

EM Bond Opp. 2024

French FCP (mutual fund)

Annual Report as of 31 December 2021



Asset Management Company: ANAXIS ASSET MANAGEMENT SAS

Registered office: 9, rue Scribe, 75009 Paris

Custodian: BNP Paribas Securities Services

Publication of issue and redemption prices: available to unit-holders at the management company's offices.



Contents

Contents	2
Section I: Management report	3
1. Investment orientation	3
2. Investment policy.....	14
Section II: Annual Financial Statements	20
1. Balance sheet – Assets.....	20
2. Balance sheet – Liabilities	21
3. Off-balance sheet.....	22
4. Income statement.....	23
Section III: Annual Financial Statements - Notes	24
1. Accounting rules and methods	24
2. Change in net assets	27
3. Additional disclosures 1	28
4. Additional disclosures 2	29
5. Breakdown of payables and receivables by type.....	32
6. Breakdown by legal or economic type of instrument	33
7. Breakdown of assets, liabilities and off-balance sheet items by type of interest rate.....	34
8. Breakdown of assets, liabilities and off-balance sheet items by residual maturity	35
9. Breakdown of assets, liabilities and off-balance sheet items by quotation currency	36
10. Distribution of earnings	37
11. Statement of income and other characteristics items	45
12. Inventory of financial instruments as of 31 December 2021	50

Section I: Management report

1. Investment orientation

- **Classification** : International bonds and other debt securities.
- **Investment objective** : The objective of the fund is to achieve, at maturity of 31 December 2024, an annualised performance of:
 - 3% for E1, E2 and S1 units
 - 3.5% for I1, I2 and K1 units
 - 5.5% for U1 and U2 units
 - 6% for J1 and J2 units

The investment objective defined for each category of units takes into account current expenses, the estimated default risk and the cost of currency hedging. It is based on market assumptions made by the management company. It is not a promise of return and does not include all events of default.

The investment objective is conditional upon investment in companies which stand out for their active approach to sustainable development and their commitment to putting in place policies that are compatible with the issues at stake in climate-related and environmental regulation. The investment management activity aims to contribute significantly to the efforts required to achieve the long-term global warming objectives of the Paris Agreement. The aim is to limit the increase in the global average temperature at the end of the century to well below 2°C above pre-industrial levels and to pursue efforts to limit the temperature increase to 1.5°C.

In practical terms, Anaxis Asset Management wishes to reduce the overall carbon intensity of the investments under management by 7.5% per year on average until 2030, to set itself on a trajectory from the outset to achieve carbon neutrality in 2050. The reference level is that measured at the end of 2018 in the management of emerging bonds held by Anaxis Asset Management. This extra-financial objective complies with the provisions of Article 9 of the SFDR.

The emissions considered are those falling within scopes 1 and 2. These emissions are direct emissions from owned or controlled sources (scope 1) or emissions relating to the consumption of energy (electricity, steam, heat, and cooling) needed to make the products or provide the services offered (scope 2). Due to a lack of sufficient representative data, indirect emissions (scope 3) generated by the production of goods and raw materials acquired (upstream).

- **Benchmark index** : The Fund does not seek to replicate or outperform a representative index of the private bond market. Indeed, it implements an investment approach which does not correspond any index. In particular:
 - The fund is managed according to a fixed maturity;
 - The fund does not invest in financial sector issuers;
 - The fund may hold securities of various credit ratings;
 - For a given credit quality, the fund favours issuers offering a good visibility, according to our analysis;
 - As a consequence, the fund often has higher allocations to certain sectors considered to be less cyclical.

In terms of greenhouse gas emissions, the fund does not use a benchmark representing its overall investment universe because this universe is extremely large and, at this stage, the required data are not published by companies in sufficient quantity.

The efforts made to achieve the sustainable investment objective relate to the climate policies of the selected issuers. In this process, the management team applies appropriate criteria, such as the existence of objectives, policies, investment plans, reliable publications, and tangible results.

■ **Investment Strategy**

a. Description of strategies used

: The investment objective must be achieved by building a portfolio comprised predominantly of high-yield, high credit risk corporate bonds. These securities are intended to be held to maturity, but adjustments deemed appropriate may be made over the life of the Fund as part of its discretionary active management strategy.

Investment strategy in reference to the 31 December 2024 maturity

The Fund is managed according to a maturity set at 31 December 2024. The aim of the investment strategy is to build a portfolio with the best possible balance between the return achieved, the risk of potential default and the probability of a capital loss due to market fluctuations over the recommended investment period. The composition of the portfolio will therefore be adapted over time according to the residual investment period.

The portfolio's sensitivity is expected to decrease over the years. However, some of the securities held may have a maturity date falling after 31 December 2024. Furthermore, a high level of bond investment may be maintained until the liquidation of the portfolio. This liquidation will take place a few weeks prior to maturity, at a rate to be determined according to market conditions at the time.

By 31 December 2024 at the latest, the Fund will be managed on the money market in reference to the average money market rate. The Fund may, after obtaining approval from the AMF (French securities regulator) and notifying the unitholders, opt to wind up, implement a new investment strategy or merge with another UCITS.

General approach

The investment strategy is based first and foremost on an extensive fundamental analysis of emerging markets private-sector bonds including consideration of ESG criteria. The investment strategy aims to build a robust and diversified allocation based on the selection of individual bonds each for their own merits. The Fund is actively managed but does not seek to capture short-term market trends.

Financial analysis

The portfolio management team notably examines the following aspects:

1. The issuer's financial strength. We look at the composition of its balance sheet, the quality of its assets, support expected from shareholders, etc.
2. The business model. We review each company's strategy and business model in order to determine its strengths and weaknesses. Our goal is to forecast how an issuer's activity and revenues are likely to evolve according to its competitive environment, growth in its market, product quality and cost structure.
3. Sensitivity of earnings to the economic climate, the exchange rate or commodity prices.
4. The regulatory and legal environment.
5. Country risk, with a specific focus on political and social stability, and risks of nationalisation, expropriation, forex control, devaluation, etc.
6. The legal characteristics of the issue and the protections offered to lenders.
7. The liquidity of issues available on the secondary market and the results of the most recent primary market issues.
8. The issue's relative attractiveness. This analysis includes a comparative approach between similar securities in terms of issuer, sector, maturity, subordination rank, etc.

Sustainable investment strategy

Financial analysis is supplemented by an extra-financial analysis combining the following six components:

Exclusions. Anaxis Asset Management excludes companies operating in the fossil fuels or nuclear energy sectors, as well as the weapons, tobacco and non-therapeutic GMOs sectors. Furthermore, we exclude companies with significant activities in the field of plastic packaging or pesticides due to their adverse impact on the sustainability objectives of the European Union. The major areas of concern are pollution as well as damage to ecosystems, to biodiversity and to aquatic resources.

Environment. Anaxis Asset Management assesses bond issuers on the basis of their environmental policies and their commitment to the transition to greenhouse gas neutrality. Companies are rated and assigned scores. The criteria applied are all the more stringent the more likely a company's activity is to affect the environment or the climate, as is the case in the fields of transport or cement production. The approach followed favours the selection of companies using the best efforts in their field.

Aquatic environments. In addition to its commitment to climate action, the management company applies an environmental policy aiming at protecting aquatic environments and water resources. This topic relates also to food security, public health and biodiversity preservation (without covering all their aspects). Aquatic environments are especially fragile and poorly protected by national policies. Accordingly, Anaxis Asset Management identifies economic activities that are likely to have a strong impact on aquatic environments, fisheries resources, the quantity and quality of available water reserves, access to drinking water or other water-related issues. Investments in companies operating in these sensitive fields are subject to specific rating criteria on a bestefforts basis.

Social responsibility. Anaxis Asset Management ensures that the companies selected comply with ethical standards of human rights and social responsibility. The principles of the UN Global Compact act as a guide for this analysis. The approach is to exclude companies which engage in practices deemed to be unacceptable.

Governance. Governance is part of the risk analysis performed by the management team. To this end, the analyst relies on a table of factors enabling him/her to identify the major risks associated with the issuer and to assess their severity. Since the fund focuses on bond markets, the governance factors used take the creditor's perspective. The approach taken here prioritises the best practices in each sector (so-called "best-in-class approach").

Controversies. Anaxis Asset Management monitors the controversies affecting the issuers in the fund's portfolio. The management company makes use of published reports and information gathered from numerous sources. Public inquiries, legal actions and serious events are impartially analysed by the ethics committee of the management company. Controversies are assessed according to their severity, their impact, their frequency, and the response given by the relevant company. If a company is excluded from the fund's portfolio due to controversy, the exclusion is set for a defined period, after which the case will be re-examined.

Examples of criteria

Below are some examples of criteria, including, but not limited, to:

Environmental criteria: (i) greenhouse gas intensity (measured in tonnes of emissions, in CO₂ equivalent as a proportion of a company's revenues), (ii) the commitment to a credible emissions reduction policy compatible with the objectives of the Paris Agreement. In some cases, the analysis may also assess the intensity by reference to a physical unit, depending on the sector involved; e.g., kilometres travelled or tonne of cement produced.

Water-related criteria: (i) water consumption, (ii) discharge of untreated wastewater.

Social criteria: (i) a company's links with authoritarian regimes, (ii) compliance with the UN Global Compact in terms of human rights, workers' rights and anti-corruption.

Governance criteria: (i) financial transparency, (ii) independence of company officers and directors, (iii) legitimacy of intragroup relationships, (iv) existence of financial leverage objectives, (v) no initiatives detrimental to creditors.

Adverse impact in terms of sustainability

Assessment of the fund's impact is based on available data, while focussing specifically on environment and then applying a method of analysis intended to ensure that the investments selected do not significantly prejudice the environmental objectives. Regarding social and governance factors, the scores applied in selecting securities will eventually enable the management company to assign an overall score to the portfolio and to monitor the portfolio's movements.

However, from a regulatory perspective, the management company should not be seen as taking into account the adverse impact of investment decisions on sustainability factors. Indeed, the regulation will require the application of a whole set of technical criteria requiring precise and detailed information from the bond issuers making up the fund's portfolio. However, only a small fraction of the issuers within the investment universe are currently able to provide the required information.

Comprehensiveness and selectivity

The extra-financial analysis implemented by the management company encompasses most of the assets of the fund; i.e., over 90% of the portfolio value. The various steps described above enable the fund to exclude at least one issuer in five.

Given the very broad spectrum of diversification available to the fund, both in terms of issuer classes and geographical areas, there is an extremely large number of bonds (that is, thousands) that are potentially eligible. In order to evaluate the selectivity of the sustainable investment process, particular attention is given to high-yield bonds denominated in US dollars and issued by companies located in emerging markets. The spectrum of relevant credit ratings ranges from CCC- to BB+, or equivalent, according to Standard & Poor's ratings scale. Although the fund may invest outside these asset classes, the management company favours the selection of securities of this type and expects them to predominate the asset allocation under normal circumstances. Therefore, the selectivity analysis of the segment described above can be considered sufficiently representative of the sustainability strategy implemented by the management company.

Some sovereign bonds are eligible, but they are selected for investment in exceptional cases only, for the purpose of risk reduction when the management company considers that circumstances so require. The investment management activity favours the selection of corporate bonds, so that a lack of information on the national climate impact does not raise any practical difficulty.

In the event that an issuer no longer meets the sustainability criteria set by the management company, the securities position held in this issuer should be sold within 4 months, in the best interests of the unitholders.

Impact of sustainability risks

The management company considers that sustainability risks may affect the performance of the fund by reducing the credit quality of some issuers or by diminishing available sources of financing. Sustainability risks arise chiefly from climatic events (risks called "physical risks") and from the necessity for these companies to swiftly adapt to changes (risks called "transition risks"). Social aspects (human rights, discrimination, labour relations, accident prevention, etc.) or governance deficiencies may also result in sustainability risks. That is why the management company has incorporated in its investment selection process the sustainability factors which it believes to be the most significant.

Methodological limitations of the sustainability approach

- The analysis is based primarily upon information supplied by the companies. Figures are not always audited. Methodologies and scopes selected for use can vary, making comparisons and aggregations questionable.
- In some cases, it is necessary to use assumptions or estimates; for instance, when data on greenhouse gas emissions are not available or as yet incomplete.

- Too few data are available to date to assess indirect greenhouse gas emissions; for instance, those relating to the use of products or services provided by companies (scope 3).
- Some assessment criteria are based upon forecasts, commitments or strategies published by companies. Achievements can turn out to be very different.
- Some criteria are based upon procedures or internal policies published by companies. It is possible that these procedures and policies are only applied partially or not at all.
- Some information may not be recent enough to reflect the current situation of a relevant company; for instance, when this information stems from an annual report or when material changes have occurred within this company.
- An analysis, even a thorough one, may not be able to anticipate a controversy or a future event that might have a material adverse impact.

Clarifications on the sector exclusion policy

Nature of ESG criteria. The objective of our sector exclusion policy is to exclude from the portfolios' investment universe certain issuers whose business is not compatible with our goal of preserving the natural environment and improving public health.

Exclusion list. Our policy aims to have a significant impact on financial flows. Our policy targets businesses associated with fossil fuels, nuclear power, polluting products, weapons, tobacco and GMOs. The Anaxis exclusion list is represented below.

- Fossil fuels: exploration, production, refining and transport of coal, oil, natural gas and other fossil fuels; fossil fuel-based electricity production; associated activities (equipment, transport, distribution, storage, etc.); new projects in coal or in unconventional sectors (shale gas, oil sand, hydraulic fracturing, drilling in the Arctic or deep-water drilling).
- Nuclear: uranium mines, enrichment of fissile material and nuclear energy production.
- Polluting industries: production of fertilisers, weed killers, insecticides, fungicides and production of plastic packaging.
- Weapons: production of weapons, munitions and military equipment, manufacturing of planes, ships, tanks and military vehicles, activities associated with the design, trade or use of this equipment, law enforcement services or military surveillance by private companies, and the manufacture of hunting weapons and any kind of personal weapons.
- Other ethical exclusions: tobacco, production of GMOs for non-therapeutic use and other various exclusions of items contributing to global warming or health-damaging, as stated in our exclusion policy.

Exclusion thresholds

A company is excluded from the fund's portfolio if the turnover generated in non-compliant sectors exceeds a predefined threshold. This threshold is 5% for fossil energy, nuclear and tobacco. It is 10% for weapons and 20% for the other excluded activities. However, the management company has no tolerance for companies developing new projects in coal or in unconventional fossil energy. Our sector exclusion policy covers companies involved in broader industries closely linked to the excluded sectors pursuant to criteria described in detail in our exclusion policy, available online or on request.

Controversial weapons

With regards to controversial weapons, our sector exclusion policy is not based on any thresholds or level of activity. The exclusion policy is applied even if the controversial activity is marginal within the companies in question.

Geographic and sector criteria

The investment strategy favours issuers headquartered in an emerging country or that generates an important part of their revenues in emerging countries. More particularly, the investment strategy focuses on area such as Latin America, Africa, Middle East, Asia, Central and Eastern Europe.

The fund's exposure to emerging markets varies between 40% and 100% of the net assets. The remaining part of the assets may be invested in bonds which issuers are located in developed markets, in order to adjust the fund's exposure to risks inherent to emerging countries. Shall be regarded as developed markets: North America, Western Europe, Japan, Australia and New Zealand.

Geographic exposure (geographic region of issuers)	Minimum	Maximum
Emerging countries	40%	100%
Other countries (developed markets)	0%	60%

The investment strategy seeks to obtain solid sector diversification, with a maximum of 30% per sector. All economic sectors may be considered. However, the Fund does not invest in securities issued by banks or other financial institutions. It should be noted that this exclusion does not apply to financial holding companies and financing structures sometimes used by industrial or service groups.

Rating criteria

The portfolio management team uses mainly, but not exclusively, high-yield and high credit risk securities. It does not invest in companies already or soon to be in default. However, it is not obligated to sell a security issued by a company defaulting after it is included in the portfolio, should it consider that this would not be in the unitholders' best interest.

Credit risk exposure	Minimum	Maximum
Corporate debt – Non-Investment Grade	0%	100%
Corporate debt – Investment Grade	0%	100%
Unrated corporate debt	0%	25%
Sovereign debt – Investment Grade	0%	50%
Sovereign debt – Non-Investment Grade	0%	50%

The Investment Grade category comprises securities with a minimum rating of BBB- by Standard & Poor's or Baa3 by Moody's or an equivalent rating by another recognised rating agency or securities of a similar quality as estimated by the management company. The "Non-Investment Grade" category comprises securities with a rating below this level.

Markets

The Fund may invest on the primary and secondary markets.

Tactical allocation and bond sensitivity

The investment strategy also uses a macroeconomic, financial and technical analysis to define the optimal positioning of the Fund. Based on this analysis, the portfolio management team may decide to hold a portion of the Fund's assets in money market products, short-term government debt instruments or government bonds. It may vary the asset allocation by rating or sector.

It may also change the portfolio's sensitivity to general interest rate trends within a range of 0 to 5. To this end, the portfolio management team may use interest rate swaps or futures, within the limit of an overall exposure (all positions combined) of 120% of the Fund's assets.

The credit spread sensitivity range is identical to the range indicated for sensitivity to interest rates.

Sensitivity	Minimum	Maximum
to interest rates	0	5
to credit spreads	0	5

Management of foreign exchange risk

The Fund's reference currency is the US dollar. Foreign exchange risk generated by investments in other foreign currencies may be hedged in favour of the US dollar, but an exposure to foreign exchange risk is permitted up to 5%.

Furthermore, unit categories denominated in euro or Swiss franc are continuously hedged against foreign exchange risk in order to protect investors against exchange rate fluctuations between the Fund's reference currency (US dollar) and the unit category's currency of denomination. The forex risk specific to unit classes denominated in euro or Swiss franc is kept below 5% via an appropriate hedge.

Foreign exchange risk is hedged via forward forex transactions or OTC derivatives.

Foreign exchange risk	Minimum	Maximum
US Dollar-denominated securities	50%	100%
Securities denominated in developed markets currencies (including US dollar)	90%	100%
Securities denominated in other currencies	0%	10%
Residual foreign exchange risk exposure after hedging	0%	5%

b. Categories of assets used : 1. Debt securities and money market instruments

Corporate bonds and negotiable debt securities

This category may comprise up to 100% of the Fund's assets.

The investment strategy focuses on bonds and negotiable debt securities issued by companies established in emerging markets or companies generating a third of their revenue in emerging countries. These issuers may or may not be listed.

These securities are generally denominated in US dollar, in euro, but also in other currencies that can be hedged against foreign exchange risk under conditions regarded as acceptable by the managing company. Forex positions not subject to hedging may also comprise up to 5% of assets.

After hedging, foreign exchange risk is kept below 5%.

Selected securities may be of any rank (e.g. secured debt, mezzanine, subordinated debt) and have any credit rating. High-yield securities may comprise up to 100% of the Fund's assets. However, the Fund does not invest in securities issued by companies in default at the time of purchase. Unrated securities may comprise up to 25% of the Fund's assets.

The analysis and selection of debt instruments is made independently from rating agencies.

These securities may take any form: bonds and other fixed- or variable-rate securities; securities containing legal and financial clauses, such as the possibility for the issuer to recall its debt under conditions set forth at issuance, coupon enhancement clauses, coupon indexing clauses, etc.

Government bonds and similar securities

The Fund may also invest up to 50% of its assets in debt instruments issued by governments without any grade restriction.

Clarifications on the legal nature of fixed-income instruments

- Negotiable short-term notes;
- Negotiable medium-term notes (BMTNs);
- Fixed-, variable- or floating-rate bonds;
- Euro medium-term notes (EMTNs), excluding structured notes and notes with embedded forward financial instruments;
- Convertible bonds;
- Inflation-indexed bonds;
- Treasury notes.

2. Convertible bonds and related securities

The Fund may invest up to 10% of its assets in convertible bonds (or related instruments) with a bond profile, i.e. if the conversion option is largely out-of-the-money, has no significant value and does not generate a convexity effect on the price of the convertible for small variations in the price of the underlying equity. This strategy can enable the Fund to take advantage of attractive opportunities in securities similar to conventional corporate bonds, with the benefit of an option not priced in by the market. In such case, the portfolio management team will ensure that the Fund's overall equity risk does not exceed 10% of net assets.

3. Equities

Equity exposure is limited to 10% of the Fund's assets. The Fund does not purchase stocks on the market and does not take part in IPOs. However, the Fund may be exposed to this asset category due to the sensitivity of convertible bonds held to the price of underlying equities. Furthermore, the Fund may directly hold equities after exercising the conversion option attached to convertible bonds. Although such direct positions are not intended to be held over the long term, the Fund is not required to sell them within a predefined period.

4. Deposits

For the purpose of managing its cash holdings, the Fund may carry out deposits with one or more credit institutions, within the limit of 50% of its assets. Nonetheless, it may not invest more than 20% of its assets into deposits carried out with a same institution.

5. Derivatives

The Fund may invest in the regulated, organised or OTC futures markets for the purpose of carrying out forex hedging transactions or adjusting the portfolio's bond sensitivity (upward or downward) within a range of 0 to 5. Instruments used may include, in particular, futures, forward foreign exchange contracts and simple interest rate swaps. The Fund's overall exposure, including derivatives, is limited to 120% of net assets. The fund will not use total return swaps.

Clarifications on derivatives

Type of markets in which the Fund may invest:

- regulated,
- organised,
- OTC.

Risks to which the portfolio management team plans to expose the Fund:

- interest rate,

- foreign exchange.

Types of transactions, all of which are limited to the achievement of the investment objective:

- hedging,
- exposure.

Types of instruments used:

- futures,
- swaps,
- forward foreign exchange contracts.

Strategy for using derivatives to achieve the investment objective:

- hedging of foreign exchange risk,
- variable hedging of interest rate risk according to management committee forecasts,
- increasing exposure to interest rate risk, according to management committee forecasts, within the limit of overall interest rate risk exposure of 120% of net assets.

6. Securities with embedded derivatives

The Fund may invest in this asset category insofar as it is authorised to hold convertible bonds within the limit of 10% of its assets.

Furthermore, the corporate bonds in which the Fund predominantly invests often contain clauses offering the issuer the possibility of redeeming its bonds early, or requiring it to offer early redemption to bondholders, particularly after the expiry of a certain period, subsequent to certain events or if certain accounting or financial indicators are exceeded. The conditions for exercising these options may vary, and may or may not offer compensation to bondholders.

7. UCITS

The Fund may invest up to 10% of its assets in other French or foreign UCITS compliant with the European Directive 2009/65/EC with a money market or bond strategy. These UCITS may be managed by Anaxis Asset Management or by a tied entity.

8. Cash loans

The Fund does not borrow cash. Nevertheless, it may have a temporary debit balance, within the limit of 10%, due to transactions related to the Fund's payment flows: investments, divestments and liabilities transactions.

9. Securities lending and borrowing

None.

■ Contracts constituting financial guarantees

: In the context of transactions on OTC derivative instruments, the fund is required to receive or grant financial assets as collateral. The financial guarantees received are intended to reduce the fund's exposure to the risk default of a counterparty. They are only received in cash. The management company does not accept guarantees in the form of financial securities.

Any financial guarantee or collateral received complies with the following regulations: they can be placed in deposits with eligible entities or invested in high quality government bonds (provided that such transactions are with credit institutions subject to prudential supervision and the fund can withdraw at any time the total amount of cash taking into account accrued interest) or short-term money market funds.

Financial guarantees will not be reused.

- **Overall risk** : The method chosen by the asset management company to calculate the overall risk ratio of the UCIT is the commitment calculation method. The fund's leverage is limited to 100% of net assets.
- **Risk profile** : **Your money will be predominantly invested in financial instruments selected by the portfolio management company. These instruments will be subject to market trends and developments.**

a. Main risks

- : **Capital risk:** The Fund does not offer any guarantee or protection. There is a risk that subscribers will not recover all of the capital initially invested.

Credit risk: This is the potential risk that the issuer's rating will be downgraded, which may lead to a decrease in the price of the security and thus the Fund's net asset value (NAV). Furthermore, subscribers should note that investments in low-rated or unrated securities generate higher credit risk.

Risk linked to emerging countries: The UCITS invests in emerging markets. Investors should be aware of the higher volatility associated with emerging market issues compared to developed market issues. This volatility may arise from the instability of political and economic factors in these markets. It may be enhanced by factors linked to legal, market liquidity, settlement, delivery and foreign exchange problems. The risk of price fluctuation or suspended redemptions is thus higher compared to products in more developed markets. Some emerging markets enjoy relatively prosperous economies, but which are sensitive to global commodity prices or inflation rates. Others are highly exposed to the economic conditions prevailing in other countries. Even though the utmost care is taken to control and manage these risks, unitholders are nevertheless subject to the risks associated with these markets.

Interest rate risk: When interest rates rise, bond prices fall. These fluctuations can lead to a decrease in the Fund's NAV. The portfolio's sensitivity may vary within a range of 0 to 5.

Risk linked to derivatives: The use of derivatives may increase interest rate risk beyond that associated with the bonds and other debt securities held, but without exceeding the 0-5 range indicated above.

Risk linked to discretionary portfolio management: As the Fund is managed on a discretionary basis, there is a risk that the portfolio management team will not select the top-performing securities. Consequently, the Fund may underperform its investment objective and the investment choices made may lead to a decrease in the Fund's NAV.

Foreign exchange risk: Up to 50% of the Fund's assets may be invested in securities denominated in currencies other than the US dollar. The foreign exchange risk associated with these investments will be hedged with the aim of keeping this exposure under 5% (all currencies combined). In addition, the Fund offers unit categories denominated in currencies other than the US dollar (Euro and Swiss franc). For these unit categories, foreign exchange risk against the US dollar is kept below 5% via an appropriate hedge. However, unitholders should note that the Fund may be exposed to residual foreign exchange risk, arising either from an imperfect hedge of the securities portfolio or specific to non US dollar-denominated unit categories. This risk may lead to a decrease in NAV.

Sustainability risk: A sustainability risk is defined as an environmental, social or governance event or situation that, if it occurs, could have a negative impact on the value of the investment, for example because of any of the following: (1) lower revenues, (2) higher costs, (3) physical damage or depreciation in asset value, (4) higher cost of capital, (5) fines or convictions, (6) image damage. Some risks, particularly those associated with global warming, are likely to increase over time.

b. Ancillary risks

- : Risk associated with holding convertible bonds: Up to 10% of the Fund's net assets may be exposed to the convertible bond market. The value of convertible bonds depends on several factors such as interest rate levels, changes in prices of underlying securities and changes in prices of embedded derivatives. These various factors can lead to a decrease in the Fund's NAV.

Equity risk: Up to 10% of the Fund's net assets may be exposed to the equity market. This limit is defined as the sum of direct and indirect exposures via convertible bonds or undertakings for collective investment. The Fund's NAV will decrease if this market declines.

Risk linked to investments in UCITS: Unitholders should note that there are liquidity risks and risks of capital losses associated with potential investments of up to 10% of the Fund's assets in UCITS. These risks may lead to a decrease in the Fund's NAV.

Counterparty risk: This risk arises from the use of financial contracts negotiated over the counter with market counterparties. These transactions expose the Fund to the risk of default by one or more counterparties and may lead to a decrease in the Fund's NAV.

Inflation risk: The Fund may be exposed to inflation risk, i.e. a widespread increase in prices.

Liquidity risk: Under very difficult market conditions, the Fund may, due to an exceptionally high volume of redemption requests or due to other exceptional circumstances, be unable to honour redemption requests according to the conditions indicated below. In such case, the portfolio management company may, in accordance with the Fund Rules and in the investors' best interest, suspend redemptions or extend the settlement period.

- **Guarantee or protection** : None.
- **Minimum recommended investment period** : The recommended investment period runs until 31 December 2024.
- **Auditors** : PWC Sellam

2. Investment policy

Fund Management Comments

Economic and financial environment

2021 was driven by investor confidence, despite several worrying factors that lingered in the background for most of the year. This confidence was fuelled by good corporate results, fiscal stimulus measures and reassuring messages from central banks regarding their monetary policies (although these were to shift gradually as the year went on). The new wave of infections from the Omicron variant remained a constant focus of attention but this did not dampen the enthusiasm of investors, who absorbed a record volume of new issues.

Factors for concern included the risk of halts to production, the increasing cost and delays in sea freight, soaring energy prices (oil and electricity) and the surge in inflation in various countries. The prospect of monetary tightening, particularly in the United States, led to a rise in rates. China was at the centre of the news with tensions in Taiwan, political interventions to regulate the gaming, online services or education sectors and setbacks in the real estate sector, which raised fears of a domino effect in bankruptcies following that of the giant Evergrande. In Turkey, the central bank's contrarian policy led to a sharp fall in the national currency. Finally, Ukraine has been, and still remains, a source of instability at the gates of Europe.

Investment strategy

The fund's allocation remains in line with its positioning as a fixed-term product focusing on emerging market corporate bonds. Securities with longer maturities have gradually been included in the portfolio. Nevertheless, the fund management team kept its exposure to interest rate risk at a low level and favoured the sectors with least exposure to the uncertainties of the economic cycle, while maintaining wide geographical diversification. This positioning makes the fund a relatively defensive emerging market product. The proportion of energy holdings is marginal given the fund's positioning in favour of non-cyclical sectors, and the implementation of a sector-based exclusion policy targeting oil in particular.

Our investment policy is primarily based on a bottom-up financial analysis of issuers and their bonds, without targeting any short-term tactical allocation shifts. Changes in the portfolio's structure are therefore mainly the result of our assessment of the risk of the positions in light of the economic, political and monetary context. The approach adopted combines micro-economic considerations favouring activities resilient to the health crisis (in terms of turnover, cost flexibility, balance sheet liquidity and financing capacity) and macro-economic considerations that take into account institutional responses (government aid measures and the reaction of the central banks).

Outlook

The perception of the emerging markets is distorted by problems specifically affecting certain segments (such as Chinese real estate, in the wake of the Evergrande bankruptcy) or certain countries (such as Turkey or Ukraine). Meanwhile, the outlook remains propitious for many issuers with relatively little debt and benefiting from favourable factors. Default rates should remain low, with global growth admittedly slower than in 2021, but still above the long-term trend. Lastly, the tightening of US monetary policy should not obscure the fact that real interest rates (nominal rate – inflation) will remain negative in most of the main economies in 2022, which traditionally benefits the highest yielding bond segments. At the same time, the Chinese central bank is expected to resort to accommodative measures in order to stimulate the economy.

Performance

The different unit categories delivered the following performances over the year:

Unit	Performance	Unit	Performance
E1	+1.53%	I1	+2.03%
E2	+1.53%	J1	+3.01%
U1	+2.51%	J2	+3.00%
S1	+1.23%		

Source: BNP Paribas Fund Services. Each performance is given in the currency of denomination of the unit category in question. The data provided pertain to past performances, which are not reliable indicators of future performances.

Dividends

As the distribution units were launched recently, no distribution of earnings has taken place in respect of the previous fiscal year.

E2 (ISIN FR0012767036) and J2 (ISIN FR0012767101) units will pay a dividend in respect of fiscal year 2021. This dividend is indicated for each category on the corresponding page of this annual report.

Tax rebate

In accordance with the provisions of Article 158 of the French General Tax Code on information pertaining to the portion of income eligible for the 40% tax rebate versus the portion not eligible for the rebate, we hereby present you with a breakdown of the proposed distribution of earnings:

Unit E2

Dividend per unit: €1.00

- o/w eligible for the 40% tax rebate: €0.00
- o/w not eligible for the 40% tax rebate: €1.00

Unit J2

Dividend per unit: \$2.50

- o/w eligible for the 40% tax rebate: \$0.00
- o/w not eligible for the 40% tax rebate: \$2.50

Information on portfolio management activity in 2021

Sector allocation changed to take into account economic uncertainties: the impact of the pandemic on certain activities more sensitive to lockdown measures, the slowdown in world trade, the rising price of raw materials, difficulties in the Chinese real estate sector, or political interventions in the economy in China and Turkey.

We remain cautious on the leisure, transport, automotive and materials sectors, whose allocations remain low or moderate. However, we increased weighting in commercial services (9.3%). Telecommunications remained in first place (18.6% of the bond portfolio, excluding cash), followed by food (13.1%). The allocation can be seen to be very diversified between the other sectors.

Geographically, exposure to China was reduced to 7.0%. Brazil still occupies top position with a moderate weighting of 12.7%, followed by Mexico, which has been increased to 7.5%. The United States was in third place, with issuers linked to emerging markets or diversification positions.

During the financial year, no bonds matured but 48 of the portfolio's holdings were redeemed early (either partially or in full). Thanks to our research efforts, the investments coming out of the portfolio were replaced and the number of positions has changed little, from 121 to 125. At the same time, the duration rose from 2.11 to 2.87 years and it was possible to improve the average yield (5.54% compared with 5.30% a year earlier), thanks to the widening of spreads.

Sustainable investment

Sustainable investment objective

The objective of this product is sustainable investment. Sustainable investment means an investment in an economic activity that contributes to the achievement of an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the beneficiary companies follow good governance practices. This product does not seek to replicate any particular market index. The fund management aims to contribute significantly to the goals of the Paris Agreement by reducing the intensity of the portfolio's carbon emissions by an average of 7.5% per year, compared to a baseline set at the end of 2018.

Results in terms of sustainable investment

During the year, the estimated carbon intensity of the portfolio was reduced by -5.2% to reach 198.6 tonnes of CO2 equivalent per million euros of revenue. Compared to the baseline year 2018, the average annual reduction is -13.4%.

Main investments

The weightings of the main investments are between 1.5% and 2%. They are in the following issuers:

- Axtel SAB	Integrated telecommunications	1.92%	Mexico
- Atento	Commercial services	1.83%	Luxembourg
- Total Play	Telecommunications services	1.80%	Mexico
- Stillwater	Platinum producer	1.76%	United States
- IHS Netherlands	Construction	1.55%	Netherlands

Sustainable development-related investments

The principle of “do no significant harm” applies only to investments underlying the financial product which take into account the European Union criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the European Union criteria for environmentally sustainable economic activities.

We consider that 92.9% of portfolio investments were made taking into account sustainability criteria and negative impacts, within the limits of available information. In particular, all companies comply with our climate transition criteria or are subject to an engagement process aimed at rapid alignment within one year.

- Sustainable investments	92.9%
- Other investments	2.7%
- Cash	4.4%

Asset allocation

The allocation consists exclusively of corporate bonds and a residual portion of cash. Forward foreign exchange transactions are used to hedge currency risk.

Other investments

We have classified in the “other investments” category positions that have a capital link with authoritarian governments. Although not directly involved in human rights violations these companies contribute to the financing of these governments or their political personnel. It is intended that these positions will be removed from the portfolio.

Taking adverse impacts into account

Adverse sustainability impacts are assessed in several steps:

1. classification of issuers by main business sector and identification of issuers that, due to the nature of their operations, could have a substantial potential impact on the themes of climate, water and aquatic environments;
2. identification of issuers whose business activities fall within our sector exclusion policy and exclusion of issuers who do not meet our criteria: impacts related to greenhouse gases are addressed by excluding the fossil fuel sector and excluding issuers involved in new projects related to coal or non-conventional fossil fuels; water and biodiversity impacts are addressed through exclusions for fertilisers, pesticides, and plastic packaging; an additional exclusion targeting non-therapeutic GMOs focuses more specifically on biodiversity; the exclusion of nuclear energy contributes to the reduction of hazardous waste; the military sector also falls within the scope of our exclusions and any involvement in unconventional weapons makes an issuer ineligible for the portfolio;
3. environmental analysis and rating of issuers using criteria dependent on the intensity of potential impacts on the climate and the water theme;
4. exclusion of issuers that have received inadequate ratings due to their potential environmental impacts, or implementation of individual engagement efforts over a one-year period before exclusion: quantified alignment and engagement objectives have been set for sectors deemed sensitive; these objectives are detailed in our ethical management policy;
5. monthly alert to managers about low-scoring positions exceeding certain allocation thresholds, so as to favour the reduction of impacts across all sectors;
6. rating of issuers according to four governance criteria (transparency, organisation, consideration of stakeholders/diversity, integrity/tax policy) according to a four-level scale and exclusion of issuers with the lowest scores;
7. systematic controversy monitoring; decisions of the internal ethics committee on excluding issuers involved in violations of the Global Compact principles, the OECD guidelines for multinational enterprises, or ethical standards;
8. identification of economic ties to political authorities and exclusion of companies controlled by authoritarian States, political entities linked to such States or compromised individuals.

Sector allocation

Sector allocation includes a wide variety of sectors, as discussed later in the main body of this annual report. However, the fund does not invest significantly in the financial sector and applies an ambitious sector exclusion policy, the outline of which has been presented above.

Measures taken to align the portfolio

Alignment measures are based on four principles: (i) an exclusion policy primarily targeting the fossil fuels sector, (ii) a securities selection process integrating sustainability factors, (iii) increasing the proportion of companies with satisfactory objectives and credible strategies in terms of climate transition, particularly in sectors that are intensive in greenhouse gas emissions, (iv) a process of engagement with companies.

The portfolio does not contain any security whose issuer carries out a significant activity in the field of fossil fuels. Sectors considered intensive represent only 9.3% of net assets. Two-thirds of this proportion is considered to be aligned or in the process of being aligned. Seven companies representing 5.2% of the portfolio have been included in our engagement process.

Alignment of the carbon intensity reduction target with the Paris Agreement

The fund's sustainable investment objective complies with the recommendations of the IPCC and the goals announced by the European Union in connection with its commitments under the Paris Agreement. Carbon intensity must be reduced by 60% by 2030. Over the longer term, the goal of carbon neutrality is targeted for 2050. These objectives also form part of our commitment to the Net Zero Asset Managers initiative.

ESG criteria

Financial analysis is supplemented by an extra-financial analysis combining the following six components:

1. Exclusions. We exclude companies operating in the fossil fuels or nuclear energy sectors, as well as the weapons, tobacco and non-therapeutic GMOs sectors. Furthermore, we exclude companies with significant activities in the field of plastic packaging or pesticides due to their adverse impact on the sustainability objectives of the European Union. The major areas of concern are pollution as well as damage to ecosystems, to biodiversity and to aquatic resources.
2. Environment. We assess bond issuers on the basis of their environmental policies and their commitment to the transition to greenhouse gas neutrality. Companies are rated and assigned scores. The criteria applied are all the more stringent the more likely a company's activity is to affect the environment or the climate, as is the case in the fields of transport or cement production. The approach followed favours the selection of companies using the best efforts in their field.
3. Aquatic environments. In addition to its commitment to climate action, we apply an environmental policy aiming at protecting aquatic environments and water resources. Investments in companies operating in these sensitive fields are subject to specific rating criteria on a best-efforts basis.
4. Social responsibility. We ensure that the companies selected comply with ethical standards of human rights and social responsibility. The principles of the UN Global Compact act as a guide for this analysis. The approach is to exclude companies which engage in practices deemed to be unacceptable.
5. Governance. Governance is part of the risk analysis performed by the management team. Since the fund focuses on bond markets, the governance factors used take the creditor's perspective. The approach taken here prioritises the best practices in each sector (so-called "best-in-class approach").
6. Controversies. We monitor the controversies affecting the issuers in the fund's portfolio. Controversies are assessed according to their severity, their impact, their frequency, and the response given by the relevant company. If a company is excluded from the fund's portfolio due to controversy, the exclusion is set for a defined period, after which the case will be re-examined.

Securities and affiliated funds

The Fund does not invest in securities issued by the portfolio management company or affiliated entities.

Intermediation and other fees

Anaxis Asset Management does not charge intermediation or account activity fees on the transactions carried out for the Fund. The company does not receive rebates from the custodian or from any other service provider or market intermediary involved in the management of the Fund.

The decision-making and intermediation fees are below the regulatory thresholds.

Intermediary selection procedure

The portfolio managers work with intermediaries which are required to be on the list of intermediaries approved by the portfolio management company in accordance with internal procedures. This list is prepared on the basis of objective criteria that notably take into consideration the quality of service provided and pricing conditions. Additional information may be obtained on request from the portfolio management company or downloaded from its website at www.anaxiscapital.com.

Securities financing policy

The Fund does not carry out securities financing transactions or use total return swaps.

Information on efficient portfolio management techniques

Over the course of the fiscal year, the Fund did not use any derivative instruments for the purpose of implementing “efficient portfolio management” techniques.

Information on financial contracts

The Fund only carried out forward foreign exchange transactions with the counterparty BNP Paribas Securities Services for the purpose of hedging exposures to foreign exchange risk. Over the course of the fiscal year, the Fund did not use any derivative financial contracts for the purpose of creating additional exposure to a given market or underlying instrument. A daily cash-only collateral swap mechanism was established with the counterparty to reduce counterparty risk.

Financial collateral related to derivative instruments

The Fund has no specific disclosures to make on the size or nature of the financial collateral received in relation to OTC transactions in derivative instruments or efficient portfolio management techniques.

Remuneration policy

The asset management company's pay policy is available online at www.anaxiscapital.com.

Special measures

In light of the reasonable amount of variable pay awarded, the company has no disclosures to make regarding special measures.

Amounts paid in respect of fiscal year 2021

Total gross pay awarded by the asset management company in respect of fiscal year 2021 amounted to €847 342, o/w €570 242 in fixed pay and €277 100 in variable pay.

Recipients

The number of recipients of pay awarded by the asset management company in respect of fiscal year 2021 was 9 (incoming and outgoing staff combined).

Calculation method - fixed pay

The asset management company applies the principle under which the fixed portion of pay should be high enough to compensate professionals for the obligations related to their position, required level of expertise, duties exercised and experience earned. Accordingly, employees receive fixed pay in accordance with market practices and the principle of consistency applied across the company.

Calculation method - variable pay

The variable portion of pay supplements the fixed portion, in a balanced way, in consideration of the individual's professional performance. At present, the variable portion may not exceed the sum of €100 000 per year and per employee. For employees not falling into the special categories described below, variable pay is set at the employer's discretion each year, based on the achievement of targets set during individual evaluations and qualitative/quantitative results obtained. These targets are determined on the basis of quantifiable or factual indicators. The following general criteria are also taken into consideration: team spirit and contribution to an efficient and harmonious working environment, enthusiasm, motivation and creativity, contribution to the definition and implementation of the company's strategic development. Discretionary pay is not a right. It depends on the asset management company's results. The total budget for all employees is determined on a yearly basis by the Management Committee.

Variable pay granted to portfolio managers

Variable pay is granted to portfolio managers on a discretionary basis. It depends on the individual results and overall success of the company and its activities. In the interest of dissuading excessive risk-taking for the asset management company, variable pay is only granted after it has been verified, for the period under consideration, that there were no major incidents pertaining to compliance with portfolio management constraints and applicable procedures.

Variable pay granted to sales staff

Variable pay granted to sales staff is determined on the basis of the amount of net subscriptions raised, AuM held by the sales representative's clients, and the level of management fees (net of rebates) paid to the asset management company on these assets under management. In the interest of dissuading excessive risk-taking for the asset

management company, variable pay is only granted after it has been verified, for the period under consideration, that all records on new clients or distributors are complete and that applicable procedures were meticulously followed.

Changes occurred during the financial year

None.

Significant post-closing events

None.

Additional information

KIID, prospectus and fund rules are available upon simple request from the managing company by mail or via its internet site at www.anaxiscapital.com.

Section II: Annual Financial Statements

1. Balance sheet – Assets

	FY ended 31/12/2021	FY ended 31/12/2020
Net fixed assets - Share	-	-
Deposits	-	-
Financial instruments	80 592 570.96	32 695 942.42
Equities and equivalent securities	-	-
Traded on a regulated or equivalent market	-	-
Not traded on a regulated or equivalent market	-	-
Bonds and equivalent securities	78 433 341.50	30 798 891.74
Traded on a regulated or equivalent market	78 433 341.50	30 798 891.74
Not traded on a regulated or equivalent market	-	-
Debt securities	2 159 229.46	1 897 050.68
Traded on a regulated or equivalent market – Negotiable debt securities	-	-
Traded on a regulated or equivalent market – Other debt instruments	2 159 229.46	1 897 050.68
Not traded on a regulated or equivalent market	-	-
Investments in mutual funds	-	-
Standard UCITS and AIFs for non -professional investors and equivalent funds from other EU member states	-	-
Other funds for non-professional investors and equivalent funds from other EU member states	-	-
Standard professional funds and equivalent funds from other EU member states and listed securitisation undertakings	-	-
Other professional funds and equivalent funds from other EU member states and unlisted securitisation undertakings	-	-
Other non-European undertakings	-	-
Temporary security transactions	-	-
Receivables representing reverse repurchase agreement	-	-
Receivables representing securities loaned	-	-
Borrowed securities	-	-
Securities given under repurchase agreements	-	-
Other temporary transactions	-	-
Forward financial instruments	-	-
Transactions on a regulated or equivalent market	-	-
Other transactions	-	-
Other financial instruments	-	-
Receivables	72 938 913.60	32 547 328.55
Foreign currency forward exchange transactions Other	72 743 342.88	32 093 574.85
Other	195 570.72	453 753.70
Cash accounts	3 627 867.95	4 638 742.76
Cash	3 627 867.95	4 638 742.76
TOTAL ASSETS	157 159 352.51	69 882 013.73

2. Balance sheet – Liabilities

	FY ended 31/12/2021	FY ended 31/12/2020
Equity		
Capital	82 543 281.53	35 256 441.24
Undistributed net capital gains/losses from previous years (a)	5 771.22	-
Retained earnings (a)	10 352.82	-
Net capital gains and losses for the financial year (a,b)	-2 075 007.76	92 394.07
Income for the financial year (a,b)	3 827 299.92	1 498 317.84
Total equity	84 311 697.73	36 847 153.15
(=Amount representative of net assets)		
Financial instruments	-	-
Sales of financial instruments	-	-
Temporary securities transactions	-	-
Debts representing securities sold under repurchase agreements	-	-
Debts representing securities borrowed	-	-
Other temporary transactions	-	-
Forward financial transactions	-	-
Transactions on a regulated or equivalent market	-	-
Other transactions	-	-
Debts	72 847 654.78	32 580 973.76
Forward currency transactions	72 766 558.05	31 748 002.28
Others	81 096.73	832 971.48
Cash accounts	-	453 886.82
Bank overdrafts	-	453 886.82
Borrowings	-	-
TOTAL LIABILITIES	157 159 352.51	69 882 013.73

(a) Including adjustment accounts

(b) Minus interim dividends paid during the financial year

3. Off-balance sheet

	FY ended 31/12/2021	FY ended 31/12/2020
Hedging transactions	None	None
Commitments on regulated or equivalent markets	-	-
OTC commitments	-	-
Other commitments	-	-
Other transactions	None	None
Commitments on regulated or equivalent markets	-	-
OTC commitments	-	-
Other commitments	-	-

4. Income statement

	FY ended 31/12/2021	FY ended 31/12/2020
Income on financial transactions		
Income on equity and similar securities	-	-
Income on bonds and similar securities	3 745 024.47	1 832 802.81
Income on debt instruments	73 027.24	81 189.33
Income on forward financial instruments	-	-
Income on temporary purchases and sales of securities	-	-
Income on deposits and cash accounts	575.96	3 954.76
Other financial income	-	-
TOTAL (I)	3 818 627.67	1 917 946.90
Charges on financial transactions		
Charges on temporary purchases and sales of securities	-	-
Charges on forward financial instruments	-	-
Charges on financial debt	-4 235.44	-1 849.28
Other financial charges	-11 211.32	-7 031.61
TOTAL (II)	-15 446.76	-8 880.89
Income on financial transactions (I + II)	3 803 180.91	1 909 066.01
Other income (III)	-	-
Administrative fees and depreciation expenses (IV)	-812 907.18	-405 175.62
Net income for the financial year (I + II + III + IV)	2 990 273.73	1 503 890.39
Income adjustment for the financial year (V)	837 026.19	-5 572.55
Interim dividends paid in respect of the financial year (VI)	-	-
income (I + II + III + IV + V + VI)	3 827 299.92	1 498 317.84

Section III: Annual Financial Statements - Notes

1. Accounting rules and methods

The annual financial statements are presented in the form prescribed by ANC Regulation No. 2014-01, as amended. The accounts have been prepared by the management company on the basis of available information in the context of the evolving crisis linked to Covid-19.

The accounting currency is the USD.

All marketable securities comprising the portfolio were recognised at historic cost, excluding fees.

Any non-USD-denominated futures and options held in the portfolio are translated into the accounting currency at the Paris exchange rate observed at the valuation date.

The portfolio's value is determined on each NAV calculation date and on the balance sheet date, in accordance with the following methods:

Marketable securities

- Listed securities: market value - including accrued coupons (closing price at D).

However, any marketable securities whose price was not observed on the valuation date, or that were quoted by contributors and whose price was corrected, as well as securities not traded on a regulated market, are measured under the responsibility of the portfolio management company (or the Board of Directors for corporate funds structures) at their probable trade value. Prices are corrected by the portfolio management company based on its knowledge of the issuers and/or markets.

- Mutual funds: at the last known NAV; failing that, at the last estimated value. The net asset values of foreign mutual funds determined on a monthly basis are confirmed by the fund administrators. Valuations are updated weekly on the basis of estimates provided by the fund administrators and validated by the fund manager.
- Debt securities and similar negotiable instruments that are not involved in significant transactions are measured using an actuarial method; the interest rate used is the rate applicable to equivalent securities adjusted, where applicable, for a differential reflecting the issuer's intrinsic characteristics. In the absence of sensitivity, securities with a residual maturity of three months are measured at the last rate to maturity. For securities with a maturity of less than three months, interest is calculated on a straight-line basis.

- Negotiable debt securities with a maturity of less than three months:

Negotiable debt securities with a maturity of less than three months at the time of issue or acquisition, or whose residual maturity is less than three months on the net asset value calculation date, are valued using the simplified linearisation method. In some cases (e.g. a credit event), instead of using the simplified method, the negotiable debt security is valued at market price according to the method applied for negotiable debt securities with a maturity of more than three months.

- Negotiable debt securities with a maturity of more than three months:

These are valued using an actuarial method, the discount rate used being that of the equivalent securities issues adjusted, where applicable, by a differential representing the issuer's intrinsic characteristics (the issuer's market spread).

The market rates used are:

- for EUR, EONIA swap curve (Overnight Indexed Swap OIS method),
- for USD, Fed Funds swap curve (Overnight Indexed Swap OIS method),
- for GBP, SONIA swap curve (Overnight Indexed Swap OIS method).
- The discount rate is an interpolated rate (by linear interpolation) between the two closest quoted periods bracketing the security's maturity date.
- EMTNs are marked-to-market at prices provided by the counterparties. These valuations are checked by the portfolio management company.

Futures and options

Futures: settlement price at D. The calculation of the off-balance sheet valuation is based on the nominal, the settlement price and, where applicable, the exchange rate.

Currency Futures: revaluation of currency commitments at the swap rate determined according to the contract maturity.

Term Deposits: terms deposits are recorded and measured at their nominal amount, even if they have a maturity of more than three months. Accrued interest is then added to this amount. However, some contracts include specific terms and conditions in the event of early redemption, in order to incorporate the impact of an increase in the counterparty's cost of funds curve. This impact may be subtracted from accrued interest, which cannot be negative. Accordingly, term deposits are at the very least measured at their nominal value.

Interest rate swaps:

- for swaps with an expiry of less than three months, interest is calculated on a straight-line basis.
- swaps with an expiry of more than three months are marked-to-market.

Synthetic products (combining a security and a swap) are recognised globally. Interest receivable on swaps is calculated on a straight-line basis.

Asset swaps and synthetic products are marked-to-market. The valuation of asset swaps is based on the valuation of the hedged securities, minus the impact of the change in credit spreads. This impact is measured using the average spreads provided by four counterparties surveyed monthly, corrected for a margin according to the issuer's rating.

The off-balance sheet commitment linked to swaps is recorded at their nominal value.

Structured swaps (swaps with embedded options): these swaps are marked-to-market at prices provided by the counterparties. These valuations are checked by the portfolio management company.

The off-balance sheet commitment linked to structured swaps is recorded at their nominal value.

Management fees

- E1, E2, U1, U2 and S1 units: 1.25% maximum (incl. VAT)
- I1, I2, J1, J2 and K1 units: 0.75% maximum (incl. VAT)

Management fees are calculated on the basis of net assets. They are expensed directly in the Fund's income statement.

Management fees cover all expenses invoiced to the Fund, with the exception of transaction fees. Transaction fees include intermediation fees (brokerage, stock market tax, etc.) and the account activity fee, where applicable, that may be charged by the custodian and the portfolio management company.

External management fees

0.20% with tax (maximum) of net assets, with any surplus covered by the portfolio management company.

Research expenses

Provisions for research expenses are established on the basis of an amount reported by the management company.

In the absence of a specific account provided for in the regulations, these expenses will be recognised in the income statement under "other financial charges".

Incentive fees

No incentive fee.

Chargebacks of management fees

None.

Interest recognition method

Fixed income is recognised using the redeemed coupon method.

Distribution of earnings

E1, U1, S1, I1, J1 and K1 units	:	Capitalisation
E2 and J2 units	:	Distribution and/or Capitalisation

Allocation of net capital gains

E1, U1, S1, I1, J1 and K1 units	:	Capitalisation
E2 and J2 units	:	Distribution and/or Capitalisation

Changes affecting the Fund

None.

2. Change in net assets

	FY ended 31/12/2021	FY ended 31/12/2020
Net assets at start of financial year	36 847 153.15	33 864 594.88
Subscriptions (including subscription fees paid to the Fund)	55 926 241.92	10 855 959.62
Redemptions (minus fees paid to the Fund)	-6 382 377.32	-10 866 880.96
Capital gains realised on deposits and financial instruments	564 115.34	345 942.82
Capital losses realised on deposits and financial instruments	-471 490.97	-1 325 993.37
Capital gains realised on forward financial instruments	-	-
Capital losses realised on forward financial instruments	-	-
Transaction fees	-4 326.87	-1 779.67
Foreign exchange differences	-2 518 746.61	1 168 626.43
Change in valuation difference on deposits and financial instruments	-2 639 144.65	1 302 793.01
Valuation difference Year N	-1 408 623.64	1 231 540.73
Valuation difference Year N-1	-1 231 540.73	71 252.28
Change in valuation difference on forward financial instruments	-	-
Valuation difference Year N	-	-
Valuation difference Year N-1	-	-
Distribution for the previous year based on net capital gains and losses	-	-
Distribution for the previous year based on income	-	-
Net income for the financial year before accruals	2 990 273.73	1 503 890.39
Interim dividend(s) paid during the financial year based on net capital gains and losses	-	-
Interim dividend(s) paid during the financial year based on income	-	-
Other items	-	-
NET ASSETS AT END OF FINANCIAL YEAR	84 311 697.73	36 847 153.15

3. Additional disclosures 1

	FY ended 31/12/2021
Commitments given or received	None
Commitments given or received (capital guarantee or other commitments)(*)	-
Present value of financial instruments in portfolio constituting collateral	None
Financial instruments received as collateral and not recorded in the balance sheet	-
Financial instruments pledged as collateral and maintained on the initial balance sheet line	-
Financial instruments held in portfolio issued by service provider or entities belonging to its group	None
Deposits	-
Equities	-
Fixed income securities	-
UCITS	-
Temporary purchases and sales of securities	-
Swaps (nominal)	-
Present value of borrowed financial instruments	None
Securities sold under repurchase agreements	-
Securities purchased under resale agreements	-
Borrowed securities	-

(*) Information concerning guaranteed UCITS is provided in the accounting rules and methods.

4. Additional disclosures 2

Issues and redemptions during the accounting period	FY ended 31/12/2021 Units
Category E1 (currency: EUR)	
Number of securities issued	61 117.3594
Number of securities redeemed	22 599.0877
Category E2 (currency: EUR)	
Number of securities issued	2 905.0000
Number of securities redeemed	-
Category I1 (currency: EUR)	
Number of securities issued	199 678.4865
Number of securities redeemed	2 149.6046
Category J1 (currency: USD)	
Number of securities issued	94 390.9179
Number of securities redeemed	11 418.1063
Category J2 (currency: USD)	
Number of securities issued	34 385.3568
Number of securities redeemed	-
Category K1 (currency: CHF)	
Number of securities issued	31 099.0018
Number of securities redeemed	-
Category S1 (currency: CHF)	
Number of securities issued	3 828.3862
Number of securities redeemed	10 745.0000
Category U1 (currency: USD)	
Number of securities issued	19 680.9143
Number of securities redeemed	4 381.0000
	Amount (USD)
Subscription and redemption fees	
Amount of subscription fees received	-
Amount of redemption fees received	12 790.26
Amount of subscription fees received and charged back	-
Amount of redemption fees received and charged back	15 248.38

Management fees	Amount (USD)	% of average net assets
Category E1 (Currency: EUR)		
Fixed operating and management fees	273 612.83	1.45
Incentive fees	-	-
Other fees	-	-
Category E2 (Currency: EUR)		
Fixed operating and management fees	29 757.91	1.45
Incentive fees	-	-
Other fees	-	-
Category I1 (Currency: EUR)		
Fixed operating and management fees	189 477.58	0.95
Incentive fees	-	-
Other fees	-	-
Category J1 (Currency: USD)		
Fixed operating and management fees	125 894.55	0.95
Incentive fees	-	-
Other fees	-	-
Category J2 (Currency: USD)		
Fixed operating and management fees	20 636.66	0.95
Incentive fees	-	-
Other fees	-	-
Category K1 (Currency: CHF)		
Fixed operating and management fees	25 531.71	0.95
Incentive fees	-	-
Other fees	-	-
Category S1 (Currency: CHF)		
Fixed operating and management fees	42 821.27	1.45
Incentive fees	-	-
Other fees	-	-
Category U1 (Currency: USD)		
Fixed operating and management fees	105 174.67	1.45
Incentive fees	-	-
Other fees	-	-
Management fees charged back (all units combined)	-	-

Note: For UCITS with a financial year of not equal to 12 months, the percentage of average net assets is the annualised average rate.

5. Breakdown of payables and receivables by type

	FY ended 31/12/2021
Breakdown of receivables by type	
Deposits in euro	-
Deposits in other currencies	170 000.00
Cash collateral	-
Valuation of forward currency purchases	56 009 207.11
Exchange value of forward currency sales	16 734 135.77
Other sundry debtors	12 345.72
Coupons receivable	13 225.00
TOTAL RECEIVABLES	72 938 913.60
Breakdown of payables by type	
Deposits in euro	-
Deposits in other currencies	-
Cash collateral	-
Provision for borrowing costs	-
Valuation of forward currency sales	16 714 464.26
Exchange value of forward currency purchases	56 052 093.79
Fees and expenses not paid	81 096.73
Other sundry creditors	-
Provision for liquidity risk	-
TOTAL PAYABLES	72 847 654.78

6. Breakdown by legal or economic type of instrument

	FY ended 31/12/2021
Assets	
Bonds and similar securities	78 433 341.50
Indexed bonds	-
Convertible bonds	994 393.50
Participating securities	-
Other bonds and similar securities	77 438 948.00
	2 159 229.46
Debt securities	2 159 229.46
<i>Traded on a regulated market</i>	
Treasury notes	-
Other negotiable debt securities	-
Other debt securities	2 159 229.46
<i>Not traded on a regulated market</i>	-
Liabilities	None
Sales of financial instruments	
Equities	-
Bonds	-
Others	-
Off-balance sheet	None
Hedging transactions	
Fixed income	-
Equities	-
Others	-
Other transactions	
Fixed income	-
Equities	-
Others	-

7. Breakdown of assets, liabilities and off-balance sheet items by type of interest rate

	Fixed rate	Variable rate	Adjustable rate	Others
Assets		None		
Deposits	-	-	-	-
Bonds and similar securities	77 742 026.68	-	691 314.82	-
Debt securities	2 159 229.46	-	-	-
Temporary securities transactions	-	-	-	-
Cash accounts	-	-	-	3 627 867.95
Liabilities	None	None	None	None
Temporary securities transactions	-	-	-	-
Cash accounts	-	-	-	-
Off-balance sheet	None	None	None	None
Hedging transactions	-	-	-	-
Other transactions	-	-	-	-

8. Breakdown of assets, liabilities and off-balance sheet items by residual maturity

	0 to 3 months	3 months to 1 year	1 to 3 years	3 to 5 years	More than 5 years
Assets					
Deposits	-	-	-	-	-
Bonds and similar securities	206 762.27	2 096 243.08	20 730 974.61	39 381 481.25	16 017 880.29
Debt securities	-	-	889 453.47	776 458.25	493 317.74
Temporary securities transactions	-	-	-	-	-
Cash accounts	3 627 867.95	-	-	-	-
Liabilities	None	None	None	None	None
Temporary securities transactions	-	-	-	-	-
Financial accounts	-	-	-	-	-
Off-balance sheet	None	None	None	None	None
Hedging transactions	-	-	-	-	-
Other operations	-	-	-	-	-

9. Breakdown of assets, liabilities and off-balance sheet items by quotation currency

	EUR	CHF	SEK	GBP	NOK
Assets					
Deposits	-	-	-	-	-
Equities and similar securities	-	-	-	-	-
Bonds and similar securities	14 999 708.74	-	279 207.73	-	-
Debt securities	1 626 550.66	-	-	-	-
Mutual fund securities	-	-	-	-	-
Temporary securities transactions	-	-	-	-	-
Other financial instruments	-	-	-	-	-
Receivables	49 579 643.44	6 441 909.39	-	-	-
Cash accounts	11 930.88	113 502.60	2 782.82	1 873.50	959.62
Liabilities		None		None	None
Sales of financial instruments	-	-	-	-	-
Temporary securities transactions	-	-	-	-	-
Payables	16 432 420.41	-	282 043.85	-	-
Cash accounts	-	-	-	-	-
Off-balance sheet	None	None	None	None	None
Hedging transactions	-	-	-	-	-
Other operations	-	-	-	-	-

Only the five currencies whose amount is most representative of the Fund's net assets are included in this table.

10. Distribution of earnings

Category: E1 (currency: EUR)	FY ended 31/12/2021	FY ended 31/12/2020
Statement of allocation of amounts available for distribution related to income		
Amounts remaining to be distributed		
Retained earnings	-	-
Income	858 083.67	644 586.45
TOTAL	858 083.67	644 586.45
Allocation		
Distribution	-	-
Retained earnings for the financial year	-	-
Capitalisation	858 083.67	644 586.45
TOTAL	858 083.67	644 586.45
Information concerning securities entitling the holder to dividends		
Number of securities	-	-
Unit distribution	-	-
Tax credits associated with the distribution of earnings		
Overall amount of tax credits associated with the distribution of earnings :	-	-
for financial year	-	-
for financial year N-1	-	-
for financial year N-2	-	-
for financial year N-3	-	-
for financial year N-4	-	-
Statement of allocation of amounts available for distribution related to net capital gains		
Amounts remaining to be distributed		
Undistributed net capital gains and losses from previous financial years	-	-
Net capital gains and losses for the financial year	-944 017.06	322 250.81
Interim dividends paid on net capital gains and losses for the financial year	-	-
TOTAL	-944 017.06	322 250.81
Allocation		
Distribution	-	-
Undistributed net capital gains and losses	-	-
Capitalisation	-944 017.06	322 250.81
TOTAL	-944 017.06	322 250.81
Information concerning securities entitling the holder to dividends		
Number of securities	-	-
Unit distribution	-	-

Category: E2 (currency: EUR)	FY ended 31/12/2021	FY ended 31/12/2020
Statement of allocation of amounts available for distribution related to income		
Amounts remaining to be distributed		
Retained earnings	4 170.89	-
Income	99 111.87	3 541.65
TOTAL	103 282.76	3 541.65
Allocation		
Distribution	21 758.83	-
Retained earnings for the financial year	81 523.93	3 541.65
Capitalisation	-	-
TOTAL	103 282.76	3 541.65
Information concerning securities entitling the holder to dividends		
Number of securities	1.1300	-
Unit distribution	-	-
Tax credits associated with the distribution of earnings		
Overall amount of tax credits associated with the distribution of earnings :	-	-
for financial year	-	-
for financial year N-1	-	-
for financial year N-2	-	-
for financial year N-3	-	-
for financial year N-4	-	-
Statement of allocation of amounts available for distribution related to net capital gains		
Amounts remaining to be distributed		
Undistributed net capital gains and losses from previous financial years	-	-
Net capital gains and losses for the financial year	-111 067.16	-9 555.70
Interim dividends paid on net capital gains and losses for the financial year	-	-
TOTAL	-111 067.16	-9 555.70
Allocation		
Distribution	-	-
Undistributed net capital gains and losses	-	-
Capitalisation	-111 067.16	-9 555.70
TOTAL	-111 067.16	-9 555.70
Information concerning securities entitling the holder to dividends		
Number of securities	-	-
Unit distribution	-	-

Category: I1 (currency: EUR)
**FY ended
31/12/2021**
**FY ended
29/12/2020**

Statement of allocation of amounts available for distribution related to income

Amounts remaining to be distributed

Retained earnings	-	-
Income	1 371 482.67	139 977.47
TOTAL	1 371 482.67	139 977.47

Allocation

Distribution	-	-
Retained earnings for the financial year	-	-
Capitalisation	1 371 482.67	139 977.47
TOTAL	1 371 482.67	139 977.47

Information concerning securities entitling the holder to dividends

Number of securities	-	-
Unit distribution	-	-

Tax credits associated with the distribution of earnings

Overall amount of tax credits associated with the distribution of earnings :	-	-
for financial year	-	-
for financial year N-1	-	-
for financial year N-2	-	-
for financial year N-3	-	-
for financial year N-4	-	-

Statement of allocation of amounts available for distribution related to net capital gains

Amounts remaining to be distributed

Undistributed net capital gains and losses from previous financial years	-	-
Net capital gains and losses for the financial year	-1 182 225.80	114 020.50
Interim dividends paid on net capital gains and losses for the financial year	-	-
TOTAL	-1 182 225.80	114 020.50

Allocation

Distribution	-	-
Undistributed net capital gains and losses	-	-
Capitalisation	-1 182 225.80	114 020.50
TOTAL	-1 182 225.80	114 020.50

Information concerning securities entitling the holder to dividends

Number of securities	-	-
Unit distribution	-	-

Category: J1 (currency: USD)
**FY ended
31/12/2021**
**FY ended
31/12/2020**

Statement of allocation of amounts available for distribution related to income

Amounts remaining to be distributed

Retained earnings	-	-
Income	751 283.67	305 034.34
TOTAL	751 283.67	305 034.34

Allocation

Distribution	-	-
Retained earnings for the financial year	-	-
Capitalisation	751 283.67	305 034.34
TOTAL	751 283.67	305 034.34

Information concerning securities entitling the holder to dividends

Number of securities	-	-
Unit distribution	-	-

Tax credits associated with the distribution of earnings

Overall amount of tax credits associated with the distribution of earnings :	-	-
for financial year	-	-
for financial year N-1	-	-
for financial year N-2	-	-
for financial year N-3	-	-
for financial year N-4	-	-

Statement of allocation of amounts available for distribution related to net capital gains

Amounts remaining to be distributed

Undistributed net capital gains and losses from previous financial years	-	-
Net capital gains and losses for the financial year	158 380.09	-243 432.06
Interim dividends paid on net capital gains and losses for the financial year	-	-
TOTAL	158 380.09	-243 432.06

Allocation

Distribution	-	-
Undistributed net capital gains and losses	-	-
Capitalisation	158 380.09	-243 432.06
TOTAL	158 380.09	-243 432.06

Information concerning securities entitling the holder to dividends

Number of securities	-	-
Unit distribution	-	-

Category: J2 (currency: USD)
**FY ended
31/12/2021**
**FY ended
31/12/2020**

Statement of allocation of amounts available for distribution related to income

Amounts remaining to be distributed

Retained earnings	6 181.93	-
Income	186 952.65	784.80
TOTAL	193 134.58	784.80

Allocation

Distribution	98 463.39	-
Retained earnings for the financial year	94 671.18	784.80
Capitalisation	-	-
TOTAL	193 134.57	784.80

Information concerning securities entitling the holder to dividends

Number of securities	2.5000	-
Unit distribution	-	-

Tax credits associated with the distribution of earnings

Overall amount of tax credits associated with the distribution of earnings :	-	-
for financial year	-	-
for financial year N-1	-	-
for financial year N-2	-	-
for financial year N-3	-	-
for financial year N-4	-	-

Statement of allocation of amounts available for distribution related to net capital gains

Amounts remaining to be distributed

Undistributed net capital gains and losses from previous financial years	5 771.22	-
Net capital gains and losses for the financial year	39 431.14	732.66
Interim dividends paid on net capital gains and losses for the financial year	-	-
TOTAL	45 202.36	732.66

Allocation

Distribution	-	-
Undistributed net capital gains and losses	45 202.36	732.66
Capitalisation	-	-
TOTAL	45 202.36	732.66

Information concerning securities entitling the holder to dividends

Number of securities	-	-
Unit distribution	-	-

Category: K1 (currency: CHF)
**FY ended
31/12/2021**

Statement of allocation of amounts available for distribution related to income

Amounts remaining to be distributed

Retained earnings	-
Income	128 125.37

TOTAL	128 125.37
--------------	-------------------

Allocation

Distribution	-
Retained earnings for the financial year	-
Capitalisation	128 125.37

TOTAL	128 125.37
--------------	-------------------

Information concerning securities entitling the holder to dividends

Number of securities	-
Unit distribution	-

Tax credits associated with the distribution of earnings

Overall amount of tax credits associated with the distribution of earnings :	-
for financial year	-
for financial year N-1	-
for financial year N-2	-
for financial year N-3	-
for financial year N-4	-

Statement of allocation of amounts available for distribution related to net capital gains

Amounts remaining to be distributed

Undistributed net capital gains and losses from previous financial years	-
Net capital gains and losses for the financial year	-47 216.19
Interim dividends paid on net capital gains and losses for the financial year	-

TOTAL	-47 216.19
--------------	-------------------

Allocation

Distribution	-
Undistributed net capital gains and losses	-
Capitalisation	-47 216.19

TOTAL	-47 216.19
--------------	-------------------

Information concerning securities entitling the holder to dividends

Number of securities	-
Unit distribution	-

Category: S1 (currency: CHF)
**FY ended
31/12/2021**
**FY ended
31/12/2020**

Statement of allocation of amounts available for distribution related to income

Amounts remaining to be distributed

Retained earnings	-	-
Income	126 688.94	162 175.78
TOTAL	126 688.94	162 175.78

Allocation

Distribution	-	-
Retained earnings for the financial year	-	-
Capitalisation	126 688.94	162 175.78
TOTAL	126 688.94	162 175.78

Information concerning securities entitling the holder to dividends

Number of securities	-	-
Unit distribution	-	-

Tax credits associated with the distribution of earnings

Overall amount of tax credits associated with the distribution of earnings :	-	-
for financial year	-	-
for financial year N-1	-	-
for financial year N-2	-	-
for financial year N-3	-	-
for financial year N-4	-	-

Statement of allocation of amounts available for distribution related to net capital gains

Amounts remaining to be distributed

Undistributed net capital gains and losses from previous financial years	-	-
Net capital gains and losses for the financial year	-60 306.18	122 323.27
Interim dividends paid on net capital gains and losses for the financial year	-	-
TOTAL	-60 306.18	122 323.27

Allocation

Distribution	-	-
Undistributed net capital gains and losses	-	-
Capitalisation	-60 306.18	122 323.27
TOTAL	-60 306.18	122 323.27

Information concerning securities entitling the holder to dividends

Number of securities	-	-
Unit distribution	-	-

Category: U1 (currency: USD)
**FY ended
31/12/2021**
**FY ended
31/12/2020**

Statement of allocation of amounts available for distribution related to income

Amounts remaining to be distributed

Retained earnings	-	-
Income	305 571.08	242 217.35
TOTAL	305 571.08	242 217.35

Allocation

Distribution	-	-
Retained earnings for the financial year	-	-
Capitalisation	305 571.08	242 217.35
TOTAL	305 571.08	242 217.35

Information concerning securities entitling the holder to dividends

Number of securities	-	-
Unit distribution	-	-

Tax credits associated with the distribution of earnings

Overall amount of tax credits associated with the distribution of earnings :	-	-
for financial year	-	-
for financial year N-1	-	-
for financial year N-2	-	-
for financial year N-3	-	-
for financial year N-4	-	-

Statement of allocation of amounts available for distribution related to net capital gains

Amounts remaining to be distributed

Undistributed net capital gains and losses from previous financial years	-	-
Net capital gains and losses for the financial year	72 013.40	-213 945.41
Interim dividends paid on net capital gains and losses for the financial year	-	-
TOTAL	72 013.40	-213 945.41

Allocation

Distribution	-	-
Undistributed net capital gains and losses	-	-
Capitalisation	72 013.40	-213 945.41
TOTAL	72 013.40	-213 945.41

Information concerning securities entitling the holder to dividends

Number of securities	-	-
Unit distribution	-	-

11. Statement of income and other characteristics items

Category: E1 (currency: EUR)	29/12/2017	31/12/2018	31/12/2019	31/12/2020	31/12/2021
Amounts remaining to be distributed	104.37	100.17	103.48	107.22	108.86
Net assets (in \$ thousands)	18 703.58	16 355.35	12 675.01	15 633.89	19 521.80
Number of securities	149 229.5382	142 820.1894	109 113.6356	119 166.2778	157 684.5495
Payment date	29/12/2017	31/12/2018	31/12/2019	31/12/2020	31/12/2021
Unit distribution based on net capital gains and losses (including interim dividends)(in €)	-	-	-	-	-
Unit distribution based on income (including interim dividends)(in €)	-	-	-	-	-
Unit tax credit (*) Individuals (in €)	-	-	-	-	-
Unit capitalisation based on net capital gains and losses (in \$)	9.07	-7.71	-10.59	2.70	-5.98
Unit capitalisation based on income (in \$)	4.65	5.97	5.43	5.40	5.44

Category: E2 (currency: EUR)	31/12/2020	31/12/2021
Amounts remaining to be distributed	101.37	102.93
Net assets (in \$ thousands)	2 028.23	2 254.06
Number of securities	16 350.5984	19 255.5984
Payment date	31/12/2020	31/12/2021
Unit distribution based on net capital gains and losses (including interim dividends)(in €)	-	-
Unit distribution based on income (including interim dividends)(in €)	-	1.00
Unit tax credit (*) Individuals (in €)	-	-
Unit capitalisation based on net capital gains and losses (in \$)	-0.58	-5.76
Unit capitalisation based on income (in \$)	-	-

Category: I1 (currency: EUR)	29/12/2017	31/12/2018	31/12/2019	31/12/2020	31/12/2021
Amounts remaining to be distributed	105.2465	101.4303	105.3185	109.7054	111.9300
Net assets (in \$ thousands)	1 853.38	808.02	6 756.63	3 075.52	28 059.86
Number of securities	14 665.0591	6 968.1979	57 150.0623	22 911.3834	220 440.2653
Payment date	29/12/2017	31/12/2018	31/12/2019	31/12/2020	31/12/2021
Unit distribution based on net capital gains and losses (including interim dividends)(in €)	-	-	-	-	-
Unit distribution based on income (including interim dividends)(in €)	-	-	-	-	-
Unit tax credit (*) Individuals (in €)	-	-	-	-	-
Unit capitalisation based on net capital gains and losses (in \$)	8.88	-7.30	-10.32	4.97	-5.36
Unit capitalisation based on income (in \$)	5.26	6.64	6.06	6.10	6.22

Category: J1 (currency: USD)	29/12/2017	31/12/2018	31/12/2019	31/12/2020	31/12/2021
Amounts remaining to be distributed	104.15	103.42	110.59	117.13	120.66
Net assets (in \$ thousands)	2 932.28	2 739.23	4 718.54	6 235.33	16 435.34
Number of securities	28 152.9719	26 485.5549	42 665.5549	53 230.8708	136 203.6824
Payment date	29/12/2017	31/12/2018	31/12/2019	31/12/2020	31/12/2021
Unit distribution based on net capital gains and losses (including interim dividends)(in \$)	-	-	-	-	-
Unit distribution based on income (including interim dividends)(in \$)	-	-	-	-	-
Unit tax credit (*) Individuals (in \$)	-	-	-	-	-
Unit capitalisation based on net capital gains and losses (in \$)	-2.53	0.82	-2.64	-4.57	1.16
Unit capitalisation based on income (in \$)	4.59	5.60	5.47	5.73	5.51

Category: J2 (currency: USD)	31/12/2020	31/12/2021
Amounts remaining to be distributed	100.82	103.84
Net assets (in \$ thousands)	504.13	4 090.14
Number of securities	5 000.0000	39 385.3568
Payment date	31/12/2020	31/12/2021
Unit distribution based on net capital gains and losses (including interim dividends)(in \$)	-	-
Unit distribution based on income (including interim dividends)(in \$)	-	2.50
Unit tax credit (*) Individuals (in \$)	-	-
Unit capitalisation based on net capital gains and losses (in \$)	-	-
Unit capitalisation based on income (in \$)	-	-
Category: K1 (currency: CHF)		31/12/2021
Amounts remaining to be distributed		100.73
Net assets (in \$ thousands)		3 438.44
Number of securities		31 099.0018
Payment date		31/12/2021
Unit distribution based on net capital gains and losses (including interim dividends)(in CHF)		-
Unit distribution based on income (including interim dividends)(in CHF)		-
Unit tax credit (*) Individuals (in CHF)		-
Unit capitalisation based on net capital gains and losses (in \$)		-1.51
Unit capitalisation based on income (in \$)		4.11

Category: S1 (currency: CHF)	29/12/2017	31/12/2018	31/12/2019	31/12/2020	31/12/2021
Amounts remaining to be distributed	102.73	98.14	100.85	104.19	105.47
Net assets (in \$ thousands)	758.04	608.83	2 122.01	3 903.84	3 033.03
Number of securities	7 190.0000	6 115.0000	20 375.0000	33 117.0083	26 200.3945
Payment date	29/12/2017	31/12/2018	31/12/2019	31/12/2020	31/12/2021
Unit distribution based on net capital gains and losses (including interim dividends)(in CHF)	-	-	-	-	-
Unit distribution based on income (including interim dividends)(in CHF)	-	-	-	-	-
Unit tax credit (*) Individuals (in CHF)	-	-	-	-	-
Unit capitalisation based on net capital gains and losses (in \$)	-0.93	-4.04	-6.08	3.69	-2.30
Unit capitalisation based on income (in \$)	4.17	5.07	4.70	4.89	4.83

Category: U1 (currency: USD)	29/12/2017	31/12/2018	31/12/2019	31/12/2020	31/12/2021
Amounts remaining to be distributed	107.93	106.64	113.50	119.62	122.62
Net assets (in \$ thousands)	4 644.69	2 986.15	7 592.40	5 466.23	7 479.03
Number of securities	43 031.2178	28 001.2731	66 887.6080	45 693.4467	60 993.3610
Payment date	29/12/2017	31/12/2018	31/12/2019	31/12/2020	31/12/2021
Unit distribution based on net capital gains and losses (including interim dividends)(in \$)	-	-	-	-	-
Unit distribution based on income (including interim dividends)(in \$)	-	-	-	-	-
Unit tax credit (*) Individuals (in \$)	-	-	-	-	-
Unit capitalisation based on net capital gains and losses (in \$)	-2.63	0.85	-2.72	-4.68	1.18
Unit capitalisation based on income (in \$)	4.23	5.25	5.11	5.30	5.00

- (*) The unit tax credit is determined at the payment date, in accordance with the Tax Instruction of 04/03/93 (Inst. 4 K-1-93). Theoretical amounts, calculated according to the rules applicable to individuals, are shown here for information purposes. Instruction 4 J-2-99 of 08/11/99 also stipulates that beneficiaries of a tax credit other than individuals calculate the amount of the tax credit to which they are entitled under their own responsibility.

12. Inventory of financial instruments as of 31 December 2021

Asset items and name of securities	Quantity	Price	Quotation currency	Present value	% rounded of net assets
Traded on a regulated or equivalent market				78 433 341.50	93.03
AEGEA FINANCE 5.75% 17-101024	800 000.00	103.03	USD	834 949.33	0.99
AMER AXLE & MFG 6.25% 18-150326	400 000.00	102.23	USD	416 475.44	0.49
AMS AG 6% 20-310725	200 000.00	106.03	EUR	246 982.51	0.29
AMS AG 7% 20-310725	400 000.00	106.16	USD	436 602.78	0.52
ANADOLU EFES 3.375% 21-290628	600 000.00	97.41	USD	584 765.25	0.69
APL LTD 8% 94-150124	900 000.00	111.52	USD	1 037 502.50	1.23
ARAGVI FINANCE 8.45% 21-290426	800 000.00	101.77	USD	826 381.56	0.98
ARCELIK 5% 13-030423	425 000.00	100.51	USD	432 543.28	0.51
ARCOR SAIC 6% 16-060723	550 000.00	98.93	USD	560 426.17	0.66
ARCOS DORADOS HL 5.875% 17-040427	400 000.00	103.75	USD	420 867.00	0.50
ARCOS DORADOS HL 5.875% 17-040427	211 000.00	103.75	USD	222 001.01	0.26
ATENTO LUXCO 1 S 8% 21-100226	1 400 000.00	106.90	USD	1 541 372.00	1.83
AUNA SA 6.5% 20-201125	800 000.00	102.97	USD	830 107.56	0.98
AVON PRODUCTS 7% 13-150323	400 000.00	104.97	USD	427 772.22	0.51
AXTEL SAB 6.375% 17-141124	1 551 000.00	103.22	USD	1 614 612.97	1.92
B2W DIGITAL LUX 4.375% 20-201230	250 000.00	90.33	USD	226 242.85	0.27
BETSSON AB 19-260922 FRN	2 500 000.00	101.03	SEK	279 207.73	0.33
BIDVEST GROUP UK 3.625% 21-230926	1 000 000.00	99.79	USD	1 008 080.14	1.20
BRF GMBH 4.35% 16-290926	500 000.00	101.38	USD	512 639.58	0.61
CAMPOSOL SA 6% 20-030227	550 000.00	103.65	USD	583 918.05	0.69
CAMPOSOL SA 6% 20-030227	200 000.00	103.69	USD	212 417.33	0.25
CANPACK EASTERN 2.375% 20-011127	600 000.00	100.73	EUR	690 109.54	0.82
CANPACK EASTERN 3.125% 20-011125	200 000.00	100.75	USD	202 587.75	0.24
CAR INC 9.75% 21-310324	600 000.00	100.86	USD	620 435.00	0.74
CEMEX SAB 7.375% 20-050627	500 000.00	110.37	USD	554 830.49	0.66
CHAMPION PATH 4.5% 21-270126	200 000.00	96.23	USD	196 388.46	0.23
CHINA WATER AFF 4.85% 21-180526	1 000 000.00	100.03	USD	1 006 517.22	1.19
CIMPOR FIN OPS 5.75% 14-170724	750 000.00	89.94	USD	694 585.21	0.82
CINEMARK USA 8.75% 20-010525	800 000.00	106.11	USD	861 114.00	1.02
CLARK EQUIP CO 5.875% 20-010625	460 000.00	104.25	USD	482 027.29	0.57
CLIFFTON LTD 6.25% 21-251025	550 000.00	99.00	USD	551 083.04	0.65
COSAN LUXEMBOURG 5% 13-140323	600 000.00	100.25	USD	610 660.67	0.72
COTY INC 4% 18-150423	200 000.00	100.43	EUR	230 406.84	0.27
CRYSTAL ALMOND S 4.25% 19-151024	500 000.00	102.12	EUR	585 972.46	0.70
CULLINAN HOLDCO 4.625% 21-151026	600 000.00	101.52	EUR	699 857.38	0.83
DIGICEL 0.5 10% 20-010424	300 000.00	100.38	USD	308 890.00	0.37
DIGICEL INTL FIN 8.75% 20-250524	450 000.00	103.14	USD	469 498.37	0.56
EAGLE INT/RUYI 5.375% 18-010523	500 000.00	95.05	EUR	545 808.39	0.65
ELDORADO CORP 6.25% 21-010929	300 000.00	101.66	USD	311 637.67	0.37
ELLAKTOR VALUE 6.375% 19-151224	500 000.00	95.80	EUR	546 653.22	0.65
ENDEAVOR PLC 5% 21-141026	500 000.00	99.42	USD	502 650.56	0.60
ENERGO PRO AS 4.5% 18-040524	500 000.00	99.60	EUR	583 523.18	0.69
ENERGY PRO AS 4% 17-071222	200 000.00	99.90	EUR	227 901.36	0.27
EUROTORG 9% 20-221025	600 000.00	100.76	USD	615 378.00	0.73
FIBRIA OVERSEAS 5.5% 17-170127	500 000.00	112.29	USD	574 201.94	0.68
FIRSTCASH INC 4.625% 20-010928	450 000.00	100.05	USD	457 351.69	0.54

FORTUNE STIAR 4.35% 19-060523	469 000.00	99.42	EUR	534 007.26	0.63
FORTUNE STAR 6.85% 20-020724	200 000.00	103.08	USD	206 244.11	0.24
FRIG CONCEPCION 7.7% 21-210728	697 000.00	101.50	USD	731 783.01	0.87
FRIGOGLASS FINAN 6.875% 20-120225	500 000.00	88.94	EUR	522 312.41	0.62
FS LUX SARL 10% 20-151225	800 000.00	109.96	USD	883 894.22	1.05
FUTURE RETAIL LT 5.6% 20-220125	200 000.00	62.51	USD	130 060.00	0.15
GEMS MENASA KY 7.125% 19-310726	600 000.00	103.28	USD	636 198.25	0.75
GLOBAL PORTS FIN 6.872% 16-250122	200 000.00	100.35	USD	206 762.27	0.25
GLOBELEQ 6.25% 21-260429	525 000.00	107.64	USD	571 334.17	0.68
GLOBO COMMUN PAR 15-080625 SR	400 000.00	102.68	USD	412 107.09	0.49
GOL FINANCE 7% 17-310125	650 000.00	88.54	USD	594 947.89	0.71
GRANITE HOLDINGS 11% 19-011027	250 000.00	108.85	USD	279 229.17	0.33
GRUPO AXO 5.75% 21-080626	700 000.00	100.69	USD	707 701.94	0.84
GRUPO CEMENTOS C 5.25% 17-230624	800 000.00	102.50	USD	821 323.33	0.97
GRUPO KUO SAB 5.75% 17-070727	500 000.00	103.36	USD	530 920.42	0.63
GRUPO UNICOMER 7.875% 17-010424	654 000.00	102.72	USD	685 060.91	0.81
HAILILAO INTERNA 2.15% 21-140126	500 000.00	94.20	USD	476 056.39	0.56
HEALTH & HAPPINE 5.625% 19-241024	1 200 000.00	100.18	USD	1 215 261.00	1.44
HIDROVIAS INT 5.95% 18-240125	400 000.00	102.23	USD	419 509.78	0.50
HTA GROUP LTD 7% 20-181225	800 000.00	104.59	USD	839,192.89	1.00
HT TROPLAST AG 9.25% 20-150725	300 000.00	107.99	EUR	383 239.60	0.45
IHS NETHERLANDS 8% 19-180927	1 200 000.00	106.27	USD	1 303 554.67	1.55
INRETAIL SHOP 5.75% 18-030428	541 000.00	103.58	USD	568 252.72	0.67
INTER MEDIA COMM 4.875% 17-311222	369 000.00	98.92	EUR	415 343.12	0.49
JAGUAR LAND ROVR 5.875% 19-151124	300 000.00	108.26	EUR	372 083.83	0.44
JAGUAR LAND ROVR 7.75% 20-151025	400 000.00	108.25	USD	439 802.78	0.52
JAPFA COMFEED 5.375% 21-230326	1 200 000.00	103.46	USD	1 259 639.83	1.49
JUBILANT PHARMA 6% 19-050324	950 000.00	103.76	USD	1 004 561.67	1.19
KENBOURNE INVEST 6.875% 19-261124	1 200 000.00	104.58	USD	1 263 632.33	1.50
KERNEL HOLDING 6.5% 19-171024	200 000.00	100.98	USD	204 744.56	0.24
KERNEL HOLDING 6.75% 20-271027	450 000.00	99.44	USD	453 119.63	0.54
LCPR SR SECURED 6.75% 19-151027	720 000.00	105.10	USD	767 385.00	0.91
LHMC FINCO 2 7.25% 19-021025	416 000.00	98.62	EUR	466 529.02	0.55
LHMC FINCO SARL 6.25% 18-201223	200 000.00	101.63	EUR	196 744.11	0.23
LIGHT SERVICOS 4.375% 21-180626	500 000.00	100.36	USD	502 777.22	0.60
LMIRT CAPITAL 7.5% 21-090226	473 000.00	102.94	USD	501 202.17	0.59
LSF9 BALTA ISSUE 8.75% 21-311224	105 300.00	99.68	EUR	122 806.89	0.15
LUYE PHARMA 1.5% 19-090724 CV	400 000.00	100.80	USD	406 116.67	0.48
MAS SECURITIES 4.25% 21-190526	700 000.00	95.84	EUR	784 243.35	0.93
MERCADOLIBRE INC 2.375% 21-140126	850 000.00	97.10	USD	834 848.99	0.99
METINVEST BV 7.65% 20-011027	600 000.00	100.01	USD	615 724.50	0.73
MHP LUX SA 6.95% 18-030426	800 000.00	99.88	USD	813 070.44	0.96
MILLICOM INTL 6.625% 18-151026	900 000.00	104.67	USD	859 570.54	1.02
MTN MU INVST 6.5% 16-131026	750 000.00	112.10	USD	851 696.25	1.01
NAGACORP LTD 7.95% 20-060724	650 000.00	97.95	USD	662 218.92	0.79
NBM US HOLDINGS 7% 19-140526	1 200 000.00	105.10	USD	1 272 890.67	1.51
NEW ORIENTAL EDU 2.125% 20-020725	600 000.00	94.53	USD	567 232.83	0.67
NEXA RESOURCES 6.5% 20-180128	400 000.00	110.34	USD	453 352.89	0.54
NIDDA BONDCO 7.25% 18-300925	500 000.00	101.95	EUR	590 480.05	0.70
ORIFLAME INVEST 5.125% 21-040526	950 000.00	92.70	USD	887 248.41	1.05
OZTEL HLDG SPC 6.625% 18-240428	400 000.00	109.23	USD	442 056.78	0.52
PLATIN 1426 GMBH 5.375% 17-150623	700 000.00	100.16	EUR	799 605.70	0.95
PLT VII FINANCE 4.625% 20-050126	600 000.00	102.21	EUR	712 245.22	0.84
RCS & RDS SA 3.25% 20-050228	700 000.00	98.23	EUR	792 673.85	0.94
REDE DOR FIN 4.95% 18-170128	600 000.00	102.07	USD	626 209.50	0.74
RENEW POWER LTD 6.45% 19-270922	400 000.00	101.51	USD	414 078.67	0.49

RENEW POWER 5.875% 20-050327	300 000.00	104.17	USD	320 092.54	0.38
SAPPI PAPIER HOL 3.125% 19-150426	150 000.00	101.50	EUR	174 317.01	0.21
SAPPI PAPIER HOL 3.625% 21-150328	370 000.00	101.54	EUR	431 857.74	0.51
SAZKA GROUP AS 3.875% 20-150227	250 000.00	99.96	EUR	288 437.08	0.34
SAZKA GROUP AS 4.125% 19-201124	333 000.00	101.38	EUR	385 818.92	0.46
SAZKA GROUP FIN 4% 17-121222	150 000.00	100.26	EUR	171 435.37	0.20
SEASpan CORP 6.5% 21-290426	700 000.00	107.53	USD	761 090.47	0.90
SILKNET JSC 11% 19-020424	600 000.00	107.00	USD	658 866.67	0.78
SIMPAR EUROPE 5.2% 21-260131	400 000.00	93.83	USD	384 460.89	0.46
SIXSIGMA NETWORK 7.5% 18-020525	600 000.00	96.62	USD	587 452.00	0.70
SOFTBANK GRP COR 6% 15-300725	200 000.00	105.87	USD	216 872.93	0.26
STANDARD PROFIL 6.25% 21-300426	800 000.00	82.35	EUR	759 333.74	0.90
STILLWATER MNG 4% 21-161126	1 500 000.00	98.36	USD	1 483 445.00	1.76
TELECOM ARGENT 8.5% 20-060825	500 000.00	97.66	USD	505 772.22	0.60
TELECOM ARGENT 8.5% 20-060825	300 000.00	97.64	USD	303 388.33	0.36
TENDAM BRANDS SAU 5% 17-150924	350 000.00	99.34	EUR	403 896.32	0.48
TEREOS FIN GROUP 4.125% 16-160623	200 000.00	101.63	EUR	236 339.44	0.28
TEVA PHARMACEUTI 7.125% 20-310125	850 000.00	108.12	USD	944 944.29	1.12
TOTAL PLAY 7.5% 20-121125	1 470 000.00	102.26	USD	1 519 132.30	1.80
TOWER BERSAMA IN 2.8% 21-020527	200 000.00	98.36	USD	197 676.44	0.23
TOWER BERSAMA IN 4.25% 20-210125	400 000.00	104.31	USD	424 933.22	0.50
TURKCELL ILETISI 5.75% 15-151025	450 000.00	99.23	USD	452 226.63	0.54
TURK TELEKOM 6.875% 19-280225	1 000 000.00	101.65	USD	1 040 572.50	1.23
ULKER BISKUVI 6.95% 20-301025	600 000.00	94.67	USD	575 457.33	0.68
UNITED GROUP 4% 20-151127	300 000.00	99.22	EUR	340 366.61	0.40
UNITED GROUP 4.625% 21-150828	500 000.00	100.25	EUR	581 755.06	0.69
UNITED GROUP 4.875% 17-010724	150 000.00	101.25	EUR	176 622.16	0.21
UNIVISION COMM 9.5% 20-010525	400 000.00	107.12	USD	435 150.00	0.52
VAREX IMAGING CO 7.875% 20-151027	442 000.00	111.23	USD	499 294.80	0.59
VFU FUNDING 6.2% 20-110225	500 000.00	100.73	USD	515 958.89	0.61
WEIBO CORP 1.25% 17-151122 CV	600 000.00	97.88	USD	588 276.83	0.70
WYNN MACAU LTD 5.5% 20-150126	200 000.00	94.11	USD	193 386.89	0.23
YESTAR INTL HLD 6.9% 16-151024 DFLT	400 000.00	67.69	USD	270 780.00	0.32
ZHONGSHENG 3% 21-130126	200 000.00	100.13	USD	203 104.00	0.24
Negotiable debt securities				2 159 229.46	2.56
Other debt securities				2 159 229.46	2.56
CASINO GUICHARD 3.248% 14-070324	400 000.00	101.10	EUR	476 889.16	0.57
GLOBALWORTH REAL 2.95% 20-290726	200 000.00	105.90	EUR	243 779.45	0.29
LENOVO GROUP LTD 5.875% 20-240425	200 000.00	110.34	USD	222 956.72	0.26
MAXIMA GRUPE 3.25% 18-130923	350 000.00	102.65	EUR	412 564.31	0.49
PFF TELECOM GRP 3.25% 20-290927	400 000.00	107.59	EUR	493 317.74	0.59
VENA ENERGY CAP 3.133% 20-260225	300 000.00	102.13	USD	309 722.08	0.37
Receivables				72 938 913.60	86.51
Payables				-72 847 654.78	-86.40
Deposits				-	-
Other cash accounts				3 627 867.95	4.30
Liabilities				84 311 697.73	100.00