

Key investor information

This document provides you with key investor information about this Fund. It is not marketing material. The information is required by law to help you understand the nature and the risks of investing in this Fund. You are advised to read it so you can make an informed decision about whether to invest.

AXIOM CLIMATE FINANCIAL BONDS A Compartment of AXIOM LUX

Share Class: IC EUR, ISIN code: LU1876458750
This SICAV is managed by Axiom Alternative Investments

Objectives and investment policy

The main characteristics of the Fund are :

- The investment objective of the Fund is to achieve, over a minimum 3-year investment horizon, a return net of management fees equal to or greater than that of its benchmark, the BofA Contingent Capital Index (with coupons reinvested), through investments that meet Environmental, Social and Governance (ESG) criteria. The management company has full discretion over the composition of the portfolio of the Fund and may take exposure to companies, countries or sectors not included in the Benchmark, even though the Benchmark constituents may be representative of the Fund's portfolio.
- The Fund is Actively Managed and references the BofA Contingent Capital Index for comparative purposes only. Its investment policy is to select bonds or debt securities issued by financial institutions. The use of subordinated bonds, especially "Additional Tier 1" bonds, will be at the core of the investment process.
- Bonds and other debt securities are part of the "financial subordinated debt" category, which is considered more speculative and has a greater risk of default, in exchange for higher yields. A debt is considered "subordinated" if it can only be paid after the claims of other creditors have been met (preferred creditors, unsecured creditors). Therefore, a subordinated creditor will be repaid after ordinary creditors and before shareholders.
- The acquisition or disposal of bonds or debt securities is based on an in-house analysis of each issuer's credit risk. The Fund may be fully invested in debt securities of any credit quality, with a High Yield rating –securities considered highly speculative– from the main rating agencies or a rating considered equivalent by the management company.
- The Fund may hedge against credit risk through the use of CDS (Credit Default Swaps) or expose its cash component to the credit market through the use of such instruments.
- The Fund is constantly exposed to the interest rate markets of OECD countries, especially those of EU countries, the U.K., Switzerland and the U.S. Exposure to each of these markets may be as high as 100%. Exposure to non-OECD markets is incidental (below 10%).
- Since part of the assets may be denominated in currencies other than the base currency, the Fund will be systematically hedged against this risk. However, a residual risk remains.
- Management is fully discretionary. Arbitrage operations can be executed depending on market conditions and opportunities.
- The Fund is managed within a 0 to 10 sensitivity scale.
- The Fund adopts binding ESG restrictions that promote specific environmental and social characteristics and sustainable investments.
- ESG integration is carried out through a proprietary approach, which includes :
 - Monitoring and management of an investment exclusion list based on reckless social behavior on consumer protection and business ethics, as well as poor governance;
 - Selecting financial institutions based on their Axiom Climate Readiness Score (ACRS), using a straightforward best in class approach;
 - Managing the exposures and investment weights of the portfolio based on the risk appetite of the Fund, the management company's risk management tools (Stress testing, Axiom Risk Grade, ESG screening) and relative value analysis.
 - Excluding 20% of the lowest ratings in the investment universe;
 - Selecting financial institutions based on their Axiom Climate Readiness Score (ACRS) and excluding those that do not meet the minimum thresholds. The ACRS is a proprietary methodology developed to identify best-in-class firms addressing the challenges that climate change and the energy transition pose to their core business;
 - Excluding banks which activities contribute to a temperature rise of more than 3°C.

For more information, please refer to the management company's ESG and exclusion policies available at : <https://axiom-ai.com/web/en/regulatory-information/>.

Others information :

- The recommended investment horizon is at least three years.
- Share subscription and redemption orders can be placed at any time and are centralised no later than noon on every valuation day and executed daily.
- The UCITS reinvests its income.

Risk and reward profile

With lower risk,  With higher risk,
lower rewards higher rewards



This indicator represents the annual historical volatility of the Product over a 5-year period.

- The level 5 risk and reward indicator reflects the Fund's overall exposure to interest-rate markets through high yield, speculative securities, which offer high yields in compensation for a higher risk of default.

Historical data such as that used to calculate the synthetic indicator cannot be considered as a reliable indication of the Product's future risk profile.

The risk category associated with the Product is not guaranteed and may change over time.

The lowest risk category does not mean "risk free".

Your initial investment is not guaranteed.

Significant risk(s) for the Fund not taken into account in this indicator include the following:

- **Credit risk:** Investors are exposed to the risk of defaults on the bonds included in the portfolio. This risk may affect up to 100% of the portfolio. The materialisation of this risk may lead to a fall in the Fund's net asset value.
- **Counterparty risk:** The Fund may suffer losses as a result of a counterparty failing to meet its contractual obligations.
- **Liquidity risk:** Liquidity risk exists when particular investments are difficult to purchase or sell. This can reduce the Fund's returns because the Fund may be unable to transact at advantageous times or prices. This can be the result of shocks of unprecedented intensity and severity such as but not limited to pandemics and natural disasters.

For more information on risks, please refer to the prospectus of the Funds.

Charges

The charges and commissions are used to cover the Fund's operating costs, including marketing and distribution of shares. These charges reduce the potential growth of your investment.

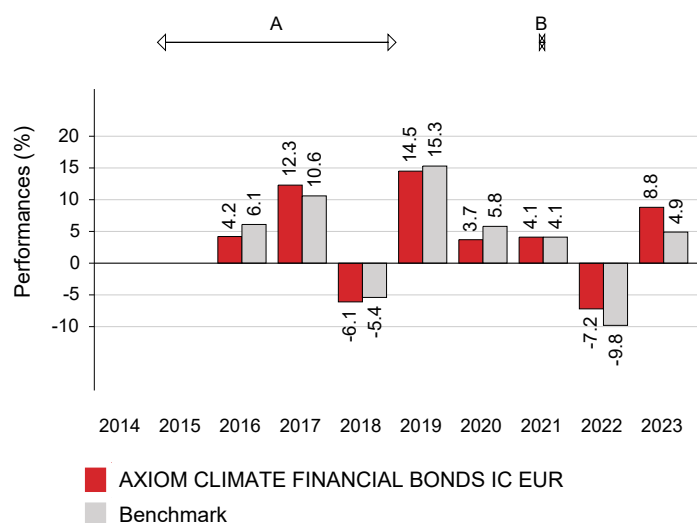
One-off charges taken before or after you invest	
Entry charge	2.00%
Exit charge	2.00%
The percentage shown is the maximum amount that can be paid out of your investment. Your financial advisor or distributor can inform you of the associated entry and exit charges.	
Charges taken from the Fund over a year	
Ongoing charges	0.96%
Charges taken from the Fund under specific conditions	
Performance fee	None

The entry and exit charges shown are maximum rates. In certain cases, the charges paid may be lower.

Ongoing charges are based on the charges for the previous year, ending on 31 December 2023. This percentage may vary from year to year. It excludes outperformance charges and intermediation charges, with the exception of entry and exit charges paid by the Fund when it buys or sells shares of another Fund.

For more information about the Fund charges, please refer to the relevant sections of the prospectus, which is available at <http://www.axiom-ai.com>.

Past performance



The performance figures shown in the bar chart are not a reliable indication of future performance.

Annualised performance is calculated after deducting all charges taken from the Fund.

Fund creation date: 11 January 2019

Share class launch date: 11 January 2019

Base currency: Euro

Benchmark: BofA Contingent Capital Index.

A : Past performance is based on past performance of the French fund absorbed created in 2015.

B : Until 25/05/2021, the name of the Compartment was AXIOM CONTINGENT CAPITAL.

Practical information

Depository : CACEIS Bank, Luxembourg Branch

Further information about the Product, the latest prospectus, latest periodical regulatory documents, as well as all other practical information, incl. where to find the latest prices of shares and information on other share classes marketed in your country, can be obtained in English free of charge from the Management Company Axiom Alternative Investments, 39 Avenue Pierre 1er de Serbie, F-75008 Paris, France or at the following e-mail address: contact@axiom-ai.com.

- The assets and liabilities of each compartment shall be segregated from the assets and liabilities of those of the other compartments. This Fund consists of compartments, its latest consolidated annual report is also available from the Management Company.
- The Fund offers other share classes for the categories of investors defined in its prospectus. Shareholders have the right to convert all or part of their Shares of any Class of a compartment into Shares of another existing Class of that or another compartment. For more information about the conversion right, please refer to the relevant parts of the prospectus of the Fund.
- Depending on your tax regime, any capital gains and income arising from the ownership of shares in the Fund may be subject to taxation. We advise you to consult your financial advisor for more information on taxation.
- Axiom Alternative Investments may only be held liable on the basis of statements contained in this document that are misleading, inaccurate or inconsistent with the relevant sections of the Fund's prospectus.

The Fund is authorised in Luxembourg and is supervised by the Commission de Surveillance du Secteur Financier (CSSF).

Axiom Alternative Investments is regulated by the Autorité des Marchés Financiers (AMF).

This key investor information is accurate as at 19 February 2024.