

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	31/10/2018	I1 (EUR)	K1 (CHF)	E1 (EUR)	U1 (USD)	S1 (CHF)
NAV		100.20	99.73	99.12	103.46	98.11
Monthly return		-0.72%	-0.74%	-0.78%	-0.52%	-0.80%
YTD return		-1.74%	-2.17%	-2.20%	-0.09%	-2.63%
Return since inception		0.20%	-0.27%	-0.88%	3.46%	-1.89%
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*	3.50%
Duration (years)	1.27
Modified duration	1.23%
Issuers (groups)	104

Source: Bloomberg, BPFS
 *On invested portfolio

Monthly Comment

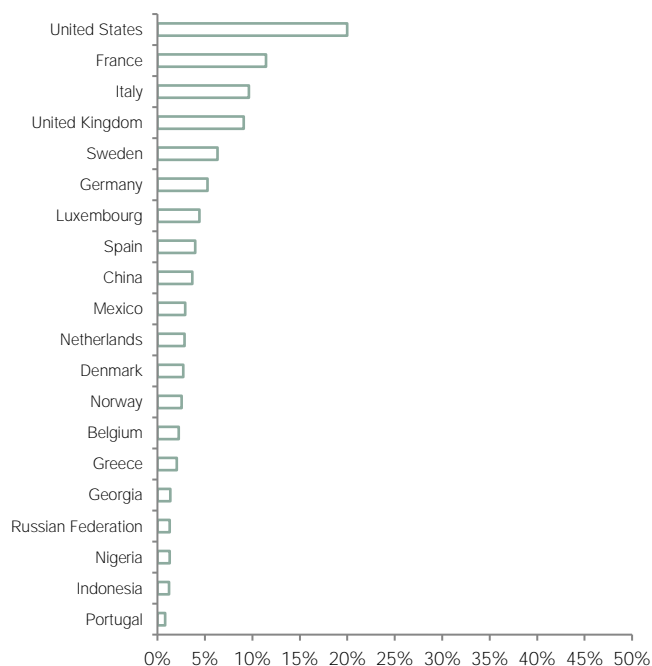
The fund returned -0.72% in October (I1 share class) while the maturity yield of the H7PC index widened 19bps to 4.01% amid disappointing macro figures in Europe, exacerbated by the conflict between the Italian government and the European Commission and deteriorating earnings outlook on the back of the US-China trade war.

During the month, our 2020 bonds issued by the meat producer JBS were redeemed by the company at a premium to par value. The fund participated in a new issue by the Italian pharmaceutical company Recordati which launched a floating-rate note with high-yield status. We also increased our position in Pirelli, taking advantage of price weakness among floating rate notes maturing in 2020. Although the issue is non-rated, we ascribe it an in-house investment-grade credit rating. The company is the fifth-largest tyre manufacturer worldwide. We remain focused on floating and variable rate investments. At month end, the portfolio was 60.4% composed of floaters and 15.5% hybrid bonds. The fund is therefore sheltered against interest rate volatility.

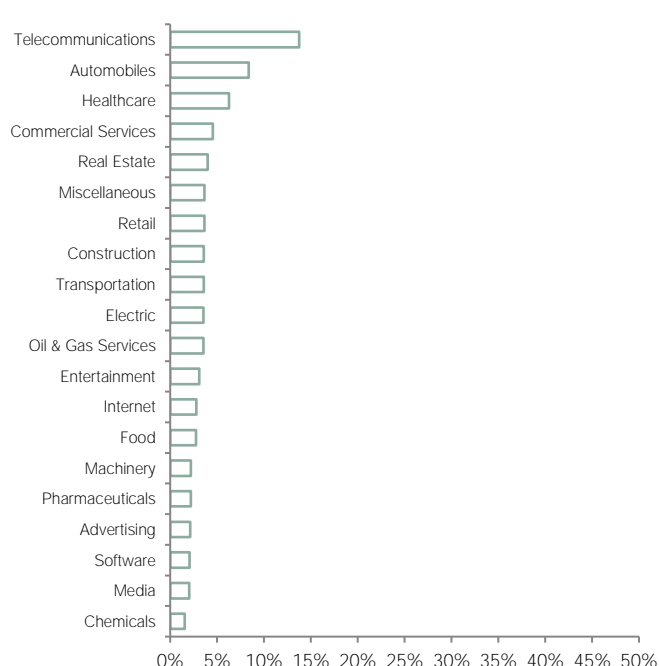
Average position per issuer	0.95%
Size of the largest position	2.18%
Size of the 10 largest positions	18.81%

Investment level	98.44%
Portfolio exposure to currency risk	0.22%

Allocation by Geography



Allocation by Industry



Top 10

1	AT&T	2.18%
2	WPP	2.14%
3	General Motors	2.12%
4	Petróleos Mexicanos	2.07%
5	FORD MOTOR	2.04%

6	American Express	1.86%
7	Renault	1.76%
8	Ses Global Americas	1.60%
9	Pirelli	1.55%
10	Aroundtown	1.48%

Information on fund distribution both in and from Switzerland: The state of the origin of the fund is France. In Switzerland, the representative is ACOLIN Fund Services AG, Affolternstrasse 56, CH-8050 Zurich, whilst the paying agent is Banque Cantonale de Genève, 17, quai de l'Île, CH-1204 Geneva. The prospectus, the Key Investor Information Documents, the fund regulation as well as the annual and semi-annual reports may be obtained free of charge from the representative. In respect of the units distributed in or from Switzerland, the place of performance and jurisdiction is at the registered office of the representative. Past performance is no indication of current or future performance. The performance data do not take account of the commissions and costs incurred on the issue and redemption of units.

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	Type*	ISIN	Bloomberg	Telekurs	WKN
I1	I/E/C	FR0013196219	AIAI1EU FP	33471444	A2DLC4
K1	I/S/C	FR0013196235	AIK1CH FP	33471448	A2DN4U
E1	R/E/C	FR0013196169	AIAE1EU FP	33471438	A2DLC3
E2	R/E/D	FR0013196177	AIAE2EU FP	33471441	A2DMK4
U1	R/U/C	FR0013196185	AIAU1US FP	33471442	A2DN4R
S1	R/S/C	FR0013196193	AIAS1CH FP	33471443	A2DN4S

* I=Institutional, R=Retail / E=EUR, U=USD, S=CHF / C=Capitalisation, D=Distribution