

## Axiom Credit Opportunity

Axiom Credit Opportunity is a non-market-directional long/short credit fund invested in credit derivatives instruments. The Investment objective of the fund is to achieve positive risk-adjusted returns to investors primarily through opportunistic investments in credit markets. To achieve the investment objective, the fund mainly invests in Europe and North America but may also invest a portion of its assets globally.

## PERFORMANCE OVERVIEW

### Key Metrics as at 31/05/2024

Assets under management <sup>2</sup> :	€ 82,6 m
NAV (Share class A EUR):	€ 132,14
NAV (Share class BA USD):	\$ 141,78
NAV (Share class EA GBP):	£ 130,71

### Net Performance data as at 31/05/2024

Share class (ISIN)	1 month	3 months	6 months	Since inception
A (ISIN: LU1916397232)	1,18%	3,57%	8,91%	32,14%
BA (ISIN: LU1955056160)	1,33%	3,88%	10,23%	41,78%
EA (ISIN: LU2018785944)	1,28%	3,82%	9,43%	30,71%

### Historical Net Performance <sup>2,3</sup>

Class A	Jan.	Feb.	Mar.	Apr.	May	June	Jul.	Aug.	Sep.	Oct.	Nov.	Dec.	Year
2018	-	-	-	-	-	-	-	-	-	-	-	+0,53% <sup>4</sup>	+0,53% <sup>4</sup>
2019	1,42%	1,47%	2,28%	0,63%	-1,17%	0,34%	0,23%	0,17%	1,04%	0,55%	0,64%	0,25%	8,09%
2020	3,75%	0,32%	-2,26%	-12,56%	-2,43%	0,75%	-0,98%	-1,18%	0,47%	-4,21%	7,21%	1,36%	-10,50%
2021	1,49%	1,60%	0,30%	-0,50%	-1,40%	0,48%	-0,76%	-0,70%	1,66%	1,28%	-2,03%	2,48%	3,87%
2022	-1,42%	-1,31%	0,61%	-4,83%	1,14%	-7,49%	-0,71%	-4,69%	-1,90%	3,74%	7,90%	0,15%	-9,29%
2023	8,82%	3,54%	0,78%	1,90%	4,21%	2,04%	1,48%	0,85%	0,52%	-0,53%	5,16%	3,16%	36,59%
2024	-0,64%	2,59%	1,98%	0,38%	1,18%								5,58%

Class BA	Jan.	Feb.	Mar.	Apr.	May	June	Jul.	Aug.	Sep.	Oct.	Nov.	Dec.	Year
2019	-	-	2,48%	0,89%	-0,94%	0,57%	0,41%	0,38%	1,22%	0,75%	0,83%	0,45%	7,23% <sup>4</sup>
2020	4,04%	0,46%	-2,08%	-12,46%	-2,13%	0,81%	-0,90%	-1,13%	0,61%	-4,10%	7,19%	1,52%	-9,08%
2021	1,52%	1,66%	0,29%	-0,30%	-1,34%	0,57%	-0,72%	-0,61%	1,75%	1,32%	-2,02%	2,64%	4,74%
2022	-1,25%	-1,28%	0,91%	-4,58%	1,34%	-7,33%	-0,29%	-4,39%	-1,52%	3,84%	8,59%	0,77%	-5,95%
2023	9,32%	3,37%	0,92%	1,78%	3,78%	2,38%	1,74%	1,03%	0,65%	-0,42%	5,43%	3,36%	38,43%
2024	-0,02%	2,68%	2,07%	0,45%	1,33%								6,65%

<sup>1</sup> Unit classes in foreign currencies are converted at an exchange rate at the end of the month. <sup>2</sup> NAV as on the 31/05/2024 <sup>3</sup> Past results are not necessarily indicative of future results. <sup>4</sup> Since launch of the fund class.

## MARKET DATA

Main Indices	31/05/2024	Monthly change	2024 YTD change
iTraxx EUR	53	-6,01%	-15,35%
CDX NA IG	50	-7,24%	-20,60%
iTraxx Xover	296	-7,05%	-1,03%
CDX NA HY	334	-6,59%	-11,21%
Eurostoxx 50	4984	1,27%	10,22%
S&P 500	5278	4,80%	10,64%
EUR Swap 10Y	2,89%	+28bps	+37bps
US Swap 10Y	4,09%	+48bps	+86bps
EUR/USD	1,08	1,76%	-1,73%
Crude Oil (WTI)	77	-6,03%	7,45%

## MARKET COMMENTARY

Risk assets rallied in May as US treasuries recouped some of their April losses. US growth and inflation surprised to the downside, while the opposite is true in Europe. The yield on US 10y treasuries ended the month 20 bps lower at 4.5%, while Bund yields were 3 bps higher at 2.61%. The iTraxx Main and Xover indices tightened to resp. 53bps and 296 bps.

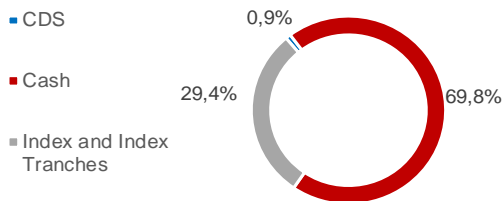
Central banks have turned slightly more hawkish following a series of disappointing inflation prints. In the US, annualized core PCE and core services PCE are still trending above 3%. In Europe, there was an upside surprise in negotiated wages driven by Germany bonus payments. May core HICP rose to 2.9%, with the services component reaching 4.1%. Overall, though wages are moderating, there is little evidence that inflation is reverting to 2%.

The fund's performance benefited from the portfolio's positive carry and roll down as well as tightening spreads.

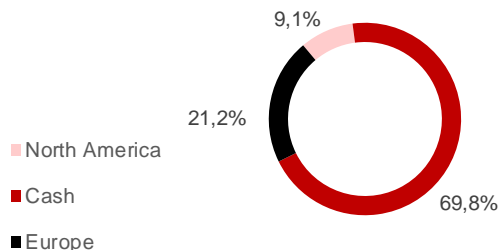
## GENERAL RISK OVERVIEW

### CAPITAL DEPLOYMENT

By Instrument type:

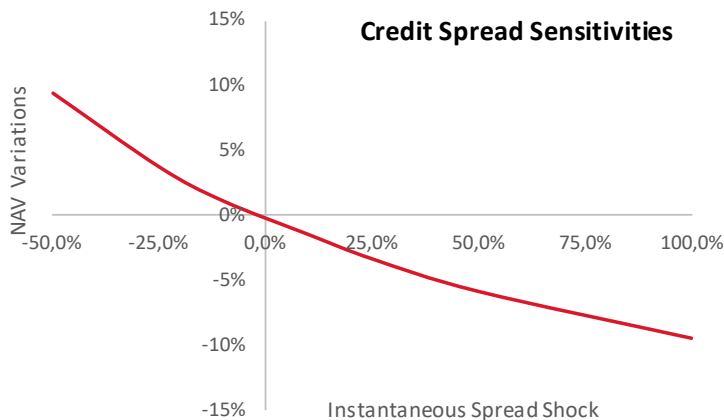


By Region:



Sources: Axiom AI internal model as at 31/05/2024

### SENSITIVITIES UNDER VARIOUS SYSTEMIC STRESS SCENARIOS



IR and FX stress	NAV impact
USD Swap by +/- 10 bps	< 0.1%
EUR Swap by +/- 10 bps	< 0.1%
EUR/USD by +/- 5%	< 0.1%

## FUND'S INFORMATION



### Adrian Paturle – Portfolio manager

- Joined Axiom in 2009
- Portfolio Manager of Axiom Sustainable Financial Bonds and Axiom Short Duration Bond Fund
- 26 years of experience in Asset Management
- Ex-Global Fixed Income and CDS portfolio manager at Rothschild & Cie Gestion
- Started his career as a quant at ABF Capital Management



### Bedis Gharbi – Advisor

- 25 years of experience in Credit Derivatives portfolio management, trading and risk management
- Former Head of Credit derivatives funds at RiverRock
- Prior to that he managed the Global Credit Correlation book at Deutsche Bank
- He began his career in the exotic credit trading department at Société Générale
- Graduated from Ecole Polytechnique and ENSAE

Fund Inception date:	12/20/2018
Fund Managers:	Adrian Paturle (Portfolio Manager) and Bedis Gharbi (advisor)
Fund type:	Luxembourg Reserved Alternative Investment Fund (RAIF)
Currencies per share class <sup>2</sup> :	EUR (Classes A,C), USD (Class B, BA), GBP (Class E,EA), CHF (Class M)
Liquidity:	Closed Ended Fund
Management Fee:	0.8%
Performance Fee:	15% (with a High Water Mark)
Custodian:	Caceis Bank
Fund Auditor:	PwC Luxembourg

<sup>2</sup> Currency exposure of the fund is systematically hedged

## MAIN RISKS

The main risks include the following:

**Default risk “jump-to-default risk”:** The risk that a financial product, whose value directly depends on the credit quality of one or more entities, may experience sudden price changes due to an unexpected default of one of these entities.

**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 fund.



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