0.10%			2.87%

<sup>1</sup> Yield to perpetuity of the portfolio, excluding cash, all currencies combined. The yield to perpetuity is the yield of the portfolio with the hypothesis that securities are not reimbursed and kept to perpetuity <sup>2</sup> Performance since the date the fund is UCITS. The fund was created on 14/08/2015 but the regulations do not allow us to report on performance before the 16th of May 2016 date when the fund became UCITS compliant <sup>3</sup> Annualized performance. <sup>4</sup> Performance over less than a month

## MONTHLY COMMENTARY



**ADRIAN PATURLE**  
Portfolio Manager

In the financial markets, the month of October was marked by a slight widening of spreads (the subfin index went from 110 at the beginning of the month to 115 at the end of the month) as well as by a rise in rates (German 10-year from -0.2 to -0.09% & US 10-year from 1.49 to 1.60).

This growing nervousness is explained by recent communication given by central bankers in favour of a more rapid tapering process than initially expected and by growing inflationary pressures.

In this environment of rising rates, financial debt (AT1 -0.20%) performed better than European high yield (Markit HY index was down -0.46%) or Euro Investment Grade (-0.40%).

Thanks to its hedges, the fund held up well this month with a slightly negative performance (-0.16%). However, UK fixed rates bonds which represent 7.5% of the fund, suffered a decline of between -3% and -5%. With yields between 5% and 6%, this was an opportunity to strengthen our exposure, particularly on the RSA Insurance 7.375% bond.

In contrast, the equity market performed well this month. The banks' performance was accompanied by excellent Q3 results and the implementation date of Basel IV being pushed back a further five years.

## RESEARCH AND MANAGEMENT TEAM



**David BENAMOU**  
Managing Partner  
Chief Investments  
Officer



**Jérôme LEGRAS**  
Managing Partner  
Head of Research



**Antonio ROMAN**  
Portfolio Manager



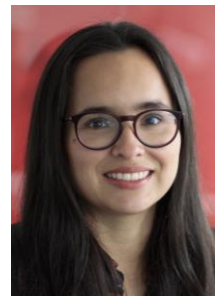
**Adrian PATURLE**  
Partner  
Portfolio Manager



**Gildas SURRY**  
Partner  
Portfolio Manager



**Paul GAGEY**  
Portfolio Manager



**Laura RAMIREZ**  
ESG Analyst

### RISKS

Significant risk(s) for the Fund not taken into account in the SRRI 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 Fund's net asset value.

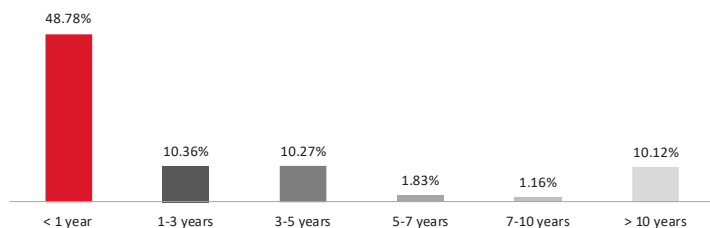
**Counterparty risk:** The Fund may suffer losses as a result of a counterparty failing to meet its contractual obligations.

**Liquidity risk:** Liquidity risk exists when particular investments are difficult to purchase or sell. This can reduce the Fund's returns because the Fund 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 Funds.

## PORTFOLIO SPLIT (in % of assets)

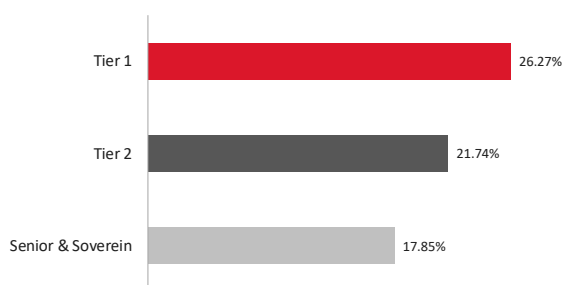
### BY MATURITY <sup>1</sup>



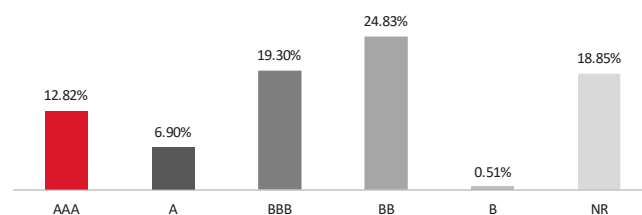
### TOP ISSUERS <sup>2</sup>

AXA	4,73%
LANDESBANK HESSEN	3,88%
DEUTSCHE POSTBANK	3,44%
ZURICH INSURANCE	2,30%
RAIFFEISEN BANK	2,27%

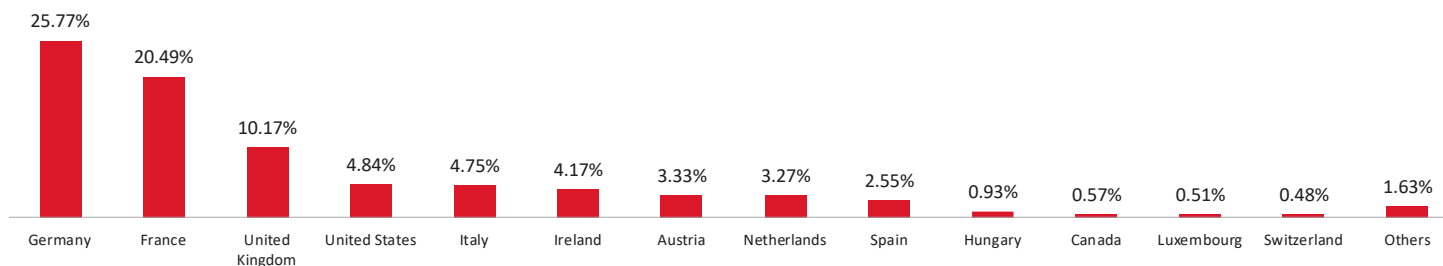
### BY SUBORDINATION <sup>1</sup>



### BY RATING <sup>3</sup>



### BY COUNTRY <sup>4</sup>



<sup>1</sup> Analysis calculated on the scope of interest rate instruments; all derivatives excluded except single-name CDS | <sup>2</sup> Excluding Govies | <sup>3</sup> Rating of bonds | <sup>4</sup> Analysis calculated on the scope of equities and interest rate instruments; all derivatives excluded except single-name CDS

## FUND INFORMATION

Type	Lux SICAV									
Registered countries	CH – FR – LU – UK									
Subscription / Redemption	Before 12h / Settlement D+3									
	Class B	Class C	Class D	Class H	Class M	R (EUR)	R (USD)	Class E	Class IE	Class Z
ISIN	LU1876460228	LU1876459725	LU1876460657	LU1989400970	LU1876460491	LU1876460061	LU1876460145	LU2249453619	LU2342936130	LU1876460574
Currency <sup>5</sup>	USD	EUR	EUR	EUR	CHF	EUR	USD	GBP	GBP	EUR
Affection	Capitalisation	Capitalisation	Distribution	Capitalisation	Capitalisation	Capitalisation	Capitalisation	Capitalisation	Capitalisation	Capitalisation
Inception date <sup>6</sup>	14/08/2015	14/08/2015	30/12/2016	30/04/2019	02/09/2016	26/08/2016	03/05/2017	02/09/2016	02/09/2016	02/09/2016
Min 1st Subscibtion	1 share	1 share	1 share	30M	1 share	1 share	1 share	1 share	10M	1 share
Management fees	1%	1%	1%	0.90%	1%	1.50%	1.50%	0.60%	0.50%	0.05%
Performance fees	None									

All details of the expenses incurred by the fund are available in the Prospectus

<sup>5</sup> Currency exposure is systematically hedged | <sup>6</sup> UCITS Transfer as at 16/05/2016

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