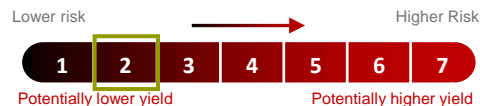


## Axiom Long Short Credit (ALSC)



### INVESTMENT OBJECTIVE

The investment objective of the fund is to seek to achieve attractive risk-adjusted returns over time. The fund (ALSC) is actively managed and references several indices as described in the prospectus (the "Benchmarks") as part of its investment process. ALSC is a long short corporate credit fund established under Luxembourg law which targets net performance of 4% in euros with volatility of less than 5% over an indicative period of 3 years. The global investment universe which includes both the European and American high yield markets is a source of diversity and additional liquidity. Net exposure ranges between +50% and -30%. This exposure will evolve according to the credit cycle and the convictions of the portfolio manager Gilles Frisch. Benefitting from 21 years of experience in the European and US high yield markets in both long only and long short portfolio management, Gilles was previously head of the High-Yield division at Swiss Life Asset Managers since 2010. He is backed by Paul Gagey who has more than 30 years of experience in asset management. Paul was Head of the high-yield funds division at Aviva Investors from 2006 to 2017.

The SRRI above 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 METRICS

Number of positions:	122	Assets under management:	€39.9m
Long positions (in %):	96,8%	Average long spread:	356 bps
Short positions (in %):	-94,0%	Average short spread:	281 bps
Gross exposure:	191%	Average net spread:	61 bps
Net exposure:	2,8%	Duration:	- 0.23

### RISK LIMITS

Positions / Concentration	Sector and Country Exposure
Long limit: 3% (top10) - 2% (others)	Gross exposure by industry: Up to 20%
Short limit at par: 5%	Gross exposure by country: Up to 20% (ex US)
Short distressed positions limit: 2%	Total number of positions: Above 50

### MARKET COMMENTARY



Gilles Frisch  
Portfolio manager

December was a very good month for the High Yield and equity markets, particularly US High Yield (+2%). This performance is mainly due to a rebound in the markets following the correction at the end of November linked to the discovery of the Omicron variant. The last FED meeting in 2021 also reassured the markets with a widely anticipated acceleration of tapering, which is now betting on a gradual tightening of US monetary policy. Against this backdrop, activity in the high yield markets declined very rapidly with only one major primary deal to finance the Tmobile Netherlands LBO. There was also no wave of profit taking or risk reduction in high yield portfolios as had been feared at the end of November. Finally, US high yield has gained 1% since 21 December in a market with no real liquidity: is this positioning to anticipate the January effect?

The year 2022 is starting with a large number of uncertainties for the months to come:

- start date, speed and amplitude of the FED's rate hikes as well as the end of its purchase program or even the announcement of a resale program of its portfolio of Treasuries and Mortgage bonds
- duration and impact on activity of the Omicron wave, inflationary dynamics, supply chain management (semiconductors etc.), gas crisis in Europe etc.

If we contrast these risk factors with markets that ended the year at their highest, it is likely that 2022 will be more volatile than 2021, or even a correction year. In this context, we maintain our short beta, long convexity, long HY Euro short US HY and long financials short HY industrial biases.

### PERFORMANCE OF THE DIFFERENT UNIT CLASSES AS OF 12/31/21

A (USD)	B (USD)	C (EUR) <sup>2</sup>	CG (EUR) <sup>3</sup>	E (GBP)	M (CHF)	P (EUR)	R (EUR)
LU2130522688	LU2130522761	LU2133128806	LU2249463410	LU2130522845	LU2130522928	LU2177671059	LU2130523066
-0.44%	-0.30%		-0.46%	-0.40%	-0.47%	-0.41%	-0.50%

#### Historical performances<sup>2</sup>

	Jan.	Feb.	Mar	April	May	June <sup>3</sup>	July	August	Sept.	Oct.	Nov.	Dec.	Year <sup>3</sup>
2021	+0.27%	-0.37%	-0.38%	-0.15%	-0,17%	-0.12%	+0,30%	-0,43	-0,04%	-0.30%	+0.13%	-0.41%	-1.66%
2020						-0.07%	+0.06%	-0.35%	+0.48%	-0.01%	-0.46%	+0.41%	+0.05%

Sources : Bloomberg, Axiom AI

<sup>1</sup> Past performance does not guarantee future results. They do not take into account any commissions received on the subscription and redemption of units. <sup>2</sup> Share classes that have not been activated yet <sup>3</sup> The fund has been launched on the 24<sup>th</sup> of June. Please note that the performance communicated covers a period of time shorter than a year and shorter than the recommended investment horizon. <sup>3</sup> Launched on the 12th of February 2021

## PORTFOLIO BREAKDOWN (in % of assets)

### LONG AND SHORT POSITIONS

#### Top 5 short positions (excluding indices and hedges)

Industry	Country	Rating	% of net assets
Engineering&Construction	GB	BB	-2,99%
Lodging	FR	BB-	-2,43%
Advertising	US	B	-2,25%
Leisure Time	US	B	-2,10%
Machinery-Diversified	LU	CCC+	-1,36%

#### Top 5 long positions (excluding indices and hedges)

Industry	Country	Rating	% of net assets
Telecommunications	LU	BB+	2,54%
Chemicals	CN	BBB	2,50%
Real Estate	SE	BB+	2,43%
Diversified Finan Serv	US	BB	2,32%
Diversified Finan Serv	US	BB-	2,31%

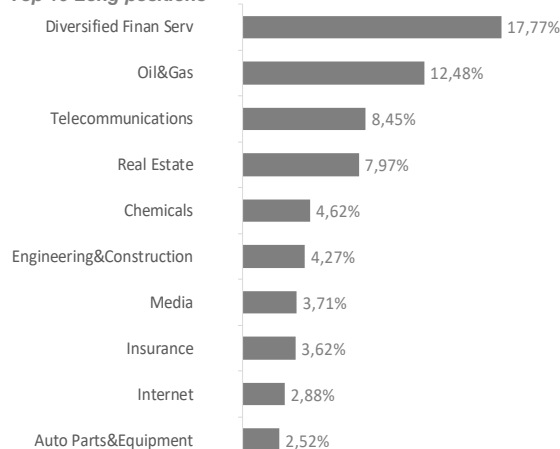
### BY SECTOR

Exposure by sector as a % of net assets

#### Top 10 Short positions



#### Top 10 Long positions



### BY RATING

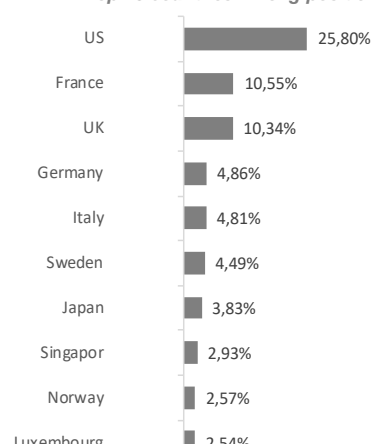
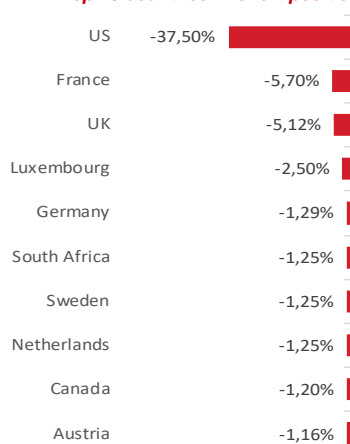
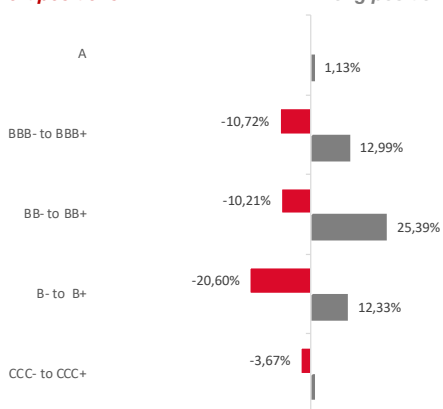
Exposure by rating as a % of net assets

#### Short positions

#### Long positions

#### Top 10 countries in short positions

#### Top 10 countries in long positions



### BY COUNTRY

Exposure by country as a % of net assets

## FUND INFORMATION

Fund type:	UCITS
Current ISIN/ Ticker (Bloomberg):	LU2177671059/ AXILSCP LX Equity
Liquidity:	Daily
Currency:	EUR/USD/GBP/CHF
Countries:	Luxembourg
Fund type and Profit allocation:	Luxembourg SICAV / Accumulation

Fund inception date:	06/24/2020
Minimum initial subscription:	1 share
Subscription / repurchases conditions:	Every day until 12:00 / Payment D+3
Management fees:	0.50% up to max €50m
Performance fees:	15% up to max €50m

All data coming from outside are reworked by Axiom Alternative Investments. The information in this document is based on reliable and accurate sources analysis as of its release date. The figures quoted relate to past years and past performance is not a reliable indicator of future performance. The information is derived from accounting and proprietary data. They have not been certified by the Statutory Auditor Axiom Bond Fund and are therefore subject to change. Due to their simplification, this information is inevitably partial or incomplete and can not therefore have any contractual value. The DIGI of this fund is at your disposal on request from AXIOM AI. In case of subscription, the investor must consult the prospectus of the UCITS in order to become aware of the risks involved, in particular the risk of loss of capital and, where applicable, the liquidity risk of the underlying assets. This fund is invested in the bond markets. Its net asset value depends on the valuation of the securities held in the portfolio and may therefore be subject to significant upward and downward fluctuations. This UCITS is authorized by the French financial markets authority and FINMA for marketing in France and Switzerland. Additional information for Swiss-based investors: The detailed sales prospectus, key investor information documents, articles of association, annual and semi-annual reports are available free of charge from the Swiss Representative and Payment Service. CACEIS branch of Nyon/Suisse, SA, Route de Signy 35, CH-1260 Nyon.

