

## Monthly Comment

The Alken Fund Income Opportunities rose 0.08% (EU3h share class) in May.

Credit markets were volatile in May as concerns about the US debt ceiling negotiations and slowing economic momentum weighed on investor sentiment. However, strong labour data and persistent inflationary pressures pushed yields higher. Emerging markets suffered from weak Chinese economic data.

Fund performance was resilient helped by narrowing spreads and carry, which balanced the negative impact of higher underlying rates. Most sectors performed well, except for real estate and consumer staples.

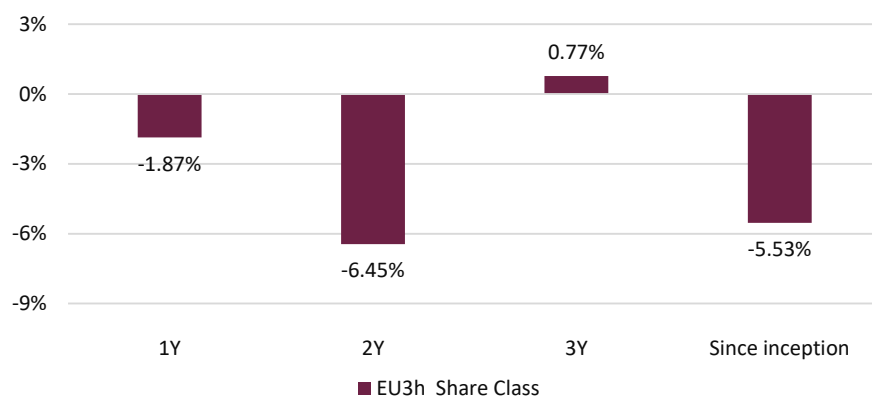
Europe contributed positively with good performance across consumer spending sensitive names. Delivery Hero 2025 and GN Store 2024 were among the largest contributors.

North America was marginally down. Most positions delivered positive returns, although Beyond Meat 2027 continued to be under pressure given persistent issues as the business continues to struggle given poor demand for plant base products.

Japan's performance was entirely driven by our position in Mercari 2026, boosted by better-than-expected results which showed robust margin progression and business momentum.

With the impact of monetary tightening yet to be fully reflected in the economy, investors continue to assess the trajectory of monetary policy. Although we believe that spreads do not reflect a recessionary environment, yields are attractive enough to take on additional risk. We have increased our exposure to high yield names, particularly BB bonds, though careful fundamental analysis continues to be critical as default rates should rise in the coming months.

## Performance since inception



Past performance is not a reliable indicator of future performance

Share Classes	EU3h	EU3hd	CH3hd
NAV	94.47	89.26	86.95
Share Launch Date	20-Nov-19	7-Feb-20	6-Dec-19
ISIN	LU1864132532	LU1864131138	LU1907580283
Bloomberg Code	AIOEU3H LX	ALAFOEE LX	AIOSCH3 LX
Currency Hedged <sup>1</sup>	No	Yes	Yes

(1) Systematic FX hedging of the assets of the portfolio into the base currency of the fund

## Portfolio Managers

Antony Vallée



Robin Dunmall



## Investment Objective & Universe

Provide income and capital growth primarily by exploiting investment opportunities globally through listed corporate debt and yielding convertible bonds, issued by companies which are screened according to a sustainable development approach.

The name change was effective as of 17/09/2021.

## Fund Facts "3h" Share Class

AuM:	USD 31m
Hurdle Rate:	ESTR+1%
Fund Base Currency:	USD
Legal Status:	UCITS
Domicile:	Luxembourg
Management Fee <sup>1</sup> :	1.20%
Performance Fee <sup>2</sup> :	15%
Settlement:	T+3
SFDR <sup>3</sup> :	Art. 8
SRI <sup>4</sup> :	1 2 3 4 5 6 7

(1) Share Class EU3h

(2) Above ESTR (Euro short-term rate) + 1%

(3) Sustainable Financial Disclosure Regulation

(4) Summary Risk Indicator

Performance <sup>1</sup>	Fund	ESTR <sup>2</sup>
<b>From Start</b>	<b>-5.53%</b>	<b>-0.06%</b>
YTD	-0.04%	1.06%
MTD	0.08%	0.28%
1Y	-1.87%	1.30%
3Y	0.77%	0.18%
5Y	-	-
2022	-5.94%	-0.01%
2021	0.00%	-0.56%
2020	0.22%	-0.50%
2019 (since inception)	0.26%	-0.05%
2018	-	-

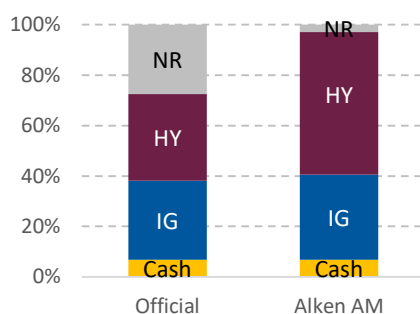
(1) Performance of the EU3h share class

(2) Euro short-term rate

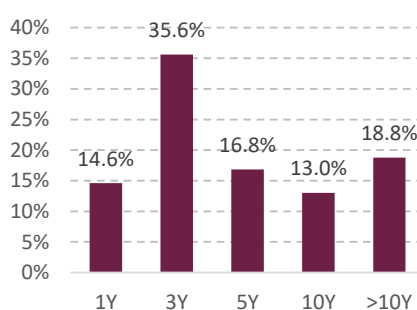
Risk Indicators	Fund
Volatility	4.0%
Sharpe ratio	-0.42
Sortino	-0.36

Key Portfolio Holdings	Sector	Fund	Portfolio Concentration	Fund
US Treasury 0.25% 30/09/2023	Government	4.40%	Top 10 Holdings	28%
Fct 157 Re-At-Risk	Other	3.43%	Top 20 Holdings	48%
Bank Of America 7.250% Perp Pfd L	Financials	2.99%	Number of Holdings	72
Delivery Hero 0.875% Jul 2025	Consumer Discretionary	2.92%	Cash Holding (%)	6.2%
Air France-Klm 0.125% Mar 2026	Industrials	2.77%		

## Rating Breakdown<sup>1</sup>



## Maturity Schedule

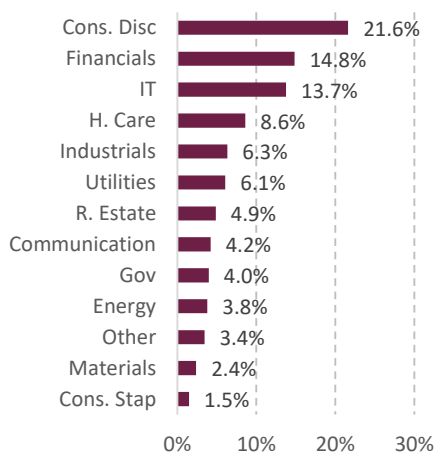


## Portfolio characteristics

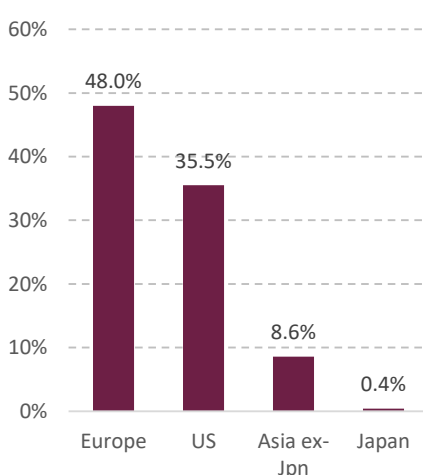
Portfolio characteristics	Fund
Rating <sup>2</sup>	BBB-
Yield (%) \$	8.0
Coupon Yields (%) \$	4.0
Average Life (Years)	3.5
Duration	0.7

(1) Rating on either the security, the issuer, the parent company or the guarantor from 6 rating agencies and completed by Alken AM for the non-rated ("NR") | (2) Official and Alken internal rating for non-rated securities or issuers; cash assumed with a AA- rating equivalent (custodian rating)

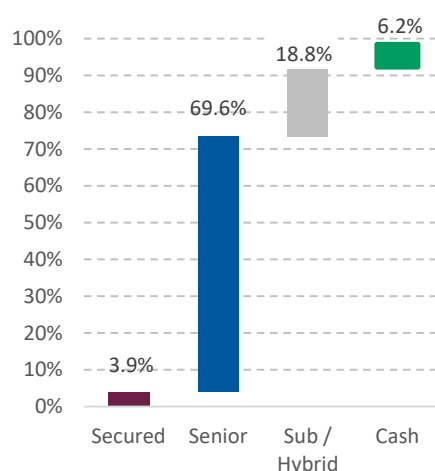
## Sector Breakdown



## Regional Breakdown



## Debt Type Breakdown





# Alken Fund Sustainable Income Opportunities



Factsheet as at 31-May-2023

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Label

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A copy of the Prospectus, the KID or KIID, the annual reports, semi-annual reports and any other official documents relating to the Fund are available free of charge at the registered office of the Fund at 15, avenue J.F. Kennedy, L-1855 Luxembourg, Grand Duchy of Luxembourg. Swiss investors may obtain those free of charge from the representative in Switzerland.

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**Austria:** The facility agent is Raiffeisen Bank International AG, Am Stadtpark 9, 1030 Vienna, Austria.

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**Belgium:** The facility agent is CACEIS Belgium, Belgium Branch Avenue du Port 86C b320, 1000 Brussels, Belgium.

**France:** The facility agent is BNP Paribas Securities Service, 66, rue de la victoire, F-75009 Paris, France.

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Information on sustainability-related aspects can be found at <http://www.affm.lu/esg.aspx>.

AFFM may decide to withdraw the arrangements it has made for the distribution of the units of its collective investment undertakings in accordance with Article 93a of Directive 2009/65/EC and Article 32a of Directive 2011/61/EU.

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