

Anaxis Income Advantage is a French law European UCITS-compliant open-ended investment fund (SICAV). The fund is actively managed on a discretionary basis investing primarily in corporate bonds, targeting returns exceeding 3-year German government bond yields by 4%, net of management fees. Although the scope of the investment universe is global, the fund invests mainly in developed markets.

The investment management process draws primarily on the fundamental analysis of bond issues, coupled with diversified allocation construction by selecting securities on a bottom-up basis. The fund managers can invest flexibly, free of constraints based on indices. The portfolio is diversified in regional and sector terms. As a function of their analyses, the fund managers may decide to maintain a proportion of the fund's assets in money-market instruments, short-term fixed-income products or sovereign bonds.

Performance 29/03/2018	I1 (EUR)	K1 (CHF)	E1 (EUR)	U1 (USD)	S1 (CHF)
NAV	101.67	101.44	100.93	103.66	100.14
Monthly return	-0.33%	-0.43%	-0.37%	-0.22%	-0.46%
YTD return	-0.29%	-0.49%	-0.41%	0.11%	-0.62%
Return since inception	1.67%	1.44%	0.93%	3.66%	0.14%
Inception date	10/10/2016	23/01/2017	10/10/2016	10/10/2016	10/10/2016

Cumulative Returns (I1 Class)



Key Portfolio Figures

Portfolio average yield*	3.74%
Duration (years)	2.05
Modified duration	1.99%
Issuers (groups)	80

Source: Bloomberg, BPFS

*On invested portfolio

Past performance is not a guide to future performance. The performance shown does not take account of any commissions and costs charged when subscribing to and redeeming shares.

Monthly Comment

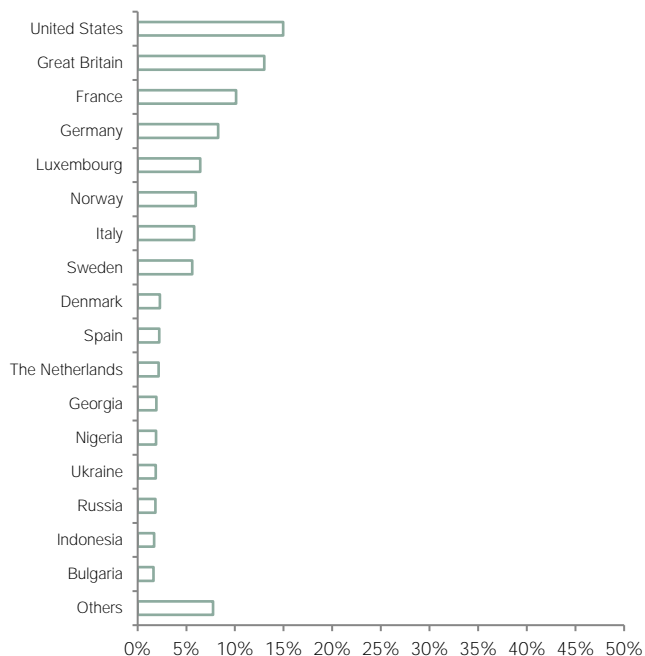
March was another tough month for "risk assets", which posted a decline linked to several factors: the threat of a trade war between the US and China, concerns over tech stocks, the Fed's monetary tightening and signs of a global growth slowdown. Sovereign rates did relatively well, however. The German Bunds (+1.1%) and US Treasuries (+1%) were fuelled by the flight to safety, as was gold for that matter (+0.5%). Against this backdrop, the Anaxis Income Advantage SICAV (open-ended mutual fund) shed -0.33% over the month (11 unit).

Portfolio allocation focused on five main areas: (1) floating-rate notes indexed to short rates and set to benefit from future central bank rate hikes, (2) short-dated bonds, usually less sensitive to fluctuations in market conditions (rates or spreads), (3) longer-dated bonds deemed very likely to be called, (4) hybrid bonds whose coupons turn variable, and generally attractive after a given date, at which point the issuer can call them, and finally (5) Investment Grade bonds, more robust in the event of higher risk premiums (spreads) and serving as safe-haven investments in certain market scenarios. We feel this is the right positioning given the current configuration of the markets and the various possible directions they might take in the coming months.

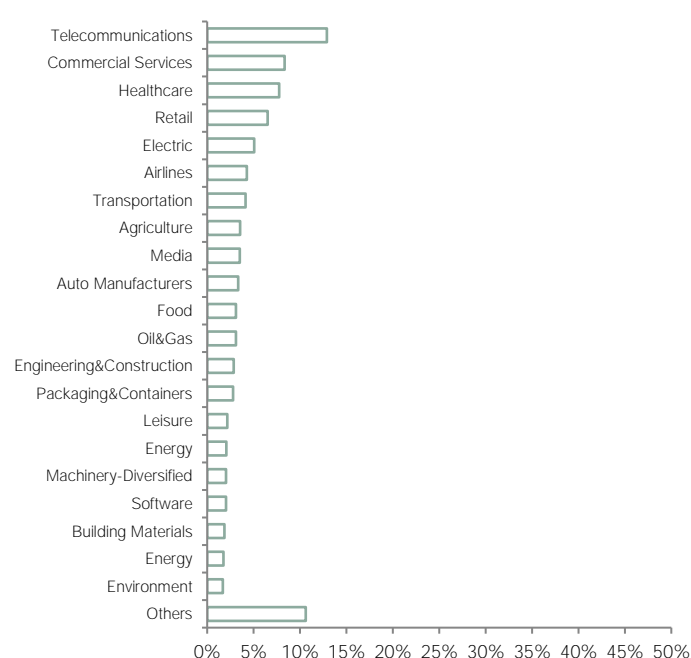
Average position per issuer	1.19%
Size of the largest position	2.15%
Size of the 10 largest positions	18.07%

Investment level	95.30%
Percentage of Floating-Rate Notes	40.48
Portfolio exposure to currency risk	0.02%

Allocation by Geography



Allocation by Industry



Top 10

1	Norlandia	2.15%
2	Georgian Railways	1.91%
3	IHS Holding	1.87%
4	MHP	1.87%
5	DME	1.82%

6	Ithaca Energy	1.75%
7	Progroup	1.71%
8	JAPFA COMFEED	1.69%
9	PAPREC	1.67%
10	Bulgarian Telecommunications	1.63%

Information on fund distribution both in and from Switzerland: The Fund's country of origin is France. The Fund Representative is ACOLIN Fund Services AG, Affolternstrasse 56, CH-8050 Zurich, and the Paying Agent is Banque Cantonale de Genève, 17, quai de l'Île, CH-1204 Geneva. The jurisdiction is Zurich. Regulatory documents and the annual and semi-annual report are available free of charge from the Representative. The Basic documents of the Fund such as the prospectus, the key investor information document (KIID), the fund's rules as well as the semi-annual and annual reports may be obtained free of charge at the office of the Swiss Representative.

Characteristics

Legal structure	French UCITS Fund
Inception	10 October 2016
Liquidity	Daily
Management fees	0.65% (I1 and K1 classes) 1.25% (E1, E2, U1 and S1 classes)
Entry / Exit fees	2% max. / 1% max.
Custodian	BNP Paribas Securities Services
Auditor	PricewaterhouseCoopers Audit

Codes

Class	ISIN	Bloomberg	Telekurs	WKN
I1	FR0013196219	AIA11EU FP	33471444	A2DLC4
K1	FR0013196235	AIK11CH FP	33471448	A2DN4U
E1	FR0013196169	AIAE1EU FP	33471438	A2DLC3
E2	FR0013196177	AIAE2EU FP	33471441	A2DMKD
U1	FR0013196185	AIAU1US FP	33471442	A2DN4R
S1	FR0013196193	AIAS1CH FP	33471443	A2DN4S