

**Annual Report**  
as at 31 December 2024  
including audited Financial Statements

# **AXA IM FIXED INCOME INVESTMENT STRATEGIES**

(Fonds Commun de Placement)

R.C.S. Luxembourg K1479

AXA Investment Managers Paris  
SIREN 353 534 506



# **AXA IM Fixed Income Investment Strategies**

A mutual investment fund organised under the  
laws of the Grand Duchy of Luxembourg

Annual Report as at 31 December 2024  
including audited Financial Statements

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No subscription can be received on the sole basis of the present report. Subscriptions are only valid if made on the sole basis of the current Full Prospectus supplemented by the application form, the Key Investor Information Documents ("KIID"), the Key Information Documents ("KID"), the latest annual report and the latest semi-annual report if published hereafter.

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# General Information

## Management Company

AXA Investment Managers Paris, Tour Majunga, La Défense 9, 6, place de la Pyramide - F-92800 Puteaux, France

### Board of Directors of the Management Company

#### Chairman

Mr Marco Morelli, Chief Executing Officer, AXA Investment Managers SA, residing in Italy

#### Members

Mrs Florence Dard, Global Head of Client Group, AXA Real Estate Investment Managers, residing in France

Mrs Marion Le Morhedec, Director, Group Head of Fixed Income, AXA Investment Managers Paris, residing in France

Mrs Caroline Portel, Global Chief Operating Officer, AXA Investment Managers Paris, residing in France

## Investment Managers

AXA Investment Managers US Inc., 100 West Putnam Avenue, 4th floor, Greenwich, CT 06830, United States of America

AXA Investment Managers UK Limited, 22 Bishopsgate London EC2N 4BQ, United Kingdom

## Agent to carry out Securities Lending and Repurchase Agreements Activities

AXA Investment Managers GS Limited, 22 Bishopsgate London EC2N 4BQ, United Kingdom

## Depository, Paying Agent, Administrator, Registrar Agent

State Street Bank International GmbH, Luxembourg Branch, 49, avenue J.F. Kennedy, L-1855 Luxembourg, Grand Duchy of Luxembourg

## Auditor

PricewaterhouseCoopers, Société coopérative, 2, rue Gerhard Mercator, L-2182 Luxembourg, Grand Duchy of Luxembourg

## Legal Adviser in Luxembourg

Arendt & Medernach S.A., 41A, avenue J.F. Kennedy, L-2082 Luxembourg, Grand Duchy of Luxembourg

## Information to Unitholders

The Full Prospectus as well as the Key Investor Information Documents (“KIID”), the Key Information Documents (“KID”), the Management Regulations and any other information published are available at the registered office of the Management Company.

The semi-annual and annual reports can be obtained at the offices of the Management Company. Information on the issue and redemption prices is made available at the offices of the Management Company.

These documents may also be downloaded from the website <https://funds.axa-im.com/>.

The Net Asset Value of the Fund is determined on a daily basis. The financial year of the Fund ends on 31 December of each year.

# Foreign Distribution

## Regarding the Distribution of the Fund in Austria

Certain tasks of facilities agent are performed by AXA Investment Managers Deutschland GmbH, Thurn-und-Taxis-Platz 6, 60313 Frankfurt am Main, Deutschland.

As at 31 December 2024, all Sub-Funds are registered in Austria, apart from:

AXA IM Fixed Income Investment Strategies - Euro Credit Opportunities Target 2028

## Regarding the Distribution of the Fund in Belgium

CACEIS Belgium SA, Avenue du Port 86 C b320, 1000 Brussels has been appointed as Belgian Financial Agent in Belgium.

As at 31 December 2024, all Sub-Funds are registered in Belgium, apart from:

AXA IM Fixed Income Investment Strategies - Euro Credit Opportunities Target 2028

## Regarding the Distribution of the Fund in Chile

As at 31 December 2024, all Sub-Funds are registered in Chile, apart from:

AXA IM Fixed Income Investment Strategies - US High Yield B/BB

AXA IM Fixed Income Investment Strategies - Euro Credit Opportunities Target 2028

## Regarding the Distribution of the Fund in Denmark

Some tasks of facilities agent are provided in Denmark by AXA Investment Managers Deutschland GmbH, Thurnund-Taxis-Platz 6, 60313 Frankfurt am Main, Deutschland.

As at 31 December 2024, all Sub-Funds are registered in Denmark, apart from:

AXA IM Fixed Income Investment Strategies - Euro Credit Opportunities Target 2028

## Regarding the Distribution of the Fund in Finland

As at 31 December 2024, all Sub-Funds are registered in Finland, apart from:

AXA IM Fixed Income Investment Strategies - Euro Credit Opportunities Target 2028

## Regarding the Distribution of the Fund in France

Some tasks of facilities agent are provided in France by BNP Paribas S.A., 16 boulevard des Italiens, 75009 Paris.

As at 31 December 2024, all Sub-Funds are registered in France.

# Foreign Distribution

## Regarding the Distribution of the Fund in Germany

Investors residing in Germany may obtain the Full Prospectus, the latest annual report or the latest semi-annual report, the Key Information Document (“KID”) and the Fund's Management Regulations, if published thereafter, free of charge from the Facilities Agent in Germany, AXA Investment Managers Deutschland GmbH, Thurn-und-Taxis-Platz 6, 60313 Frankfurt am Main, Deutschland. They may also request the Net Asset Value per unit, the latest issue, conversion and redemption prices, a detailed schedule of changes in investments as well as any other financial information relating to the Fund available to Unitholders at the registered office of the Management Company.

As at 31 December 2024, all Sub-Funds are registered in Germany, apart from:

AXA IM Fixed Income Investment Strategies - Euro Credit Opportunities Target 2028

## Regarding the Distribution of the Fund in Italy

The Paying and representative Agents in Italy are the following:

- Allfunds Bank S.A.U., Italian Branch, 6, Via Bocchetto, I-20123 Milan
- Banca Monte dei Paschi di Siena S.p.A., 3, Via Ludovico Grossi, I-46100 Mantova
- SGSS S.p.A., 19/A, Via Benigno Crespi – MAC 2, I-20159 Milan
- CACEIS Bank, Italy Branch, 2 Piazza Cavour, I-20121 Milan.

As at 31 December 2024, all Sub-Funds are registered in Italy.

## Regarding the Distribution of the Fund in Liechtenstein

Some tasks of facilities agent are provided in Liechtenstein by AXA Investment Managers Deutschland GmbH, Thurn-und-Taxis-Platz 6, 60313 Frankfurt am Main, Deutschland.

As at 31 December 2024, all Sub-Fund are registered in Liechtenstein, apart from:

AXA IM Fixed Income Investment Strategies - US High Yield B/BB

AXA IM Fixed Income Investment Strategies - Euro Credit Opportunities Target 2028

## Regarding the Distribution of the Fund in the Netherlands

As at 31 December 2024, all Sub-Funds are registered in the Netherlands, apart from:

AXA IM Fixed Income Investment Strategies - Euro Credit Opportunities Target 2028

## Regarding the Distribution of the Fund in Norway

As at 31 December 2024, all Sub-Funds are registered in Norway, apart from:

AXA IM Fixed Income Investment Strategies - US High Yield B/BB

AXA IM Fixed Income Investment Strategies - Euro Credit Opportunities Target 2028

## Foreign Distribution

### Regarding the Distribution of the Fund in Portugal

As at 31 December 2024, all Sub-Funds are registered in Portugal, apart from:

AXA IM Fixed Income Investment Strategies - US High Yield B/BB  
AXA IM Fixed Income Investment Strategies - Euro Credit Opportunities Target 2028

### Regarding the Distribution of the Fund in Singapore

There is no representative in Singapore. The Sub-Funds registered in Singapore are under restricted scheme.

As at 31 December 2024, all Sub-Funds are registered in Singapore, apart from:

AXA IM Fixed Income Investment Strategies - US High Yield B/BB  
AXA IM Fixed Income Investment Strategies - Euro Credit Opportunities Target 2028

### Regarding the Distribution of the Fund in Spain

As at 31 December 2024, all Sub-Funds are registered in Spain, apart from:

AXA IM Fixed Income Investment Strategies - Euro Credit Opportunities Target 2028

### Regarding the Distribution of the Fund in Sweden

Some tasks of facilities agent are provided in Sweden by AXA Investment Managers Deutschland GmbH, Thurnund-Taxis-Platz 6, 60313 Frankfurt am Main, Deutschland.

As at 31 December 2024, all Sub-Funds are registered in Sweden, apart from:

AXA IM Fixed Income Investment Strategies - Euro Credit Opportunities Target 2028

### Regarding the Distribution of the Fund in Switzerland

The representative in Switzerland is FIFS, S.A., Feldeggstrasse 12, 8008 Zurich.

The Swiss Paying Agent is NPB New Private Bank Ltd, Limmatquai 1, CH - 8024 Zurich.

As at 31 December 2024, all Sub-Funds are registered in Switzerland, apart from:

AXA IM Fixed Income Investment Strategies - Euro Credit Opportunities Target 2028

### Regarding the Distribution of the Fund in the United Kingdom

The facilities agent in the United Kingdom is AXA Investment Managers UK Limited, 22 Bishopsgate London EC2N 4BQ, United Kingdom.

As at 31 December 2024, all Sub-Funds are registered in the United Kingdom, apart from:

AXA IM Fixed Income Investment Strategies - US High Yield B/BB  
AXA IM Fixed Income Investment Strategies - Euro Credit Opportunities Target 2028

# Directors' Report

Dear Unitholders,

The Board of Directors of the Management Company is pleased to report on the progress of your Fund for the financial year ended on 31 December 2024.

## Financial Market 2024

### Financial Markets Conditions

Central banks continued to keep pressure on reducing inflation at the start of the year, with upside US inflation surprises resulting in a delay to the expected Federal Reserve easing cycle. However, inflation continued to fall in most regions and most developed economy central banks eased policy over 2024 as concerns shifted from upside inflation risks to more balanced price outlook risks or even outright growth support. Concerns grew over the scope for Chinese growth – resulting in significant official stimulus – and persisted across the Eurozone, despite improved activity. However, the US continued to expand at a strong pace. 2024 was a year of many political events. Europe held several elections, including a surprise one in France, but in several instances those elections failed to deliver decisive results and coalitions have either failed to emerge or have collapsed. The UK saw a change in government, while the US re-elected Donald Trump for a second (non-successive) term.

In Europe inflation continued to fall, and while activity improved, it remained subdued – this increasingly reflecting demand deficiency, rather than supply constraints and opening the way for monetary policy support. Headline inflation fell from 2.9% at the end of 2023 to a low of 1.7% in September, before energy base effects accounted for some increase to close 2024 at 2.4%. A more marked improvement in 'core' inflation saw the rate fall to 2.7% by end-2024 from 3.4%. In part this reflected ongoing economic weakness. Quarterly GDP recovered from stagnation across 2023, rising by 0.3% in Q1, 0.2% in Q2 and 0.4% in Q3 – although this looked more temporary due to such factors as the Paris Olympics and we expect a softer Q4. Growth remained mixed across states, Germany was expected to post a second year of outright contraction. By contrast, Spanish growth continued at a strong 0.8/0.9% pace in each quarter. More generally Eurozone industrial activity continued to contract, but services and consumer spending improved. Specifically, growth headwinds appear to have shifted more towards demand deficiency from supply constrained – although unemployment still remained at record lows (6.3% in November). As such, the ECB saw more scope to support growth with easier monetary policy. The ECB cut its main deposit facility rate from the 4.00% high in June by 0.25%. It moved again in September, where it indicated a quicker pace of cuts, and reduced rates by 0.25% at successive meetings for the rest of the year, a pace we expect to persist over H1 2025. European politics, however presented a further risk. Several states remain without government following elections that have failed to form coalitions. France also saw the collapse of a coalition government after surprise mid-year elections. The German coalition also collapsed and will see fresh elections in February 2025.

The UK saw a firmer pick-up in growth, which combined with policy measures have seen a more moderate easing in core inflation, in turn resulting in slower Bank of England policy easing. GDP rose strongly in Q1 as public sector output rebounded from the H2 2023 recession. However, this faded in successive quarters with H2 2024 expected to see effective stagnation and only moderate underlying private sector growth. This led to an easing in the labour market, the unemployment rate rising to 4.3% in the 3-month to October from 3.9% at the end of 2023 – despite doubts about the official data. However, wage growth – although below the end-2023 pace of 5.8% - remained elevated at 5.2%. This underpinned concerns about inflation and although the headline rate fell from 4.0% end-2023 to 2.6% in November, and core inflation has eased to 3.5% from 5.1% over the same period, services inflation remains elevated at 5.0%, despite being lower than the end-2023 6.4%. The Bank of England has eased policy more slowly, cutting rates to 4.75% with two cuts in August and November – a pace we expect to continue through 2025. Uncertainty continued to surround the UK public finances. The election of a new Labour government mid-year saw increased focus on the previous government's record. However, the new government surprised by increasing taxes, spending and borrowing in an October budget, raising fresh concerns over the scale of public borrowing.

# Directors' Report

## Financial Market 2024 (continued)

### Financial Markets Conditions (continued)

By contrast, the US continued to grow robustly. Growth continued to be underpinned by solid consumer spending, showing few signs of softening and in turn buoyed in part by gains to wealth. Yet despite still strong growth – expected to repeat 2023's just below 3% pace - the labour market eased somewhat and inflation fell. Unemployment rose from 3.7% at the end of 2023, to 4.1% in December and the pace of payroll growth slowed, albeit with temporary, hurricane disruptions in the final months of 2024. Inflation also fell, with the headline slowing to 2.9% in December from 3.4% at the end of 2023, reflecting improvement in core inflation to 3.2% from 3.9%. This combination of strong growth and continued disinflation owed much to supply-side improvement. In part this reflected labour supply growth from strong immigration in recent years, although immigration flows slowed markedly over 2024. Productivity growth also appeared to have picked-up. In the face of softer inflation the Federal Reserve (Fed) eased policy. Stronger services inflation at the start of 2024 delayed the start of Fed easing from mid-year. The Fed then appeared to overreact to signs of labour market weakness over the summer with a surprise 50bps rate cut in September. It followed up with more modest, but successive rate cuts for the rest of the year taking the Fed Funds Rate to 4.50-4.25% from a peak 5.50-5.25% rate. The US also focused on Presidential Elections in 2024. President Biden belatedly stood down from re-election making way for Vice President Harris, who lost to former President Donald Trump. Swings in expectations about the election outcome and Trump's unorthodox economic proposals resulted in some market volatility over H2 2024.

In Asia, China continued to dominate concerns. The Chinese housing market saw its third successive year of contraction, falling by 5ppt to take the total contraction to 15% to date - with further declines expected. This has weighed both on household spending – housing a key source of household wealth – and on China's entangled local governments and banking system. Both have slowed economic activity. China's annual GDP growth met the official target of "around 5%" in 2024, close to 2023's 5.2%. This reflected significant stimulus on behalf of the Chinese government and central bank. China continues to skirt outright deflation; inflation averaged 0.2% in 2024 the same as in 2023. Authorities announced significant further stimulus at the end of 2024, with most of this to be quantified at the National Peoples Congress in March 2025. Japanese growth improved across 2024. A weak start, where regulatory-related drops in industrial output resulted in a sharp initial GDP contraction, were unwound with stronger growth in Q2 and Q3, mirroring consumer spending. Japan appears to have moved more decisively away from its own decades long battle with deflation. Inflation expectations have risen and wages posted a multi-decade high increase in 2024, with preliminary signs of further gains for 2025. Headline inflation rose to 2.9% in November 2024 from 2.6% end-2023, even as inflation excluding fuel and fresh food slowed to 2.4% from 3.7%. This encouraged the Bank of Japan (BoJ) to tighten policy as most other jurisdictions cut rates. The BoJ raised its main policy rate from its near decade long low of -0.1% in March and again to 0.25% in July. Although the BoJ's communication over its intention for further hikes has been stuttering, we expect more hikes in 2025.

# Directors' Report

## Financial Market 2024 (continued)

### Financial Markets review

#### Stock Markets

(main indexes, in pts or %)	31-Dec-2024	31-Dec-2024 / 31-Dec-2023	31-Dec-2023	31-Dec-2023 / 31-Dec-2022
CAC 40	7380.7	-2.2	7543.2	16.5
Eurostoxx 50	4896.0	8.3	4521.7	19.2
FTSE 100	8173.0	5.7	7733.2	3.8
Nikkei	39894.5	19.2	33464.2	28.2
S&P 500	5881.6	23.3	4769.8	24.2
MSCI World	3707.8	17.0	3169.2	21.8
MSCI Emerging	1075.5	5.1	1023.7	7.0

The MSCI global equity index posted another strong year of gains, posting growth of 17.0% in 2024 following a 21.8% rise in 2023. However, individual jurisdictions saw markedly different paths. In the US, the S&P 500 index posted another strong year – the headline up 23.3% to end 2024 from 24.2%. The year saw some sector rotation, but tech stocks continued to perform strongly. Moreover, appreciation was broadly even across the year and made further gains after the election. By contrast, European equities continued to rise in early 2024, but broadly flatlined from Q2 as economic growth slowed. The Eurostoxx 50 index posted gains of just 8.3% over the year as a whole, compared to 19.2% gains to end-2023. In France, the performance of the CAC 40 was worse, stocks suffering under the political and fiscal uncertainty surrounding the mid-year election, which saw markets fall from highs made in May. The French index fell by 2.2% to end-2024 from a 16.5% gain across 2023. The UK's FTSE 100 index mirrored broader European stock gains – effectively levelling off from March. The FTSE 100 index rose by 5.7% to end-2024 compared with a 3.8% rise in 2023. Asia also saw mixed performance. The Japanese Nikkei 225 index posted gains of 19.2% across 2024 following strong 28.2% gains, the index supported by the renewed weak value of the yen boosting the impact of overseas earnings. By contrast, China's CSI 300 recovered somewhat from the 11% drop in 2023, rising by 16.5% over 2024. In total, the MSCI emerging market index rose by 5.1% following gains of 7.0% in 2023.

# Directors' Report

## Financial Market 2024 (continued)

### Financial Markets review (continued)

#### Bond Markets

(Government bonds in % or basis points (bps))	31-Dec-2024	31-Dec-2024 / 31-Dec-2023	31-Dec-2023	31-Dec-2023 / 31-Dec-2022
10Y French bond	3.12	+63 bps	2.47	-54 bps
10Y German bond	2.36	+33 bps	2.00	-53 bps
10Y Swiss bond	0.23	-82 bps	0.70	-30 bps
10Y Italian bond	3.42	-18 bps	3.53	-98 bps
10Y UK bond	4.57	+103 bps	3.60	-13 bps
10Y Japanese bond	1.08	+46 bps	0.62	-21 bps
10Y US bond	4.57	+70 bps	3.87	+3 bps

Bond markets have generally seen yields higher over 2024 in the US, Europe and Japan, and fall in China. In the US, after a combination of inflation, fiscal and policy rate concerns saw 10-year Treasury yields peak at 5% in 2023, yields have fallen back reaching a low of 3.62% in September - still above 2023's lows - after an unusual 50bps starting rate cut and dovish guidance from the Federal Reserve. A stronger economy and stickier inflation saw the Fed revise its guidance later in the year. Combined with the election of Donald Trump as US President, yields closed the year at 4.57%, 70bps higher than end-2023. German yields softened in early H2 2024 reflecting weak growth conditions, but the collapse of the coalition government and impending fresh elections raised concerns about fiscal easing, which saw yields rise to close 2024 at 2.36%, up 36bps from end-2023. This despite expectations for ECB policy easing accelerating in the final months of the year. French OAT yields rose by more, up 66bps to 3.12% by year-end as the government formed after President Macron's surprise mid-year elections fell and the 2024 deficit was expected around 6% of GDP. However, Italian BTP yields fell by 11bps to 3.42%. UK gilt yields had followed a similar path to broader European yields until October when the new Labour government's first Budget surprised with marked fiscal loosening reawakening concerns over the UK public finances. Gilt yields rose by 97bps to 4.57% by end-2024. Further afield, key Asian yields witnessed divergent trends. Increasing confidence that Japan had escaped its deflationary battle saw the Bank of Japan raise the policy rate and signal further tightening ahead. This saw the Japanese 10-year rise by 46bps to year-end to close at 1.08%. In China, increasing concerns about a debt-deflation trap have seen yields fall 82bps over the year as a whole to close 2024 at 1.77%.

Credit spreads continued to tighten through 2024 across jurisdictions and credit quality. In the US spreads have continued to narrow to their tightest levels since pre-2007, below post-pandemic tights. This saw a further 22bps narrowing in US investment grade (IG) spreads to just 0.82% at the end of 2024, having fallen by 34bps in 2023. High yield (HY) spreads narrowed 42bps to 2.92%, following a steep 145bps fall in 2023. European credit has narrowed more sharply still. In IG, spreads narrowed by 34bps in 2024 to 1.01% (after 31bps last year), while high yield narrowed 84bps to 3.11% (after 99bps last year).

# Directors' Report

## Financial Market 2024 (continued)

### Financial Markets review (continued)

#### Exchange Rates

(for €1)	End of Period Exchange Rate		Average Exchange Rate	
	31-Dec-2024	31-Dec-2024 / 31-Dec-2023	2024	2024 / 2023
US Dollar	1.04	-6.3	1.08	-0.3
British Pound Sterling	0.83	-4.6	0.84	-2.7
Swiss Franc	0.94	0.9	0.95	-1.9
Japanese Yen	162.7	4.5	163.8	7.1

The dollar had been broadly steady against a basket of currencies through 2023 and most of 2024. However, from end-September it posted significant gains against most currencies through a combination of resilient US economic momentum, a revision of US interest rate expectations and the US election. The dollar rose to two-year highs against a basket of currencies, including the euro and remained elevated against the Japanese Yen and Chinese yuan. The euro fell by 6.3% to \$1.036 by end-2024, sterling also slipped 1.8% to the dollar to \$1.252 and the yen fell by 10% to ¥157.2. Beyond dollar strength, the euro came under pressure as weaker growth and fading inflation allowed the ECB to ease policy at a faster pace. In euro terms, the euro fell by 4.6% to the British pound (to £0.827), which remained supported by expectations of less monetary loosening from the Bank of England, but gained 4.5% to the Japanese yen (to ¥162.7), which remained weak given expectations of only limited increases from the Bank of Japan.

#### Main's Fund events during the year ending 31 December 2024

- **AXA IM Fixed Income Investment Strategies – Europe Short Duration High Yield**

After a very strong end to 2023, during which most serious recessionary and inflationary fears seemed to have been left behind, our and most people's base case for 2024 was for a so-called "soft-landing." That is, a year that would (finally) see lower interest rates and, at worst, a mild recession in developed economies. Looking at the total return figures in various markets, it's clear this scenario is the one that broadly played out: European and US high yield were up +8.7% (EUR-hedged) and +8.2% respectively; European investment grade rose +4.6%; the Eurostoxx 600 added +9.6%; and the S&P 500 gained an impressive +25%. On the back of the +12.2% rise posted in 2023, for our asset class this caps a remarkable recovery (and then some!) from the -11.5% lost in 2022.

The figures above do not necessarily tell the whole story, though. Government bond indices fell as 10yr Treasury, Bund and Gilt yields rose for the fourth straight year. And the period was not without bouts of underperformance for risky assets either – in April, an increase in tensions in the Middle East caused markets to sell-off. And after causing widespread volatility in early June, French risk continued to fare particularly poorly after President Macron's gamble of snap legislative elections left politics gridlocked. Indeed, right at the end of the year in December, the first successful no-confidence vote since 1962 brought down the government and pushed the Franco-German 10yr spread to its widest level since 2012 (+88bps).

# Directors' Report

## Main's Fund events during the year ending 31 December 2024 (continued)

### • AXA IM Fixed Income Investment Strategies – Europe Short Duration High Yield (continued)

Still, through all of the above European high yield simply kept chalking up steady returns. Only one negative month, in April, and that only at -0.05%. Partly, of course, this was a direct function of the high level of carry – the yield on our universe having started the year at 6.6%. But the total return figure of +8.7% also reflected a spread tightening of over 50bps. Interestingly, this year the different ratings cohorts ended up in a very similar place - +8.3% for BBs, +9.1% for Bs and +8.0% for CCCs. Also in a similar place was US high yield: though a rates-driven fall of -0.4% in December meant the European market just edged in front for the 12-month period, its final total return of +8.2% was very much in-line with ours.

[Sources: all Bloomberg]

### Performance

In 2024, the Fund generated a total return of +5.43% (net of fees) and +6.02% (gross of fees).

Unsurprisingly, given the Fund's shorter duration and more defensive positioning, it lagged the broader European high yield universe (as quoted in the previous section, the ICE BofA European Currency High Yield Index added +8.68%). But this again represents a solid proportion of the upside to have captured – particularly in the context of the Fund's very low volatility. Indeed, the AXA IM FIIS Europe Short Duration High Yield fund did not have single negative monthly return this year... and has not had one at all since September 2022.

In terms of attribution, the Fund benefited from its c. 15% allocation to Sterling. The ICE BofA Sterling High Yield Index rose +9.20%, on a EUR hedged basis. Sector-wise, the strongest performers were Financial Services and Basic Industries. The latter sector benefitted from the start of a cyclical recovery in some of its weaker subsectors, mainly in Chemicals. One area of the market where we missed out on the possibility of very strong returns was Real Estate. After two years of difficult conditions, this sector staged a remarkable recovery in 2024 – the total return, at an index level, was +38.61%. Still, the volatility inherent in many of these names meant that they were not suitable for our strategy.

On a single name basis, two of our top contributors were Arrow Global (Financial Services) and Ocado (Services). Indeed, our large holding of the former was what really drove the strong performance of this sector. Both fitted with a theme which was particularly effective in 2023 and which we still thought presented some select opportunities in 2024 – that is, single-B issuers with near-term maturities. We thought the market remained unfairly sceptical of these credits' ability to issue new replacement debt, especially since interest rates were on a downwards path. At the start of the summer, both bonds traded below a cash price of 85c – by December, both companies had issued new debt and our bonds had rallied to near par.

The Fund also marked another calendar year without any defaults – it has not had any since 2017. There were a handful of such events in the universe, one of the most high-profile being Intrum (Financial Services). In fact, in the space of just over a week, Intrum, SFR/Altice (Telecommunications) and Ardagh (Capital Goods) all announced that they had hired financial advisors to help reorganise their capital structures. The resulting sell-off in all three names was swift and brutal: accounting for about 2.5% of the ICE BofA European High Yield Currency Index at the start of March, on their own they subtracted almost 35bps from the monthly performance figures. The Fund's initial losses, despite having a total ticker exposure of similar size to the market, totalled just -15bps - less than half. We benefitted from being involved in the senior bonds in all three capital structures, and, crucially, being at the front of the curve. In fact, all of the instruments we owned subsequently recovered even further.

# Directors' Report

## Main's Fund events during the year ending 31 December 2024 (continued)

- **AXA IM Fixed Income Investment Strategies – Europe Short Duration High Yield (continued)**

### Outlook

As mentioned at the top, the base case scenario of a soft landing does seem to be the one which played out in 2024. And as we projected this time a year ago, returns for European High Yield were comprised mainly of carry, with the additional benefit of some spread tightening.

But what we didn't correctly anticipate was that, rolling forwards 12 months, the policy uncertainties which existed at the end of 2023 would largely still be in place in December 2024. We thought that by now, it would be possible to rule out either a deeper recession or persistently elevated levels of inflation – respectively, the 'hard landing' and 'no landing' tail-risks which we flagged a year ago. And at the end of Q3, this was basically the case. The Federal Reserve ('Fed') had just cut rates by 50 basis points ('bps') at its September meeting; investors were pricing almost continual reductions until the middle of next year; and the ability of the monthly inflation figures to roil markets seemed to have, at least in this cycle, firmly passed.

But in a year of geopolitical shocks, Donald Trump's convincing victory in the US election still took markets by surprise. With an economic agenda based on tariffs and tax cuts, more inflation and higher rates are therefore firmly back on the table. And whilst the policy picture in Europe appears rather different, the ability of the Fed to influence interest rates worldwide should not be underestimated.

The above serves as a rather long way of saying that, as was the case for 2024, we see three possible paths for our asset class in 2025:

1. Still favoured by the market, our central forecast is again that a soft-landing occurs. But with spreads and front-end interest rates having less room to rally further, carry will dominate returns for European high yield. We would expect these to be of the order of the starting level of yield, currently +5.9%.
2. Now firmly back on the agenda... a Fed which has less room for easing, and interest rates which stay higher. High yield should of course be somewhat protected by its naturally shorter duration and healthy levels of income. Though some of the challenges to fundamentals that this would represent would inevitably have to be reflected in wider spreads. We project gains a little lower than in the first scenario.
3. There is still a chance that central banks are behind the curve and developed economies tip into a more severe recession. Spreads would clearly have to widen even more in such an instance, impacting returns. But as detailed below, we do not think all would be doom-and-gloom in our market.

Though valuations in European high yield appear less compelling than they were 12 months ago, viewed through the lens of the possible outcomes above we think the balance of risk and reward remains very attractive. And ultimately, the events of early November actually give us even more conviction that 2025 will be a year for defensive carry as we wait to see how this cycle ends.

In such a scenario, we might describe Short Duration High Yield a fund for 'extra-defensive' carry. With spread curves flat, and government bond curves still inverted, the Fund's characteristics screen well compared to the European high yield market in general. It offers most of the yield, but for significantly less duration and a higher credit quality – the former in particular now looks like a shrewd hedge against a Trump-induced resurgence in rates volatility. And with the market fairly priced, the opportunity cost of further upside is limited.

# Directors' Report

## Main's Fund events during the year ending 31 December 2024 (continued)

### • AXA IM Fixed Income Investment Strategies – US Short Duration High Yield

The High Yield market posted a positive result in the twelve months ending on December 31, 2024, as the ICE BofA Merrill Lynch U.S. High Yield Index generated a total return of +8.20% for the period. The solid total return was driven by strong corporate performance, cooling inflation data and an overall resilient economy. Although the amount and pace of rate cutting from the Fed turned out to be less than expected, inflation showed signs of deceleration over the course of the year, which was a positive catalyst for most fixed income assets. On the technical side, 2024 saw strong inflows of \$16.4 billion into high yield and an increase in capital markets activity. The primary market increased 64% year-over-year pricing roughly \$288 billion of bonds in 2024. The high yield market experienced approximately \$4.7 billion of defaults, which was much lower than the roughly \$27.5 billion of defaults during the twelve-month period ending December 31, 2023. The par-weighted default rate ended the year at 0.36%, down sharply from 2.08% in December 2023.

During the year ending on December 31, 2024, U.S. High Yield outperformed US Corporates (+2.76%) and US Treasuries (+0.51%), but underperformed US Equities (S&P 500 +25.02%). Within U.S. High Yield, CCC and lower-rated issues (+18.18%) outperformed both BB-rated credits (+6.28%) and single B-rated credits (+7.55%). From a sector perspective, all the 18 sectors posted positive total returns over the period. Healthcare (+11.22%), Technology & Electronics (+9.59%) and Transportation (+9.53%) were the best performing sectors. On a relative basis, Utility (+6.01%), Capital Goods (+6.52%), and Automotive (+7.10%) were the worst performing sectors. During the period, the High Yield Index's Option Adjusted Spread tightened from 339 basis points to 292 basis points. The yield-to-worst of the High Yield Index decreased from 7.69% at the beginning of the period to 7.47% at the end of the period. The High Yield Index's average price was \$95.48 on December 31, 2024, up from the \$92.86 average price at the start of the year.

AXA IM's U.S. Short Duration High Yield Fund delivered another solid year of performance in 2024, capturing roughly 85%/80% (gross/net of fees, USD) of the overall market's +8.20% return. Performance benefitted from positive security selection within the technology & electronics sector, specifically from the Commscope LLC capital structure, offset by our up-in-quality positioning, the shorter duration nature of our holdings, and negative security selection within the healthcare and telecommunications sectors. Short duration high yield also benefitted from the continued flatness of the high yield yield-curve, consistently capturing roughly 85-90% of the overall market's yield. During 2024, the yield-to-worst of the Fund (exclusive of cash) tightened by 15bps to 6.41%, while the market yield tightened by 22bps to 7.47%. The Option Adjusted Spread of the Fund widened by 15bps to 199bps. The overall Fund duration (using a calculation of modified duration-to-worst) decreased from 2.0 to 1.9, while the market duration decreased from 3.7 to 3.4.

Position count decreased slightly during the year but the Fund remains well diversified. We believe that diversification of portfolio holdings is important for the Fund and helps to manage credit risk. Our top holding at year-end, a 1.6% position, was Watco Companies LLC. At year-end, approximately 32% of the portfolio was invested in securities in excess of three years but which we expect to be redeemed early. This is down roughly 6% from the previous year-end. Market technicals were positive throughout most of the year as flows were solidly positive, and the primary market, while much more active than the previous year, was predominately refinancing focused. Inflation data, Fed rate cuts, slowing economic growth, and the impact of the new Republican administration remain the primary drivers of market movements, however we still believe that corporate credit fundamentals remain healthy and the high yield default rate will continue to be benign. Valuations from a yield perspective remain attractive and offer a coupon-like return, and with markets focused on the trajectory of interest rates and the impact of a modest US slowdown, we believe the Short Duration Fund remains well positioned in this market environment.

# Directors' Report

## Main's Fund events during the year ending 31 December 2024 (continued)

### • AXA IM Fixed Income Investment Strategies – US Corporate Intermediate Bonds

After another year of positive performance, spreads reaching near all-time tights and the yield curve un-inverting, credit remains well positioned into 2025.

Coming into 2024, through our forecasting process we believed that the US economy was set to remain on a strong footing and that the consumer would prove to be more resilient than expected. Fears of a recession had diminished and a soft landing had become the most probable scenario. We therefore believed that the market had gone too far in pricing 6-7 rate cuts for 2024 by 2023 year-end, preferring to remain cautious on duration with a neutral stance whilst targeting a DTS range of ~105-110% on the expectation that credit spreads would stay firm in a positive carry environment. Meanwhile, the US treasury curve began the year still inverted, with the 2s10s at -37bps, making it challenging to increase the fund's duration without giving up yield. Strong economic data and sticky inflation in the first few months of 2024 supported this positioning, with the US 2Y Treasury moving higher to a peak of 5.0% by April, having started the year at 4.3%, as the market priced out nearly all its rate cut expectations and the "higher-for-longer" narrative dominated markets once again.

During this period, credit spreads remained supported by the robust fundamental and technical environment for investment grade corporates, with the benchmark's OAS tightening from 90bps at the start of 2024 to 78bps by April. Given this backdrop, we increased the fund's overweight to BBB securities from 122% at the start of the year to 127% by April, thereby further boosting the fund's yield and spread advantage vs. the benchmark and bringing the fund's DTS to 113% – its highest level of 2024. Despite overall negative YTD returns for both the fund and the benchmark by April-end given the price declines from the rates move, the fund's positioning led it to outperform the benchmark (gross and net of fees) during this period, driven predominantly by security selection but also positive duration/yield curve effects.

As economic data started to moderate throughout the summer, rates came off from their peak, instigated particularly by the non-farm payrolls miss at the start of August. As the focus shifted from sticky inflation towards weakening data in the labor market, a further tailwind for all fixed income markets was provided by the Fed's larger-than-anticipated 50bps rate cut in September, which we usually only see during recessions or in response to major market volatility. The Fed also indicated that we could see additional cuts, potentially at a measured pace. By the end of the third quarter, the US 2Y Treasury had fallen by >130bps from its peak to 3.7% and the yield curve had steepened and un-inverted, with the 2s10s reaching +14bps. The fund underperformed the benchmark (gross and net of fees) during this strong rates rally from April through to September, given its underweight to the higher quality, more rates sensitive part of the market (AAs and As) and its yield curve positioning.

The narrative during the fourth quarter was driven by the outcome of the US election, with US treasury yields moving higher and credit spreads tighter once again as markets predicted that the implications of a decisive Trump victory and Republican sweep of Congress would likely be inflationary, thus limiting the Fed's ability to cut rates in 2025 to the extent previously anticipated. Despite this backdrop, the Fed continued to cut rates as expected by 25bps in November and December, but messaging heading into year-end was increasingly hawkish as it considers how material the new administration's impact will be on the growth and inflation outlook for 2025 and beyond. The fund outperformed the benchmark during the fourth quarter (gross and net of fees), driven by positive selection and duration effects.

Regarding overall performance in 2024, the Bloomberg US Corporate Intermediate index generated a total return of +4.22% during the year and an excess return of +2.10%. Within the broad market, Industrials (+1.17% of excess return) underperformed both Financial Institutions (+3.91%) and Utilities (+1.74%). BBB-rated securities outperformed (+2.97%) A-rated securities (+1.63%) and Aa rated securities (+0.24%) during the year. The +2.10% excess return reflects the OAS of the Bloomberg US Corporate Intermediate index which ended 2024 at +71bps or -19bps tighter than +90bps at the end of 2023. The fund finished the year with a yield-to-worst of 5.20% compared to a yield-to-worst for the index of 5.11%.

# Directors' Report

## Main's Fund events during the year ending 31 December 2024 (continued)

### • AXA IM Fixed Income Investment Strategies – US Corporate Intermediate Bonds (continued)

In 2024, the AXA IM FIIS US Corporate Intermediate Bonds Fund outperformed its benchmark on a gross of fee basis, but slightly underperformed net of fees. The primary performance driver over the year was positive security selection, particularly in Consumer Cyclical and Non-Cyclical, Energy and Technology. This was partially offset by negative security selection in Insurance, Financial Services and Media. Sector rotation had a fairly muted impact on the fund's performance overall in 2024, as sector spreads lacked meaningful differentiation this year as well as a slight cash drag. Across sectors, we maintained a more neutral sector positioning in Banking with positions in GSIBs and super-regionals. Within the broad Industrial sector, we maintained a prudent positioning with selective overweights to certain cyclical sectors (e.g. Energy, Transportation and Basic Industry) and underweight Technology, Consumer Cyclical & Non-Cyclical and Capital Goods. We also maintained an underweight position in the more defensive Utility sector given continued strength in the US economy. Duration positioning had a neutral impact on the fund's performance, whilst yield curve contributed slightly negatively.

### Performance

The largest positive contributors to performance were HSBC Holdings (HSBC), Goldman Sachs (GS), Citigroup (C), Bank of America (BAC), Bank of New York Mellon (BK) and Ford Motor Company (F).

The largest negative contributors to performance were Campbell's Company (CPB), Pfizer (PFE), Aptiv (APTV), Comcast (CMCSA) and Bristol Myers (BMY).

### Outlook

The outlook for the US Investment Grade market remains impacted by the decent macro environment as economic growth supports earnings growth and cash flows of US investment grade issuers while corporate fundamentals do not exhibit later-cycle leverage concerns. On valuation, credit spreads appear tight to long-term averages, while absolute yields are still attractive. Although the Fed is still expected to cut rates in 2025, the markets have predicted that the implications of a decisive Trump victory and Republican sweep of Congress would likely be inflationary, thus limiting the Fed's ability to ease to the extent previously anticipated. The decent fundamental backdrop appears to be mostly priced into valuations at current levels. Sentiment towards US investment grade is positive overall with soft landing and further rate cuts still expected in 2025, although not to the previous extent expected. We also expect a moderate increase to gross issuance, with that being somewhat dependent on potential M&A which could pick-up given a more relaxed regulatory environment. Technicals are also supported by demand for credit which remains strong as investors focus on still attractive all-in yields and limited concerns around credit spreads. Overall, we continue to view the current backdrop as supportive and expect corporate spreads to remain well supported around current levels.

### • AXA IM Fixed Income Investment Strategies – US High Yield B/BB

For the year ended December 31, 2024, the ICE BofA BB-B US High Yield Constrained Index had a total return of +6.84%. This solid total return was driven by strong corporate performance, cooling inflation data and an overall resilient economy. Although the amount and pace of rate cutting from the Fed turned out to be less than expected, inflation showed signs of deceleration over the course of the year, which was a positive catalyst for most fixed income assets.

# Directors' Report

## Main's Fund events during the year ending 31 December 2024 (continued)

- **AXA IM Fixed Income Investment Strategies – US High Yield B/BB (continued)**

The AXA IM Fixed Income Investment Strategies - US High Yield B/BB fund outperformed its benchmark, the ICE BofA BB-B US High Yield Constrained Index in 2024 on a gross basis (USD), while its net performance was more broadly in line. The Fund captured approximately 110% (gross, USD) of the benchmark's return during the period. Security selection across the risk spectrum was the main driver of the fund's outperformance while its macro risk positioning was largely neutral. The portfolio's performance also benefitted from participating in a number of new issues during the year.

From a sector perspective, security selection within the Telecommunications and Financial Services sectors were the top two positive contributors to relative performance. Whereas selection in the Media and Transportation sectors were the largest detractors. An overweight allocation within the Healthcare sector also added to relative performance while being underweight the Financial Services sector detracted.

The Fund finished the year with a yield-to-worst of 6.73% (ex-cash) which compares to the benchmark yield-to-worst of 6.87%. The Fund's duration-to-worst (ex-cash) was 3.3, or slightly below the benchmark's level of 3.4. We continue to believe that the default rate of the US high yield bond market is unlikely to increase to a level significantly higher than its long-term average. Based on our outlook for the economy and current valuations, we maintain that the US High Yield market can deliver an attractive carry-driven total return over the next 12 months.

- **AXA IM Fixed Income Investment Strategies – Euro Credit Opportunities Target 2028**

After a very strong end to 2023, during which most serious recessionary and inflationary fears seemed to have been left behind, our and most people's base case for 2024 was for a so-called "soft-landing." That is, a year that would (finally) see lower interest rates and, at worst, a mild recession in developed economies. Looking at the total return figures in various markets, it's clear this scenario is the one that broadly played out: European and US high yield were up +8.7% (EUR-hedged) and +8.2% respectively; European investment grade rose +4.6%; the Eurostoxx 600 added +9.6%; and the S&P 500 gained an impressive +25%. On the back of the +12.2% rise posted in 2023, for our asset class this caps a remarkable recovery (and then some!) from the -11.5% lost in 2022.

The figures above do not necessarily tell the whole story, though. Government bond indices fell as 10yr Treasury, Bund and Gilt yields rose for the fourth straight year. And the period was not without bouts of underperformance for risky assets either – in April, an increase in tensions in the Middle East caused markets to sell-off. And after causing widespread volatility in early June, French risk continued to fare particularly poorly after President Macron's gamble of snap legislative elections left politics gridlocked. Indeed, right at the end of the year in December, the first successful no-confidence vote since 1962 brought down the government and pushed the Franco-German 10yr spread to its widest level since 2012 (+88bps).

Still, through all of the above European high yield simply kept chalking up steady returns. Only one negative month, in April, and that only at -0.05%. Partly, of course, this was a direct function of the high level of carry – the yield on our universe having started the year at 6.6%. But the total return figure of +8.7% also reflected a spread tightening of over 50bps. Interestingly, this year the different ratings cohorts ended up in a very similar place - +8.3% for BBs, +9.1% for Bs and +8.0% for CCCs. Also in a similar place was US high yield: though a rates-driven fall of -0.4% in December meant the European market just edged in front for the 12-month period, its final total return of +8.2% was very much in-line with ours.

[Sources: all Bloomberg]

# Directors' Report

## Main's Fund events during the year ending 31 December 2024 (continued)

- **AXA IM Fixed Income Investment Strategies – Euro Credit Opportunities Target 2028 (continued)**

### Performance

Since launch in October, the Fund has generated a total return of +0.07% (net of fees) and +0.17% (gross of fees).

For the two-month period during which the subscription window was open, the Fund was entirely invested in cash and money market instruments. Upon the closure of this window in mid-December, the Fund moved into a diversified portfolio of high yield bonds. The performance during 2024 is reflective of this asset allocation.

### Outlook

As mentioned at the top, the base case scenario of a soft landing does seem to be the one which played out in 2024. And as we projected this time a year ago, returns for European High Yield were comprised mainly of carry, with the additional benefit of some spread tightening.

But what we didn't correctly anticipate was that, rolling forwards 12 months, the policy uncertainties which existed at the end of 2023 would largely still be in place in December 2024. We thought that by now, it would be possible to rule out either a deeper recession or persistently elevated levels of inflation – respectively, the 'hard landing' and 'no landing' tail-risks which we flagged a year ago. And at the end of Q3, this was basically the case. The Federal Reserve ('Fed') had just cut rates by 50 basis points ('bps') at its September meeting; investors were pricing almost continual reductions until the middle of next year; and the ability of the monthly inflation figures to roil markets seemed to have, at least in this cycle, firmly passed.

But in a year of geopolitical shocks, Donald Trump's convincing victory in the US election still took markets by surprise. With an economic agenda based on tariffs and tax cuts, more inflation and higher rates are therefore firmly back on the table. And whilst the policy picture in Europe appears rather different, the ability of the Fed to influence interest rates worldwide should not be underestimated.

The above serves as a rather long way of saying that, as was the case for 2024, we see three possible paths for our asset class in 2025:

1. Still favoured by the market, our central forecast is again that a soft-landing occurs. But with spreads and front-end interest rates having less room to rally further, carry will dominate returns for European high yield. We would expect these to be of the order of the starting level of yield, currently +5.9%.
2. Now firmly back on the agenda... a Fed which has less room for easing, and interest rates which stay higher. High yield should of course be somewhat protected by its naturally shorter duration and healthy levels of income. Though some of the challenges to fundamentals that this would represent would inevitably have to be reflected in wider spreads. We project gains a little lower than in the first scenario.
3. There is still a chance that central banks are behind the curve and developed economies tip into a more severe recession. Spreads would clearly have to widen even more in such an instance, impacting returns. But as detailed below, we do not think all would be doom-and-gloom in our market.

# Directors' Report

## Main's Fund events during the year ending 31 December 2024 (continued)

- **AXA IM Fixed Income Investment Strategies – Euro Credit Opportunities Target 2028 (continued)**

### Outlook (continued)

Though valuations in European high yield appear less compelling than they were 12 months ago, viewed through the lens of the possible outcomes above we think the balance of risk and reward remains very attractive. And ultimately, the events of early November actually give us even more conviction that 2025 will be a year for defensive carry as we wait to see how this cycle ends.

In such a scenario, we might describe a relatively short duration fund, as this one is, a place for 'extra-defensive' carry. With spread curves flat, and government bond curves still inverted, the fund's characteristics screen well compared to the European high yield market in general. It offers most of the yield, but for significantly less duration and a higher credit quality – the former in particular now looks like a shrewd hedge against a Trump-induced resurgence in rates volatility. And with the market fairly priced, the opportunity cost of further upside is limited.

## **Listing on the Global Exchange Market of Euronext Dublin of a Share Class within the Sub-Fund AXA IM Fixed Income Investment Strategies – US Short Duration Bonds**

On 6 March 2024, the management company decided to proceed to the listing of share class A Dis USD (ISIN: LU0931226079) (the "Share Class") of AXA IM Fixed Income Investment Strategies – US Short Duration Bonds (the "Sub-Fund") on the Global Exchange Market of Euronext Dublin.

### Creation/launch sub-fund

- AXA IM Fixed Income Investment Strategies – Euro Credit Opportunities Target 2028. This new sub-fund was launched on 16 October 2024.

The objective of the New Sub-Fund is to seek to generate income by investing essentially in debt securities (including green bonds), based on the assumption of a holding period up to September 29th, 2028 or such other date as mentioned in this respect in the revised prospectus of the Fund (the "Maturity Date"). Accordingly, subscriptions in the New Sub-Fund will be organised during a predetermined subscription period, as will be specified in the revised prospectus of the Fund, and redemption fees, as applicable, will decrease yearly to encourage long-term holding.

# Directors' Report

## Update of the prospectus and the management regulations

Implementation of the following additional changes and updates to the Fund's prospectus, including where relevant, the SFDR annexes:

- create a new unit class named "BE", which will be only available through distributors that entered into specific distribution arrangements with the Company;
- reflect that 'tobacco' is covered by AXA Investment Managers' sectorial exclusion policies;
- refine the environmental and social characteristics promoted by the sub-funds by (i) including the protection of human rights (through the exclusions of debt instruments issued by countries where the worst forms of human right violations are observed) and (ii) replacing the oil sand activities by a broader exclusion encompassing unconventional oil & gas activities;
- include new indicators in the framework on principal adverse impact applicable to the sub-funds;
- clarify that any sub-fund of the Fund may hold cash for more than 20% of its net assets not only in case of exceptionally unfavourable market conditions but also in case of other exceptional circumstances in accordance with and subject to the most recent CSSF FAQ on the Law of 17 December 2010;
- provide that the custody and safekeeping costs linked to securities lending activities will no longer be paid from the lending agent's portion of the gross income generated from such activities but by the Management Company out of the Applied Service Fee and that transaction costs linked to securities lending are part of the direct and indirect operational cost fees paid from the lending agent's portion of the gross income (35%). It is confirmed that this change will not result in an increase of the fees to be borne by the Fund or its sub-funds;
- insert additional information regarding the potential impact of subscribing through financial intermediaries on final investors indemnification rights, in accordance with CSSF Circular 24/856 on the investor protection in case of NAV calculation error, non-compliance with investment rules and other errors at the level of a UCI;
- where applicable within the relevant sub-fund's appendices, (i) update of the section relating to the risk linked to the contingent convertible bonds to add the liquidity risk associated with stressed market conditions and (ii) clarification that the sub-fund's holding of certain money market instruments, money market funds and bank deposits is for treasury purposes; and
- include a limited number of minor clerical changes and other changes and updates throughout the Fund's prospectus, including an update (i) of the name of the person representing AXA Investment Managers S.A. in the board of directors of the Company, (ii) of the address in the United States of America of one of the delegate investment managers of the Fund, AXA Investment Managers US Inc. and (iii) of the reference to the website on which the exclusion policies of the relevant sub-funds may be found, as well as the harmonization of the SFDR annexes across AXA IM's funds ranges notably in order to enhance certain wordings.

The prospectus has been updated in September 2024.

# Directors' Report

## Management Company Events during the year ending 31 December 2024

We inform you about the composition within AXA Investment Managers Paris, Management Company as of 31 December 2024:

### Members of the Board of Directors

- Mr. Marco Morelli, Chairman and Director, residing in Italy
- Mrs. Florence Dard, Director, Global Head of Client Group, residing in France
- Mrs. Marion le Morhedec, Director, Group Head of Fixed Income, residing in France
- Mrs. Caroline Portel, Global Chief Operating Officer, permanent representative of AXA Investment Managers, Director, residing in France

### Executive Officers

- Mr. Marco Morelli, Chief Executive Officer, residing in Italy
- Mr. Jean-Louis Laforge, Deputy Chief Executive Officer, residing in France
- Mr. Jean-Christophe Ménoux, Deputy Chief Executive Officer, residing in France
- Mr. René Rauscher-Marroc, Deputy Chief Executive Officer, residing in France

The Board of Directors of the Management Company

Luxembourg, 7 April 2025

Note: the figures stated in this report are historical and not necessarily indicative of future performance.

## Audit report

To the Unitholders of  
**AXA IM Fixed Income Investment Strategies**

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### Our opinion

In our opinion, the accompanying financial statements give a true and fair view of the financial position of AXA IM Fixed Income Investment Strategies (the "Fund") and of each of its sub-funds as at 31 December 2024, and of the results of their operations and changes in their net assets for the year then ended in accordance with Luxembourg legal and regulatory requirements relating to the preparation and presentation of the financial statements.

#### *What we have audited*

The Fund's financial statements comprise:

- the statement of net assets as at 31 December 2024;
- the statement of operations and changes in net assets for the year then ended;
- the schedules of investments and other net assets as at 31 December 2024; and
- the notes to the financial statements, which include a summary of significant accounting policies.

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### Basis for opinion

We conducted our audit in accordance with the Law of 23 July 2016 on the audit profession (Law of 23 July 2016) and with International Standards on Auditing (ISAs) as adopted for Luxembourg by the "Commission de Surveillance du Secteur Financier" (CSSF). Our responsibilities under the Law of 23 July 2016 and ISAs as adopted for Luxembourg by the CSSF are further described in the "Responsibilities of the "Réviseur d'entreprises agréé" for the audit of the financial statements" section of our report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

We are independent of the Fund in accordance with the International Code of Ethics for Professional Accountants, including International Independence Standards, issued by the International Ethics Standards Board for Accountants (IESBA Code) as adopted for Luxembourg by the CSSF together with the ethical requirements that are relevant to our audit of the financial statements. We have fulfilled our other ethical responsibilities under those ethical requirements.

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### Other information

The Board of Directors of the Management Company is responsible for the other information. The other information comprises the information stated in the annual report but does not include the financial statements and our audit report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information identified above and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

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#### **Responsibilities of the Board of Directors of the Management Company for the financial statements**

The Board of Directors of the Management Company is responsible for the preparation and fair presentation of the financial statements in accordance with Luxembourg legal and regulatory requirements relating to the preparation and presentation of the financial statements, and for such internal control as the Board of Directors of the Management Company determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Board of Directors of the Management Company is responsible for assessing the Fund's and each of its sub-funds' ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors of the Management Company either intends to liquidate the Fund or close any of its sub-funds or to cease operations, or has no realistic alternative but to do so.

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#### **Responsibilities of the “Réviseur d’entreprises agréé” for the audit of the financial statements**

The objectives of our audit are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an audit report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Law of 23 July 2016 and with ISAs as adopted for Luxembourg by the CSSF will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with the Law of 23 July 2016 and with ISAs as adopted for Luxembourg by the CSSF, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control;
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control;
- evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors of the Management Company;



- conclude on the appropriateness of the Board of Directors of the Management Company's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's or any of its sub-funds' ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our audit report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our audit report. However, future events or conditions may cause the Fund or any of its sub-funds to cease to continue as a going concern;
- evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and communicate to them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, actions taken to eliminate threats or safeguards applied.

PricewaterhouseCoopers, Société coopérative  
Represented by

Luxembourg, 10 April 2025

Martin Wais

# Statement of Net Assets as at 31 December 2024

	Combined USD	AXA IM Fixed Income Investment Strategies US Short Duration High Yield USD	AXA IM Fixed Income Investment Strategies US Corporate Intermediate Bonds USD
<b>ASSETS</b>			
Investment portfolio at cost (note 2e)	5,431,365,507	2,196,990,350	1,741,890,234
Unrealised appreciation/(depreciation) on investments	(28,323,233)	(14,618,070)	(32,157,675)
<b>Investment portfolio at market value (note 2d)</b>	<b>5,403,042,274</b>	<b>2,182,372,280</b>	<b>1,709,732,559</b>
Cash and cash equivalent	146,614,837	95,045,538	11,956,444
Receivables resulting from sales of investments	924,654	-	-
Receivables resulting from subscriptions	20,058,177	14,853,904	4,028,295
Interest accruals	71,838,677	33,872,890	20,513,378
Accrued securities lending income	268,936	162,421	80,909
Other receivables	111,700	6,982	5,330
<b>Total assets</b>	<b>5,642,859,255</b>	<b>2,326,314,015</b>	<b>1,746,316,915</b>
<b>LIABILITIES</b>			
Bank overdraft	4,457,185	-	-
Payables resulting from redemptions	40,569,301	33,060,177	4,348,599
Net unrealised depreciation on forward foreign exchange contracts (notes 2g, 9)	21,816,536	13,216,416	6,361,218
Accrued expenses	6,011,569	2,762,432	1,552,545
Dividend payable	12,387,151	5,620,406	3,631,755
Other payables	161,803	89,784	33,148
<b>Total liabilities</b>	<b>85,403,545</b>	<b>54,749,215</b>	<b>15,927,265</b>
<b>NET ASSET VALUE</b>	<b>5,557,455,710</b>	<b>2,271,564,800</b>	<b>1,730,389,650</b>

# Statement of Net Assets as at 31 December 2024

	AXA IM Fixed Income Investment Strategies Europe Short Duration High Yield EUR	AXA IM Fixed Income Investment Strategies US High Yield B/BB USD	AXA IM Fixed Income Investment Strategies Euro Credit Opportunities Target 2028 EUR
<b>ASSETS</b>			
Investment portfolio at cost (note 2e)	1,365,910,300	27,186,736	49,153,135
Unrealised appreciation/(depreciation) on investments	17,232,914	796,136	(181,851)
<b>Investment portfolio at market value (note 2d)</b>	<b>1,383,143,214</b>	<b>27,982,872</b>	<b>48,971,284</b>
Cash and cash equivalent	37,757,271	309,845	198,316
Receivables resulting from sales of investments	892,954	-	-
Receivables resulting from subscriptions	1,135,662	-	-
Interest accruals	15,667,619	493,499	709,889
Accrued securities lending income	24,728	-	-
Other receivables	95,981	-	-
<b>Total assets</b>	<b>1,438,717,429</b>	<b>28,786,216</b>	<b>49,879,489</b>
<b>LIABILITIES</b>			
Bank overdraft	4,304,380	-	-
Payables resulting from redemptions	3,052,173	-	-
Net unrealised depreciation on forward foreign exchange contracts (notes 2g, 9)	2,155,310	289	6,557
Accrued expenses	1,537,257	30,071	72,131
Dividend payable	3,027,513	-	-
Other payables	37,508	-	29
<b>Total liabilities</b>	<b>14,114,141</b>	<b>30,360</b>	<b>78,717</b>
<b>NET ASSET VALUE</b>	<b>1,424,603,288</b>	<b>28,755,856</b>	<b>49,800,772</b>

# Statement of Operations and Changes in Net Assets for the year ended 31 December 2024

	Combined	AXA IM Fixed Income Investment Strategies US Short Duration High Yield	AXA IM Fixed Income Investment Strategies US Corporate Intermediate Bonds
	USD	USD	USD
<b>NET ASSET VALUE AT THE BEGINNING OF THE YEAR</b>	<b>6,657,981,786 *</b>	<b>3,209,816,504</b>	<b>2,084,539,387</b>
<b>INCOME</b>			
Interest on investment portfolio, net	324,695,300	174,262,165	85,590,038
Securities lending income (note 11)	1,933,592	1,041,100	392,043
Other income	256,754	178,957	-
<b>Total income</b>	<b>326,885,646</b>	<b>175,482,222</b>	<b>85,982,081</b>
<b>EXPENSES</b>			
Distribution fees (note 4)	485,428	100,571	166,254
Management fees (note 5)	33,329,533	17,002,798	8,218,117
Transaction fees (note 7)	61,240	-	23,737
Securities lending expenses (note 11)	676,757	364,385	137,215
Applied service fee (note 6)	7,617,641	3,952,235	2,219,612
<b>Total expenses</b>	<b>42,170,599</b>	<b>21,419,989</b>	<b>10,764,935</b>
<b>NET INCOME FROM INVESTMENTS FOR THE YEAR</b>	<b>284,715,047</b>	<b>154,062,233</b>	<b>75,217,146</b>
<b>Net realised gain/(loss)</b>			
- on sales of investments (note 2f)	(109,082,853)	(69,253,556)	(32,542,575)
- on spot foreign exchange	9,872,696	3,150,844	1,367,645
- on forward foreign exchange contracts (notes 2g, 9)	(117,909,576)	(80,285,759)	(30,876,288)
<b>Net realised loss for the year</b>	<b>(217,119,733)</b>	<b>(146,388,471)</b>	<b>(62,051,218)</b>
<b>Net change in unrealised appreciation/(depreciation)</b>			
- on investments	117,838,149	71,501,370	15,913,718
- on forward foreign exchange contracts (notes 2g, 9)	(35,735,675)	(23,130,789)	(9,977,591)
<b>Net change in net assets for the year resulting from operations</b>	<b>149,697,788</b>	<b>56,044,343</b>	<b>19,102,055</b>
Net proceeds from subscriptions/(redemptions)	(1,215,938,683)	(973,277,823)	(365,584,463)
Dividends paid (note 10)	(34,285,181)	(21,018,224)	(7,667,329)
<b>NET ASSET VALUE AT THE END OF THE YEAR</b>	<b>5,557,455,710</b>	<b>2,271,564,800</b>	<b>1,730,389,650</b>

\*The opening balance was combined at the exchange ruling used at Year end. With the exchange rates prevailing as at 31 December 2023, this amount was equal to 6,747,596,155 USD. Please refer to note 2b) for more details.

# Statement of Operations and Changes in Net Assets for the year ended 31 December 2024

	AXA IM Fixed Income Investment Strategies Europe Short Duration High Yield EUR	AXA IM Fixed Income Investment Strategies US High Yield B/BB USD	AXA IM Fixed Income Investment Strategies Euro Credit Opportunities Target 2028 EUR
<b>NET ASSET VALUE AT THE BEGINNING OF THE YEAR</b>	<b>1,295,941,698</b>	<b>21,678,267</b>	<b>-</b>
<b>INCOME</b>			
Interest on investment portfolio, net	60,609,460	1,863,241	211,260
Securities lending income (note 11)	483,292	-	-
Other income	75,074	-	56
<b>Total income</b>	<b>61,167,826</b>	<b>1,863,241</b>	<b>211,316</b>
<b>EXPENSES</b>			
Distribution fees (note 4)	177,217	-	33,892
Management fees (note 5)	7,676,082	128,475	30,478
Transaction fees (note 7)	27,987	8,171	339
Securities lending expenses (note 11)	169,152	-	-
Applied service fee (note 6)	1,359,187	23,908	13,953
<b>Total expenses</b>	<b>9,409,625</b>	<b>160,554</b>	<b>78,662</b>
<b>NET INCOME FROM INVESTMENTS FOR THE YEAR</b>	<b>51,758,201</b>	<b>1,702,687</b>	<b>132,654</b>
<b>Net realised gain/(loss)</b>			
- on sales of investments (note 2f)	(7,362,965)	338,915	(1,243)
- on spot foreign exchange	5,131,101	26,125	14,319
- on forward foreign exchange contracts (notes 2g, 9)	(6,521,616)	(1,185)	6,557
<b>Net realised loss for the year</b>	<b>(8,753,480)</b>	<b>363,855</b>	<b>19,633</b>
<b>Net change in unrealised appreciation/(depreciation)</b>			
- on investments	30,130,312	(588,570)	(181,851)
- on forward foreign exchange contracts (notes 2g, 9)	(2,530,297)	(383)	(6,557)
<b>Net change in net assets for the year resulting from operations</b>	<b>70,604,736</b>	<b>1,477,589</b>	<b>(36,121)</b>
Net proceeds from subscriptions/(redemptions)	63,464,510	5,600,000	49,836,893
Dividends paid (note 10)	(5,407,656)	-	-
<b>NET ASSET VALUE AT THE END OF THE YEAR</b>	<b>1,424,603,288</b>	<b>28,755,856</b>	<b>49,800,772</b>

The accompanying notes form an integral part of these financial statements.

## Statistics - Total Net Assets

	Currency	Total Net Assets as at 31 December 2024	Total Net Assets as at 31 December 2023	Total Net Assets as at 31 December 2022
AXA IM Fixed Income Investment Strategies - US Short Duration High Yield	USD	2,271,564,800	3,209,816,504	3,810,645,419
AXA IM Fixed Income Investment Strategies - US Corporate Intermediate Bonds	USD	1,730,389,650	2,084,539,387	2,192,793,711
AXA IM Fixed Income Investment Strategies - Europe Short Duration High Yield	EUR	1,424,603,288	1,295,941,698	1,188,659,712
AXA IM Fixed Income Investment Strategies - US High Yield B/BB	USD	28,755,856	21,678,267	-
AXA IM Fixed Income Investment Strategies - Euro Credit Opportunities Target 2028	EUR	49,800,772	-	-

# Statistics - Number of Units and Net Asset Value per Unit

	Number of Units as at 31 December 2024	Net Asset Value per Unit in class currency as at 31 December 2024	Net Asset Value per Unit in class currency as at 31 December 2023	Net Asset Value per Unit in class currency as at 31 December 2022
<b>AXA IM Fixed Income Investment Strategies - US Short Duration High Yield</b>				
A Capitalisation CHF Hedged (95%)	142,031.032	100.25	98.29	93.39
A Capitalisation EUR Hedged (95%)	3,381,005.268	188.08	179.81	167.46
A Capitalisation GBP Hedged (95%)	23,321.200	131.28	123.71	113.42
A Capitalisation USD	2,327,113.389	242.53	227.83	207.45
A Distribution monthly USD	2,038,788.254	90.47	88.59	84.00
A Distribution semi-annually EUR Hedged (95%)	1,327,784.811	64.97	65.52	64.05
A Distribution semi-annually GBP Hedged (95%)	11,789.177	87.38	86.82	83.54
A Distribution semi-annually USD	592,840.510	82.76	82.02	78.35
B Capitalisation CHF Hedged (95%)	111,251.124	127.10	124.89	119.03
B Capitalisation EUR Hedged (95%)	94,487.511	185.01	177.16	165.43
B Capitalisation GBP Hedged (95%)	6,106.704	125.23	118.31	108.92
B Capitalisation JPY Hedged (95%)	14,213,064.106	108.44	108.77	105.12
B Capitalisation USD	355,141.323	200.82	189.21	172.80
B Distribution semi-annually CHF Hedged (95%)	18,969.762	78.04	80.72	80.36
B Distribution semi-annually EUR Hedged (95%)	6,097.434	66.95	67.58	66.04
B Distribution semi-annually GBP Hedged (95%)	2,538.444	77.16	76.73	73.82
B Distribution semi-annually USD	123,580.032	88.81	88.01	84.07
E Capitalisation EUR Hedged (95%)	75,551.727	127.80	123.29	115.90
E Capitalisation USD	140,530.060	149.65	141.98	130.56
F Capitalisation CHF Hedged (95%)	139,708.127	121.61	119.90	114.55
F Capitalisation EUR Hedged (95%)	613,059.549	154.31	148.34	139.04
F Capitalisation USD	1,240,854.701	186.36	176.19	161.46
F Distribution monthly AUD Hedged (95%)	2,640.770	95.57	95.54	92.68
F Distribution monthly USD	423,628.483	95.67	94.78	90.53
F Distribution semi-annually CHF Hedged (95%)	2,722.294	77.84	80.60	80.26
F Distribution semi-annually EUR Hedged (95%)	170,196.241	66.18	66.71	65.15
I Capitalisation EUR Hedged (95%)	167,757.042	164.92	158.36	148.32
I Capitalisation USD	163,383.607	216.58	204.57	187.30
I Distribution semi-annually USD	117,913.155	83.80	83.05	79.33
Z Capitalisation CHF Hedged (95%)	32,687.571	104.83	103.14	98.30
Z Capitalisation EUR Hedged (95%)	254,151.444	114.72	109.98	102.83
Z Capitalisation USD	249,282.070	138.49	130.60	119.38
Z Distribution semi-annually CHF Hedged (95%)	1,235.300	77.86	80.60	80.31
Z Distribution semi-annually EUR Hedged (95%)	22,386.934	76.75	77.41	75.59
<b>AXA IM Fixed Income Investment Strategies - US Corporate Intermediate Bonds</b>				
A Capitalisation CHF Hedged (95%)	300,286.901	106.02	106.53	104.42
A Capitalisation EUR Hedged (95%)	1,468,993.514	139.39	136.38	131.14
A Capitalisation USD	2,785,335.396	227.22	218.31	205.11
A Distribution semi-annually EUR Hedged (95%)	1,190,370.929	78.73	80.33	80.09
A Distribution semi-annually JPY Hedged (95%)	406.581	7,221.50	7,664.12	7,935.53
A Distribution semi-annually USD	344,999.716	115.10	115.25	112.29
E Capitalisation EUR Hedged (95%)	83,052.278	104.78	103.48	100.47
E Capitalisation USD	11,224.771	125.07	121.44	115.29
F Capitalisation CHF Hedged (95%)	9,957.587	98.82	99.74	98.40
F Capitalisation EUR Hedged (95%)	598,573.198	117.42	115.40	111.57
F Capitalisation USD	2,507,107.763	142.47	137.65	130.04
F Distribution monthly USD	26,216.135	96.99	98.78	97.55

# Statistics - Number of Units and Net Asset Value per Unit

	Number of Units as at 31 December 2024	Net Asset Value per Unit in class currency as at 31 December 2024	Net Asset Value per Unit in class currency as at 31 December 2023	Net Asset Value per Unit in class currency as at 31 December 2022
<b>AXA IM Fixed Income Investment Strategies - US Corporate Intermediate Bonds (continued)</b>				
F Distribution semi-annually USD	338,878.936	98.62	98.76	96.24
I Capitalisation EUR Hedged (95%)	75,139.327	116.91	114.54	110.31
I Capitalisation USD	421,430.966	168.81	162.52	153.00
I Distribution semi-annually EUR Hedged (95%)	20,984.091	75.19	76.65	76.48
I Distribution semi-annually USD	93,049.390	94.50	94.62	92.20
N Capitalisation USD	40,758.416	104.43	102.16	-
N Distribution semi-annually USD	1,519.009	101.18	101.30	-
U Capitalisation USD	111,669.601	107.28	103.80	98.21
U Distribution semi-annually USD	11,634.274	96.05	96.17	93.71
Z Capitalisation CHF Hedged (95%)	30,806.777	93.18	93.73	92.12
Z Capitalisation EUR Hedged (95%)	307,250.705	108.28	106.11	102.17
Z Capitalisation USD	626,529.989	126.97	122.24	115.07
ZF Capitalisation CHF Hedged (95%)	444.720	102.38	102.94	-
ZF Capitalisation EUR Hedged (95%)	3,267.552	106.51	104.30	-
ZF Capitalisation USD	94,313.847	109.72	105.54	-
ZF Distribution monthly USD	218.810	98.67	99.97	-
<b>AXA IM Fixed Income Investment Strategies - Europe Short Duration High Yield</b>				
A Capitalisation CHF Hedged (95%)	153,864.135	110.72	107.82	101.90
A Capitalisation EUR	4,802,653.548	157.17	149.08	137.95
A Capitalisation USD Hedged (95%)	21,708.939	189.15	176.50	159.90
A Distribution semi-annually EUR	1,284,535.311	86.04	84.94	81.26
B Capitalisation CHF Hedged (95%)	198,416.000	122.60	119.76	113.53
B Capitalisation EUR	889,942.953	150.96	143.62	133.30
B Capitalisation GBP Hedged	2,786.686	119.81	112.55	103.13
B Capitalisation USD Hedged (95%)	37,999.527	168.47	157.77	143.54
B Distribution semi-annually EUR	137,880.363	87.94	86.82	83.06
E Capitalisation EUR	376,372.379	137.92	132.12	123.48
E Capitalisation USD Hedged (95%)	11,123.033	139.73	131.75	120.63
E Distribution semi-annually USD Hedged (95%)	4,913.108	109.40	106.24	99.54
F Capitalisation CHF Hedged (95%)	46,914.490	115.92	113.63	108.05
F Capitalisation EUR	1,155,308.485	144.53	137.97	128.50
F Capitalisation USD Hedged (95%)	28,063.793	154.25	144.96	132.30
F Distribution semi-annually CHF Hedged (95%)	39,150.000	78.91	80.01	78.14
F Distribution semi-annually EUR	169,405.491	86.10	85.01	81.34
M Capitalisation EUR	448,423.953	119.91	113.23	104.31
Z Capitalisation CHF Hedged (95%)	36,836.000	110.40	107.95	102.45
Z Capitalisation EUR	361,294.232	122.08	116.27	108.01
Z Capitalisation USD Hedged (95%)	198.395	127.68	119.78	108.90
Z Distribution semi-annually EUR	78,446.775	91.26	90.10	86.21
<b>AXA IM Fixed Income Investment Strategies - US High Yield B/BB</b>				
A Capitalisation EUR Hedged (95%)	200.000	113.58	107.90	-
A Capitalisation USD	56,000.000	99.90	-	-
I Capitalisation USD	200,000.000	115.69	108.27	-
<b>AXA IM Fixed Income Investment Strategies - Euro Credit Opportunities Target 2028</b>				
BE Distribution semi-annually EUR	497,385.635	100.13	-	-

# Schedule of Investments and Other Net Assets as at 31 December 2024 (in USD)

Description	Quantity/ Nominal Value	Market Value*	% of net assets	Description	Quantity/ Nominal Value	Market Value*	% of net assets				
<b>TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL EXCHANGE LISTING OR DEALT IN ON ANOTHER REGULATED MARKET</b>											
<b>BONDS</b>											
<b>Bermuda</b>											
Carnival Holdings Bermuda Ltd 10.375% 01/05/2028	22,050,000	23,507,872	1.03	Cheplapharm Arzneimittel 5.5% 15/01/2028	7,112,000	6,478,838	0.29				
		<b>23,507,872</b>	<b>1.03</b>			<b>6,478,838</b>	<b>0.29</b>				
<b>Canada</b>											
1011778 B.C. Unlimited Liability/New Red Finance 5.625% 15/09/2029	4,914,000	4,846,538	0.21	Ardagh Packaging Finance 4.125% 15/08/2026	28,990,000	26,122,309	1.15				
Automation Tooling Syste 4.125% 15/12/2028	5,385,000	5,011,543	0.22	Flutter Treasury DAC 6.375% 29/04/2029	5,814,000	5,903,646	0.26				
Burger King New Red Finance 4.375% 15/01/2028	13,950,000	13,337,300	0.59	GGAM Finance Ltd 6.875% 15/04/2029	12,132,000	12,315,120	0.54				
Burger King New Red Finance 6.125% 15/06/2029	14,862,000	14,928,708	0.66	GGAM Finance Ltd 7.75% 15/05/2026	11,490,000	11,685,767	0.51				
Garda World Security 4.625% 15/02/2027	17,275,000	16,793,577	0.74	GGAM Finance Ltd 8% 15/02/2027	16,307,000	16,832,188	0.74				
Garda World Security 7.75% 15/02/2028	10,628,000	10,976,354	0.48	GGAM Finance Ltd 8% 15/06/2028	13,870,000	14,574,513	0.64				
GFL Environmental Inc 3.75% 01/08/2025	7,085,000	7,024,857	0.31			<b>87,433,543</b>	<b>3.84</b>				
GFL Environmental Inc 5.125% 15/12/2026	3,550,000	3,533,979	0.16	<b>Luxembourg</b>							
Great Canadian Gaming Co 8.75% 15/11/2029	12,298,000	12,600,399	0.55	Atlas LuxCo 4.625% 01/06/2028	18,380,000	17,393,801	0.77				
Intelligent Packaging 6% 15/09/2028	21,328,000	21,045,961	0.93	Camelot Finance SA 4.5% 01/11/2026	16,370,000	15,920,247	0.70				
Methanex Corp 5.125% 15/10/2027	1,420,000	1,390,699	0.06	Dana Financing Lux Sarl 5.75% 15/04/2025	8,569,000	8,550,351	0.38				
Nova Chemicals Corp 5% 01/05/2025	11,682,000	11,634,232	0.51			<b>41,864,399</b>	<b>1.85</b>				
Nova Chemicals Corp 5.25% 01/06/2027	2,580,000	2,509,693	0.11	<b>The Netherlands</b>							
Nova Chemicals Corp 8.5% 15/11/2028	2,580,000	2,736,116	0.12	Trivium Packaging Finance BV 5.5% 15/08/2026	32,724,000	32,380,235	1.43				
Open Text Corp 6.9% 01/12/2027	6,536,000	6,760,041	0.30	Trivium Packaging Finance BV 8.5% 15/08/2027	10,167,000	10,162,869	0.45				
		<b>135,129,997</b>	<b>5.95</b>	Ziggo Bond Company BV 6% 15/01/2027	24,719,000	24,539,980	1.08				
<b>Cayman Islands</b>						<b>67,083,084</b>	<b>2.96</b>				
Seagate Hdd Cayman 4.75% 01/01/2025	1,270,000	1,270,000	0.06	<b>United Kingdom</b>							
		<b>1,270,000</b>	<b>0.06</b>	Belron UK Finance Plc 5.75% 15/10/2029	3,648,000	3,613,560	0.16				
				Ineos Quattro Finance 2 3.375% 15/01/2026	26,502,000	26,374,451	1.16				
				Rolls Royce Plc 3.625% 14/10/2025	6,620,000	6,514,319	0.29				

The accompanying notes form an integral part of these financial statements.  
\*Please refer to note 2d) for more information on valuation of Investments.

# Schedule of Investments and Other Net Assets as at 31 December 2024 (in USD)

Description	Quantity/ Nominal Value	Market Value*	% of net assets	Description	Quantity/ Nominal Value	Market Value*	% of net assets
<b>BONDS (CONTINUED)</b>							
<b>United Kingdom (continued)</b>							
Rolls Royce Plc 5.75% 15/10/2027	3,460,000	3,516,325	0.15	Berry Global Inc 5.625% 15/07/2027	5,903,000	5,899,167	0.26
Virgin Media Secured Finance Plc 5.5% 15/05/2029	420,000	394,412	0.02	Blackstone Mortgage Trust Inc 3.75% 15/01/2027	12,850,000	12,250,517	0.54
		<b>40,413,067</b>	<b>1.78</b>	Block Inc 2.75% 01/06/2026	7,293,000	7,033,105	0.31
<b>United States of America</b>							
ABC Supply Co Inc 4% 15/01/2028	7,155,000	6,861,720	0.30	Blue Racer 6.625% 15/07/2026	15,124,000	15,189,856	0.67
Academy Ltd 6% 15/11/2027	31,168,000	31,028,702	1.37	Blue Racer 7% 15/07/2029	12,152,000	12,424,055	0.55
ACI Worldwide Inc 5.75% 15/08/2026	10,089,000	10,078,480	0.44	Bread Financial Holdings Inc 7% 15/01/2026	7,728,000	7,744,461	0.34
Acushnet Company 7.375% 15/10/2028	6,836,000	7,074,043	0.31	Brinks Company 4.625% 15/10/2027	15,105,000	14,667,928	0.65
Advanced Drainage System Inc 5% 30/09/2027	1,791,000	1,766,724	0.08	Caesars Entertainment Inc 8.125% 01/07/2027	7,130,000	7,207,128	0.32
Aecom Inc 5.125% 15/03/2027	4,763,000	4,721,191	0.21	Carnival Corp 7.625% 01/03/2026	9,080,000	9,100,170	0.40
Albertsons Companies Inc 3.25% 15/03/2026	8,082,000	7,891,816	0.35	CCO Holdings Capital Corp 5.125% 01/05/2027	17,450,000	17,161,467	0.76
Alliant Holdings Intermediate LLC 6.75% 15/04/2028	9,515,000	9,569,530	0.42	CCO Holdings Capital Corp 5.5% 01/05/2026	14,521,000	14,491,773	0.64
Alliant Holdings Intermediate LLC 6.75% 15/10/2027	25,295,000	25,111,358	1.11	CD&R Smokey Buyer-Radio Systems 9.5% 15/10/2029	7,918,000	7,792,585	0.34
Allied Universal Holdco 9.75% 15/07/2027	22,061,000	22,236,517	0.98	CDW LLC 4.125% 01/05/2025	3,303,000	3,282,640	0.14
Amkor Technology Inc 6.625% 15/09/2027	14,580,000	14,586,539	0.64	Charles River Laboratories 4.25% 01/05/2028	5,755,000	5,464,801	0.24
AmWINS Group 6.375% 15/02/2029	8,506,000	8,563,477	0.38	Churchill Downs Inc 5.5% 01/04/2027	17,431,000	17,257,861	0.76
Aramark Services Inc 5% 01/02/2028	11,877,000	11,552,307	0.51	Clarios Global LP/Clarios US Finance 6.25% 15/05/2026	19,843,000	19,885,575	0.88
Aramark Services Inc 5% 01/04/2025	11,311,000	11,293,196	0.50	Clarios Global LP/Clarios US Finance 6.75% 15/05/2028	22,801,000	23,234,196	1.02
Ardagh Metal Packaging 6% 15/06/2027	5,139,000	5,103,470	0.22	Cogent Communications Group 3.5% 01/05/2026	17,294,000	16,759,316	0.74
B&G Foods Inc 8% 15/09/2028	15,773,000	16,233,887	0.71	Commscope Inc 6% 01/03/2026	30,407,000	30,292,975	1.33
Beacon Roofing Supply Inc 4.5% 15/11/2026	16,087,000	15,818,140	0.70	Crown Amer/Cap Corp Vi 4.75% 01/02/2026	2,082,000	2,060,984	0.09
Berry Global Inc 4.5% 15/02/2026	7,003,000	6,907,623	0.30	CSC Holdings LLC 5.5% 15/04/2027	26,970,000	24,168,343	1.06
Berry Global Inc 4.875% 15/07/2026	1,680,000	1,674,577	0.07	Darling Ingredients Inc 5.25% 15/04/2027	8,009,000	7,918,270	0.35
				DCP Midstream Operating 5.375% 15/07/2025	1,397,000	1,399,700	0.06

The accompanying notes form an integral part of these financial statements.  
\*Please refer to note 2d) for more information on valuation of Investments.

# Schedule of Investments and Other Net Assets as at 31 December 2024 (in USD)

Description	Quantity/ Nominal Value	Market Value*	% of net assets	Description	Quantity/ Nominal Value	Market Value*	% of net assets
<b>BONDS (CONTINUED)</b>							
<b>United States of America (continued)</b>							
Delek Logistics Partners 7.125% 01/06/2028	5,735,000	5,735,900	0.25	Iron Mountain Inc 5.25% 15/03/2028	11,255,000	11,017,789	0.49
Delek Logistics Partners 8.625% 15/03/2029	16,063,000	16,622,986	0.73	Jeld Wen Inc 4.875% 15/12/2027	13,363,000	12,711,424	0.56
Ellucian Holdings Inc 6.5% 01/12/2029	3,875,000	3,886,330	0.17	Kar Auction Services Inc 5.125% 01/06/2025	6,928,000	6,916,012	0.30
Energizer Holdings Inc 6.5% 31/12/2027	24,438,000	24,547,116	1.08	Kinetik Holdings Lp 6.625% 15/12/2028	21,773,000	22,289,653	0.98
ESAB Corp 6.25% 15/04/2029	4,922,000	4,989,380	0.22	Labl Inc 5.875% 11/01/2028	5,275,000	4,709,395	0.21
Ford Motor Credit Co LLC 2.3% 02/10/2025	1,665,000	1,659,543	0.07	Labl Inc 9.5% 01/11/2028	10,915,000	10,943,281	0.48
Ford Motor Credit Co LLC 6.95% 10/06/2026	2,435,000	2,491,713	0.11	Live Nation Entertainment 6.5% 15/05/2027	13,661,000	13,823,470	0.61
Gen Digital Inc 6.75% 30/09/2027	29,264,000	29,730,443	1.31	Magnera Corp 4.75% 15/11/2029	9,600,000	8,537,254	0.38
Genesis Energy LP 8% 15/01/2027	13,442,000	13,688,989	0.60	Matthews International C 8.625% 01/10/2027	14,821,000	15,469,878	0.68
Getty Images Inc 9.75% 01/03/2027	27,502,000	27,437,109	1.21	Mauser Packaging Solut 7.875% 15/04/2027	28,725,000	29,341,438	1.29
Gray Television Inc 10.5% 15/07/2029	15,349,000	15,364,753	0.68	Medline Borrower LP 6.25% 01/04/2029	3,688,000	3,731,496	0.16
Gray Television Inc 7% 15/05/2027	30,278,000	29,403,147	1.29	MGM Resorts International 6.125% 15/09/2029	13,172,000	13,165,597	0.58
Hanesbrands Inc 4.875% 15/05/2026	19,704,000	19,415,802	0.85	Minerals Technologies Inc 5% 01/07/2028	1,662,000	1,608,774	0.07
HCA Holdings Inc 5.375% 01/02/2025	1,971,000	1,971,458	0.09	Mozart Debt Merger Sub 3.875% 01/04/2029	11,200,000	10,381,359	0.46
Herc Holdings Inc 5.5% 15/07/2027	930,000	921,771	0.04	Nationstar Mortgage Holdings Inc 5% 01/02/2026	11,881,000	11,799,158	0.52
Herc Holdings Inc 6.625% 15/06/2029	7,336,000	7,435,251	0.33	Nationstar Mortgage Holdings Inc 5.5% 15/08/2028	4,350,000	4,227,380	0.19
Hillenbrand Inc 6.25% 15/02/2029	18,956,000	18,967,377	0.83	NCL Corp Ltd 5.875% 15/03/2026	900,000	899,440	0.04
Hilton Domestic Operating Company 5.375% 01/05/2025	2,091,000	2,086,154	0.09	NCL Corp Ltd 8.375% 01/02/2028	7,477,000	7,823,571	0.34
Indigo Merger Sub Inc 2.875% 15/07/2026	8,794,000	8,482,611	0.37	Newell Brands Inc 5.7% 01/04/2026	15,588,000	15,594,838	0.69
International Game Tech 4.125% 15/04/2026	8,662,000	8,541,493	0.38	Newell Brands Inc 6.375% 15/09/2027	13,303,000	13,390,454	0.59
Iqvia Inc 5% 15/05/2027	12,415,000	12,232,091	0.54	Nexstar Escrow Inc 5.625% 15/07/2027	32,895,000	32,120,020	1.41
Iqvia Inc 5% 15/10/2026	6,070,000	5,993,489	0.26	Nortonlifelock Inc 5% 15/04/2025	14,504,000	14,488,798	0.64
Iqvia Inc 5.7% 15/05/2028	1,700,000	1,720,400	0.08	Novelis Corp 3.25% 15/11/2026	10,477,000	9,988,724	0.44

The accompanying notes form an integral part of these financial statements.  
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# Schedule of Investments and Other Net Assets as at 31 December 2024 (in USD)

Description	Quantity/ Nominal Value	Market Value*	% of net assets	Description	Quantity/ Nominal Value	Market Value*	% of net assets
<b>BONDS (CONTINUED)</b>							
<b>United States of America (continued)</b>							
NuStar Logistics LP 5.75% 01/10/2025	19,399,000	19,459,362	0.86	Sirius Xm Radio Inc 3.125% 01/09/2026	20,312,000	19,529,002	0.86
Olin Corp 5.125% 15/09/2027	9,881,000	9,678,825	0.43	Sirius Xm Radio Inc 5% 01/08/2027	25,138,000	24,469,759	1.08
Outfront Media Capital LLC 5% 15/08/2027	16,940,000	16,498,500	0.73	Six Flags Entertainment Corp 7% 01/07/2025	2,108,000	2,113,111	0.09
Owens Brockway 6.625% 13/05/2027	31,490,000	31,501,139	1.39	Solaris Midstream Holding 7.625% 01/04/2026	8,880,000	8,930,465	0.39
Panther BF Aggregator 2 LP 8.5% 15/05/2027	2,358,000	2,366,008	0.10	Specialty Building Produ 7.75% 15/10/2029	5,153,000	5,247,408	0.23
Park Intermed Holdings 5.875% 01/10/2028	11,850,000	11,589,488	0.51	SS&C Technologies Inc 5.5% 30/09/2027	23,259,000	23,055,870	1.01
Pebblebrook Hotel/Financ 6.375% 15/10/2029	11,289,000	11,185,189	0.49	Standard Industries Inc 4.75% 15/01/2028	4,355,000	4,171,420	0.18
Penske Automotive Group 3.5% 01/09/2025	3,687,000	3,647,919	0.16	Standard Industries Inc 5% 15/02/2027	18,669,000	18,284,947	0.80
Perform Group Financing 5.5% 15/10/2027	16,315,000	16,193,979	0.71	Starwood Property Trust 3.625% 15/07/2026	12,813,000	12,375,947	0.54
Post Holdings Inc 5.5% 15/12/2029	5,205,000	5,042,157	0.22	Starwood Property Trust 4.375% 15/01/2027	15,129,000	14,639,422	0.64
Prestige Brands Inc 5.125% 15/01/2028	5,215,000	5,088,936	0.22	Station Casinos LLC 4.5% 15/02/2028	17,215,000	16,347,246	0.72
Prime Security Services Borrower 5.75% 15/04/2026	16,248,000	16,253,520	0.72	Summit Midstream Holding 8.625% 31/10/2029	8,543,000	8,868,958	0.39
Prime Security Services Borrower 6.25% 15/01/2028	18,136,000	18,057,448	0.79	Sunoco LP 6% 15/04/2027	12,646,000	12,630,153	0.56
PTC Inc 3.625% 15/02/2025	6,695,000	6,695,668	0.29	Sunoco LP 7% 01/05/2029	15,411,000	15,826,462	0.70
Regal Rexnord Corp 6.05% 15/02/2026	5,411,000	5,462,778	0.24	T Mobile USA Inc 2.25% 15/02/2026	1,681,000	1,633,936	0.07
Ritchie Bros Holdings Inc 6.75% 15/03/2028	9,617,000	9,844,346	0.43	T Mobile USA Inc 2.625% 15/04/2026	1,768,000	1,724,225	0.08
RIJ Lodging Trust 3.75% 01/07/2026	15,005,000	14,604,852	0.64	Tegna Inc 4.75% 15/03/2026	10,851,000	10,738,538	0.47
Rocket Mortgage LLC 2.875% 15/10/2026	12,257,000	11,638,202	0.51	Tenet Healthcare Corp 6.125% 01/10/2028	2,465,000	2,462,633	0.11
Royal Caribbean Cruises Ltd 5.375% 15/07/2027	6,595,000	6,558,714	0.29	Tenet Healthcare Corp 6.25% 01/02/2027	14,185,000	14,184,952	0.62
SBA Communications Corp 3.875% 15/02/2027	3,345,000	3,204,876	0.14	United Rentals North America 6% 15/12/2029	9,050,000	9,136,998	0.40
Sealed Air Corp 4% 01/12/2027	10,830,000	10,389,370	0.46	Univision Communications 6.625% 01/06/2027	23,637,000	23,569,568	1.04
Sealed Air Corp 6.125% 01/02/2028	13,498,000	13,553,781	0.60	US Foods Inc 6.875% 15/09/2028	15,998,000	16,389,551	0.72
Shift4 Payments LLC 4.625% 01/11/2026	6,195,000	6,139,648	0.27	Varex Imaging Corp 7.875% 15/10/2027	5,605,000	5,740,253	0.25

The accompanying notes form an integral part of these financial statements.  
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# Schedule of Investments and Other Net Assets as at 31 December 2024 (in USD)

Description	Quantity/ Nominal Value	Market Value*	% of net assets	Description	Quantity/ Nominal Value	Market Value*	% of net assets
<b>BONDS (CONTINUED)</b>							
<b>United States of America (continued)</b>							
Velocity Vehicle Group LLC 8% 01/06/2029	8,639,000	8,993,715	0.40	United States Treasury Bill 0% 30/01/2025	20,400,000	20,332,962	0.90
Waste Pro Usa Inc 5.5% 15/02/2026	17,694,000	17,751,456	0.78			<b>20,332,962</b>	<b>0.90</b>
Watco Companies 6.5% 15/06/2027	35,726,000	36,015,560	1.59	<b>TOTAL GOVERNMENTS AND SUPRANATIONAL</b>		<b>20,332,962</b>	<b>0.90</b>
Wesco Distribution Inc 6.375% 15/03/2029	23,179,000	23,517,767	1.04	<b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL EXCHANGE LISTING OR DEALT IN ON ANOTHER REGULATED MARKET</b>		<b>2,182,372,280</b>	<b>96.07</b>
Wesco Distribution Inc 7.25% 15/06/2028	10,313,000	10,494,603	0.46	<b>Total Investment in Securities</b>		<b>2,182,372,280</b>	<b>96.07</b>
William Carter 5.625% 15/03/2027	10,924,000	10,841,094	0.48	Cash and cash equivalent		95,045,538	4.18
Williams Scotsman Inc 4.625% 15/08/2028	11,625,000	11,109,671	0.49	Other Net Liabilities		(5,853,018)	(0.25)
Williams Scotsman Inc 6.125% 15/06/2025	30,870,000	30,857,807	1.36	<b>TOTAL NET ASSETS</b>		<b>2,271,564,800</b>	<b>100.00</b>
Williams Scotsman Inc 6.625% 15/06/2029	8,128,000	8,232,250	0.36				
Wyndham Hotels & Resorts Inc 4.375% 15/08/2028	13,476,000	12,863,364	0.57				
XHR LP 4.875% 01/06/2029	1,465,000	1,383,278	0.06				
XPO Logistics Inc 6.25% 01/06/2028	10,554,000	10,638,231	0.47				
Zayo Group Holdings Inc 4% 01/03/2027	11,231,000	10,369,514	0.46				
		<b>1,758,858,518</b>	<b>77.41</b>				
<b>TOTAL BONDS</b>		<b>2,162,039,318</b>	<b>95.17</b>				

The accompanying notes form an integral part of these financial statements.  
\*Please refer to note 2d) for more information on valuation of Investments.

# Schedule of Investments and Other Net Assets as at 31 December 2024 (in USD)

## Forward Foreign Exchange Contracts

Counterparty	Currency Bought	Amount purchased	Currency Sold	Amount sold	Maturity	Unrealised appreciation/ (depreciation) in sub-fund currency
<b>Hedged unit classes</b>						
State Street	EUR	1,031,137,497	USD	1,081,503,059	15/01/2025	(13,244,801)
State Street	USD	127,825,813	EUR	121,716,218	15/01/2025	1,727,835
State Street	USD	54,188	GBP	43,181	15/01/2025	114
State Street	USD	10,952,400	CHF	9,709,052	15/01/2025	228,085
State Street	USD	245,403	JPY	37,745,859	15/01/2025	5,000
State Street	USD	3,220	AUD	5,071	15/01/2025	80
State Street	GBP	5,062,603	USD	6,423,923	15/01/2025	(84,181)
State Street	CHF	60,067,533	USD	67,835,954	15/01/2025	(1,487,232)
State Street	JPY	1,585,189,659	USD	10,446,250	15/01/2025	(350,174)
State Street	AUD	256,934	USD	163,965	15/01/2025	(4,882)
<b>Not allocated to a specific unit class</b>						
State Street	EUR	2,764,784	USD	2,869,983	09/01/2025	(6,346)
State Street	USD	2,141	EUR	2,064	09/01/2025	5
State Street	USD	282	GBP	225	09/01/2025	-
State Street	GBP	33,652	USD	42,099	09/01/2025	44
State Street	CHF	46,773	USD	51,588	09/01/2025	40
State Street	AUD	1,003	USD	624	09/01/2025	(3)
<b>Total</b>						<b>(13,216,416)</b>

## Economical Classification of Schedule of Investments

	% of Net Assets
Industry	45.17
Financial Services	24.23
Communications	6.87
Internet, Software and IT Services	2.45
Electrical Appliances and Components	2.37
Personal Products	1.37
Financial, Investment and Other Diversified Companies	1.28
Hotels, Restaurants and Leisure	1.22
Chemicals	1.16
Healthcare	0.96
Paper and Forest Products	0.93
Automobiles	0.91
Banks	0.90
Textiles, Garments and Leather Goods	0.85
Consumer, Cyclical	0.74
Household Products and Wares	0.59
Mechanical Engineering and Industrial Equipments	0.59
Building Materials and Products	0.56
Real Estate	0.54
Media	0.40
Entertainment	0.38
Utilities	0.31
Commercial Services and Supplies	0.31
Pharmaceuticals and Biotechnology	0.29
Governments and Supranational	0.26
Environmental Control	0.16
Energy and Water Supply	0.08
Metals and Mining	0.07
Oil and Gas	0.06
Technology	0.06
<b>Total</b>	<b>96.07</b>

## **Schedule of Investments and Other Net Assets as at 31 December 2024 (in USD)**

Description	Quantity/ Nominal Value	Market Value*	% of net assets	Description	Quantity/ Nominal Value	Market Value*	% of net assets
<b>TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL EXCHANGE LISTING OR DEALT IN ON ANOTHER REGULATED MARKET</b>				<b>BONDS (CONTINUED)</b>			
<b>BONDS</b>				<b>Ireland (continued)</b>			
<b>Australia</b>				Smurfit Kappa Treasury 5.438% 03/04/2034	12,250,000	12,229,541	0.71
Macquarie Group Ltd FRN 12/01/2027	16,750,000	16,147,355	0.93	Trane Technologies Financing Ltd 5.25% 03/03/2033	5,493,000	5,517,985	0.32
Transurban Finance Co 2.45% 16/03/2031	8,618,000	7,289,734	0.42			<b>42,713,601</b>	<b>2.48</b>
Transurban Finance Co 4.125% 02/02/2026	2,315,000	2,294,660	0.13				
		<b>25,731,749</b>	<b>1.48</b>				
<b>Canada</b>				<b>Japan</b>			
Brookfield Finance Inc 4.35% 15/04/2030	14,990,000	14,451,591	0.84	Takeda Pharmaceutical Co Ltd 2.05% 31/03/2030	5,755,000	4,960,844	0.29
Burger King New Red Finance 3.875% 15/01/2028	9,190,000	8,698,792	0.50			<b>4,960,844</b>	<b>0.29</b>
Canadian Imperial Bank 5.26% 08/04/2029	10,809,000	10,898,633	0.63				
CCL Industries Inc 3.25% 01/10/2026	4,140,000	4,026,961	0.23	<b>Norway</b>			
Element Fleet Management Corp 3.85% 15/06/2025	17,752,000	17,667,189	1.02	Aker BP ASA 3.1% 15/07/2031	7,267,000	6,279,403	0.36
National Bank of Canada FRN 02/07/2027	6,645,000	6,720,487	0.39	Aker BP ASA 4% 15/01/2031	9,507,000	8,771,706	0.51
Rogers Communications Inc 5.3% 15/02/2034	11,963,000	11,664,907	0.67	Var Energi ASA 7.5% 15/01/2028	14,112,000	14,912,051	0.86
The Bank of Nova Scotia 5.35% 07/12/2026	8,078,000	8,184,275	0.47			<b>29,963,160</b>	<b>1.73</b>
Videotron Ltd 3.625% 15/06/2029	12,090,000	11,266,374	0.65	<b>Spain</b>			
		<b>93,579,209</b>	<b>5.40</b>	Banco Santander SA 1.849% 25/03/2026	7,400,000	7,121,981	0.41
<b>France</b>				Banco Santander SA 3.306% 27/06/2029	9,800,000	9,102,137	0.53
BPCE SA FRN 06/10/2026	2,134,000	2,078,686	0.12	Banco Santander SA FRN 14/09/2027	12,000,000	11,350,484	0.66
Orange SA 9% 01/03/2031	6,545,000	7,796,985	0.45			<b>27,574,602</b>	<b>1.60</b>
		<b>9,875,671</b>	<b>0.57</b>	<b>Switzerland</b>			
<b>Ireland</b>				UBS Group AG 4.125% 15/04/2026	13,105,000	12,985,820	0.75
Aercap Ireland Cap/Globa 4.625% 10/09/2029	16,887,000	16,525,818	0.96	UBS Group AG 4.253% 23/03/2028	8,000,000	7,776,378	0.45
ICON Investments Six DAC 5.849% 08/05/2029	2,752,000	2,805,438	0.16			<b>20,762,198</b>	<b>1.20</b>
SMBC Aviation Capital 5.45% 03/05/2028	5,593,000	5,634,819	0.33	<b>The Netherlands</b>			
				Cooperatieve Rabobank UA FRN 24/02/2027	16,341,000	15,649,356	0.90
				ING Groep NV FRN 19/03/2030	10,730,000	10,777,123	0.62
				NXP Funding LLC 2.7% 01/05/2025	6,569,000	6,518,090	0.38
						<b>32,944,569</b>	<b>1.90</b>

The accompanying notes form an integral part of these financial statements.  
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# Schedule of Investments and Other Net Assets as at 31 December 2024 (in USD)

Description	Quantity/ Nominal Value	Market Value*	% of net assets	Description	Quantity/ Nominal Value	Market Value*	% of net assets
<b>BONDS (CONTINUED)</b>							
<b>United Kingdom</b>							
Barclays Bank Plc FRN 12/03/2030	29,340,000	29,634,602	1.72	Atmos Energy Corp 5.45% 15/10/2032	3,481,000	3,566,869	0.21
HSBC Holdings Plc FRN 22/09/2028	36,070,000	33,270,645	1.93	Bank of America Corp FRN 04/02/2033	30,367,000	26,109,653	1.52
Lloyds Banking Group Plc FRN 05/02/2026	7,303,000	7,285,340	0.42	Bank of America Corp FRN 07/02/2030	15,443,000	14,806,239	0.86
Natwest Group Plc FRN 14/06/2027	6,000,000	5,726,811	0.33	Bank of America Corp FRN 23/01/2026	4,163,000	4,159,181	0.24
Natwest Markets Plc 3.479% 22/03/2025	14,329,000	14,281,604	0.83	Bank of New York Mellon Corp FRN 13/06/2028	25,000,000	24,549,256	1.42
		<b>90,199,002</b>	<b>5.23</b>	Berry Global Inc 4.875% 15/07/2026	16,772,000	16,717,859	0.97
<b>United States of America</b>							
AES Corp 1.375% 15/01/2026	21,242,000	20,469,852	1.18	Boardwalk Pipelines Lp 3.4% 15/02/2031	7,334,000	6,567,332	0.38
Agilent Technologies Inc 2.1% 04/06/2030	4,308,000	3,710,513	0.21	Boston Gas Company 3.001% 01/08/2029	3,085,000	2,804,902	0.16
Agilent Technologies Inc 2.75% 15/09/2029	3,000,000	2,726,864	0.16	Brighthouse Financial Inc 5.65% 10/06/2029	10,385,000	10,478,132	0.61
Alcon Finance Corp 2.6% 27/05/2030	8,000,000	7,071,660	0.41	Brixmor Operating Partnership 5.75% 15/02/2035	9,385,000	9,483,443	0.55
Alcon Finance Corp 5.375% 06/12/2032	13,200,000	13,199,560	0.76	Broadcom Inc 5.05% 12/07/2029	8,222,000	8,255,909	0.48
American Express Co FRN 30/10/2026	13,600,000	13,773,456	0.80	Brown & Brown Inc 5.65% 11/06/2034	11,835,000	11,856,036	0.69
Amgen Inc 2.2% 21/02/2027	8,000,000	7,587,272	0.44	Bunge Ltd Finance Corp 1.63% 17/08/2025	3,237,000	3,176,481	0.18
Amgen Inc 5.25% 02/03/2030	10,000,000	10,095,508	0.58	Bunge Ltd Finance Corp 4.65% 17/09/2034	10,977,000	10,367,139	0.60
Amphenol Corp 4.75% 30/03/2026	3,357,000	3,360,842	0.19	Cadence Design Sys Inc 4.3% 10/09/2029	7,633,000	7,484,509	0.43
Amphenol Corp 5% 15/01/2035	11,327,000	11,063,191	0.64	Campbell Soup Co 5.4% 21/03/2034	6,116,000	6,089,279	0.35
Ares Capital Corp 3.875% 15/01/2026	10,020,000	9,911,018	0.57	Cardinal Health Inc 5.125% 15/02/2029	5,123,000	5,136,200	0.30
Arthur J Gallagher & Co 4.85% 15/12/2029	8,960,000	8,922,931	0.52	Carrier Global Corp 5.9% 15/03/2034	2,400,000	2,486,346	0.14
Ashtead Capital Inc 5.8% 15/04/2034	3,467,000	3,471,830	0.20	CenterPoint Energy Resources Corp 4% 01/04/2028	10,610,000	10,312,618	0.60
Ashtead Capital Inc 5.95% 15/10/2033	7,040,000	7,124,186	0.41	Charles Schwab Corp 2.9% 03/03/2032	13,013,000	11,201,827	0.65
AT&T Inc 1.65% 01/02/2028	4,615,000	4,197,807	0.24	Charles Schwab Corp FRN 13/05/2026	2,738,000	2,737,340	0.16
AT&T Inc 2.3% 01/06/2027	9,750,000	9,205,067	0.53	Charter Communications Operating LLC 3.75% 15/02/2028	13,484,000	12,855,169	0.74
AT&T Inc 4.3% 15/02/2030	17,701,000	17,149,183	0.99				
Atmos Energy Corp 1.5% 15/01/2031	2,770,000	2,273,414	0.13				

The accompanying notes form an integral part of these financial statements.  
\*Please refer to note 2d) for more information on valuation of Investments.

# Schedule of Investments and Other Net Assets as at 31 December 2024 (in USD)

Description	Quantity/ Nominal Value	Market Value*	% of net assets	Description	Quantity/ Nominal Value	Market Value*	% of net assets
<b>BONDS (CONTINUED)</b>							
<b>United States of America (continued)</b>							
Charter Communications Operating LLC 4.2% 15/03/2028	7,194,000	6,957,660	0.40	Fidelity National Information Services Inc 4.5% 15/07/2025	6,111,000	6,097,931	0.35
Cheniere Energy Inc 5.65% 15/04/2034	8,835,000	8,891,624	0.51	Fiserv Inc 5.375% 21/08/2028	21,675,000	21,979,245	1.27
Cheniere Energy Inc 5.75% 15/08/2034	9,655,000	9,725,375	0.56	Ford Motor Company 6.1% 19/08/2032	21,015,000	20,921,859	1.21
Cisco Systems Inc 4.95% 26/02/2031	5,000,000	5,019,215	0.29	Ford Motor Credit Co LLC 7.35% 04/11/2027	13,015,000	13,632,007	0.79
Citigroup Inc FRN 03/06/2031	31,090,000	27,108,215	1.58	General Motors Co 5.6% 15/10/2032	19,078,000	19,249,168	1.11
Comcast Corp 4.65% 15/02/2033	8,385,000	8,101,710	0.47	General Motors Financial Co 6.1% 07/01/2034	5,000,000	5,075,068	0.29
Constellation Brands Inc 4.8% 15/01/2029	4,188,000	4,164,577	0.24	Goldman Sachs Group Inc FRN 21/10/2027	25,773,000	24,463,397	1.41
Corebridge Financial Inc 3.65% 05/04/2027	13,310,000	12,943,164	0.75	Goldman Sachs Group Inc FRN 23/07/2030	10,000,000	9,943,853	0.57
Crown Castle Inc 2.1% 01/04/2031	15,000,000	12,422,234	0.72	Goldman Sachs Group Inc FRN 25/04/2035	5,791,000	5,902,903	0.34
Daimler Trucks AG 3.65% 07/04/2027	15,082,000	14,674,195	0.85	GSK Consumer Healthcare 3.375% 24/03/2027	7,344,000	7,129,908	0.41
Darling Ingredients Inc 6% 15/06/2030	10,925,000	10,786,794	0.62	HCA Holdings Inc 5.375% 01/09/2026	20,000,000	20,074,187	1.16
Dell Inc 5.4% 15/04/2034	17,918,000	17,884,838	1.03	Healthpeak Properties 2.125% 01/12/2028	3,806,000	3,422,399	0.20
Dow Chemical Co 5.15% 15/02/2034	9,629,000	9,421,478	0.54	Home Depot Inc 4.85% 25/06/2031	7,000,000	6,999,716	0.40
Duquesne Light Holdings Inc 2.532% 01/10/2030	10,017,000	8,677,937	0.50	Hp Enterprise Co 5% 15/10/2034	6,746,000	6,487,630	0.37
Duquesne Light Holdings Inc 3.616% 01/08/2027	6,210,000	5,990,060	0.35	Indigo Merger Sub Inc 2.875% 15/07/2026	3,394,000	3,273,821	0.19
Enterprise Products Operating 5.35% 31/01/2033	10,714,000	10,803,663	0.62	Ingersoll Rand Inc 5.4% 14/08/2028	15,000,000	15,244,552	0.88
ERAC USA Finance LLC 4.9% 01/05/2033	5,205,000	5,055,396	0.29	Ingredion Inc 2.9% 01/06/2030	8,300,000	7,459,127	0.43
Exelon Corp 3.95% 15/06/2025	7,922,000	7,889,060	0.46	Iqvia Inc 5.7% 15/05/2028	2,943,000	2,978,316	0.17
Exelon Corp 5.15% 15/03/2029	4,688,000	4,713,745	0.27	Iqvia Inc 6.25% 01/02/2029	2,592,000	2,682,116	0.16
Extra Space Storage LP 2.35% 15/03/2032	7,075,000	5,793,360	0.33	JM Smucker Co 5.9% 15/11/2028	12,500,000	12,951,522	0.75
Federal Realty OP LP 5.375% 01/05/2028	9,594,000	9,694,376	0.56	JP Morgan Chase & Co FRN 08/11/2032	14,500,000	12,234,730	0.71
Fidelity National Information Services Inc 1.65% 01/03/2028	5,607,000	5,075,762	0.29	JP Morgan Chase & Co FRN 14/06/2030	8,821,000	8,647,988	0.50
				JP Morgan Chase & Co FRN 23/01/2029	3,038,000	2,915,413	0.17

The accompanying notes form an integral part of these financial statements.  
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# Schedule of Investments and Other Net Assets as at 31 December 2024 (in USD)

Description	Quantity/ Nominal Value	Market Value*	% of net assets	Description	Quantity/ Nominal Value	Market Value*	% of net assets
<b>BONDS (CONTINUED)</b>							
<b>United States of America (continued)</b>							
JP Morgan Chase & Co FRN 25/01/2033	30,392,000	26,278,191	1.53	PNC Bank NA 3.1% 25/10/2027	10,000,000	9,588,294	0.55
Kinder Morgan Energy Partners Ltd 7.3% 15/08/2033	7,345,000	8,181,402	0.47	PNC Financial Services Group FRN 22/01/2035	8,255,000	8,354,035	0.48
Kinder Morgan Energy Partners Ltd 7.4% 15/03/2031	1,377,000	1,512,774	0.09	PPL Electric Utilities 5% 15/05/2033	9,000,000	8,910,267	0.51
Kite Realty Group Trust 4.75% 15/09/2030	9,949,000	9,721,775	0.56	Principal Life Global Funding II 0.875% 12/01/2026	13,780,000	13,251,936	0.77
Kraft Heinz Foods Company 3.75% 01/04/2030	10,000,000	9,458,173	0.55	Public Service Enterprise 1.6% 15/08/2030	14,745,000	12,288,633	0.71
Kroger Co 5% 15/09/2034	12,095,000	11,720,997	0.68	Public Service Enterprise 5.85% 15/11/2027	4,300,000	4,424,513	0.26
Lowes Companies Inc 5.15% 01/07/2033	10,630,000	10,573,248	0.61	Realty Income Corp 4.85% 15/03/2030	5,324,000	5,294,433	0.31
Marriott International Inc 5.55% 15/10/2028	13,832,000	14,136,969	0.82	Realty Income Corp 5.625% 13/10/2032	5,148,000	5,262,075	0.30
Mattel Inc 3.75% 01/04/2029	16,172,000	15,240,307	0.88	RGA Global Funding 5.448% 24/05/2029	4,269,000	4,331,147	0.25
Morgan Stanley FRN 16/01/2030	15,000,000	15,025,640	0.87	Royalty Pharma Plc 1.2% 02/09/2025	9,456,000	9,224,860	0.53
Morgan Stanley FRN 18/02/2026	3,895,000	3,883,792	0.22	Royalty Pharma Plc 2.2% 02/09/2030	1,650,000	1,402,037	0.08
Morgan Stanley FRN 21/01/2033	15,777,000	13,521,415	0.78	State Street Corp FRN 04/08/2033	5,555,000	5,185,380	0.30
National Fuel Gas Co 5.2% 15/07/2025	2,245,000	2,244,311	0.13	State Street Corp FRN 18/05/2034	12,775,000	12,698,474	0.73
Netflix Inc 4.9% 15/08/2034	7,000,000	6,858,915	0.40	Steel Dynamics Inc 5% 15/12/2026	4,115,000	4,114,599	0.24
Nextera Energy Capital 5% 28/02/2030	10,000,000	10,022,292	0.58	Sysco Corp 5.95% 01/04/2030	6,000,000	6,253,343	0.36
Nextera Energy Capital Holdings 2.44% 15/01/2032	11,199,000	9,343,123	0.54	T Mobile USA Inc 3.875% 15/04/2030	15,000,000	14,122,200	0.82
NNN REIT Inc 5.5% 15/06/2034	4,608,000	4,595,708	0.27	T Mobile USA Inc 5.2% 15/01/2033	5,000,000	4,951,379	0.29
Nordson Corp 5.6% 15/09/2028	3,212,000	3,285,592	0.19	Take Two Interactive Software Inc 5% 28/03/2026	19,429,000	19,491,832	1.13
Olin Corp 5% 01/02/2030	9,085,000	8,535,588	0.49	Tennessee Gas Pipeline 7% 15/10/2028	4,315,000	4,590,225	0.27
Oneok Inc 5.8% 01/11/2030	15,000,000	15,467,213	0.89	The Campbells Company 4.75% 23/03/2035	12,955,000	12,222,375	0.71
Oracle Corp 4.3% 08/07/2034	20,000,000	18,398,561	1.06	Triton Container 2.05% 15/04/2026	12,339,000	11,833,718	0.68
Ovintiv Inc 5.65% 15/05/2028	9,274,000	9,407,005	0.54	Triton Container 3.25% 15/03/2032	7,092,000	6,020,895	0.35
Penske Truck Leasing 1.2% 15/11/2025	11,754,000	11,385,619	0.66	Truist Financial Corp FRN 24/01/2030	10,415,000	10,510,678	0.61
Penske Truck Leasing 5.7% 01/02/2028	6,667,000	6,783,790	0.39				

The accompanying notes form an integral part of these financial statements.  
\*Please refer to note 2d) for more information on valuation of Investments.

# Schedule of Investments and Other Net Assets as at 31 December 2024 (in USD)

Description	Quantity/ Nominal Value	Market Value*	% of net assets
<b>BONDS (CONTINUED)</b>			
<b>United States of America (continued)</b>			
UDR Inc 5.125% 01/09/2034	2,909,000	2,823,100	0.16
US Bancorp FRN 23/01/2030	18,231,000	18,386,935	1.06
Verisk Analytics Inc 4% 15/06/2025	603,000	600,793	0.03
Verisk Analytics Inc 5.75% 01/04/2033	8,304,000	8,557,415	0.49
Verizon Communications Inc 2.1% 22/03/2028	8,808,000	8,102,135	0.47
Warnermedia Holdings Inc 4.279% 15/03/2032	12,042,000	10,614,686	0.61
Williams Companies Inc 3.75% 15/06/2027	5,000,000	4,875,113	0.28
Williams Partners Ltd 4% 15/09/2025	4,163,000	4,143,015	0.24
WP Carey Inc 5.375% 30/06/2034	11,738,000	11,654,868	0.67
WRKCO Inc 3.9% 01/06/2028	3,816,000	3,682,999	0.21
		<b>1,331,427,954</b>	<b>76.93</b>
<b>TOTAL BONDS</b>		<b>1,709,732,559</b>	<b>98.81</b>
<b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL EXCHANGE LISTING OR DEALT IN ON ANOTHER REGULATED MARKET</b>			
		<b>1,709,732,559</b>	<b>98.81</b>
<b>Total Investment in Securities</b>		<b>1,709,732,559</b>	<b>98.81</b>
Cash and cash equivalent	11,956,444	0.69	
Other Net Assets	8,700,647	0.50	
<b>TOTAL NET ASSETS</b>		<b>1,730,389,650</b>	<b>100.00</b>

The accompanying notes form an integral part of these financial statements.  
\*Please refer to note 2d) for more information on valuation of Investments.

# Schedule of Investments and Other Net Assets as at 31 December 2024 (in USD)

## Forward Foreign Exchange Contracts

Counterparty	Currency Bought	Amount purchased	Currency Sold	Amount sold	Maturity	Unrealised appreciation/ (depreciation) in sub-fund currency
<b>Hedged unit classes</b>						
State Street	EUR	438,843,013	USD	460,264,023	15/01/2025	(5,622,743)
State Street	USD	16,860,616	EUR	16,104,339	15/01/2025	176,522
State Street	USD	2,942,704	CHF	2,619,859	15/01/2025	48,890
State Street	USD	399	JPY	62,613	15/01/2025	-
State Street	CHF	38,753,556	USD	43,764,631	15/01/2025	(958,663)
State Street	JPY	3,017,968	USD	19,894	15/01/2025	(672)
<b>Not allocated to a specific unit class</b>						
State Street	EUR	2,089,932	USD	2,169,455	09/01/2025	(4,798)
State Street	USD	111,341	EUR	107,260	09/01/2025	246
State Street	JPY	62,613	USD	398	09/01/2025	-
<b>Total</b>						<b>(6,361,218)</b>

## Economical Classification of Schedule of Investments

	% of Net Assets
Industry	32.86
Financial Services	20.40
Banks	18.22
Communications	6.26
Electrical Appliances and Components	5.86
Automobiles	3.11
Healthcare	1.99
Oil and Gas	1.42
Engineering and Construction	1.29
Insurance	1.29
Media	1.27
Mechanical Engineering and Industrial Equipments	1.02
Internet, Software and IT Services	1.00
Machinery	0.88
Retail	0.50
Pharmaceuticals and Biotechnology	0.48
Food and Beverages	0.35
Metals and Mining	0.24
Real Estate	0.20
Building Materials and Products	0.14
Financial, Investment and Other Diversified Companies	0.03
<b>Total</b>	<b>98.81</b>

# Schedule of Investments and Other Net Assets as at 31 December 2024 (in EUR)

Description	Quantity/ Nominal Value	Market Value*	% of net assets	Description	Quantity/ Nominal Value	Market Value*	% of net assets
<b>TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL EXCHANGE LISTING OR DEALT IN ON ANOTHER REGULATED MARKET</b>							
<b>BONDS</b>							
<b>Austria</b>				<b>BONDS (CONTINUED)</b>			
Raiffeisen Bank International FRN 26/01/2027	14,700,000	14,989,002	1.05	<b>France (continued)</b>			
		<b>14,989,002</b>	<b>1.05</b>	Picard Groupe SA 3.875% 01/07/2026	9,569,000	9,547,661	0.67
<b>Czech Republic</b>				Renault SA 1.25% 24/06/2025	2,500,000	2,472,875	0.17
Allwyn International AS 3.875% 15/02/2027	17,823,000	17,831,020	1.25	Renault SA 2.375% 25/05/2026	11,300,000	11,173,208	0.78
		<b>17,831,020</b>	<b>1.25</b>	SNF Group SA 2% 02/01/2026	4,310,000	4,272,557	0.30
<b>Denmark</b>				Société Générale SA FRN 30/06/2031	5,300,000	5,114,235	0.36
Danske Bank FRN 15/05/2031	10,700,000	10,416,236	0.73	Spie SA 2.625% 18/06/2026	10,900,000	10,850,141	0.76
		<b>10,416,236</b>	<b>0.73</b>			<b>168,264,641</b>	<b>11.79</b>
<b>France</b>				<b>Germany</b>			
Afflelou SAS 4.25% 19/05/2026	8,386,000	8,398,411	0.59	Cheplapharm Arzneimittel 3.5% 11/02/2027	18,652,000	17,745,046	1.25
Altice France SA 2.125% 15/02/2025	5,607,000	5,296,302	0.37	Cheplapharm Arzneimittel 4.375% 15/01/2028	2,000,000	1,859,250	0.13
Altice France SA 2.5% 15/01/2025	2,245,000	2,154,442	0.15	Deutsche Bank AG FRN 19/05/2031	12,100,000	12,359,533	0.87
Banijay Entertainment 7% 05/01/2029	6,730,000	7,108,623	0.50	Gruenthal GmbH 3.625% 15/11/2026	10,934,000	10,946,642	0.77
Banijay Group SAS 6.5% 01/03/2026	3,721,250	3,731,018	0.26	HT Troplast AG 9.375% 15/07/2028	9,874,000	10,472,118	0.74
BNP Paribas SA FRN 20/11/2030	14,600,000	14,455,022	1.01	IHO Verwaltungs GmbH 8.75% 15/05/2028	8,620,000	9,117,266	0.64
ELO SA 2.375% 25/04/2025	2,900,000	2,879,247	0.20	Nidda Healthcare Holding 5.625% 21/02/2030	4,418,000	4,558,227	0.32
Fnac Darty SA 6% 04/01/2029	6,049,000	6,352,456	0.45	Nidda Healthcare Holding 7.5% 21/08/2026	14,784,127	15,254,040	1.07
Forvia SE 2.75% 15/02/2027	13,619,000	13,135,348	0.92	Schaeffler AG 4.5% 14/08/2026	11,200,000	11,401,936	0.80
Iliad SA 5.375% 14/06/2027	14,400,000	15,108,264	1.06	Techem Verwaltungsgesell 5.375% 15/07/2029	1,533,000	1,587,115	0.11
Kapla Holding SAS 3.375% 15/12/2026	12,520,000	12,435,490	0.87	Techem Verwaltungsgesell 5.375% 15/07/2029	9,497,000	9,841,266	0.69
Loxam SAS 2.875% 15/04/2026	11,823,000	11,771,934	0.83	TK Elevator Midco GmbH 4.375% 15/07/2027	6,728,000	6,729,682	0.47
Loxam SAS 4.5% 15/02/2027	4,850,000	4,913,244	0.34			<b>111,872,121</b>	<b>7.86</b>
Paprec Holding SA 6.5% 17/11/2027	16,154,000	17,094,163	1.20	<b>Gibraltar</b>			
				888 Acquisitions Ltd 7.558% 15/07/2027	8,930,000	8,749,882	0.61
						<b>8,749,882</b>	<b>0.61</b>

The accompanying notes form an integral part of these financial statements.  
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# Schedule of Investments and Other Net Assets as at 31 December 2024 (in EUR)

Description	Quantity/ Nominal Value	Market Value*	% of net assets	Description	Quantity/ Nominal Value	Market Value*	% of net assets				
<b>BONDS (CONTINUED)</b>											
<b>Greece</b>											
Metlen Energy & Metals SA 2.25% 30/10/2026	10,487,000	10,394,253	0.73	Optics Bidco SpA 3.625% 25/05/2026	13,790,000	13,841,195	0.97				
Metlen Energy & Metals SA 4% 17/10/2029	7,989,000	8,161,802	0.57	Rekeep SpA 7.25% 01/02/2026	17,335,000	16,467,448	1.16				
Public Power Corp 4.375% 30/03/2026	20,445,000	20,527,599	1.44	Teamsystem SpA FRN 15/02/2028	6,210,000	6,245,594	0.44				
		<b>39,083,654</b>	<b>2.74</b>	Telecom Italia SpA 2.75% 15/04/2025	6,700,000	6,679,950	0.47				
<b>Ireland</b>											
AIB Group Plc FRN 30/05/2031	11,862,000	11,765,574	0.83	Telecom Italia SpA 3% 30/09/2025	10,300,000	10,271,418	0.72				
Ardagh Packaging Finance 2.125% 15/08/2026	9,700,000	8,699,930	0.61	Unicredit SpA FRN 15/01/2032	10,730,000	10,538,378	0.74				
Eircorm Finance 3.5% 15/05/2026	17,150,000	17,106,696	1.20	Verde Bidco SpA 4.625% 01/10/2026	9,300,000	9,314,880	0.65				
Energia Group ROI 6.875% 31/07/2028	14,410,000	15,129,635	1.06			<b>146,939,826</b>	<b>10.31</b>				
Flutter Treasury DAC 5% 29/04/2029	14,015,000	14,607,274	1.03	<b>Japan</b>							
James Hardie International Finance 3.625% 01/10/2026	11,945,000	11,953,585	0.84	Softbank Group Corp 2.875% 06/01/2027	15,320,000	15,116,167	1.06				
Virgin Media Vendor Fin 4.875% 15/07/2028	16,940,000	19,145,565	1.34			<b>15,116,167</b>	<b>1.06</b>				
		<b>98,408,259</b>	<b>6.91</b>	<b>Luxembourg</b>							
<b>Isle of Man</b>								Aramark International Finance 3.125% 01/04/2025			
Playtech Plc 4.25% 03/07/2026	6,994,000	6,995,128	0.49		10,625,000	10,623,619	0.75				
		<b>6,995,128</b>	<b>0.49</b>	Contourglobal Power Holding 2.75% 01/01/2026	21,664,000	21,487,439	1.51				
<b>Italy</b>								Monitech Holdco SA 8.75% 01/05/2028	9,131,000	9,483,274	0.67
Banco BPM SpA FRN 21/01/2028	5,000,000	5,287,375	0.37	Summer BC Holdco B Sarl 5.75% 31/10/2026	12,940,000	12,942,426	0.91				
Engineering SpA 5.875% 30/09/2026	12,310,000	12,275,378	0.86			<b>54,536,758</b>	<b>3.84</b>				
Intesa Sanpaolo SpA 4.75% 09/06/2027	6,000,000	6,283,500	0.44	<b>Mexico</b>							
Libra Groupco Spa 5% 15/05/2027	13,150,000	13,168,410	0.92	Cemex SAB de CV 3.125% 19/03/2026	7,890,000	7,853,706	0.55				
Lottomatica SpA 7.125% 01/06/2028	10,682,000	11,240,167	0.79			<b>7,853,706</b>	<b>0.55</b>				
Mundys SpA 1.875% 13/07/2027	11,150,000	10,810,795	0.76	<b>Romania</b>							
Nexi SpA 1.625% 30/04/2026	14,840,000	14,515,338	1.02	RCS & RDS SA 3.25% 05/02/2028	8,600,000	8,328,498	0.58				
						<b>8,328,498</b>	<b>0.58</b>				

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\*Please refer to note 2d) for more information on valuation of Investments.

# Schedule of Investments and Other Net Assets as at 31 December 2024 (in EUR)

Description	Quantity/ Nominal Value	Market Value*	% of net assets	Description	Quantity/ Nominal Value	Market Value*	% of net assets				
<b>BONDS (CONTINUED)</b>											
<b>Spain</b>											
Aedas Homes Opco 4% 15/08/2026	8,020,000	8,016,415	0.56	VZ Vendor Financing II BV 2.875% 15/01/2029	4,900,000	4,506,442	0.32				
Almirall SA 2.125% 30/09/2026	7,160,000	7,092,112	0.50	ZF Europe Finance BV 2% 23/02/2026	14,000,000	13,664,175	0.96				
eDreams ODIGEO SA 5.5% 15/07/2027	9,109,000	9,233,283	0.65			<b>155,541,104</b>	<b>10.94</b>				
Grifols SA 2.25% 15/11/2027	15,420,000	14,756,678	1.04	<b>United Kingdom</b>							
Lorca Telecom Bondco 4% 18/09/2027	17,030,000	17,061,931	1.20	B&M European Value Retail SA 3.625% 15/07/2025	10,331,000	12,494,484	0.88				
Minor Hotels Europe & Americas SA 4% 02/07/2026	14,985,000	15,016,937	1.05	Bellis Finco Plc 4% 16/02/2027	4,700,000	5,375,529	0.38				
		<b>71,177,356</b>	<b>5.00</b>	Belron UK Finance Plc 4.625% 15/10/2029	6,478,000	6,642,671	0.47				
<b>Sweden</b>				Bracken Midco1 Plc FRN 01/11/2027	1,900,000	2,257,054	0.16				
Verisure Holding AB 3.875% 15/07/2026	12,210,000	12,187,106	0.86	Co Operative Bank Holding FRN 07/08/2026	1,550,000	1,924,618	0.14				
Volvo Car AB 2.5% 10/07/2027	8,050,000	7,896,084	0.55	Co Operative Bank Holding FRN 19/09/2028	7,299,000	8,864,159	0.62				
		<b>20,083,190</b>	<b>1.41</b>	Drax Finco Plc 2.625% 01/11/2025	12,260,000	12,164,985	0.85				
<b>The Netherlands</b>											
Darling Global Finance 3.625% 15/05/2026	16,840,000	16,886,415	1.19	EC Finance Plc 3% 15/10/2026	17,780,000	16,979,900	1.19				
Dufry One BV 2% 15/02/2027	14,135,000	13,778,939	0.97	Gatwick Airport Finance 4.375% 07/04/2026	5,640,000	6,720,735	0.47				
IPD 3 BV 8% 15/06/2028	10,128,000	10,710,360	0.75	Heathrow Finance Plc FRN 01/03/2027	5,260,000	6,073,393	0.43				
Nobian Finance 3.625% 15/07/2026	9,180,000	9,096,370	0.64	Ineos Finance Plc 6.625% 15/05/2028	7,500,000	7,801,575	0.55				
Oi European Group BV 6.25% 15/05/2028	14,130,000	14,686,722	1.03	Iron Mountain Uk Plc 3.875% 15/11/2025	18,940,000	22,537,916	1.58				
Phoenix PIB Dutch Finance 2.375% 08/05/2025	15,700,000	15,500,414	1.09	Jaguar Land Rover Automotive Plc 4.5% 15/01/2026	1,800,000	1,815,050	0.13				
PPF Telecom Group BV 2.125% 31/01/2025	9,500,000	9,483,487	0.67	Jerrold Finco Plc 5.25% 15/01/2027	4,700,000	5,622,946	0.39				
PPF Telecom Group BV 3.125% 27/03/2026	9,100,000	9,071,562	0.64	Natwest Group Plc FRN 14/08/2030	15,660,000	18,776,732	1.32				
PPF Telecom Group BV 3.25% 29/09/2027	4,800,000	4,778,758	0.34	Newday Bondco Plc 13.25% 15/12/2026	9,546,300	12,322,829	0.87				
Q Park Holding BV 2% 01/03/2027	17,284,000	16,953,011	1.19	Ocado Group Plc 3.875% 08/10/2026	12,867,000	15,035,548	1.06				
Trivium Packaging Finance BV 3.75% 15/08/2026	5,200,000	5,168,995	0.36	Pinewood Finco Plc 3.25% 30/09/2025	17,264,000	20,546,103	1.44				
United Group BV 4% 15/11/2027	11,350,000	11,255,454	0.79	Pinewood Finco Plc 3.625% 15/11/2027	7,000,000	8,030,246	0.56				

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# Schedule of Investments and Other Net Assets as at 31 December 2024 (in EUR)

Description	Quantity/ Nominal Value	Market Value*	% of net assets	Description	Quantity/ Nominal Value	Market Value*	% of net assets				
<b>BONDS (CONTINUED)</b>											
<b>United Kingdom (continued)</b>											
Punch Finance PL 6.125% 30/06/2026	9,565,000	11,460,501	0.80	AXA IM Euro Liquidity Capitalisation EUR	1,670	79,512,828	5.57				
Rolls Royce Plc 4.625% 16/02/2026	2,650,000	2,691,870	0.19			<b>79,512,828</b>	<b>5.57</b>				
Rolls Royce Plc 5.75% 15/10/2027	14,210,000	17,457,061	1.23	<b>TOTAL OPEN-ENDED INVESTMENT FUNDS</b>							
Virgin Money UK Plc FRN 18/03/2028	4,528,000	4,620,462	0.32	REGULATED MARKET		<b>79,512,828</b>	<b>5.57</b>				
		<b>228,216,367</b>	<b>16.03</b>	<b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL EXCHANGE LISTING OR DEALT IN ON ANOTHER REGULATED MARKET</b>							
<b>United States of America</b>											
Avantor Funding Inc 2.625% 01/11/2025	16,475,000	16,383,959	1.15	Total Investment in Securities		<b>1,383,143,214</b>	<b>97.09</b>				
Ball Corp 1.5% 15/03/2027	4,867,000	4,701,692	0.33	Cash and cash equivalent		37,757,271	2.65				
Belden Inc 3.375% 15/07/2027	12,630,000	12,596,846	0.88	Bank overdraft		(4,304,380)	(0.30)				
Clarios Global LP/Clarios US Finance 4.375% 15/05/2026	4,530,000	4,535,436	0.32	Other Net Assets		8,007,183	0.56				
Coty Inc 4.5% 15/05/2027	5,858,000	5,996,322	0.42	<b>TOTAL NET ASSETS</b>							
Ford Motor Credit Co LLC 4.867% 08/03/2027	3,050,000	3,172,450	0.22			<b>1,424,603,288</b>	<b>100.00</b>				
International Game Tech 3.5% 15/06/2026	18,730,000	18,733,161	1.31								
IQVIA Inc 1.75% 15/03/2026	11,349,000	11,183,412	0.79								
IQVIA Inc 2.875% 15/09/2025	8,229,000	8,199,180	0.58								
Levi Strauss & Co 3.375% 15/03/2027	10,210,000	10,199,024	0.72								
Organon & Co 2.875% 30/04/2028	11,310,000	11,035,506	0.77								
Silgan Holdings Inc 3.25% 15/03/2025	12,520,000	12,490,483	0.88								
		<b>119,227,471</b>	<b>8.37</b>								
<b>TOTAL BONDS</b>		<b>1,303,630,386</b>	<b>91.52</b>								

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# Schedule of Investments and Other Net Assets as at 31 December 2024 (in EUR)

## Forward Foreign Exchange Contracts

Counterparty	Currency Bought	Amount purchased	Currency Sold	Amount sold	Maturity	Unrealised appreciation/ (depreciation) in sub-fund currency
<b>Hedged unit classes</b>						
State Street	EUR	8,204	USD	8,520	15/01/2025	(20)
State Street	EUR	7,393,003	CHF	6,880,225	15/01/2025	56,538
State Street	USD	16,774,354	EUR	15,993,004	15/01/2025	198,459
State Street	GBP	333,843	EUR	403,876	15/01/2025	(341)
State Street	CHF	60,166,336	EUR	64,783,103	15/01/2025	(627,037)
<b>Not allocated to a specific unit class</b>						
BNP Paribas SA	EUR	72,405,785	GBP	60,700,000	28/02/2025	(802,027)
Société Générale	EUR	84,288,952	GBP	70,550,000	31/01/2025	(923,812)
Société Générale	GBP	10,000,000	EUR	12,112,626	31/01/2025	(34,275)
State Street	USD	8,352	EUR	8,046	09/01/2025	18
State Street	CHF	54,419	EUR	57,821	09/01/2025	181
J.P. Morgan SE	EUR	71,742,807	GBP	59,600,000	28/03/2025	(22,994)
				<b>Total</b>		<b>(2,155,310)</b>

## Economical Classification of Schedule of Investments

	% of Net Assets
Financial Services	19.93
Banks	9.50
Communications	9.39
Pharmaceuticals and Biotechnology	6.17
Open-Ended Investment Funds	5.57
Industry	5.38
Automobiles	3.69
Energy and Water Supply	3.66
Healthcare	3.53
Entertainment	3.47
Electrical Appliances and Components	3.17
Internet, Software and IT Services	2.44
Real Estate	2.28
Media	2.22
Consumer, Non-cyclical	2.09
Containers and Packaging	1.97
Mechanical Engineering and Industrial Equipments	1.62
Food and Beverages	1.44
Commercial Services and Supplies	1.19
Diversified Services	1.16
Insurance	1.09
Traffic and Transportation	1.06
Hotels, Restaurants and Leisure	1.05
Governments and Supranational	1.03
Technology	0.92
Retail	0.88
Engineering and Construction	0.76
Financial, Investment and Other Diversified Companies	0.43
<b>Total</b>	<b>97.09</b>

# Schedule of Investments and Other Net Assets as at 31 December 2024 (in USD)

Description	Quantity/ Nominal Value	Market Value*	% of net assets	Description	Quantity/ Nominal Value	Market Value*	% of net assets				
<b>TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL EXCHANGE LISTING OR DEALT IN ON ANOTHER REGULATED MARKET</b>											
<b>BONDS</b>											
<b>Australia</b>											
Nufarm Australia Ltd 5% 27/01/2030	246,000	226,896	0.79	GGAM Finance Ltd 8% 15/02/2027	82,000	84,641	0.29				
		<b>226,896</b>	<b>0.79</b>	GGAM Finance Ltd 8% 15/06/2028	99,000	104,029	0.36				
						<b>188,670</b>	<b>0.65</b>				
<b>Canada</b>											
1011778 B.C. Unlimited Liability/New Red Finance 5.625% 15/09/2029	110,000	108,490	0.38	<b>Luxembourg</b>							
Automation Tooling Syste 4.125% 15/12/2028	117,000	108,886	0.38	Allied Universal Holdco 4.625% 01/06/2028	200,000	188,570	0.66				
Burger King New Red Finance 3.875% 15/01/2028	62,000	58,686	0.20	Camelot Finance SA 4.5% 01/11/2026	155,000	150,742	0.52				
Garuda World Security 4.625% 15/02/2027	105,000	102,074	0.35	Ion Trading Technologies 5.75% 15/05/2028	200,000	190,112	0.66				
Garuda World Security 7.75% 15/02/2028	198,000	204,490	0.71			<b>529,424</b>	<b>1.84</b>				
Great Canadian Gaming Co 8.75% 15/11/2029	76,000	77,869	0.27	<b>The Netherlands</b>							
Husky Injection 9% 15/02/2029	92,000	96,164	0.33	Trivium Packaging Finance BV 5.5% 15/08/2026	200,000	197,899	0.69				
Intelligent Packaging 6% 15/09/2028	159,000	156,897	0.55	VZ Secured Financing BV 5% 15/01/2032	250,000	221,552	0.77				
Nova Chemicals Corp 5.25% 01/06/2027	81,000	78,793	0.27			<b>419,451</b>	<b>1.46</b>				
Nova Chemicals Corp 7% 01/12/2031	44,000	43,841	0.15	<b>United Kingdom</b>							
Nova Chemicals Corp 8.5% 15/11/2028	78,000	82,720	0.29	EG Global Finance Plc 12% 30/11/2028	200,000	223,903	0.78				
Ontario Gaming GTA LP 8% 01/08/2030	136,000	140,485	0.49	Ineos Quattro Finance 2 9.625% 15/03/2029	200,000	211,442	0.74				
Open Text Corp 6.9% 01/12/2027	75,000	77,571	0.27			<b>435,345</b>	<b>1.52</b>				
		<b>1,336,966</b>	<b>4.64</b>	<b>United States of America</b>							
<b>Germany</b>											
Cheplapharm Arzneimittel 5.5% 15/01/2028	200,000	182,195	0.63	Acco Brands Corp 4.25% 15/03/2029	99,000	90,159	0.31				
		<b>182,195</b>	<b>0.63</b>	ACI Worldwide Inc 5.75% 15/08/2026	99,000	98,897	0.34				
				Acrisure LLC 4.25% 15/02/2029	149,000	140,195	0.49				
				Adapthealth Llc 5.125% 01/03/2030	161,000	146,736	0.51				
				ADT Corp 4.875% 15/07/2032	143,000	131,392	0.46				
				Advanced Drainage System Inc 6.375% 15/06/2030	102,000	102,477	0.36				
				Alliant Holdings Intermediate LLC 6.75% 15/04/2028	74,000	74,424	0.26				

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# Schedule of Investments and Other Net Assets as at 31 December 2024 (in USD)

Description	Quantity/ Nominal Value	Market Value*	% of net assets	Description	Quantity/ Nominal Value	Market Value*	% of net assets
<b>BONDS (CONTINUED)</b>							
<b>United States of America (continued)</b>							
Allied Universal Holdco 7.875% 15/02/2031	47,000	48,097	0.17	CCO Holdings Capital Corp 5.5% 01/05/2026	124,000	123,750	0.43
Amentum Holdings Inc 7.25% 01/08/2032	58,000	58,506	0.20	CCO Holdings Capital Corp 6.375% 01/09/2029	180,000	178,661	0.62
AmeriTex HoldCo Intermediate 10.25% 15/10/2028	185,000	197,436	0.69	CD&R Smokey Buyer-Radio Systems 9.5% 15/10/2029	71,000	69,875	0.24
Antero Resources Corp 7.625% 01/02/2029	68,000	69,659	0.24	CDI Escrow Issuer Inc 5.75% 01/04/2030	136,000	133,569	0.46
Aramark Services Inc 5% 01/02/2028	93,000	90,458	0.31	CEC Entertainment Inc 6.75% 01/05/2026	64,000	63,567	0.22
Arcosa Inc 6.875% 15/08/2032	60,000	61,036	0.21	Centene Corp 4.625% 15/12/2029	57,000	53,953	0.19
Aretec Escrow Issuer II Inc 10% 15/08/2030	66,000	72,164	0.25	Central Parent LLC-CDK Global 7.25% 15/06/2029	149,000	147,424	0.51
Ascent Resources/Aru Fin 6.625% 15/10/2032	87,000	86,561	0.30	Champ Acquisition Corp 8.375% 01/12/2031	59,000	60,332	0.21
Avient Corp 7.125% 01/08/2030	99,000	101,552	0.35	Chart Industries Inc 7.5% 01/01/2030	228,000	237,330	0.83
Baldwin Insurance Group 7.125% 15/05/2031	133,000	135,888	0.47	Chart Industries Inc 9.5% 01/01/2031	68,000	73,152	0.25
Ball Corp 6.875% 15/03/2028	93,000	95,199	0.33	Churchill Downs Inc 5.5% 04/01/2027	87,000	86,136	0.30
Beacon Roofing Supply Inc 6.5% 01/08/2030	87,000	88,349	0.31	Clarios Global LP/Clarios US Finance 6.75% 15/05/2028	184,000	187,496	0.65
Blue Racer 6.625% 15/07/2026	99,000	99,431	0.35	Clarivate Science Holdings Corporation 4.875% 01/07/2029	151,000	140,928	0.49
Blue Racer 7.25% 15/07/2032	69,000	70,953	0.25	Cloud Software Group Holdings 6.5% 31/03/2029	267,000	262,403	0.91
Brand Industrial Services 10.375% 01/08/2030	103,000	104,962	0.37	Clydesdale Acquisition 6.625% 15/04/2029	180,000	181,366	0.63
Bread Financial Holdings Inc 9.75% 15/03/2029	131,000	140,914	0.49	Colgate Energy 5.875% 01/07/2029	62,000	60,879	0.21
Caesars Entertainment Inc 7% 15/02/2030	276,000	281,320	0.98	Cougar JV Subsidiary LLC 8% 15/05/2032	66,000	68,574	0.24
Camelot Return Intermediate Holdings 8.75% 01/08/2028	124,000	118,958	0.41	Crescent Energy Finance LLC 7.625% 01/04/2032	138,000	137,418	0.48
Capstone Borrower Inc 8% 15/06/2030	99,000	102,601	0.36	Crocs Inc 4.125% 15/08/2031	93,000	81,388	0.28
Carnival Corp 6% 01/05/2029	72,000	71,885	0.25	Cushman & Wakefield Us 6.75% 15/05/2028	155,000	155,286	0.54
Carnival Corp 7% 15/08/2029	137,000	142,615	0.50	Darling Ingredients Inc 6% 15/06/2030	139,000	137,242	0.48
CCO Holdings Capital Corp 4.5% 01/05/2032	291,000	250,642	0.87	DCLI Bidco Llc 7.75% 15/11/2029	52,000	53,364	0.19
CCO Holdings Capital Corp 4.5% 01/06/2033	155,000	130,590	0.45				

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# Schedule of Investments and Other Net Assets as at 31 December 2024 (in USD)

Description	Quantity/ Nominal Value	Market Value*	% of net assets	Description	Quantity/ Nominal Value	Market Value*	% of net assets
<b>BONDS (CONTINUED)</b>							
<b>United States of America (continued)</b>							
Delek Logistics Partners 7.125% 01/06/2028	105,000	105,016	0.37	Genesis Energy LP 8.875% 15/04/2030	223,000	227,131	0.79
Delek Logistics Partners 8.625% 15/03/2029	91,000	94,172	0.33	Goat Holdco Llc 6.75% 01/02/2032	40,000	39,653	0.14
Dell Inc 4.85% 01/02/2035	76,000	72,200	0.25	Graphic Packaging International LLC 6.375% 15/07/2032	67,000	67,282	0.23
Dun & Bradstreet Corp 5% 15/12/2029	68,000	64,823	0.23	Gray Television Inc 10.5% 15/07/2029	149,000	149,153	0.52
Dycom Industries Inc 4.5% 15/04/2029	112,000	104,704	0.36	Greystar Real Estate 7.75% 01/09/2030	79,000	83,539	0.29
Ellucian Holdings Inc 6.5% 01/12/2029	42,000	42,123	0.15	Group 1 Automotive Inc 6.375% 15/01/2030	76,000	76,342	0.27
Emerald Debt Merger 6.625% 15/12/2030	154,000	154,398	0.54	H.B. Fuller Co 4.25% 15/10/2028	150,000	141,735	0.49
Encino Acquisition Partners 8.5% 01/05/2028	79,000	80,688	0.28	Hanesbrands Inc 4.875% 15/05/2026	74,000	72,918	0.25
Energizer Holdings Inc 4.75% 15/06/2028	112,000	106,827	0.37	Hanesbrands Inc 9% 15/02/2031	174,000	185,699	0.65
Enersys 6.625% 15/01/2032	100,000	100,630	0.35	HCA Holdings Inc 5.45% 01/04/2031	141,000	140,768	0.49
Enova International Inc 9.125% 01/08/2029	98,000	102,026	0.35	Healthequity Inc 4.5% 01/10/2029	175,000	164,256	0.57
Equipmentshare.com Anleihen 9% 15/05/2028	124,000	128,785	0.45	Heartland Dental LLC-Heartland Dental Finance Anleihe 10.5% 30/04/2028	192,000	203,800	0.71
Equipmentshare.com Inc 8.625% 15/05/2032	37,000	38,713	0.13	Herbalife Nutrition 7.875% 01/09/2025	30,000	30,048	0.10
ESAB Corp 6.25% 15/04/2029	66,000	66,904	0.23	Hillenbrand Inc 3.75% 01/03/2031	60,000	52,494	0.18
Fiesta Purchaser Inc 7.875% 01/03/2031	103,000	107,647	0.37	Hillenbrand Inc 6.25% 15/02/2029	98,000	98,059	0.34
Fortrea Holdings Inc 7.5% 01/07/2030	124,000	124,361	0.43	Hilton Domestic Operatin 5.875% 15/03/2033	66,000	64,989	0.23
Fortress Intermediate 7.5% 01/06/2031	52,000	53,088	0.18	Hilton Domestic Operating Company 3.625% 15/02/2032	125,000	108,677	0.38
Freedom Mortgage Corp 12% 01/10/2028	87,000	94,704	0.33	Hilton Domestic Operating Company 5.75% 01/05/2028	42,000	42,021	0.15
Freedom Mortgage Holdings LLC 9.25% 01/02/2029	83,000	85,735	0.30	Howard Hughes Corp 4.375% 01/02/2031	82,000	73,892	0.26
Garden Spinco Corp 8.625% 20/07/2030	165,000	177,793	0.62	Hub International Ltd 7.25% 15/06/2030	129,000	132,331	0.46
Gen Digital Inc 7.125% 30/09/2030	99,000	101,993	0.35	Iqvia Inc 5% 15/05/2027	250,000	246,316	0.86
Genesee & Wyoming Inc 6.25% 15/04/2032	136,000	136,990	0.48	Iqvia Inc 6.25% 01/02/2029	46,000	47,599	0.17
Genesis Energy LP 7.875% 15/05/2032	100,000	98,027	0.34				

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# Schedule of Investments and Other Net Assets as at 31 December 2024 (in USD)

Description	Quantity/ Nominal Value	Market Value*	% of net assets	Description	Quantity/ Nominal Value	Market Value*	% of net assets
<b>BONDS (CONTINUED)</b>							
<b>United States of America (continued)</b>							
Iron Mountain Inc 5% 15/07/2028	229,000	221,526	0.77	Nesco Holdings II Inc 5.5% 15/04/2029	167,000	155,137	0.54
Kaiser Aluminum Corp 4.5% 01/06/2031	155,000	136,817	0.48	New Enterprise Stone & Lime 5.25% 15/07/2028	93,000	90,324	0.31
Kinetik Holdings Lp 5.875% 15/06/2030	197,000	194,055	0.67	Newell Brands Inc 6.625% 15/05/2032	80,000	80,647	0.28
LabI Inc 5.875% 01/11/2028	140,000	124,989	0.43	Newell Brands Inc 6.625% 15/09/2029	84,000	85,578	0.30
LabI Inc 8.625% 01/10/2031	150,000	138,929	0.48	Nexstar Escrow Inc 5.625% 15/07/2027	161,000	157,207	0.55
LCM Investments Holdings 4.875% 01/05/2029	99,000	92,574	0.32	NGL Enrgy Op 8.375% 15/02/2032	157,000	158,369	0.55
Live Nation Entertainment 6.5% 15/05/2027	74,000	74,880	0.26	Nortonlifelock Inc 5% 15/04/2025	149,000	148,844	0.52
Madison IAQ Llc 4.125% 30/06/2028	99,000	93,799	0.33	NuStar Logistics LP 5.75% 01/10/2025	87,000	87,271	0.30
Magnera Corp 7.25% 15/11/2031	133,000	130,006	0.45	Olin Corp 5.625% 01/08/2029	74,000	72,005	0.25
Marriott International 5.35% 15/03/2035	70,000	69,044	0.24	Olympus Water US Holding Corporation 9.75% 15/11/2028	200,000	212,453	0.74
Matthews International C 8.625% 01/10/2027	98,000	102,291	0.36	Open Text Holdings Inc 4.125% 01/12/2031	273,000	242,331	0.84
Mauser Packaging Solut 7.875% 15/04/2027	298,000	304,394	1.07	Outfront Media Capital LLC 5% 15/08/2027	123,000	119,794	0.42
McGraw Hill Global 5.75% 01/08/2028	223,000	217,979	0.76	Owens Brockway 6.625% 13/05/2027	100,000	100,035	0.35
MGM Resorts International 6.125% 15/09/2029	124,000	123,940	0.43	Owens Brockway 7.25% 15/05/2031	74,000	72,111	0.25
Midas Opco Holdings LLC 5.625% 15/08/2029	205,000	195,424	0.68	Panther Escrow Issuer 7.125% 01/06/2031	56,000	56,621	0.20
Minerals Technologies Inc 5% 01/07/2028	203,000	196,499	0.68	Pebblebrook Hotel/Financ 6.375% 15/10/2029	58,000	57,467	0.20
Mozart Debt Merger Sub 5.25% 01/10/2029	143,000	138,140	0.48	Performance Food Group I 4.25% 01/08/2029	112,000	104,043	0.36
Murphy Oil USA Inc 4.75% 15/09/2029	122,000	115,878	0.40	Permian Resourc Optg Llc 6.25% 01/02/2033	58,000	57,299	0.20
Nationstar Mortgage Holdings Inc 7.125% 01/02/2032	55,000	55,764	0.19	Pike Corp 8.625% 31/01/2031	154,000	162,656	0.57
NCL Corp Ltd 8.375% 01/02/2028	99,000	103,589	0.36	Post Holdings Inc 4.5% 15/09/2031	118,000	105,813	0.37
NCR Atleos LLC 9.5% 01/04/2029	119,000	129,025	0.45	Post Holdings Inc 5.5% 15/12/2029	30,000	29,061	0.10
NCR Corp 5.125% 15/04/2029	59,000	56,508	0.20	Post Holdings Inc 6.25% 15/10/2034	81,000	79,108	0.28
Neptune Bidco Us Inc 9.29% 15/04/2029	217,000	202,077	0.70				

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# Schedule of Investments and Other Net Assets as at 31 December 2024 (in USD)

Description	Quantity/ Nominal Value	Market Value*	% of net assets	Description	Quantity/ Nominal Value	Market Value*	% of net assets
<b>BONDS (CONTINUED)</b>							
<b>United States of America (continued)</b>							
Post Holdings Inc 6.375% 01/03/2033	82,000	80,472	0.28	Sonic Automotive Inc 4.875% 15/11/2031	124,000	111,371	0.39
Prestige Brands Inc 3.75% 01/04/2031	118,000	103,686	0.36	Specialty Building Prod 7.75% 15/10/2029	52,000	52,953	0.18
Primo Water Holdings Inc 4.375% 30/04/2029	87,000	80,985	0.28	SS&C Technologies Inc 5.5% 30/09/2027	62,000	61,459	0.21
Raven Acquisition Holdin 6.875% 15/11/2031	132,000	131,006	0.46	SS&C Technologies Inc 6.5% 01/06/2032	198,000	199,923	0.70
Resideo Funding Inc 6.5% 15/07/2032	139,000	139,347	0.48	Standard Industries Inc 4.375% 15/07/2030	118,000	108,205	0.38
Ritchie Bros Holdings Inc 6.75% 15/03/2028	174,000	178,113	0.62	Star Parent Inc 9% 01/10/2030	87,000	90,467	0.31
Rocket Mortgage LLC 2.875% 15/10/2026	93,000	88,305	0.31	Starwood Property Trust 6.5% 01/07/2030	111,000	111,213	0.39
Royal Caribbean Cruises Ltd 5.5% 01/04/2028	143,000	142,033	0.49	Station Casinos LLC 4.625% 01/12/2031	74,000	66,351	0.23
Royal Caribbean Cruises Ltd 6% 01/02/2033	156,000	155,742	0.54	Summit Materials LLC 5.25% 15/01/2029	124,000	124,972	0.43
S&S Holdings 8.375% 01/10/2031	128,000	129,535	0.45	Summit Midstream Holding 8.625% 31/10/2029	164,000	170,257	0.59
Sally Holdings 6.75% 01/03/2032	82,000	82,252	0.29	Sunoco LP 4.5% 30/04/2030	74,000	68,686	0.24
Sc Games Holdin/Us Finco 6.625% 01/03/2030	99,000	94,822	0.33	Sunoco LP 7.25% 01/05/2032	79,000	81,667	0.28
Science Applications Inte 4.875% 01/04/2028	130,000	125,200	0.44	Tegna Inc 4.75% 15/03/2026	62,000	61,357	0.21
Sealed Air Corp 6.125% 01/02/2028	74,000	74,306	0.26	Tegna Inc 5% 15/09/2029	143,000	133,901	0.47
Service Corp International 5.75% 15/10/2032	72,000	69,929	0.24	Tenet Healthcare Corp 6.125% 15/06/2030	109,000	108,277	0.38
Shift4 Payments LLC 4.625% 01/11/2026	155,000	153,615	0.53	Tenet Healthcare Corp 6.25% 01/02/2027	134,000	134,000	0.47
Shift4 Payments LLC 6.75% 15/08/2032	184,000	187,291	0.65	Terex Corp 6.25% 15/10/2032	93,000	91,273	0.32
Simmons Food Inc 4.625% 01/03/2029	62,000	57,368	0.20	Transocean 8.75% 15/02/2030	117,300	121,478	0.42
Sinclair Television Group 4.125% 01/12/2030	109,000	80,442	0.28	UKG Inc 6.875% 01/02/2031	42,000	42,656	0.15
Sirius Xm Radio Inc 3.125% 01/09/2026	161,000	154,794	0.54	Unisys Corp 6.875% 01/11/2027	120,000	117,065	0.41
Sirius Xm Radio Inc 3.875% 01/09/2031	161,000	134,923	0.47	United Rentals North America 6% 15/12/2029	99,000	99,952	0.35
Six Flags Entertainment Corp 6.625% 01/05/2032	155,000	157,220	0.55	United Rentals North America 6.125% 15/03/2034	146,000	145,041	0.50
Solaris Midstream Holding 7.625% 01/04/2026	248,000	249,408	0.87	Univision Communications 8.5% 31/07/2031	172,000	168,865	0.59

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# Schedule of Investments and Other Net Assets as at 31 December 2024 (in USD)

Description	Quantity/ Nominal Value	Market Value*	% of net assets	Description	Quantity/ Nominal Value	Market Value*	% of net assets
<b>BONDS (CONTINUED)</b>							
<b>United States of America (continued)</b>							
Us Acute Care Solutions 9.75% 15/05/2029	136,000	138,769	0.48	Zebra Technologies Corp 6.5% 01/06/2032	64,000	64,980	0.23
US Foods Inc 4.625% 01/06/2030	84,000	79,073	0.27	Zi Tech Llc 3.875% 01/02/2029	372,000	338,718	1.19
US Foods Inc 7.25% 15/01/2032	87,000	90,146	0.31			<b>24,663,925</b>	<b>85.78</b>
Varex Imaging Corp 7.875% 15/10/2027	54,000	55,303	0.19			<b>TOTAL BONDS</b>	<b>27,982,872</b>
Velocity Vehicle Group LLC 8% 01/06/2029	53,000	55,176	0.19				
Verde Purchaser LLC 10.5% 30/11/2030	147,000	158,500	0.55			<b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL EXCHANGE LISTING OR DEALT IN ON ANOTHER REGULATED MARKET</b>	<b>27,982,872</b>
Viking Baked Goods Acqui 8.625% 01/11/2031	142,000	139,850	0.49				
VT Topco Inc 8.5% 15/08/2030	217,000	230,104	0.80			<b>Total Investment in Securities</b>	<b>27,982,872</b>
Wand Newco 3 Inc 7.625% 30/01/2032	73,000	75,055	0.26				
Watco Cos Llc/Finance Co 7.125% 01/08/2032	129,000	133,096	0.46			<b>Cash and cash equivalent</b>	<b>309,845</b>
Weekley Homes LLC 4.875% 15/09/2028	124,000	118,788	0.41			<b>Other Net Assets</b>	<b>463,139</b>
Wesco Distribution Inc 6.625% 15/03/2032	95,000	96,674	0.34			<b>TOTAL NET ASSETS</b>	<b>28,755,856</b>
Wesco Distribution Inc 7.25% 15/06/2028	157,000	159,765	0.56				
Williams Scotsman Inc 7.375% 10/01/2031	99,000	101,929	0.35				
Windsor Holdings III Llc 8.5% 15/06/2030	169,000	178,035	0.62				
Windstream Services 8.25% 01/10/2031	70,000	72,380	0.25				
WR Grace & Co 7.375% 01/03/2031	155,000	159,009	0.55				
Wyndham Hotels & Resorts Inc 4.375% 15/08/2028	81,000	77,318	0.27				
XPO Escrow Sub Llc 7.5% 15/11/2027	118,000	121,570	0.42				
XPO Logistics Inc 7.125% 01/02/2032	51,000	52,291	0.18				
XPO Logistics Inc 7.125% 01/06/2031	99,000	101,913	0.35				
Yum Brands Inc 5.375% 01/04/2032	105,000	101,801	0.35				

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\*Please refer to note 2d) for more information on valuation of Investments.

# Schedule of Investments and Other Net Assets as at 31 December 2024 (in USD)

## Forward Foreign Exchange Contracts

Counterparty	Currency Bought	Amount purchased	Currency Sold	Amount sold	Maturity	Unrealised appreciation/ (depreciation) in sub-fund currency
<b>Hedged unit classes</b>						
State Street	EUR	22,708	USD	23,818	15/01/2025	(292)
State Street	USD	259	EUR	247	15/01/2025	3
				<b>Total</b>		<b>(289)</b>

## Economical Classification of Schedule of Investments

	% of Net Assets
Industry	43.60
Financial Services	17.35
Communications	5.81
Electrical Appliances and Components	4.55
Internet, Software and IT Services	3.88
Healthcare	2.50
Pharmaceuticals and Biotechnology	2.46
Chemicals	1.88
Media	1.12
Engineering and Construction	1.08
Technology	1.06
Energy and Water Supply	1.03
Consumer, Cyclical	0.99
Textiles, Garments and Leather Goods	0.90
Traffic and Transportation	0.90
Food and Beverages	0.72
Commercial Services and Supplies	0.70
Metals and Mining	0.68
Hotels, Restaurants and Leisure	0.63
Financial, Investment and Other Diversified Companies	0.58
Automobiles	0.56
Containers and Packaging	0.56
Paper and Forest Products	0.55
Retail	0.49
Insurance	0.47
Building Materials and Products	0.41
Lodging	0.38
Mechanical Engineering and Industrial Equipments	0.38
Toys, Games and Hobbies	0.33
Household Products and Wares	0.30
Oil and Gas	0.24
Entertainment	0.22
<b>Total</b>	<b>97.31</b>

# Schedule of Investments and Other Net Assets as at 31 December 2024 (in EUR)

Description	Quantity/ Nominal Value	Market Value*	% of net assets	Description	Quantity/ Nominal Value	Market Value*	% of net assets
<b>TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL EXCHANGE LISTING OR DEALT IN ON ANOTHER REGULATED MARKET</b>							
<b>BONDS</b>							
<b>Austria</b>				<b>BONDS (CONTINUED)</b>			
Raiffeisen Bank International FRN 15/09/2028	300,000	321,099	0.64	Fnac Darty SA 6% 01/04/2029	700,000	735,116	1.48
Sappi Papier Holdng GmbH 3.625% 15/03/2028	200,000	199,224	0.40	Forvia SE 3.75% 15/06/2028	750,000	731,133	1.47
		<b>520,323</b>	<b>1.04</b>	Iliad SA 5.375% 15/02/2029	700,000	742,489	1.49
<b>Belgium</b>				Laboratoire Eimer SELAS 5% 01/02/2029	200,000	175,988	0.35
Azelis Finance NV 5.75% 15/03/2028	500,000	517,011	1.04	Loxam SAS 6.375% 31/05/2029	740,000	781,304	1.57
Crelian SA 5.75% 26/01/2028	200,000	214,644	0.43	Nexans SA 5.5% 04/05/2028	700,000	742,168	1.49
Sarens Finance Corp NV 5.75% 21/02/2027	200,000	200,672	0.40	Paprec Holding SA 3.5% 01/07/2028	750,000	742,320	1.49
		<b>932,327</b>	<b>1.87</b>	Renault SA 2.5% 04/01/2028	300,000	292,834	0.59
<b>Cayman Islands</b>				Seche Environnement SA 2.25% 15/11/2028	350,000	329,028	0.66
UPCB Finance VII Ltd 3.625% 15/06/2029	500,000	496,875	1.00	Société Générale SA FRN 06/12/2029	200,000	181,222	0.36
		<b>496,875</b>	<b>1.00</b>	Tereos Finance Groupe I 7.25% 15/04/2028	640,000	668,800	1.34
<b>Czech Republic</b>						<b>7,600,509</b>	<b>15.26</b>
Allwyn International AS 3.875% 15/02/2027	700,000	700,315	1.41	<b>Germany</b>			
		<b>700,315</b>	<b>1.41</b>	Cheplapharm Arzneimittel 4.375% 15/01/2028	350,000	325,369	0.65
<b>Denmark</b>				Gruenenthal GmbH 4.125% 15/05/2028	700,000	703,684	1.41
TDC Net AS 5.056% 31/05/2028	360,000	375,458	0.75	Hamburg Commercial Bank AG 4.75% 05/02/2029	250,000	264,290	0.53
		<b>375,458</b>	<b>0.75</b>	HT Troplast AG 9.375% 15/07/2028	300,000	318,172	0.64
<b>France</b>				IHO Verwaltungs GmbH 8.75% 15/05/2028	650,000	687,497	1.38
Banijay Entertainment 7% 01/05/2029	100,000	105,626	0.21	Novelis Sheet Ingot GmbH 3.375% 15/04/2029	700,000	673,678	1.35
Cerba Healthcare SAS 3.5% 31/05/2028	200,000	165,728	0.33	Progroup AG 5.125% 15/04/2029	800,000	787,769	1.58
Crown European Holdings SA 5% 15/05/2028	700,000	739,862	1.49	Schaeffler AG 3.375% 10/12/2028	500,000	491,602	0.99
Derichebourg 2.25% 15/07/2028	250,000	240,219	0.48				
Emeria SASU 7.75% 31/03/2028	250,000	226,672	0.46				

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# Schedule of Investments and Other Net Assets as at 31 December 2024 (in EUR)

Description	Quantity/ Nominal Value	Market Value*	% of net assets	Description	Quantity/ Nominal Value	Market Value*	% of net assets																																																																																																																																												
<b>BONDS (CONTINUED)</b>																																																																																																																																																			
<b>Germany (continued)</b>																																																																																																																																																			
TK Elevator Holdco GmbH 6.625% 15/07/2028	360,000	361,642	0.73	Optics Bidco SpA 6.875% 15/02/2028	693,000	755,543	1.52																																																																																																																																												
ZF Finance GmbH 3.75% 21/09/2028	700,000	666,312	1.34	Paganini BidCo SpA FRN 30/10/2028	200,000	201,280	0.40																																																																																																																																												
		<b>5,280,015</b>	<b>10.60</b>	Rekeep SpA 7.25% 01/02/2026	200,000	189,991	0.38																																																																																																																																												
<b>Gibraltar</b>																																																																																																																																																			
888 Acquisitions Ltd 7.558% 15/07/2027	300,000	293,949	0.59	Telecom Italia SpA 6.875% 15/02/2028	471,000	514,427	1.03																																																																																																																																												
		<b>293,949</b>	<b>0.59</b>			<b>3,545,980</b>	<b>7.10</b>																																																																																																																																												
<b>Greece</b>																																																																																																																																																			
Public Power Corp 3.375% 31/07/2028	718,000	709,851	1.43	<b>Luxembourg</b>																																																																																																																																															
		<b>709,851</b>	<b>1.43</b>	<b>Ireland</b>								Energia Group ROI 6.875% 31/07/2028	740,000	776,956	1.56	Altice Financing SA 3% 15/01/2028	200,000	155,629	0.31	Flutter Treasury DAC 5% 29/04/2029	740,000	771,272	1.55	Arena Lux Finance Sarl 1.875% 01/02/2028	200,000	191,064	0.38	Motion Bondco DAC 4.5% 15/11/2027	200,000	193,712	0.39	Aroundtown SA 1.45% 07/09/2028	200,000	185,586	0.37			<b>1,741,940</b>	<b>3.50</b>	Atlas LuxCo 3.625% 01/06/2028	100,000	96,522	0.19	<b>Isle of Man</b>								Playtech Plc 5.875% 28/06/2028	750,000	781,320	1.57	Birkenstock Financ Sarl 5.25% 30/04/2029	650,000	659,969	1.33			<b>781,320</b>	<b>1.57</b>	Contourglobal Power Holding 3.125% 01/01/2028	780,000	752,068	1.51	<b>Italy</b>								Engineering SpA 11.125% 15/05/2028	350,000	369,906	0.74	Cullinan Holdco SCSp 4.625% 15/10/2026	150,000	141,319	0.28	Fabbrica Ita Sintetici 5.625% 01/08/2027	100,000	101,068	0.20	Loarre Investments Sarl 6.5% 15/05/2029	700,000	724,959	1.46	Fiber Bidco SpA 10% 15/06/2029	250,000	260,062	0.52	Logicor Financing Sarl 4.625% 25/07/2028	250,000	259,425	0.52	Intesa Sanpaolo SpA FRN 14/03/2029	500,000	623,860	1.25	Lune Holdings Sarl 5.625% 15/11/2028	250,000	190,844	0.38	Libra Groupco SpA 5% 15/05/2027	100,000	100,140	0.20	Monitchem Holdco SA 8.75% 01/05/2028	300,000	311,574	0.63	Mundys SpA 1.875% 02/12/2028	250,000	238,897	0.48	Picard Bondco FRN 01/07/2027	100,000	99,656	0.20	Nexi SpA 2.125% 30/04/2029	200,000	190,806	0.38	Stena International SA 7.25% 15/02/2028	590,000	614,743	1.23					Telenet Finance Lux Note 3.5% 03/01/2028	400,000	398,060	0.80							<b>4,781,418</b>	<b>9.59</b>
<b>Ireland</b>																																																																																																																																																			
Energia Group ROI 6.875% 31/07/2028	740,000	776,956	1.56	Altice Financing SA 3% 15/01/2028	200,000	155,629	0.31																																																																																																																																												
Flutter Treasury DAC 5% 29/04/2029	740,000	771,272	1.55	Arena Lux Finance Sarl 1.875% 01/02/2028	200,000	191,064	0.38																																																																																																																																												
Motion Bondco DAC 4.5% 15/11/2027	200,000	193,712	0.39	Aroundtown SA 1.45% 07/09/2028	200,000	185,586	0.37																																																																																																																																												
		<b>1,741,940</b>	<b>3.50</b>	Atlas LuxCo 3.625% 01/06/2028	100,000	96,522	0.19																																																																																																																																												
<b>Isle of Man</b>																																																																																																																																																			
Playtech Plc 5.875% 28/06/2028	750,000	781,320	1.57	Birkenstock Financ Sarl 5.25% 30/04/2029	650,000	659,969	1.33																																																																																																																																												
		<b>781,320</b>	<b>1.57</b>	Contourglobal Power Holding 3.125% 01/01/2028	780,000	752,068	1.51																																																																																																																																												
<b>Italy</b>																																																																																																																																																			
Engineering SpA 11.125% 15/05/2028	350,000	369,906	0.74	Cullinan Holdco SCSp 4.625% 15/10/2026	150,000	141,319	0.28																																																																																																																																												
Fabbrica Ita Sintetici 5.625% 01/08/2027	100,000	101,068	0.20	Loarre Investments Sarl 6.5% 15/05/2029	700,000	724,959	1.46																																																																																																																																												
Fiber Bidco SpA 10% 15/06/2029	250,000	260,062	0.52	Logicor Financing Sarl 4.625% 25/07/2028	250,000	259,425	0.52																																																																																																																																												
Intesa Sanpaolo SpA FRN 14/03/2029	500,000	623,860	1.25	Lune Holdings Sarl 5.625% 15/11/2028	250,000	190,844	0.38																																																																																																																																												
Libra Groupco SpA 5% 15/05/2027	100,000	100,140	0.20	Monitchem Holdco SA 8.75% 01/05/2028	300,000	311,574	0.63																																																																																																																																												
Mundys SpA 1.875% 02/12/2028	250,000	238,897	0.48	Picard Bondco FRN 01/07/2027	100,000	99,656	0.20																																																																																																																																												
Nexi SpA 2.125% 30/04/2029	200,000	190,806	0.38	Stena International SA 7.25% 15/02/2028	590,000	614,743	1.23																																																																																																																																												
				Telenet Finance Lux Note 3.5% 03/01/2028	400,000	398,060	0.80																																																																																																																																												
						<b>4,781,418</b>	<b>9.59</b>																																																																																																																																												

The accompanying notes form an integral part of these financial statements.  
\*Please refer to note 2d) for more information on valuation of Investments.

# Schedule of Investments and Other Net Assets as at 31 December 2024 (in EUR)

Description	Quantity/ Nominal Value	Market Value*	% of net assets	Description	Quantity/ Nominal Value	Market Value*	% of net assets
<b>BONDS (CONTINUED)</b>							
<b>Romania</b>							
RCS & RDS SA 3.25% 05/02/2028	800,000	774,744	1.56				
		<b>774,744</b>	<b>1.56</b>				
<b>South Africa</b>							
Investec Plc FRN 16/07/2028	180,000	198,707	0.40				
		<b>198,707</b>	<b>0.40</b>				
<b>Spain</b>							
Banco de Sabadell SA FRN 02/07/2029	200,000	211,878	0.43				
Eroski Sociedad Cooperativa 10.625% 30/04/2029	300,000	327,194	0.66				
Grifols SA 3.875% 15/10/2028	350,000	316,680	0.64				
Lorca Telecom Bondco 4% 18/09/2027	522,000	522,979	1.05				
		<b>1,378,731</b>	<b>2.78</b>				
<b>Sweden</b>							
Verisure Midholding AB 5.25% 15/02/2029	100,000	100,333	0.20				
Volvo Car AB 4.25% 31/05/2028	350,000	358,442	0.72				
		<b>458,775</b>	<b>0.92</b>				
<b>The Netherlands</b>							
Alcon Nederland BV 2% 30/01/2028	100,000	95,764	0.19				
Boels Topholding BV 6.25% 15/02/2029	740,000	776,990	1.56				
Dufry One BV 3.375% 15/04/2028	640,000	637,400	1.28				
Heimstaden Bostad Treasury BV 1% 13/04/2028	150,000	137,224	0.28				
Oi European Group BV 6.25% 15/05/2028	800,000	831,521	1.68				
PPF Telecom Group BV 3.25% 29/09/2027	510,000	507,743	1.02				
Q Park Holding BV 5.125% 01/03/2029	740,000	765,108	1.54				
<b>BONDS (CONTINUED)</b>							
<b>The Netherlands (continued)</b>							
Summer Bidco BV 10% 15/02/2029	250,000	255,918	0.51				
UPC Holding BV 3.875% 15/06/2029	100,000	97,597	0.20				
		<b>4,105,265</b>	<b>8.26</b>				
<b>United Kingdom</b>							
B&M European Value Retail SA 4% 15/11/2028	640,000	728,218	1.46				
Bracken Midco1 Plc FRN 01/11/2027	150,000	178,188	0.36				
Castle UK Finco Plc 7% 15/05/2029	250,000	294,749	0.59				
CDR Firefly Bidco Ltd 8.625% 30/04/2029	130,000	164,207	0.33				
Co Operative Bank Holding FRN 24/05/2028	490,000	645,755	1.30				
Constellation Automotive Group 4.875% 15/07/2027	140,000	161,473	0.32				
Drax Finco Plc 5.875% 15/04/2029	690,000	728,877	1.46				
Heathrow Finance Plc FRN 01/03/2027	600,000	692,782	1.39				
Ineos Finance Plc 6.375% 15/04/2029	650,000	683,095	1.37				
Ineos Quattro Finance 2 8.5% 15/03/2029	650,000	697,109	1.40				
Jaguar Land Rover Automotive Plc 4.5% 15/07/2028	400,000	403,405	0.81				
Jerrold Finco Plc 5.25% 15/01/2027	450,000	538,367	1.08				
Kane Bidco Ltd 5% 15/02/2027	100,000	100,334	0.20				
Nomad Foods Bondco Plc 2.5% 24/06/2028	640,000	614,906	1.23				
Phoenix Group Holdings 5.867% 13/06/2029	390,000	470,705	0.95				
Pinewood Finco Plc 3.625% 15/11/2027	450,000	516,230	1.04				
Pinnacle Bidco Plc 10% 11/10/2028	130,000	167,335	0.34				
Synthomer Plc 7.375% 02/05/2029	100,000	104,732	0.21				

The accompanying notes form an integral part of these financial statements.  
\*Please refer to note 2d) for more information on valuation of Investments.

# Schedule of Investments and Other Net Assets as at 31 December 2024 (in EUR)

Description	Quantity/ Nominal Value	Market Value*	% of net assets	Description	Quantity/ Nominal Value	Market Value*	% of net assets
<b>BONDS (CONTINUED)</b>							
<b>United Kingdom (continued)</b>							
Virgin Media Secured Finance Plc 5.25% 15/05/2029	700,000	790,405	1.59	Silgan Holdings Inc 2.25% 01/06/2028	250,000	238,648	0.48
Voyage Care Bondco Plc 5.875% 15/02/2027	200,000	231,853	0.47	WMG Acquisition Corp 2.75% 15/07/2028	300,000	293,991	0.59
		<b>8,912,725</b>	<b>17.90</b>			<b>5,382,057</b>	<b>10.80</b>
<b>United States of America</b>							
Avantor Funding Inc 3.875% 15/07/2028	650,000	649,903	1.31	<b>TOTAL BONDS</b>		<b>48,971,284</b>	<b>98.33</b>
Belden Inc 3.875% 15/03/2028	750,000	751,190	1.51	<b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL EXCHANGE LISTING OR DEALT IN ON ANOTHER REGULATED MARKET</b>		<b>48,971,284</b>	<b>98.33</b>
Encore Capital Group Inc FRN 15/01/2028	740,000	747,420	1.50	<b>Total Investment in Securities</b>		<b>48,971,284</b>	<b>98.33</b>
Ford Motor Credit Co LLC 6.125% 15/05/2028	350,000	378,827	0.76	Cash and cash equivalent		198,316	0.40
Helios Soft Corp 7.875% 05/01/2029	350,000	359,209	0.72	Other Net Assets		631,172	1.27
International Game Tech 2.375% 15/04/2028	350,000	339,522	0.68	<b>TOTAL NET ASSETS</b>		<b>49,800,772</b>	<b>100.00</b>
IQVIA Inc 2.875% 15/06/2028	570,000	558,639	1.12				
Kronos International Inc 9.5% 15/03/2029	100,000	110,241	0.22				
Levi Strauss & Co 3.375% 15/03/2027	370,000	369,602	0.74				
Olympus Water US Holding Corporation 9.625% 15/11/2028	100,000	106,757	0.21				
Organon & Co 2.875% 30/04/2028	490,000	478,108	0.96				

The accompanying notes form an integral part of these financial statements.  
\*Please refer to note 2d) for more information on valuation of Investments.

# Schedule of Investments and Other Net Assets as at 31 December 2024 (in EUR)

## Forward Foreign Exchange Contracts

Counterparty	Currency Bought	Amount purchased	Currency Sold	Amount sold	Maturity	Unrealised appreciation/ (depreciation) in sub-fund currency
<b>Not allocated to a specific unit class</b>						
Credit Agricole CIB	EUR	6,254,778	GBP	5,200,000	28/03/2025	(6,668)
Société Générale	EUR	210,833	GBP	175,000	28/03/2025	111
				<b>Total</b>		<b>(6,557)</b>

## Economical Classification of Schedule of Investments

	% of Net Assets
Financial Services	22.38
Industry	8.89
Communications	7.90
Banks	5.29
Mechanical Engineering and Industrial Equipments	5.20
Pharmaceuticals and Biotechnology	4.40
Consumer, Non-cyclical	3.86
Energy and Water Supply	3.63
Electrical Appliances and Components	3.62
Automobiles	3.50
Commercial Services and Supplies	3.11
Internet, Software and IT Services	3.03
Healthcare	2.78
Containers and Packaging	2.68
Food and Beverages	2.57
Governments and Supranational	2.03
Chemicals	1.99
Technology	1.90
Entertainment	1.48
Retail	1.46
Financial, Investment and Other Diversified Companies	1.39
Media	1.04
Insurance	0.95
Real Estate	0.85
Holding Companies	0.59
Traffic and Transportation	0.48
Mortgage and Asset Backed Securities	0.47
Diversified Services	0.38
Hotels, Restaurants and Leisure	0.28
Office and Business Equipment	0.20
<b>Total</b>	<b>98.33</b>

# Notes to the Financial Statements as at 31 December 2024

## Note 1: General

### a) Fund's details

AXA IM Fixed Income Investment Strategies (the “Fund”) has been established in Luxembourg as a mutual investment fund (“Fonds Commun de Placement”) with separate Sub-Funds each constituting a separate portfolio of assets and liabilities. The Fund was created for an indefinite term in Luxembourg on 12 March 2004. The Fund is registered pursuant to Part I of the Law of 17 December 2010 (the “Law”) on undertakings for collective investment (“UCI”), as amended.

The Management Company of the Fund is AXA Investment Managers Paris, a public limited liability company (société anonyme à conseil d'administration), having its registered office at Tour Majunga la Défense 9 – 6 place de la pyramide 92800 Puteaux France, registered under the Nanterre Register of Trade and Companies under number 353 534 506, with a share capital of EUR 1,654,406, approved as a portfolio management company by the French Financial Markets Authority (Autorité des Marchés Financiers) under number GP92008 and licensed as an alternative investment fund manager.

Since 29 November 2016, in accordance with the Luxembourg Law of 27 May 2016, the Fund is registered at the Trade and Companies Register of Luxembourg under the number K1479.

### b) 2024 Fund's Summary

During the year ended 31 December 2024, 2 classes of units have been launched:

#### **AXA IM Fixed Income Investment Strategies - US High Yield B/BB**

- LU2667126424: Class « A » — Capitalisation in USD

#### **AXA IM Fixed Income Investment Strategies - Euro Credit Opportunities Target 2028**

- LU2855483900: Class « BE » — Distribution semi-annual in EUR

During the year ended 31 December 2024, 1 class of units has been launched and liquidated within the year:

#### **AXA IM Fixed Income Investment Strategies - Euro Credit Opportunities Target 2028**

- LU2855484031: Class « B » — Capitalisation in EUR

# Notes to the Financial Statements as at 31 December 2024

## Note 1: General (continued)

### c) Sub-Funds list

As at 31 December 2024, the Fund consists of 5 active Sub-Funds:

Sub-Funds	Currency
AXA IM Fixed Income Investment Strategies - US Short Duration High Yield	USD
AXA IM Fixed Income Investment Strategies - US Corporate Intermediate Bonds	USD
AXA IM Fixed Income Investment Strategies - Europe Short Duration High Yield	EUR
AXA IM Fixed Income Investment Strategies - US High Yield B/BB	USD
AXA IM Fixed Income Investment Strategies - Euro Credit Opportunities Target 2028*	EUR

\* launched on 16 October 2024

### d) Unit Classes list

The classes of units presented below correspond to the type of classes that may be available for Sub-Funds of the Fund. The section "Statistics - Number of Units and Net Asset Value per Unit" indicates for each Sub-Fund the available classes of units on the reporting date.

The Distribution and Capitalisation Units are as follows:

- Class « A » Units are dedicated for large Institutional Investors investing directly or indirectly on their own behalf and/or financial intermediaries providing discretionary portfolio management service and with a high amount of minimum initial subscription;
- Class « B » Units are dedicated for smaller Institutional Investors investing directly or indirectly on their own behalf and/or financial intermediaries providing discretionary portfolio management service and with a smaller amount of minimum initial subscription;
- Class « BE » Units are only available through distributors that entered into specific distribution arrangements with the Management Company;
- Class « E » Units are dedicated for all investors;
- Class « F » Units are dedicated for all investors;
- Class « I » Units are dedicated for all other Institutional Investors, including funds of funds, investing directly or indirectly on their own behalf and/or financial intermediaries providing discretionary portfolio management service;
- Class « M » Units are only subscribed with the prior approval of the Directors and held (i) by AXA Investment Managers or its subsidiaries for use in institutional mandates or investment management agreements for a dedicated fund contracted with the AXA Group or (ii) by Institutional Investors investing directly or indirectly on their own behalf and/or to financial intermediaries providing discretionary portfolio management service;
- Class « N » Units are offered only to distributors based in the Americas (South and North America regions, including the United States);
- Class « U » Units are only offered to distributors based in the Americas (South and North America regions, including the United States);
- Class « Z » Units are only offered: (i) through financial intermediaries which according to either regulatory requirements (e.g. in the European Union, financial intermediaries providing discretionary portfolio management or investment advice on an independent basis) or separate fee arrangements with their clients, are not allowed to keep trail commissions, and/ or (ii) to Institutional investors investing on their own behalf;
- Class "ZF" Units are offered only through larger financial intermediaries which (i) are expressly prior authorized by the Management Company and (ii) according to either regulatory requirements (e.g. in the European Union, financial intermediaries providing discretionary portfolio management or investment advice on an independent basis) or separate fee arrangements with their clients, are not allowed to keep trail commissions.

# Notes to the Financial Statements as at 31 December 2024

## Note 1: General (continued)

### d) Unit Classes list (continued)

#### **Capitalisation and Distribution Units**

Unit classes can be further divided into capitalisation units and distribution units. These units differ by their distribution policies, the first by accumulating income, and the other by distributing dividends. The assets of these two categories are gathered together.

## Note 2: Significant Accounting Policies

### a) Presentation of the Financial Statements

The financial statements have been prepared on a going-concern basis of accounting in accordance with generally accepted accounting principles in the Grand Duchy of Luxembourg.

### b) Foreign Currency Translation

The accounting records and the financial statements are denominated in the reference currencies of each Sub-Fund.

Values expressed in a currency other than the reference currency of the Sub-Fund are converted into the reference currency of the Sub-Fund at the average of the last available buying and selling price for such currency.

Assets and Liabilities denominated in other currencies are converted into the respective currency of the portfolio at the rate of exchange at each balance sheet date.

For all Sub-Funds, the exchange rates applied for the Net Asset Value calculation and to combine all Sub-Funds' Net Asset Value at the end of the year are as follows:

As at 31 December 2024		
1 USD =	0.90625	CHF
1 USD =	0.96572	EUR
1 USD =	0.79847	GBP
1 USD =	157.160	JPY
1 USD =	1.61512	AUD

### c) Combined Figures

The combined Statement of Net Assets and the combined Statement of Operations and Changes in Net Assets are expressed in USD and are presented for information purposes only.

# Notes to the Financial Statements as at 31 December 2024

## Note 2: Significant Accounting Policies (continued)

### d) Valuation of Investments

The assets of the Fund will be valued as follows:

The value of any cash on hand or on deposit, bills and demand notes and accounts receivable, prepaid expenses, cash dividends and interest declared or accrued as aforesaid and not yet received is deemed to be the full amount thereof, unless in any case the same is unlikely to be paid or received in full, in which case the value thereof is arrived at after making such discount as may be considered appropriate in such case to reflect the true value thereof.

Transferable securities which are admitted to an official exchange listing or dealt on another regulated market are valued at the closing price on such markets. If the investments are listed or traded on several markets, the closing price at the market, which constitutes the main market for such investments, will be determining.

Transferable securities not admitted to an official listing nor dealt on another regulated market are valued at the latest available price.

Transferable securities for which no price quotation is available or for which the price referred to in the two above paragraphs is not representative of the fair market value, will be valued prudently, and in good faith on the basis of their reasonably foreseeable sales prices.

The financial statements are presented on the basis of the Net Asset Value calculated on 31 December 2024, last business day of the year ended 31 December 2024.

The value of money market instruments not listed or dealt in any regulated market, stock exchange in another state or any other regulated market and with remaining maturity of less than 12 months and of more than 90 days is deemed to be the nominal value thereof, increased by any interest accrued thereon. Money market instruments with a remaining maturity of 90 days or less are valued by the amortised cost method, which approximates market value. These amortisation/accretion interests are disclosed in interests on investment portfolio.

In managing the daily priced funds, the Board of Directors of the Management Company's principle is to ensure that portfolios are appropriately valued to give equal treatment to Unitholders.

### e) Acquisition Cost of Investments

The acquisition cost of Investments expressed in currencies other than the reference currency of the Sub-Fund is translated into the reference currency of the Sub-Fund on the basis of the exchange rates prevailing on the purchase date.

### f) Realised Gains /(Losses) on Sales of Investments

Realised gain/(loss) on sales of Investments are determined on the basis of the average cost of the Investments sold.

# Notes to the Financial Statements as at 31 December 2024

## Note 2: Significant Accounting Policies (continued)

### g) Valuation of the Forward Foreign Exchange Contracts

Outstanding forward foreign exchange contracts are valued at the closing date using the forward rates of exchange applicable to the outstanding life of the contract. The Net unrealised appreciation/depreciation is included in the Statement of Net Assets.

The Sub-Funds may use Forward Foreign Exchange Contracts as part of their investment policy for efficient portfolio management and/or for hedging purposes, under the conditions laid down in the prospectus and under the regulatory limits.

### h) Interest Income

Interest income is recognised on a daily accrual basis, net of any irrecoverable withholding tax (interest on investment portfolio, interest on deposits and interest on call accounts and security lending income). Interest income is disclosed net of any amortization. The negative net interest income has been classified as Other expenses.

### i) Swing Pricing

If the net subscriptions and redemptions based on the last available Net Asset Value on any Valuation Day exceed a certain threshold of the value of a Sub-Fund or a Share Class on that Valuation Day, as determined and reviewed on a periodic basis by the Management Company, the Net Asset Value may be adjusted respectively upwards or downwards to reflect the dealing and other costs that may be deemed to be incurred in buying or selling assets to satisfy net daily transactions. The Management Company may apply a swing pricing mechanism across any Sub-Fund or Share Class. The extent of the price adjustment will be set by the Management Company and does not exceed 2% of the Net Asset Value.

There has been no Swing Pricing Adjustment made to any of the Sub-Funds at year-end.

## Note 3: Taxation

The Fund is subject to Luxembourg law in respect of its tax status. Under legislation and regulations currently prevailing in Luxembourg, the Fund is subject to a subscription tax ("taxe d'abonnement") on the net assets of each of its Sub-Funds at an annual rate of 0.05% for the assets related to units reserved for retail investors. This tax rate is reduced to 0.01% for the assets related to units reserved for institutional investors, calculated and payable quarterly on the basis of the value of the aggregate Net Value of the Sub-Fund or class at the end of the relevant quarter. The tax is part of the Applied Service Fees within the Statement of Operations and Changes in Net Assets.

## Note 4: Distribution Fees

The distribution fees are recorded under the caption "Distribution fees" within the Statement of Operations and Changes in Net Assets. They are calculated as a percentage of the Net Asset Value per unit class.

# Notes to the Financial Statements as at 31 December 2024

## Note 4: Distribution Fees (continued)

As at 31 December 2024, the maximum distribution fees applied are the following:

	Class A	Class B	Class BE	Class E	Class F	Class I	Class M	Class N	Class U	Class Z	Class ZF
AXA IM Fixed Income Investment Strategies – US Short Duration High Yield	-	-	-	0.35%	-	-	-	1.00%	-	-	-
AXA IM Fixed Income Investment Strategies – US Corporate Intermediate Bonds	-	-	-	0.50%	-	-	-	1.00%	0.55%	-	-
AXA IM Fixed Income Investment Strategies – Europe Short Duration High Yield	-	-	-	0.35%	-	-	-	1.00%	-	-	-
AXA IM Fixed Income Investment Strategies - US High Yield B/BB	-	-	-	0.50%	-	-	-	1.00%	-	-	-
AXA IM Fixed Income Investment Strategies – Euro Credit Opportunities Target 2028	-	-	0.60%	-	-	-	-	-	-	-	-

## Note 5: Management Fees

The Management Company is entitled to receive, from the assets of the relevant Sub-Funds, a management fee in an amount to be specifically determined for each Sub-Fund or class of units. The annual management fee is calculated as a percentage of the Net Asset Value of each Sub-Fund. The details and the percentage of this fee, per class of units, are described in the Prospectus. This fee is calculated and accrued daily and is payable monthly. The Management Company will remunerate the Investment Managers out of the management fee in accordance with the contracts signed with the different parties. The management fees are used also in part to pay remuneration (trailer fees) for distribution activities concerning the Fund.

As at 31 December 2024, the current rates are the following:

	Class A	Class B	Class BE	Class E	Class F	Class I	Class M	Class N	Class U	Class Z	Class ZF
AXA IM Fixed Income Investment Strategies – US Short Duration High Yield											
Actual	0.45%	0.75%	N/A	1.00%	1.00%	1.00%	N/A	N/A	N/A	0.75%	N/A
Maximum	0.70%	0.75%	N/A	1.00%	1.00%	1.00%	N/A	N/A	N/A	0.75%	N/A
AXA IM Fixed Income Investment Strategies – US Corporate Intermediate Bonds											
Actual	0.30%	N/A	N/A	0.75%	0.75%	0.50%	N/A	1.00%	0.45%	0.40%	0.30%
Maximum	0.30%	N/A	N/A	0.75%	0.75%	0.50%	N/A	1.00%	0.45%	0.40%	0.40%
AXA IM Fixed Income Investment Strategies – Europe Short Duration High Yield											
Actual	0.45%	0.75%	N/A	1.00%	1.00%	N/A	-	N/A	N/A	0.75%	N/A
Maximum	0.75%	0.75%	N/A	1.00%	1.00%	N/A	-	N/A	N/A	0.75%	N/A
AXA IM Fixed Income Investment Strategies - US High Yield B/BB											
Actual	0.35%	N/A	N/A	N/A	N/A	0.55%	N/A	N/A	N/A	N/A	N/A
Maximum	0.35%	N/A	N/A	N/A	N/A	0.55%	N/A	N/A	N/A	N/A	N/A

# Notes to the Financial Statements as at 31 December 2024

## Note 5: Management Fees (continued)

	Class A	Class B	Class BE	Class E	Class F	Class I	Class M	Class N	Class U	Class Z	Class ZF
AXA IM Fixed Income Investment Strategies - Euro Credit Opportunities Target 2028											
Actual	N/A	N/A	1.20%	N/A							
Maximum	N/A	N/A	1.20%	N/A							

## Note 6: Applied Service Fee

In order to pay its ordinary operating expenses, the Fund pays an Applied Service Fee to the Management Company out of the assets of the relevant Sub-Fund. To seek to protect the Unitholders from fluctuations in these ordinary operating expenses, the yearly total amount of these expenses to be charged with respect to each Class of Units by the Management Company (the "Applied Service Fee"), will be at a maximum level of 0.50% of the Net Asset Value in respect of each Class of Units (the "Maximum Level"). The level of effective Applied Service Fee might be set out below this Maximum Level with different fixed effective Applied Service Fee rates applicable across Classes of Units. The level of the Applied Service Fee per Sub-Fund and per Class of Units is defined taking into account different criteria. These criteria are including, but not limited to, the costs charged to the Class of Units and the variation of costs linked to a change of the Net Asset Value in respect of the relevant Class of Units that might be due to market effects and/or dealing in shares.

The effective level of those fees is disclosed in the Additional Appendix.

By way of a board of directors' resolution, the Management Company (i) may modify the level of effective Applied Service Fee and (ii), may amend at any time upon prior notice to relevant unitholders, the Maximum Level of the Applied Service Fee applicable to all Classes of Units.

The Applied Service Fee is fixed in the sense that the Management Company will bear the excess in actual ordinary operating expenses to any such Applied Service Fee charged to the Classes of Units. Conversely, the Management Company will be entitled to retain any amount of Applied Service Fee charged to the Classes of Units exceeding the actual ordinary operating expenses incurred by the respective Classes of Units.

In counterparty of the Applied Service Fee received by the Fund, the Management Company then provides and/or procures, on behalf of the Fund the following services and bears all expenses (including any reasonable out of pocket expenses) incurred in the day-to-day operations and administration of the Classes of Units, including but not limited to:

- Depositary fees except transaction related fees;
- Auditor's fees;
- the Luxembourg 'Taxe d'abonnement';
- Class of Units currency hedging cost;
- the fees of the registrar agent and administrator (including the calculation of the Net Asset Value), any paying agent and of any representatives in jurisdictions where the Units are qualified for sale, and of all other agents employed on behalf of the Fund; such remuneration may be based on the net assets of the Fund or on a transaction basis or may be a fixed sum;
- the cost of preparing, printing and publishing in such languages as are necessary, and distributing offering information or documents concerning the Fund (including unitholder notification), annual and semi-annual reports and such other reports or documents, as may be required under the applicable laws or regulations of the jurisdictions or the authorities where the Units are qualified for sale;
- the cost of printing certificates and proxies;
- the cost of preparing and filing the Management Regulations and all other documents concerning the Fund, including registration statements and offering circulars with all authorities (including local securities dealers' associations) having jurisdiction over the Fund or the offering of Units;
- the cost of qualifying the Fund or the sale of Units in any jurisdiction or of a listing on any stock exchange;

# Notes to the Financial Statements as at 31 December 2024

## Note 6: Applied Service Fee (continued)

- the cost of accounting and bookkeeping;
- legal fees;
- insurance, postage, telephone and telex and any communication mean;
- distribution and sales support costs (including costs charged by local routing order platforms, local transfer agent costs, local representative agent and the translation costs);
- and all similar charges and expenses.

## Note 7: Transaction Fees

The transaction fees are disclosed for each Sub-Fund in the Statement of Operations and Changes in Net Assets under the caption "Transaction fees". Those fees are detailed in the Additional Unaudited Appendix.

## Note 8: Forward Foreign Exchange Contracts

The Net unrealised appreciation/depreciation on forward foreign exchange contracts is disclosed in the Statement of Net Assets.

## Note 9: Changes in the Investment Portfolio

The Changes in the Investment Portfolio during the reporting year are available to the Unitholders at the address of the Depositary.

## Note 10: Dividend Distribution

During the year ended 31 December 2024, the following semi-annual dividends were paid:

	Ex-date	Payment date	Distribution rate
<b>AXA IM Fixed Income Investment Strategies - US Short Duration High Yield</b>			
I Distribution semi-annually USD	30/12/2024	09/01/2025	2.06
	28/06/2024	05/07/2024	1.99
A Distribution semi-annually USD	30/12/2024	09/01/2025	2.27
	28/06/2024	05/07/2024	2.19
A Distribution semi-annually EUR Hedged (95%)	30/12/2024	09/01/2025	1.83
	28/06/2024	05/07/2024	1.73
B Distribution semi-annually EUR Hedged (95%)	30/12/2024	09/01/2025	1.78
	28/06/2024	05/07/2024	1.68
B Distribution semi-annually GBP Hedged (95%)	30/12/2024	09/01/2025	2.02
	28/06/2024	05/07/2024	1.91
B Distribution semi-annually USD	30/12/2024	09/01/2025	2.30
	28/06/2024	05/07/2024	2.22
F Distribution semi-annually EUR Hedged (95%)	30/12/2024	09/01/2025	1.64
	28/06/2024	05/07/2024	1.55
A Distribution semi-annually GBP Hedged (95%)	30/12/2024	09/01/2025	2.42
	28/06/2024	05/07/2024	2.29
Z Distribution semi-annually EUR Hedged (95%)	30/12/2024	09/01/2025	2.01
	28/06/2024	05/07/2024	1.90
B Distribution semi-annually CHF Hedged (95%)	30/12/2024	09/01/2025	2.06

# Notes to the Financial Statements as at 31 December 2024

## Note 10: Dividend Distribution (continued)

	Ex-date	Payment date	Distribution rate
<b>AXA IM Fixed Income Investment Strategies - US Short Duration High Yield (continued)</b>			
F Distribution semi-annually CHF Hedged (95%)	28/06/2024	05/07/2024	2.05
	30/12/2024	09/01/2025	1.91
	28/06/2024	05/07/2024	1.91
Z Distribution semi-annually CHF Hedged (95%)	30/12/2024	09/01/2025	2.02
	28/06/2024	05/07/2024	2.01
<b>AXA IM Fixed Income Investment Strategies - US Corporate Intermediate Bonds</b>			
F Distribution semi-annually USD	30/12/2024	09/01/2025	1.81
	28/06/2024	05/07/2024	1.74
I Distribution semi-annually USD	30/12/2024	09/01/2025	1.91
	28/06/2024	05/07/2024	1.83
U Distribution semi-annually USD	30/12/2024	09/01/2025	1.70
	28/06/2024	05/07/2024	1.61
A Distribution semi-annually USD	30/12/2024	09/01/2025	2.45
	28/06/2024	05/07/2024	2.34
A Distribution semi-annually EUR Hedged (95%)	30/12/2024	09/01/2025	1.73
	28/06/2024	05/07/2024	1.61
I Distribution semi-annually EUR Hedged (95%)	30/12/2024	09/01/2025	1.57
	28/06/2024	05/07/2024	1.46
A Distribution semi-annually JPY Hedged (95%)	30/12/2024	09/01/2025	154.00
	28/06/2024	05/07/2024	161.00
N Distribution semi-annually USD	30/12/2024	09/01/2025	1.21
	28/06/2024	05/07/2024	1.14
<b>AXA IM Fixed Income Investment Strategies - Europe Short Duration High Yield</b>			
Z Distribution semi-annually EUR	30/12/2024	09/01/2025	1.74
	28/06/2024	05/07/2024	1.55
F Distribution semi-annually CHF Hedged (95%)	30/12/2024	09/01/2025	1.39
	28/06/2024	05/07/2024	1.29
A Distribution semi-annually EUR	30/12/2024	09/01/2025	1.82
	28/06/2024	05/07/2024	1.63
B Distribution semi-annually EUR	30/12/2024	09/01/2025	1.73
	28/06/2024	05/07/2024	1.54
E Distribution semi-annually USD Hedged (95%)	30/12/2024	09/01/2025	1.70
	28/06/2024	05/07/2024	1.50
F Distribution semi-annually EUR	30/12/2024	09/01/2025	1.55
	28/06/2024	05/07/2024	1.36
<b>AXA IM Fixed Income Investment Strategies - Euro Credit Opportunities</b>			
<b>Target 2028</b>			
BE Distribution semi-annually EUR	30/12/2024	09/01/2025	0.16

During the year ended 31 December 2024, the following monthly dividends were paid:

	Ex-date	Payment date	Distribution rate
<b>AXA IM Fixed Income Investment Strategies - US Short Duration High Yield</b>			
A Distribution monthly USD	31/01/2024	07/02/2024	0.31
	29/02/2024	07/03/2024	0.31
	28/03/2024	05/04/2024	0.31
	30/04/2024	07/05/2024	0.31

# Notes to the Financial Statements as at 31 December 2024

## Note 10: Dividend Distribution (continued)

	Ex-date	Payment date	Distribution rate
<b>AXA IM Fixed Income Investment Strategies - US Short Duration High Yield (continued)</b>			
	31/05/2024	07/06/2024	0.31
	28/06/2024	05/07/2024	0.31
	31/07/2024	07/08/2024	0.31
	30/08/2024	06/09/2024	0.31
	30/09/2024	07/10/2024	0.31
	31/10/2024	07/11/2024	0.31
	27/11/2024	06/12/2024	0.31
	30/12/2024	09/01/2025	0.31
F Distribution monthly USD	31/01/2024	07/02/2024	0.35
	29/02/2024	07/03/2024	0.35
	28/03/2024	05/04/2024	0.38
	30/04/2024	07/05/2024	0.35
	31/05/2024	07/06/2024	0.37
	28/06/2024	05/07/2024	0.39
	31/07/2024	07/08/2024	0.41
	30/08/2024	06/09/2024	0.37
	30/09/2024	07/10/2024	0.37
	31/10/2024	07/11/2024	0.37
	27/11/2024	06/12/2024	0.37
	30/12/2024	09/01/2025	0.38
F Distribution monthly AUD Hedged (95%)	31/01/2024	07/02/2024	0.34
	29/02/2024	07/03/2024	0.35
	28/03/2024	05/04/2024	0.38
	30/04/2024	07/05/2024	0.35
	31/05/2024	07/06/2024	0.37
	28/06/2024	05/07/2024	0.38
	31/07/2024	07/08/2024	0.41
	30/08/2024	06/09/2024	0.38
	30/09/2024	07/10/2024	0.36
	31/10/2024	07/11/2024	0.36
	27/11/2024	06/12/2024	0.38
	30/12/2024	09/01/2025	0.38
<b>AXA IM Fixed Income Investment Strategies - US Corporate Intermediate Bonds</b>			
F Distribution monthly USD	31/01/2024	07/02/2024	0.43
	29/02/2024	07/03/2024	0.43
	28/03/2024	05/04/2024	0.43
	30/04/2024	07/05/2024	0.43
	31/05/2024	07/06/2024	0.43
	28/06/2024	05/07/2024	0.43
	31/07/2024	07/08/2024	0.43
	30/08/2024	06/09/2024	0.43
	30/09/2024	07/10/2024	0.43
	31/10/2024	07/11/2024	0.43
	27/11/2024	06/12/2024	0.43
	30/12/2024	09/01/2025	0.43
ZF Distribution monthly USD	31/01/2024	07/02/2024	0.43
	29/02/2024	07/03/2024	0.43

# Notes to the Financial Statements as at 31 December 2024

## Note 10: Dividend Distribution (continued)

	Ex-date	Payment date	Distribution rate
<b>AXA IM Fixed Income Investment Strategies - US Corporate Intermediate Bonds (continued)</b>			
	28/03/2024	05/04/2024	0.43
	30/04/2024	07/05/2024	0.43
	31/05/2024	07/06/2024	0.43
	28/06/2024	05/07/2024	0.43
	31/07/2024	07/08/2024	0.43
	30/08/2024	06/09/2024	0.43
	30/09/2024	07/10/2024	0.43
	31/10/2024	07/11/2024	0.43
	27/11/2024	06/12/2024	0.43
	30/12/2024	09/01/2025	0.43

## Note 11: Securities Lending

The Fund may lend positions of its securities portfolio to third parties. In general, lending may only be effected via recognised clearing houses, or through the intermediary of prime financial institutions that specialise in such activities and where collateral is received as guarantee.

The Management Company did not receive any commissions on securities lending transactions.

The Management Company has appointed AXA Investment Managers GS Limited as the stock lending and repurchase agent pursuant to a delegation agreement dated 15 February 2013. AXA Investment Managers GS and the management company are affiliates companies belonging to AXA IM group. In order to prevent any conflicts of interest and ensure Best Execution, AXA IM group has put in place a conflicts of interest policy and a Best Execution policy, details of which are available on <https://www.axa-im.com/our-policies-and-reports>, and which provides respectively that (i) conflict of interests are mitigated in maintaining appropriate analyses mechanisms, controls and in ensuring that Securities Lending Agent is kept separate from the Portfolio Manager teams and (ii) that best execution is ensured by not typically using the same execution venues for securities lending transactions as for other transactions to ensure that the particular characteristics of such Securities lending transactions are taken into account.

Any revenues from efficient portfolio management techniques will be returned to the Fund, minus direct and indirect operational costs.

Direct operational cost is defined as the cost directly attributable to the implementation of EPM techniques (e.g. agent lender staff cost, trading platform cost, market data, custody and safekeeping costs, collateral management and SWIFT messaging costs).

Indirect cost is defined as the operational cost not directly attributable to the implementation of EPM techniques (e.g. insurance fee, premises and facilities).

**Repurchase and reverse repurchase:** 100% of the gross revenue generated by the repurchase (if any) and the reverse repurchase activities will benefit to the Fund.

**Securities lending:** Each Sub-Fund pays 35 % of the gross revenues generated from securities lending activities as costs / fees to AXA Investment Managers GS Limited in its capacity of lending agent and retain 65% of the gross revenues generated from securities lending activities. All costs / fees of running the programme are paid from the lending agent's portion of the gross income (35%). This includes all direct and indirect costs / fees generated by the securities lending activities. AXA Investment Managers GS Limited is a related party to the Management Company and the Investment Manager of the Sub-Fund.

# Notes to the Financial Statements as at 31 December 2024

## Note 11: Securities Lending (continued)

The accruals on securities lending income are booked daily in accounting and paid on a monthly basis.

Please find below details on the market value of securities on loan and related collateral information as at 31 December 2024:

Sub-Fund's name	Currency	% of investments	Amount lent	Amount of collateral received securities	Amount of collateral received cash	Total collateral
AXA IM Fixed Income Investment Strategies - US Short Duration High Yield	USD	1.81%	39,502,408	40,855,313	-	40,855,313
AXA IM Fixed Income Investment Strategies - US Corporate Intermediate Bonds	USD	8.61%	147,195,277	154,732,907	-	154,732,907
AXA IM Fixed Income Investment Strategies - Europe Short Duration High Yield	EUR	5.87%	81,232,554	83,653,595	-	83,653,595

The counterparties for the securities lending transactions listed above are:

Barclays Bank Plc, BNP Paribas SA Paris Branch, Citigroup Global Markets Limited, Credit Agricole Corporate and Investment Bank, Deutsche Bank AG London, Goldman Sachs International, J.P. Morgan Securities Plc, Merrill Lynch International, Morgan Stanley & Co. International Plc, Nomura International Plc, RBC Europe Limited, UBS AG London Branch and Zürcher Kantonalbank.

As at 31 December 2024, the securities lending income generated by the Sub-Funds is as follows:

Sub-Fund's name	Currency	Gross income of Securities Lending	Direct and indirect Costs and Fees of Securities Lending	Net income of Securities Lending
AXA IM Fixed Income Investment Strategies - US Short Duration High Yield	USD	1,041,100	364,385	676,715
AXA IM Fixed Income Investment Strategies - US Corporate intermediate Bonds	USD	392,043	137,215	254,828
AXA IM Fixed Income Investment Strategies - Europe Short Duration High Yield	EUR	483,292	169,152	314,140

## Note 12: Sustainable Finance Disclosure regulation ("SFDR")

Information on environmental and/or social characteristics and/or sustainable investments are available in the unaudited Sustainable Finance Disclosure Regulation Section and its relevant annexes where applicable.

## Note 13: Subsequent events

A new Sub-Fund, Euro Credit Opportunities 2029, was launched on 3 March 2025.

# Additional Unaudited Appendix

## Expense Ratios

The following TERs are calculated in accordance with the Swiss Funds and Asset Management Association (SFAMA) registration. Since 2020, the Asset Management Platform (AMP) Switzerland and the SFAMA have merged to form the Asset Management Association Switzerland (AMAS).

	Calculated TER (1) Swiss method	Applied Service Fee (2)	Ongoing Charges (3)
<b>AXA IM Fixed Income Investment Strategies - US Short Duration High Yield</b>			
A Capitalisation CHF Hedged (95%)	0.58%	0.13%	0.58%
A Capitalisation EUR Hedged (95%)	0.58%	0.13%	0.58%
A Capitalisation GBP Hedged (95%)	0.58%	0.13%	0.58%
A Capitalisation USD	0.55%	0.10%	0.55%
A Distribution monthly USD	0.55%	0.10%	0.55%
A Distribution semi-annually EUR Hedged (95%)	0.58%	0.13%	0.58%
A Distribution semi-annually GBP Hedged (95%)	0.58%	0.13%	0.58%
A Distribution semi-annually USD	0.55%	0.10%	0.55%
B Capitalisation CHF Hedged (95%)	0.88%	0.13%	0.88%
B Capitalisation EUR Hedged (95%)	0.88%	0.13%	0.88%
B Capitalisation GBP Hedged (95%)	0.88%	0.13%	0.88%
B Capitalisation JPY Hedged (95%)	0.88%	0.13%	0.88%
B Capitalisation USD	0.85%	0.10%	0.85%
B Distribution semi-annually CHF Hedged (95%)	0.88%	0.13%	0.88%
B Distribution semi-annually EUR Hedged (95%)	0.88%	0.13%	0.88%
B Distribution semi-annually GBP Hedged (95%)	0.88%	0.13%	0.88%
B Distribution semi-annually USD	0.85%	0.10%	0.85%
E Capitalisation EUR Hedged (95%)	1.57%	0.22%	1.57%
E Capitalisation USD	1.54%	0.19%	1.54%
F Capitalisation CHF Hedged (95%)	1.22%	0.22%	1.22%
F Capitalisation EUR Hedged (95%)	1.22%	0.22%	1.22%
F Capitalisation USD	1.19%	0.19%	1.19%
F Distribution monthly AUD Hedged (95%)	1.22%	0.22%	1.22%
F Distribution monthly USD	1.19%	0.19%	1.19%
F Distribution semi-annually CHF Hedged (95%)	1.22%	0.22%	1.22%
F Distribution semi-annually EUR Hedged (95%)	1.22%	0.22%	1.22%
I Capitalisation EUR Hedged (95%)	1.13%	0.13%	1.13%
I Capitalisation USD	1.10%	0.10%	1.10%
I Distribution semi-annually USD	1.10%	0.10%	1.10%
Z Capitalisation CHF Hedged (95%)	0.97%	0.22%	0.97%
Z Capitalisation EUR Hedged (95%)	0.97%	0.22%	0.97%
Z Capitalisation USD	0.94%	0.19%	0.94%
Z Distribution semi-annually CHF Hedged (95%)	0.97%	0.22%	0.97%
Z Distribution semi-annually EUR Hedged (95%)	0.97%	0.22%	0.97%
<b>AXA IM Fixed Income Investment Strategies - US Corporate Intermediate Bonds</b>			
A Capitalisation CHF Hedged (95%)	0.40%	0.09%	0.39%
A Capitalisation EUR Hedged (95%)	0.40%	0.09%	0.39%
A Capitalisation USD	0.37%	0.06%	0.36%
A Distribution semi-annually EUR Hedged (95%)	0.40%	0.09%	0.39%
A Distribution semi-annually JPY Hedged (95%)	0.40%	0.09%	0.39%
A Distribution semi-annually USD	0.37%	0.06%	0.36%
E Capitalisation EUR Hedged (95%)	1.46%	0.21%	1.46%
E Capitalisation USD	1.43%	0.18%	1.43%
F Capitalisation CHF Hedged (95%)	0.96%	0.21%	0.96%
F Capitalisation EUR Hedged (95%)	0.96%	0.21%	0.96%
F Capitalisation USD	0.93%	0.18%	0.93%
F Distribution semi-annually USD	0.93%	0.18%	0.93%
F Distribution monthly USD	0.93%	0.18%	0.93%
I Capitalisation EUR Hedged (95%)	0.60%	0.09%	0.59%
I Capitalisation USD	0.57%	0.06%	0.56%
I Distribution semi-annually EUR Hedged (95%)	0.60%	0.09%	0.59%
I Distribution semi-annually USD	0.57%	0.06%	0.56%
N Capitalisation USD	2.17%	0.18%	2.18%

## Additional Unaudited Appendix

### Expense Ratios (continued)

	Calculated TER (1) Swiss method	Applied Service Fee (2)	Ongoing Charges (3)
<b>AXA IM Fixed Income Investment Strategies - US Corporate Intermediate Bonds (continued)</b>			
N Distribution semi-annually USD	2.18%	0.18%	2.18%
U Capitalisation USD	1.07%	0.06%	1.06%
U Distribution semi-annually USD	1.06%	0.07%	1.06%
Z Capitalisation CHF Hedged (95%)	0.61%	0.21%	0.61%
Z Capitalisation EUR Hedged (95%)	0.61%	0.21%	0.61%
Z Capitalisation USD	0.58%	0.18%	0.58%
ZF Capitalisation CHF Hedged (95%)	0.51%	0.21%	0.51%
ZF Capitalisation EUR Hedged (95%)	0.51%	0.21%	0.51%
ZF Capitalisation USD	0.48%	0.18%	0.48%
ZF Distribution monthly USD	0.49%	0.18%	0.48%
<b>AXA IM Fixed Income Investment Strategies - Europe Short Duration High Yield</b>			
A Capitalisation CHF Hedged (95%)	0.56%	0.10%	0.57%
A Capitalisation EUR	0.53%	0.07%	0.54%
A Capitalisation USD Hedged (95%)	0.56%	0.10%	0.57%
A Distribution semi-annually EUR	0.53%	0.08%	0.54%
B Capitalisation CHF Hedged (95%)	0.85%	0.10%	0.87%
B Capitalisation EUR	0.83%	0.07%	0.84%
B Capitalisation GBP Hedged	0.86%	0.10%	0.87%
B Capitalisation USD Hedged (95%)	0.86%	0.10%	0.87%
B Distribution semi-annually EUR	0.83%	0.07%	0.84%
E Capitalisation EUR	1.52%	0.16%	1.53%
E Capitalisation USD Hedged (95%)	1.55%	0.19%	1.56%
E Distribution semi-annually USD Hedged (95%)	1.55%	0.19%	1.56%
F Capitalisation CHF Hedged (95%)	1.20%	0.19%	1.21%
F Capitalisation EUR	1.17%	0.16%	1.18%
F Capitalisation USD Hedged (95%)	1.20%	0.19%	1.21%
F Distribution semi-annually CHF Hedged (95%)	1.20%	0.19%	1.21%
F Distribution semi-annually EUR	1.16%	0.16%	1.18%
M Capitalisation EUR	0.08%	0.07%	0.09%
Z Capitalisation CHF Hedged (95%)	0.97%	0.22%	0.99%
Z Capitalisation EUR	0.94%	0.19%	0.96%
Z Capitalisation USD Hedged (95%)	0.97%	0.22%	0.99%
Z Distribution semi-annually EUR	0.94%	0.19%	0.96%
<b>AXA IM Fixed Income Investment Strategies - US High Yield B/BB</b>			
A Capitalisation EUR Hedged (95%)	0.48%	0.13%	0.54%
A Capitalisation USD	0.45%	0.10%	0.51%
I Capitalisation USD	0.65%	0.10%	0.71%
<b>AXA IM Fixed Income Investment Strategies - Euro Credit Opportunities Target 2028</b>			
BE Distribution semi-annually EUR	1.29%	0.22%	2.03%
B Capitalisation EUR	0.58%	0.13%	0.59%

(1) The TERs above represent, as indicated in the prospectus, a weighted average of administrative expenses which unitholders could normally have expected to pay when being invested in the chosen unit class as indicated in the prospectus. This methodology is in line with accepted standard market practices and represents a fair view of publications to be made in the market.

(2) Please refer to note 6 for more details on the Applied Service Fee.

(3) The Ongoing charges are based on historical expense data, as well as anticipated budget changes for the period. For certain classes of units and Sub-Funds where there is no relevant expense history, Ongoing charge figures are based on estimates. The figures represent the situation as assessed per 31 December 2024. The Ongoing charges calculation excludes the Performance fees.

# Additional Unaudited Appendix

## PTR (Portfolio Turnover Ratio)

Sub-Funds	Currency	PTR I (1)	PTR II (2)
AXA IM Fixed Income Investment Strategies – US Short Duration High Yield	USD	27.6%	37.4%
AXA IM Fixed Income Investment Strategies – US Corporate Intermediate Bonds	USD	21.9%	32.0%
AXA IM Fixed Income Investment Strategies – Europe Short Duration High Yield	EUR	142.7%	166.2%
AXA IM Fixed Income Investment Strategies – US High Yield B/BB	USD	63.9%	63.9%
AXA IM Fixed Income Investment Strategies – Euro Credit Opportunities Target 2028	EUR	212.4%	238.7%

(1) PTR I =  $\frac{\text{TOTAL PURCHASES} + \text{TOTAL SALES} - (\text{TOTAL SUBSCRIPTIONS} + \text{TOTAL REDEMPTIONS})}{\text{MONTHLY AVERAGE TOTAL NET ASSETS}} \times 100$

(2) PTR II =  $\frac{\text{TOTAL PURCHASES} + \text{TOTAL SALES} - \text{SUM OF DAILY IN OR OUTFLOWS}}{\text{AVERAGE TOTAL NET ASSETS}} \times 100$

## Additional Unaudited Appendix

### Remuneration policy

According to regulatory requirements on remuneration disclosure applicable to asset management companies, this disclosure provides an overview of the approach on remuneration taken by AXA Investment Managers (hereafter "AXA IM"). Further information on the composition of the Remuneration Committee and driving principles of the Remuneration Policy is available on AXA IM website: [www.axa-im.com/important-information/remuneration-policy](http://www.axa-im.com/important-information/remuneration-policy). A copy of this information is available upon request free of charge.

Governance - AXA IM's Remuneration Policy, which is reviewed and approved by the AXA IM Remuneration Committee every year, sets out the principles relating to remuneration within all entities of AXA IM and takes into account AXA IM's business strategy, objectives, and risk tolerance, as well as the long-term interests of AXA IM's shareholders, clients and employees. The AXA IM Remuneration Committee, in line with the remuneration policies and procedures set and validated at AXA Group level, ensures consistency and fair application of the Remuneration Policy within AXA IM, as well as compliance with applicable regulations.

The central and independent review that the effective implementation of the AXA IM's Remuneration Policy complies with the procedures and policies adopted by AXA IM Group level, is performed by the AXA IM Internal Audit Department, who presents each year its conclusions to the AXA IM Remuneration Committee to enable it to perform its diligences.

These conclusions did not mention any particular comments regarding the compliance of the effective implementation of the AXA IM's Remuneration Policy.

The result of the annual exam by the AXA IM Remuneration Committee is presented to the Board of Directors of AXA IM along with the amendments implemented into the AXA IM's Remuneration Policy.

These changes primarily relate to the global principles of the deferred remuneration policy, the removal of the allocation of AXA IM Performance Shares and AXA group stock options, a reminder of rules to ensure fair allocation of remuneration (neutrality in terms of sex, religion, age, sexual orientation, marital status, etc.) and the introduction of a section on the incorporation of sustainability risk in order to guarantee compliance with all regulations in force, in particular Regulation (EU) 2019/2088 of the European Parliament and of the Council of 27 November 2019 on sustainability-related disclosures in the financial services sector and their alignment with sales and human resources strategies within the AXA IM Group.

The Global Remuneration Policy has been reviewed to factor the proposed deferral structure in and ensure compliance with all governing regulations and alignment with the AXA IM business and Human Resource strategies.

# Additional Unaudited Appendix

## Remuneration policy (continued)

**Quantitative information** - Data provided below are those of AXA IM covering all subsidiaries of the AXA IM Group and types of portfolios as at 31 December 2024 after application on remuneration data of the Fund's weighted Asset Under Management allocation key.

Total amount of remuneration paid and/or awarded to staff for the year ended 31 December 2024, prorated to the Fund's assets <sup>1</sup>	
Fixed Pay <sup>2</sup> ('000 EUR)	2,573.06
Variable Pay <sup>3</sup> ('000 EUR)	1,580.48
Number of employees <sup>4</sup>	2,944

<sup>1</sup> Excluding social charges.

<sup>2</sup> Fixed Pay amount is based on Fixed Pay effective for all staff at AXA IM during the financial year under review prorated to the Fund's assets.

<sup>3</sup> Variable Pay, prorated to the Fund's assets, composed of discretionary, upfront and deferred items, includes:

- Amounts awarded for the performance of the previous year and fully paid over the financial year under review (non-deferred variable pay);
- Amounts awarded for the performance of previous years and the performance of the year under review (deferred variable pay);
- Long-Term Incentives awarded by the AXA Group.

<sup>4</sup> Number of employees includes Permanent and Temporary contracts excluding internship as at 31 December 2024.

Aggregate amount of remuneration paid and / or awarded to risk takers and senior management whose activities have a significant impact on the risk profile of portfolios, prorated to the Fund's assets <sup>1</sup>			
	Risk Takers	Senior Management	Total
Fixed Pay and Variable Pay ('000 EUR) <sup>2, 3</sup>	832.40	559.45	1,391.85
Number of employees <sup>4</sup>	294	101	395

<sup>1</sup> Excluding social charges.

<sup>2</sup> Fixed Pay amount is based on Fixed Pay effective for all staff at AXA IM during the financial year under review prorated to the Fund's assets.

<sup>3</sup> Variable Pay, prorated to the Fund's assets, composed of discretionary, upfront and deferred items, includes:

- Amounts awarded for the performance of the previous year and fully paid over the financial year under review (non-deferred variable pay);
- Amounts awarded for the performance of previous years and the performance of the year under review (deferred variable pay);
- Long-Term Incentives awarded by the AXA Group.

<sup>4</sup> Number of identified employees within AXA IM Group level and AXA IM as at 1 January 2024.

# Additional Unaudited Appendix

## Transaction fees

The transaction fees presented in the Statement of Operations and Changes in Net Assets are the sum of the Depositary cash movement Charges, the Fund Administrator Charges on FOREX activity and the Depositary Settlement Charges.

Sub-Funds	Commissions				Settlement Fees	Tax			In the Sub-Funds currency	
	Broker Commissions	Broker Execution fee	Depositary cash movement Charges*	Fund Administrator Charges on FOREX activity*		Stamp Duty	Other Transaction Tax	State Street Bank Settlement Charges waived by swing	Total	All other components of the Transaction fees**
AXA IM Fixed Income Investment Strategies - US Short Duration High Yield	-	-	4,208	-	19,529	-	-	-	23,737	-
AXA IM Fixed Income Investment Strategies - US Corporate Intermediate Bonds	-	-	16,590	1,694	9,703	-	-	-	27,987	-
AXA IM Fixed Income Investment Strategies - Europe Short Duration High Yield	-	-	-	-	8,171	-	-	-	8,171	-
AXA IM Fixed Income Investment Strategies - US High Yield B/BB	-	-	-	-	339	-	-	-	339	-
AXA IM Fixed Income Investment Strategies - Euro Credit Opportunities Target 2028	-	-	-	-	-	-	-	-	-	-

## Risk disclosure linked to CSSF circular 11/512

The method to calculate the global exposure of all Sub-Funds is the commitment approach.

## Securities Financing Transactions Regulation

### Foreword

The Fund may lend positions of its securities portfolio to third parties through different techniques whereas:

- Bilateral should be understood as trading executed directly with the counterparty and the collateral, managed by AXA Investment Managers GS Limited, is safe-kept at State Street Luxembourg S.C.A..
- Triparty should be understood as trading executed directly with the counterparty and collateral managed by a triparty agent who manages and safe-keep the collateral.
- CCP should be understood as Central Counterparties Clearing House.

\* These fees are disclosed under the caption "Transaction fees" in the Statement of Operations and Changes in Net Assets.

\*\* The "All other components of the Transaction fees" do not form part of the account "Transaction fees" in the Statement of Operations and Changes in Net Assets. They are included in the "Net Change in unrealised appreciation/(depreciation) on investments" and the "Net realised gain/(loss) on sales of investments" in the Statement of Operations and Changes in Net Assets.

# Additional Unaudited Appendix

## Securities Financing Transactions Regulation (continued)

### Foreword (continued)

#### Data on cost and return

The return from securities lending transactions is split between the relevant Fund and the agent lender. The Funds receive 65% while the agent lender receive 35% of the income, with all operational costs supported by the agent lender. The income earned by the Funds from securities lending transactions is disclosed in the stock lending note (note 11).

#### Eligible collateral

Collateral received by a Sub-Fund may be used to reduce its counterparty risk exposure with a counterparty if it complies with the criteria listed in circulars issued by the CSSF from time to time in terms of liquidity, valuation, issuer credit quality, correlation, risks linked to the management of collateral and enforceability. In particular, collateral should comply with the following conditions:

- Any collateral received other than cash should be of high quality, highly liquid and traded on a regulated market or multilateral trading facility with transparent pricing in order that it can be sold quickly at a price that is close to pre-sale valuation.
- It should be valued on a daily basis on a mark-to-market price basis and assets that exhibit high price volatility should not be accepted as collateral unless suitably conservative haircuts are in place. Margin calls will be implemented in accordance with the terms negotiated in the collateral arrangements.
- It should be issued by an entity that is independent from the counterparty and is expected not to display a high correlation with the performance of the counterparty.
- It should be sufficiently diversified in terms of country, markets and issuers and shall not entail on an aggregate basis an exposure to a given issuer for more than 20% of its Net Asset Value. By way of derogation, a Sub-Fund may be fully collateralised in different Transferable Securities or Money Market Instruments issued or guaranteed by any of the Member States, one or more of their local authorities, a third party sovereign country such as Canada, Japan, Norway, Switzerland and the United States of America, or any public international body to which one or more Member State(s) belong(s) such as the European Investment Bank, provided that it receives such securities from at least six different issues and that securities from any single issue should not account for more than 30% of such Sub-Fund's Net Asset Value. The collateral shall further comply with the limits set forth above under section "b) Limitations on Control".
- The financial guarantees received by the Sub-Fund will be kept by the Depositary or, failing that, by any third party depositary (such as Euroclear Bank SA/NV) which is subject to a prudential supervision and that has no link with the guarantee provider.
- It should be capable of being fully enforced by the Company for the account of the Sub-Fund at any time without reference to or approval from the counterparty.

#### Eligible assets

As long as it complies with the above mentioned conditions, the collateral may consist of (i) sovereign OECD bonds; and/or (ii) direct investment in bonds issued or guaranteed by first class issuers offering an adequate liquidity or shares listed or dealt on a Regulated Market of a Member State of the European Union or on a stock exchange of a member state of the OECD provided that they are included in a main index.

# Additional Unaudited Appendix

## Securities Financing Transactions Regulation (continued)

### Securities lending

	AXA IM Fixed Income Investment Strategies - US Short Duration High Yield USD	AXA IM Fixed Income Investment Strategies - US Corporate Intermediate Bonds USD	AXA IM Fixed Income Investment Strategies - Europe Short Duration High Yield EUR
Settlement and clearing (e.g. Bilateral, tri-party, CCP)	Bilateral, Triparty	Bilateral, Triparty	Bilateral, Triparty
<b>Amount of securities and commodities on loan as a proportion of total lendable assets</b>	3.00%	9.00%	11.00%
<b>Amount of assets engaged</b>			
Absolute amount	39,502,408	147,195,277	81,232,554
Proportion of the Assets Under Management	1.81%	8.61%	5.87%
<b>Type and quality of collateral<sup>1</sup></b>			
Bank deposits	-	-	-
Bonds	31,543,460	79,302,560	77,303,341
Equities	9,311,853	75,430,347	6,350,254
Other	-	-	-
<b>Maturity tenor of the SFTs (absolute value)</b>			
Less than one day	-	-	-
One day to one week	-	-	-
One week to one month	-	-	-
One month to three months	-	-	-
Three months to one year	-	-	-
Above one year	-	-	-
Open	39,502,408	147,195,277	81,232,554
<b>Currencies<sup>2</sup></b>			
<b>Maturity tenor of the collateral (absolute value)</b>			
Less than one day	-	-	-
One day to one week	-	-	-
One week to one month	-	-	-
One month to three months	-	-	-
Three months to one year	4,451,910	33,918,926	38,043
Above one year	27,091,550	45,383,634	77,265,298
Open transactions	9,311,853	75,430,347	6,350,254

Note: At year-end, there is no collateral reinvested for any Sub-Fund, either in the form of cash or securities.

<sup>1</sup> Collateral received by the Subfund in respect of the SFT are in the form of debt securities having investment grade credit rating and listed shares.

<sup>2</sup> Collateral received by the Subfund in respect of the SFT is held in the following currencies: CAD, CHF, DKK, EUR, GBP, JPY, NOK, SEK, USD.

# Additional Unaudited Appendix

## Securities Financing Transactions Regulation (continued)

### Securities lending (continued)

#### Top 10 Counterparties

	AXA IM Fixed Income Investment Strategies - US Short Duration High Yield USD	AXA IM Fixed Income Investment Strategies - US Corporate Intermediate Bonds USD	AXA IM Fixed Income Investment Strategies - Europe Short Duration High Yield EUR
1 Name	NOMURA INTERNATIONAL PLC	NOMURA INTERNATIONAL PLC	Barclays Bank PLC
1 Gross volume outstanding transactions	17,261,874	131,599,835	26,854,979
Counterparty's country	United Kingdom	United Kingdom	United Kingdom
2 Name	BNP PARIBAS SA	DEUTSCHE BANK AG LONDON	J.P. MORGAN SECURITIES PLC
2 Gross volume outstanding transactions	16,484,287	7,851,746	18,287,040
Counterparty's country	France	United Kingdom	United Kingdom
3 Name	DEUTSCHE BANK AG LONDON	Zuercher Kantonalbank	GOLDMAN SACHS INTERNATIONAL
3 Gross volume outstanding transactions	2,923,227	4,502,925	8,163,362
Counterparty's country	United Kingdom	Switzerland	United Kingdom
4 Name	Barclays Bank PLC	Barclays Bank PLC	BNP PARIBAS SA
4 Gross volume outstanding transactions	2,337,560	3,240,771	8,058,812
Counterparty's country	United Kingdom	United Kingdom	France
5 Name	J.P. MORGAN SECURITIES PLC	-	DEUTSCHE BANK AG LONDON
5 Gross volume outstanding transactions	495,460	-	7,044,658
Counterparty's country	United Kingdom	-	United Kingdom
6 Name	-	-	CITIGROUP GLOBAL MARKETS LIMITED
6 Gross volume outstanding transactions	-	-	3,614,163
Counterparty's country	-	-	United Kingdom
7 Name	-	-	MORGAN STANLEY & CO. INTERNATIONAL PLC
7 Gross volume outstanding transactions	-	-	3,251,706
Counterparty's country	-	-	United Kingdom
8 Name	-	-	UBS AG LONDON BRANCH
8 Gross volume outstanding transactions	-	-	2,393,495
Counterparty's country	-	-	United Kingdom
9 Name	-	-	CREDIT AGRICOLE CORPORATE AND INVESTMENT BANK SA
9 Gross volume outstanding transactions	-	-	2,214,670
Counterparty's country	-	-	France
10 Name	-	-	RBC EUROPE LIMITED
10 Gross volume outstanding transactions	-	-	986,693
Counterparty's country	-	-	United Kingdom

Note: At Year-end, there is no collateral reinvested for any Sub-Fund, either in the form of cash or securities.

# Additional Unaudited Appendix

## Securities Financing Transactions Regulation (continued)

### Securities lending (continued)

#### 10 largest collateral issuers

	AXA IM Fixed Income - Investment Strategies - US Short Duration High Yield USD	AXA IM Fixed Income - Investment Strategies - US Corporate Intermediate Bonds USD	AXA IM Fixed Income - Investment Strategies - Europe Short Duration High Yield EUR
1 Name	European Union	Japan	Republique Francaise
Volume collateral received (absolute value)	16,680,809	67,531,750	30,999,050
	Japan	APPLE INC.	United Kingdom of Great Britain and Northern Ireland
2 Name			10,180,801
Volume collateral received (absolute value)	8,858,100	10,436,049	
3 Name	United Kingdom of Great Britain and Northern Ireland	TESLA INC	Sovereign in right of New Zealand
Volume collateral received (absolute value)	2,929,385	10,435,785	9,733,239
4 Name	Republique Francaise	HONEYWELL INTERNATIONAL INC.	United States of America
Volume collateral received (absolute value)	2,400,001	10,090,773	8,571,566
	APPLE INC.	COGNIZANT TECHNOLOGY SOLUTIONS CORPORATION	European Union
5 Name		7,906,611	8,155,221
Volume collateral received (absolute value)	1,323,607	7,906,611	
6 Name	TESLA INC	United Kingdom of Great Britain and Northern Ireland	Bundesrepublik Deutschland
Volume collateral received (absolute value)	1,323,604	7,868,285	8,004,081
7 Name	HONEYWELL INTERNATIONAL INC.	PHILLIPS 66	European Investment Bank
Volume collateral received (absolute value)	1,323,601	7,362,951	835,736
8 Name	COGNIZANT TECHNOLOGY SOLUTIONS CORPORATION	ALPHABET INC.	Heidelberg Materials AG
Volume collateral received (absolute value)	1,037,106	6,359,065	673,330
9 Name	PHILLIPS 66	MICROSOFT CORPORATION	Bayerische Motoren Werke Aktiengesellschaft
Volume collateral received (absolute value)	965,794	4,076,021	673,305
10 Name	ALPHABET INC.	Republique Francaise	Rheinmetall Aktiengesellschaft
Volume collateral received (absolute value)	834,115	3,347,747	672,987

Note: At Year-end, there is no collateral reinvested for any Sub-Fund, either in the form of cash or securities.

# Additional Unaudited Appendix

## Securities Financing Transactions Regulation (continued)

### Securities lending (continued)

#### Safekeeping of collateral received

	AXA IM Fixed Income Investment Strategies - US Short Duration High Yield USD	AXA IM Fixed Income Investment Strategies - US Corporate Intermediate Bonds USD	AXA IM Fixed Income Investment Strategies - Europe Short Duration High Yield EUR
Custodians	EUROCLEAR	JPMorgan	EUROCLEAR
Collateral safe-kept	22,685,360	143,418,534	75,082,029
Custodians	JPMorgan	EUROCLEAR	BONY
Collateral safe-kept	18,169,953	11,314,373	8,571,566

#### Safekeeping of collateral granted

As at 31 December 2024, there is no collateral granted from any Sub-Fund.

## Additional Unaudited Appendix

### Sustainable Finance Disclosure Regulation (“SFDR”) Disclosures

## Periodic disclosure for the financial products referred to in Article 8, paragraphs 1, 2 and 2a, of Regulation (EU) 2019/2088 and Article 6, first paragraph, of Regulation (EU) 2020/852

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

**Product Name:** AXA IM FIIS - US Short Duration High Yield (the "Financial Product") **Legal Entity Identifier:** 2138004B7WO5WYWQR680

## Environmental and/or social characteristics

### Did this financial product have a sustainable investment objective?

●  **YES**

- It made **sustainable investments with an environmental objective:** \_\_\_ %
  - in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
- It made **sustainable investments with a social objective:** \_\_\_ %

●  **NO**

- It promoted Environmental/Social (E/S) characteristics** and while it did not have as its objective a sustainable investment, it had a proportion of 24.04 % of sustainable investments
  - with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
  - with a social objective
- It promoted E/S characteristics, but **did not make any sustainable investments**



### To what extent were the environmental and/or social characteristics promoted by this financial product met?

The Financial Product has met the environmental and social characteristics promoted for the reference period by investing in companies considering their:

- ESG Score

The Financial Product has also promoted other specific environmental and social characteristics, mainly:

- Preservation of climate with exclusion policies on coal and oil & gas activities
- Protection of ecosystem and prevention of deforestation
- Better health with exclusion on tobacco
- Labor rights, society and human rights, business ethics, anti-corruption with exclusion on companies in violation of international norms and standards such as the United Nations Global Compact Principles, International Labor Organization's (ILO) Conventions or the OECD guidelines for Multinational Enterprises AXA IM sectorial exclusions and ESG standards have been applied bindingly at all times during the reference period
- Protection of human rights avoiding investing in debt instruments issued by countries where the worst forms of human right violations are observed.

The Financial Product has not designated an ESG Benchmark to promote environmental or social characteristics.

### How did the sustainability indicators perform?

During the reference the period, the attainment of the environmental and social characteristics promoted by the Financial Product has been measured with the sustainability indicators mentioned above:

The Financial Product has outperformed its ESG Score compared to Parallel comparison portfolio during the reference period.

Sustainability KPI Name	Value	Parallel comparison portfolio	Coverage
ESG Score	5.61 / 10	5.3 / 10	99.96 %

*N.B.: KPIs and benchmarks are reported based on an average of the data available at each end of month of the reference period.*

... And compared to previous periods?

Sustainability KPI Name	Year	Value	Parallel comparison portfolio	Coverage
ESG Score	2023	5.12 / 10	5.26 / 10	100 %
ESG Score	2022	4.86 / 10	4.79 / 10	100 %

*N.B.: While Sustainability KPIs are reported based on an average of the data available at each end of quarter of the reference period, for technical reasons benchmarks are reported based on end of year data only. Therefore, the comparison should not be taken as such at face value and should not be interpreted as a breach of the binding elements disclosed into the Financial Product's legal documentation, as figures disclosed for the benchmark are not based on the same accounting approach than for those disclosed for the Financial Product.*

What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objectives?

During the reference period, the Financial Product has partially invested in instruments qualifying as sustainable investments with various social and environmental objectives (without any limitation) by assessing the positive contribution of investee companies through at least one of the following dimensions:

**1. UN Sustainable Development Goals alignment (SDG)** of investee companies as reference framework, considering companies which contribute positively to at least one SDG either through the Products and Services they offer or the way they carry their activities ("Operations"). To be considered as a sustainable asset, a company must satisfy the following criteria:

- a) the SDG scoring related to the "products and services" offered by the issuer is equal or above 2, corresponding to at least 20% of their revenues being derived from a sustainable activity, or
- b) using a best in universe approach consisting of giving priority to the issuers best rated from a non-financial viewpoint irrespective of their sector of activity, the SDG scoring of the issuer's operations is on the better top 2.5%, except in consideration to the SDG-5 (gender equality), SDG 8 (decent work), SDG 10 (reduced inequalities), SDG 12 (Responsible Production and Consumption) and SDG 16 (peace & justice), for which the SDG scoring of the issuer's Operation is on the better top 5%. For SDG 5, 8, 10 and 16 the selectivity criteria on issuer's "Operations" is less restrictive as such SDGs are better addressed considering the way the issuer carries their activities than the Products and Services offered by the investee company. It is also less restrictive for SDG 12 which can be addressed through the Products & Services or the way the investee company carries their activities.

The quantitative SDG results are sourced from external data providers and can be overridden by a duly supported qualitative analysis performed by the Investment Manager.

**2. Integration of issuers engaged in a solid Transition Pathway** consistently with the European Commission's ambition to help fund the transition to a 1.5°C world - based on the framework developed by the Science Based Targets Initiative, considering companies which have validated Science-Based targets.

**3. Investments in Green, Social or Sustainability Bonds (GSSB), Sustainability Linked Bonds:**

a) GSSB are instruments which aim to contribute to various sustainable objectives by nature. As such, investments in bonds issued by corporates and sovereigns that have been identified as green bonds, social bonds or sustainability bonds in Bloomberg data base are considered as "sustainable investments" under AXA IM's SFDR framework.

b) With regards to Sustainability Linked Bonds, an internal framework was developed to assess the robustness of those bonds that are used to finance general sustainable purpose. As these instruments are newer leading to heterogeneous practices from issuers, only Sustainability Linked Bonds that get a positive or neutral opinion from AXA IM's internal analysis process are considered as "sustainable investments". This analysis framework draws on the International Capital Market Association (ICMA) guidelines with a stringent proprietary approach based on the following defined criteria: (i) issuer's sustainability strategy and key performance indicators relevance and materiality, (ii) Sustainability performance target's ambition, (iii) bond characteristics and (iv) sustainability performance target's monitoring & reporting.

The Financial Product took into consideration the criteria of the EU Taxonomy environmental objectives, and the "do not significantly harm" principles. It is invested in activities aligned with the objectives of the EU Taxonomy. The Taxonomy alignment of the Financial Product has been provided by an external data provider and have been consolidated at portfolio level by AXA IM. Nevertheless, it has not been subject to an audit or a review by a third party.

How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?

During the reference period, the Do No Significant Harm Principle for the sustainable investments the Financial Product made had been achieved by not investing in company meeting any of the criteria below:

- The issuer caused significant harm along any of the SDGs when one of its SDG scores is below -5 based on a quantitative database from an external provider on a scale ranging from +10 corresponding to 'significantly contributing' to -10 corresponding to 'significantly obstructing', unless the quantitative score has been qualitatively overridden.
- The issuer failed within in AXA IM's sectorial and ESG standards ban lists, which consider among other factors the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights.
- The issuer had a CCC (or 1.43) or lower ESG rating according to AXA IM ESG scoring methodology (as defined in SFDR

precontractual annex).

**----- How were the indicators for adverse impacts on sustainability factors taken into account?**

The Financial Product has taken into consideration Principal Adverse Impacts ("PAIs") indicators to ensure that the sustainable investments did not harm significantly any other sustainability objectives under SFDR.

Principal adverse impacts have been mitigated through (i) AXA IM sectorial exclusion policies and AXA IM ESG standards that have been applied bindingly at all times by the Financial Product, as well as through the filters based on UN Sustainable Development Goals scoring.

Where relevant, Stewardship policies have been an additional risk mitigation on principal adverse impacts through direct dialogue with companies on sustainability and governance issues. Through the engagement activities, the Financial Product has used its influence as an investor to encourage companies to mitigate environmental and social risks relevant to their sectors as described below.

Voting at general meetings has also been an important element of the dialogue with investee companies in order to foster sustainably long-term value of the companies in which the Financial Product invests and mitigate adverse impacts as described below.

AXA IM also relies on the SDG pillar of its sustainable investment framework to monitor and take into account adverse impacts on those sustainability factors by excluding investee companies which have a SDG score under – 5 on any SDG (on a scale from + 10 corresponding to 'significant contributing impact' to – 10 corresponding to 'significant obstructing impact'), unless the quantitative score has been qualitatively overridden following a duly documented analysis by AXA IM Core ESG & Impact Research. This approach enables us to ensure investee companies with the worst adverse impacts on any SDG are not considered as sustainable investments.

**Environment:**

Relevant AXA IM policies	PAI indicator	Units	Measurement	Coverage in % based on Total AUM	Coverage in % based on eligible assets
Climate Risk policy Ecosystem Protection & Deforestation policy	PAI 1: Green House Gas (GHG) emissions (scope 1, 2, & 3 starting 01/2023)	Metric tonnes of carbon dioxide equivalents (tCO2e)	Scope 1: 136876.281 Scope 2: 38431.75 Scope 3: 950875.25 Scope 1+2: 175308.031 Scope 1+2+3: 1095736.75	Scope 1: 67 Scope 2: 67 Scope 3: 62 Scope 1+2: 67 Scope 1+2+3: 62	Scope 1: 69 Scope 2: 69 Scope 3: 63 Scope 1+2: 69 Scope 1+2+3: 63
	PAI 2: Carbon Footprint	Metric tonnes of carbon dioxide equivalents per million euro or dollar invested (tCO2e/€M)	Scope 1+2: 78.376 Scope 1+2+3: 410.015	Scope 1+2: 70 Scope 1+2+3: 62	Scope 1+2: 72 Scope 1+2+3: 63
	PAI 3: GHG intensity of investee companies	Metric tonnes of carbon dioxide equivalents per million euro of revenue (tCO2e/€M)	Scope 1+2+3: 709.911	Scope 1+2+3: 67	Scope 1+2+3: 69
Climate Risk policy	PAI 4: Exposure to Companies active in the fossil fuel sector	Share of investments in companies active in the fossil fuel sector (% of AuM)	3.11	73	74
Climate Risk policy (engagement only)	PAI 5 : Share of non-renewable energy consumption and production	Share of non-renewable energy consumption and non-renewable energy production of investee companies from non-renewable energy sources compared to renewable energy sources, expressed as a percentage of total energy sources (%)	Energy Consumption: 85.35	Energy Consumption: 61 Energy Production: 0	Energy Consumption: 62
Climate risk policy (considering an expected correlation between GHG emissions and energy consumption) <sup>1</sup>	PAI 6: Energy consumption intensity per high impact climate sector	Energy consumption in GWh per million EUR of revenue of investee companies, per high impact climate sector (GWh/€M)	Sector NACE B: 1.4 Sector NACE C: 0.681 Sector NACE D: 0.432 Sector NACE E: 0.758 Sector NACE G: 0.192 Sector NACE H: 1.627 Sector NACE L: 0.384	Sector NACE A: 0 Sector NACE B: 0 Sector NACE C: 20 Sector NACE D: 0 Sector NACE E: 1 Sector NACE F: 0 Sector NACE G: 10 Sector NACE H: 3 Sector NACE L: 2	Sector NACE B: 25 Sector NACE C: 59 Sector NACE D: 75 Sector NACE E: 47 Sector NACE G: 66 Sector NACE H: 34 Sector NACE L: 75
Ecosystem Protection & Deforestation policy	PAI 7: Activities negatively affecting biodiversity-sensitive areas	Share of investments in investee companies with sites/operations located in or near to biodiversity sensitive areas where activities of those investee companies negatively affect	14.97	15	15

<sup>1</sup> The approach used to mitigate the PAI indicators through this exclusion policy will evolve as the improvement in data availability and quality enables us to use the PAI more effectively. Not all high impact climate sectors are targeted by the exclusion policy for the time being.

		those areas (% of AuM)			
SDG no significantly negative score	PAI 8: Emissions to water	Tonnes of emissions to water generated by investee companies per million EUR invested, expressed as a weighted average (t/€M)	0.009	16	16
SDG no significantly negative score	PAI 9: Hazardous waste and radioactive waste ratio	Tonnes of hazardous waste and radioactive waste generated by investee companies per million EUR invested, expressed as a weighted average (t/€M)	0.286	13	13

Social and Governance:

Relevant AXA IM policies	PAI indicator	Units	Measurement	Coverage in % based on Total AUM	Coverage in % based on eligible assets
ESG standards policy: violation of international norms and standards	PAI 10: Violation of UN Global Compact principles & OECD Guidelines for Multinational Enterprises	Share of investments in investee companies that have been involved in violations of the UNGC principles or OECD Guidelines for Multinational Enterprises (% of AuM)	0%	98	100
ESG standards policy: violation of international norms and standards (considering an expected correlation between companies non-compliant with international norms and standards and the lack of implementation by companies of processes and compliance mechanisms to monitor compliance with those standards) <sup>2</sup>	PAI 11: Lack of processes and compliance mechanisms to monitor compliance with UN Global Compact principles & OECD Guidelines for Multinational Enterprises	Share of investments in investee companies without policies to monitor compliance with the UNGC principles or OECD Guidelines for Multinational Enterprises or grievance /complaints handling mechanisms to address violations of the UNGC principles or OECD Guidelines for Multinational Enterprises (% of AuM)	59.06 %	72	74
SDG no significantly negative score	PAI 12: Unadjusted gender pay gap	Average unadjusted gender pay gap of investee companies (%)	15.96%	72	73
Voting and Engagement policy with systematic voting criteria linked with board gender diversity	PAI 13: Board gender diversity	Average ratio of female board members in investee companies, expressed as a percentage of all board members (%)	26.74	72	74
Controversial weapons policy	PAI 14: Exposure to controversial weapons	Share of investments in investee companies involved in the manufacture or selling of controversial weapons (% of AuM)	0	98	100

For Sovereign and supranationals:

Relevant AXA IM policies	PAI indicator	Units	Measurement	Coverage in % based on Total AUM	Coverage in % based on eligible assets
• AXA IM ESG Standards policy, through the exclusion of investee countries with severe social violations • Compliance black-list based on international and EU sanctions	PAI 16: Sovereign Investee countries subject to social violations	Number of investee countries subject to social violations (absolute number and relative number divided by all investee countries), as referred to in international treaties and conventions, United Nations principles and, where	Absolute number: 0 Relative number: 0.0	Absolute number: 0 Relative number: 0	Absolute number: 25 Relative number: 25

<sup>2</sup> The approach used to mitigate the PAI indicators through this exclusion policy will evolve as the improvement in data availability and quality enables us to use the PAI more effectively.

		applicable, national law			
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The Financial Product is also taking into account the environmental optional indicator PAI 6 'Water usage and recycling' and the social optional indicator PAI 15 'Lack of anti-corruption and anti-bribery policies'.

PAI calculation methodologies have been defined as consistently as possible with current regulatory guidelines. Furthermore, reporting on PAIs can be limited or may reflect reporting periods prior to the reference period mainly due to challenges with regards to both data availability and reliability. PAI definitions and calculation methodologies may still evolve in the future depending on any additional regulatory guidelines, or due to data evolution with, for instance, data provider's change in methodology, or change in data sets used in order to align different reporting frameworks whenever possible.

### ***Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:***

During the reference period, the Financial Product did not invest in companies which cause, contribute or are linked to violations of international norms and standards in a material manner. Those standards focus on Human Rights, Society, Labor and Environment. AXA IM excluded any companies that have been assessed as "non compliant" to UN's Global Compact Principles, International Labor Organization's (ILO) Conventions, OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights (UNGPs).

*The EU Taxonomy sets out a "do no significant harm" principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.*

*The "do no significant harm" principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.*

*Any other sustainable investments must also not significantly harm any environmental or social objectives.*



### **How did this financial product consider principal adverse impacts on sustainability factors?**

The Financial Product took into consideration the following Principal Adverse Impact indicators applying the following exclusion policies and stewardship policies :

Relevant AXA IM policies	PAI indicator	Units	Measurement	Coverage in % based on Total AUM	Coverage in % based on eligible assets
Climate Risk policy			Scope 1: 136876.281 Scope 2: 38431.75 Scope 3: 950875.25 Scope 1+2: 175308.031 Scope 1+2+3: 1095736.75	Scope 1: 67 Scope 2: 67 Scope 3: 62 Scope 1+2: 67 Scope 1+2+3: 62	Scope 1: 69 Scope 2: 69 Scope 3: 63 Scope 1+2: 69 Scope 1+2+3: 63
Ecosystem protection & Deforestation policy	PAI 1: Green House Gas (GHG) emissions (scope 1, 2 & 3 starting 01/2023)	Metric tonnes of carbon dioxide equivalents (tCO2e)	Scope 1+2: 78.376 Scope 1+2+3: 410.015	Scope 1+2: 70 Scope 1+2+3: 62	Scope 1+2: 72 Scope 1+2+3: 63
Climate Risk policy			Scope 1+2+3: 709.911	Scope 1+2+3: 67	Scope 1+2+3: 69
Ecosystem protection & Deforestation policy	PAI 2: Carbon Footprint	Metric tonnes of carbon dioxide equivalents per million euro or dollar invested (tCO2e/€M)			
Climate Risk policy					
Ecosystem protection & Deforestation policy	PAI 3: GHG intensity of investee companies	Metric tonnes of carbon dioxide equivalents per million euro of revenue (tCO2e/€M)			
Climate Risk policy	PAI 4: Exposure to companies active in the fossil fuel sector	Share of investments in companies active in the fossil fuel sector (% of AuM)	3.11	73	74
Climate Risk policy (engagement only)	PAI 5: Share of non-renewable energy consumption and production	Share of non-renewable energy consumption and non-renewable energy production of investee companies from non-renewable energy sources compared to renewable energy sources, expressed as a percentage of total energy sources (%)	Energy Consumption: 85.35	Energy Consumption: 61 Energy Production: 0	Energy Consumption: 62
Ecosystem protection & Deforestation policy	PAI 7: Activities negatively affecting	Share of investments in investee companies with	14.97	15	15

**Principal adverse impacts** are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

	biodiversity-sensitive areas	sites/operations located in or near to biodiversity sensitive areas where activities of those investee companies negatively affect those areas (% of AuM)			
ESG standard policy / violation of international norms and standards	PAI 10: Violation of UN Global Compact principles & OECD Guidelines for Multinational Enterprises	Share of investments in investee companies that have been involved in violations of the UNGC principles or OECD Guidelines for Multinational Enterprises (% of AuM)	0%	98	100
Voting and Engagement policy with systematic voting criteria linked with board gender diversity	PAI 13: Board Gender diversity	Average ratio of female board members in investee companies, expressed as a percentage of all board members (%)	26.74	72	74
Controversial weapons policy	PAI 14: Exposure to controversial weapons	Share of investments in investee companies involved in the manufacture or selling of controversial weapons (% of AuM)	0	98	100

**For Sovereign and supranationals:**

Relevant AXA IM policies	PAI indicator	Units	Measurement	Coverage in % based on Total AUM	Coverage in % based on eligible assets
<ul style="list-style-type: none"> <li>AXA IM ESG Standards policy, through the exclusion of investee countries with severe social violations</li> <li>Compliance black-list based on international and EU sanctions</li> </ul>	PAI 16: Sovereign Investee countries subject to social violations	Number of investee countries subject to social violations (absolute number and relative number divided by all investee countries), as referred to in international treaties and conventions, United Nations principles and, where applicable, national law	Absolute number: 0 Relative number: 0.0	Absolute number: 0 Relative number: 0	Absolute number: 25 Relative number: 25

Source: S&P Trucost, 2024

PAI calculation methodologies have been defined as consistently as possible with current regulatory guidelines. Furthermore, reporting on PAIs can be limited or may reflect reporting periods prior to the reference period mainly due to challenges with regards to both data availability and reliability. PAI definitions and calculation methodologies may still evolve in the future depending on any additional regulatory guidelines, or due to data evolution with, for instance, data provider's change in methodology, or change in data sets used in order to align different reporting frameworks whenever possible.

*N.B.: PAIs are reported based on an average of the impacts at each end of quarter of the reference period where data is available.*

*Figures disclosed on PAI indicators can either be based on the "current value of all investments" as defined by the Regulation, or on "eligible assets with available data only" where relevant. For the purpose of this document, "eligible assets with available data only" refers to all investments (i.e., investee companies, or sovereign and supranational, or real estate assets, depending on the PAI), excluding derivatives, cash and cash equivalent and eligible assets without available data. "Eligible assets without available data" refers to assets that have insufficient data and/or low data quality for a specific investment. The attention of the recipient is drawn to the fact that for some specific PAIs (i.e., PAIs which are relative i) to investee companies' revenue or ii) to non-monetary units such as physical flows), the calculation is rebased on eligible assets with available data only for data quality and comparability purposes. Such exclusion at the denominator is reflected and disclosed through the coverage ratios for the relevant indicators: the coverage disclosed reflects the proportion of eligible assets for which data is available and provided in this document; in addition, to ensure full transparency on the scope of assets where PAIs are disclosed, the coverage based on the current value of all investments is also disclosed.*

**Reported PAI indicators based on the current value of all investments**

**Reported PAI indicators based on eligible assets, excluding eligible assets with no available data**

*N.B.: PAI indicators 1 and 16 are not based neither on any of these two approaches as being PAIs in absolute values (noting that the PAI 16 is also relative to the number of invested countries in addition to the absolute value number), i.e., having no denominator in their formula.*

*More details on our methodologies to account and disclose PAIs are available in AXA IM ESG Methodologies Handbook available on AXA IM website: <https://www.axa-im.com/our-policies-and-reports>*



## What were the top investments of this financial product?

The top investments of the Financial Product (based on the NACE classification's divisions: NACE level 2) are detailed below:

The list includes the investments constituting the greatest proportion of investments of the financial product during the reference period which is: 01/01/2024-31/12/2024

Largest investments	Sector (NACE level 2)	% Assets	Country
Portfolio 10061 USD SET SSX	Other	1.84%	N/A
SIRI 5% - 01/08/2027 Call	Telecommunications	1.37%	US
NXST 5.625% - 15/07/2027 Call	Programming and broadcasting activities	1.31%	US
WATCOS 6.5% - 15/06/2027 Call	Land transport and transport via pipelines	1.27%	US
GTN 7% - 15/05/2027 Call	Programming and broadcasting activities	1.25%	US
WLSC 6.125% - 15/06/2025 Call	Office administrative, office support and other business support activities	1.25%	US
TRIVIU 5.5% - 15/08/2026 Call	Manufacture of fabricated metal products, except machinery and equipment	1.19%	NL
CCL 10.375% - 01/05/2028 Call	Water transport	1.11%	BM
OI 6.625% - 13/05/2027 Call	Manufacture of other non-metallic mineral products	1.09%	US
ACALTD 6% - 15/11/2027 Call	Retail trade, except of motor vehicles and motorcycles	1.08%	US
SBPLLC 6.375% - 30/09/2026 Call	Retail trade, except of motor vehicles and motorcycles	1.08%	US
HBI 4.875% - 15/05/2026 Call	Manufacture of wearing apparel	1.08%	US
GEN 6.75% - 30/09/2027 Call	Publishing activities	1.05%	US
NSUS 5.75% - 01/10/2025 Call	Land transport and transport via pipelines	1.04%	US
CCOI 3.5% - 01/05/2026 Call	Telecommunications	1.02%	US

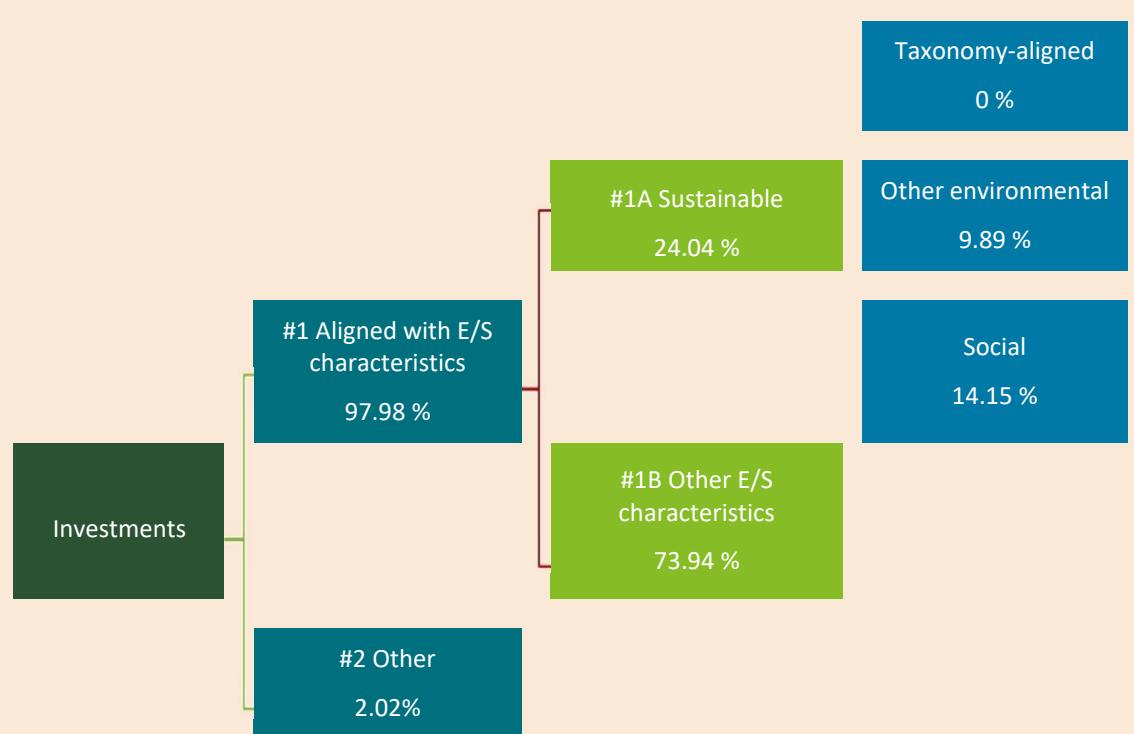
The portfolio proportions of investments presented above are an average over the reference period.



## What was the proportion of sustainability-related investments?

### What was the asset allocation?

Asset allocation describes the share of investments in specific assets.



**#1 Aligned with E/S characteristics** includes the investments of the financial product used to attain the environmental or social characteristics promoted by the financial product.

**#2 Other** includes the remaining investments of the financial product which are neither aligned with the environmental or social characteristics, nor are qualified as sustainable investments.

The category **#1 Aligned with E/S characteristics** covers:

- The sub-category **#1A Sustainable** covers environmentally and socially sustainable investments.
- The sub-category **#1B Other E/S characteristics** covers investments aligned with the environmental or social characteristics that do not qualify as sustainable investments.

The actual asset allocation has been reported based on an average of the data available at end of each quarter of the reference period.

Depending on the potential usage of derivatives within this product's investment strategy, the expected exposure detailed below could be subject to variability as the portfolio's NAV may be impacted by the Mark to Market of derivatives. For more details on the potential usage of derivatives by this product, please refer to its precontractual documents and its investment strategy described within.

### In which economic sectors were the investments made?

Financial product's investments were made in the economic sectors (based on NACE level 2) detailed below:

Top sector (NACE level 2)	Proportion
Telecommunications	7.6%
Land transport and transport via pipelines	6.39%
Financial service activities, except insurance and pension funding	6.08%
Publishing activities	5.13%
Security and investigation activities	4.88%
Retail trade, except of motor vehicles and motorcycles	4.55%
Gambling and betting activities	3.55%
Food and beverage service activities	3.51%
Programming and broadcasting activities	3.31%

Real estate activities	3.14%
Other manufacturing	3.09%
Human health activities	3.02%
Office administrative, office support and other business support activities	2.86%
Manufacture of electrical equipment	2.56%
Manufacture of motor vehicles, trailers and semi-trailers	2.4%
Manufacture of paper and paper products	2.35%
Manufacture of chemicals and chemical products	2.28%
Activities auxiliary to financial services and insurance activities	2.12%
Manufacture of computer, electronic and optical products	2.07%
Wholesale trade, except of motor vehicles and motorcycles	2.07%
Manufacture of food products	2.02%
Manufacture of rubber and plastic products	1.94%
Manufacture of wood and of products of wood and cork, except furniture, manufacture of articles of s	1.9%
Other	1.84%
Water transport	1.79%
Manufacture of fabricated metal products, except machinery and equipment	1.73%
Manufacture of other non-metallic mineral products	1.37%
Manufacture of machinery and equipment n.e.c.	1.33%
Manufacture of wearing apparel	1.33%
Information service activities	1.29%
Waste collection, treatment and disposal activities, materials recovery	1.06%
Motion picture, video and television programme production, sound recording and music publishing acti	1.03%
Other personal service activities	1.02%
Accommodation	1.01%
Creative, arts and entertainment activities	0.91%
Manufacture of basic metals	0.76%
Advertising and market research	0.74%
Sports activities and amusement and recreation activities	0.71%
Extraction of crude petroleum and natural gas	0.62%
Manufacture of other transport equipment	0.47%
Rental and leasing activities	0.47%
Wholesale and retail trade and repair of motor vehicles and motorcycles	0.4%
Mining support service activities	0.32%
Architectural and engineering activities, technical testing and analysis	0.3%
Manufacture of basic pharmaceutical products and pharmaceutical preparations	0.29%
Public administration and defence, compulsory social security	0.18%
Education	0.11%
Computer programming, consultancy and related activities	0.08%

The portfolio proportions of investments presented above are an average over the reference period.



## To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?

The Financial Product took into consideration the criteria of the EU Taxonomy environmental objectives, and the “do not significantly harm” principles. It is invested in activities aligned with the objectives of the EU Taxonomy. The Taxonomy alignment of the Financial Product has been provided by an external data provider and have been consolidated at portfolio level by AXA IM. Nevertheless, it has not been subject to an audit or a review by a third party.

The Taxonomy alignment of the Financial Product has been provided by an external data provider and have been consolidated to the portfolio level by AXA IM. Nevertheless, it has not been subject to an audit or a review by a third party.

### Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy?<sup>3</sup>

Yes

In fossil gas  In nuclear energy

No

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.

**Enabling activities** directly enable other activities to make a substantial contribution to an environmental objective.

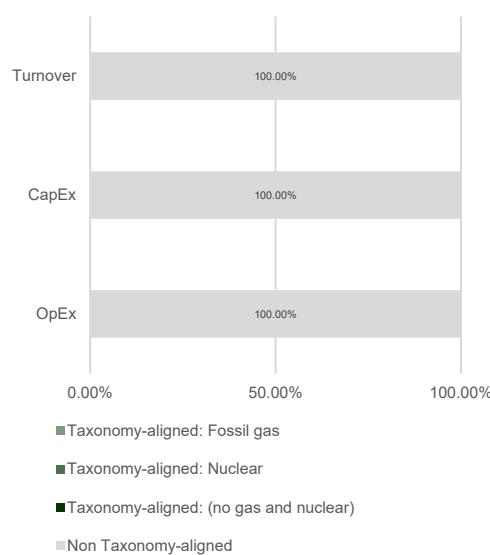
**Transitional activities** are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

Taxonomy-aligned activities are expressed as a share of:

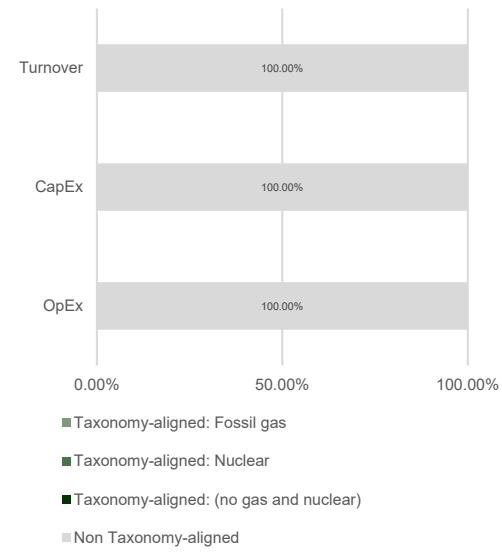
- **turnover** reflecting the share of revenue from green activities of investee companies.
- **capital expenditure** (CapEx) showing the green investments made by investee companies, e.g. for a transition to a green economy.
- **operational expenditure** (OpEx) reflecting green operational activities of investee companies.

**The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds\*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.**

#### 1. Taxonomy-alignment of investments including sovereign bonds\*



#### 2. Taxonomy-alignment of investments excluding sovereign bonds\*



This graph represents 100 % of the total investments.

\* For the purpose of these graphs, ‘sovereign bonds’ consist of all sovereign exposures

### What was the share of investments made in transitional and enabling activities?

<sup>3</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change (“climate change mitigation”) and do not significantly harm any EU Taxonomy objective -see explanatory note in the left-hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

The Financial Product has invested 0% of its Net Asset Value in transitional activities and 0% of its Net Asset Value in enabling activities.

● **How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?**

Percentage of EU Taxonomy-aligned investments			
	2024	2023	2022
Revenue-based	0.00%	0.00%	0.00%
CapEx-based	0.00%	0.00%	0.00%
OpEx-based	0.00%	0.00%	0.00%

Source: AXA IM, based on S&P Trucost, 2024

 are sustainable investments with an environmental objective that do not take into account the criteria for environmentally sustainable economic activities under Regulation (EU) 2020/852.

● **What was the share of sustainable investments with an environmental objective not aligned with the EU Taxonomy?**

The share of the sustainable investments with an environmental objective not aligned with the EU Taxonomy has been 9.89% for this Financial Product during the reference period.

Investee companies with an environmental sustainable objective under SFDR are contributing to support UN SDGs or transition to decarbonization based on defined criteria as described above. Those criteria applying to issuers are different from technical screening criteria defined in EU Taxonomy applying to economic activities.



**What was the share of socially sustainable investments?**

During the reference period, the Financial Product invested in 14.15% of sustainable investments with a social objective.



**What investments were included under “other”, what was their purpose and were there any minimum environmental or social safeguards?**

The remaining “Other” investments represented 2.02% of the Financial Product’s Net Asset Value.

The “other” assets may have consisted in, as defined in the precontractual annex:

- cash and cash equivalent investments, and ;
- other instruments eligible to the Financial Product and that do not meet the Environmental and/or Social criteria described in this appendix. Such assets may be transferable securities such as debt instruments, derivatives investments and investment collective schemes that do not promote environmental or social characteristics and that are used to attain the financial objective of the Financial Product and / or for diversification and / or hedging purposes.

Environmental or social safeguards were applied and assessed on all “other” assets except on (i) non single name derivatives, (ii) on UCITS and/or UCIs managed by other management company and (iii) on cash and cash equivalent investments described above.



**What actions have been taken to meet the environmental and/or social characteristics during the reference period?**

During the reference period, the Financial Product continued to apply all AXA IM exclusion policies, for which the exclusion criteria were updated - for the most recent updates - in 2023, but which exclusion lists were updated in 2024. More details on AXA IM exclusion policies are available under the following link: [Sustainability Policies and Reports | AXA IM Corporate](#)



**How did this financial product perform compared to the reference benchmark?**

Not applicable.

**Reference benchmarks** are indexes to measure whether the financial product attains the environmental or social characteristics that they promote.

## Periodic disclosure for the financial products referred to in Article 8, paragraphs 1, 2 and 2a, of Regulation (EU) 2019/2088 and Article 6, first paragraph, of Regulation (EU) 2020/852

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

**Product Name:** AXA IM FIIS - US Corporate Intermediate Bonds (the "Financial Product")

**Legal Entity Identifier:** 213800BRVSRTT2NBI83

# Environmental and/or social characteristics

## Did this financial product have a sustainable investment objective?

●  **YES**

- It made **sustainable investments with an environmental objective:** \_\_\_%

  - in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy

- It made **sustainable investments with a social objective:** \_\_\_%

●  **NO**

- It promoted Environmental/Social (E/S) characteristics** and while it did not have as its objective a sustainable investment, it had a proportion of 49.12 % of sustainable investments
- with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy
- with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
- with a social objective
- It promoted E/S characteristics, but **did not make any sustainable investments**



## To what extent were the environmental and/or social characteristics promoted by this financial product met?

The Financial Product has met the environmental and social characteristics promoted for the reference period by investing in companies considering their:

- ESG Score

The Financial Product has also promoted other specific environmental and social characteristics, mainly:

- Preservation of climate with exclusion policies on coal and oil & gas activities
- Protection of ecosystem and prevention of deforestation
- Better health with exclusion on tobacco
- Labor rights, society and human rights, business ethics, anti-corruption with exclusion on companies in violation of international norms and standards such as the United Nations Global Compact Principles, International Labor Organization's (ILO) Conventions or the OECD guidelines for Multinational Enterprises AXA IM sectorial exclusions and ESG standards have been applied bindingly at all times during the reference period
- Protection of human rights avoiding investing in debt instruments issued by countries where the worst forms of human right violations are observed.

The Financial Product has not designated an ESG Benchmark to promote environmental or social characteristics.

## How did the sustainability indicators perform?

During the reference the period, the attainment of the environmental and social characteristics promoted by the Financial Product has been measured with the sustainability indicators mentioned above:

The Financial Product has outperformed its ESG Score compared to Benchmark during the reference period.

Sustainability KPI Name	Value	Benchmark	Coverage
ESG Score	6.92 / 10	6.61 / 10	99.97 %

*N.B.: KPIs and benchmarks are reported based on an average of the data available at each end of month of the reference period.*

... And compared to previous periods?

Sustainability KPI Name	Year	Value	Benchmark	Coverage
ESG Score	2023	6.82 / 10	6.61 / 10	99.93 %
ESG Score	2022	6.66 / 10	6.57 / 10	100 %

*N.B.: While Sustainability KPIs are reported based on an average of the data available at each end of quarter of the reference period, for technical reasons benchmarks are reported based on end of year data only. Therefore, the comparison should not be taken as such at face value and should not be interpreted as a breach of the binding elements disclosed into the Financial Product's legal documentation, as figures disclosed for the benchmark are not based on the same accounting approach than for those disclosed for the Financial Product.*

What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objectives?

During the reference period, the Financial Product has partially invested in instruments qualifying as sustainable investments with various social and environmental objectives (without any limitation) by assessing the positive contribution of investee companies through at least one of the following dimensions:

**1.UN Sustainable Development Goals alignment (SDG)** of investee companies as reference framework, considering companies which contribute positively to at least one SDG either through the Products and Services they offer or the way they carry their activities ("Operations"). To be considered as a sustainable asset, a company must satisfy the following criteria:

- a) the SDG scoring related to the "products and services" offered by the issuer is equal or above 2, corresponding to at least 20% of their revenues being derived from a sustainable activity, or
- b) using a best in universe approach consisting of giving priority to the issuers best rated from a non-financial viewpoint irrespective of their sector of activity, the SDG scoring of the issuer's operations is on the better top 2.5%, except in consideration to the SDG-5 (gender equality), SDG 8 (decent work), SDG 10 (reduced inequalities), SDG 12 (Responsible Production and Consumption) and SDG 16 (peace & justice), for which the SDG scoring of the issuer's Operation is on the better top 5%. For SDG 5, 8, 10 and 16 the selectivity criteria on issuer's "Operations" is less restrictive as such SDGs are better addressed considering the way the issuer carries their activities than the Products and Services offered by the investee company. It is also less restrictive for SDG 12 which can be addressed through the Products & Services or the way the investee company carries their activities.

The quantitative SDG results are sourced from external data providers and can be overridden by a duly supported qualitative analysis performed by the Investment Manager.

**2.Integration of issuers engaged in a solid Transition Pathway** consistently with the European Commission's ambition to help fund the transition to a 1.5°C world - based on the framework developed by the Science Based Targets Initiative, considering companies which have validated Science-Based targets.

**3.Investments in Green, Social or Sustainability Bonds (GSSB), Sustainability Linked Bonds:**

a) GSSB are instruments which aim to contribute to various sustainable objectives by nature. As such, investments in bonds issued by corporates and sovereigns that have been identified as green bonds, social bonds or sustainability bonds in Bloomberg data base are considered as "sustainable investments" under AXA IM's SFDR framework.

b) With regards to Sustainability Linked Bonds, an internal framework was developed to assess the robustness of those bonds that are used to finance general sustainable purpose. As these instruments are newer leading to heterogeneous practices from issuers, only Sustainability Linked Bonds that get a positive or neutral opinion from AXA IM's internal analysis process are considered as "sustainable investments". This analysis framework draws on the International Capital Market Association (ICMA) guidelines with a stringent proprietary approach based on the following defined criteria: (i) issuer's sustainability strategy and key performance indicators relevance and materiality, (ii) Sustainability performance target's ambition, (iii) bond characteristics and (iv) sustainability performance target's monitoring & reporting.

The Financial Product took into consideration the criteria of the EU Taxonomy environmental objectives, and the "do not significantly harm" principles. It is invested in activities aligned with the objectives of the EU Taxonomy. The Taxonomy alignment of the Financial Product has been provided by an external data provider and have been consolidated at portfolio level by AXA IM. Nevertheless, it has not been subject to an audit or a review by a third party.

How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?

During the reference period, the Do No Significant Harm Principle for the sustainable investments the Financial Product made had been achieved by not investing in company meeting any of the criteria below:

- The issuer caused significant harm along any of the SDGs when one of its SDG scores is below -5 based on a quantitative database from an external provider on a scale ranging from +10 corresponding to 'significantly contributing' to -10 corresponding to 'significantly obstructing', unless the quantitative score has been qualitatively overridden.
- The issuer failed within in AXA IM's sectorial and ESG standards ban lists, which consider among other factors the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights.
- The issuer had a CCC (or 1.43) or lower ESG rating according to AXA IM ESG scoring methodology (as defined in SFDR precontractual annex).

**How were the indicators for adverse impacts on sustainability factors taken into account?**

The Financial Product has taken into consideration Principal Adverse Impacts (“PAIs”) indicators to ensure that the sustainable investments did not harm significantly any other sustainability objectives under SFDR.

Principal adverse impacts have been mitigated through (i) AXA IM sectorial exclusion policies and AXA IM ESG standards that have been applied bindingly at all times by the Financial Product, as well as through the filters based on UN Sustainable Development Goals scoring.

Where relevant, Stewardship policies have been an additional risk mitigation on principal adverse impacts through direct dialogue with companies on sustainability and governance issues. Through the engagement activities, the Financial Product has used its influence as an investor to encourage companies to mitigate environmental and social risks relevant to their sectors as described below.

Voting at general meetings has also been an important element of the dialogue with investee companies in order to foster sustainably long-term value of the companies in which the Financial Product invests and mitigate adverse impacts as described below.

AXA IM also relies on the SDG pillar of its sustainable investment framework to monitor and take into account adverse impacts on those sustainability factors by excluding investee companies which have a SDG score under – 5 on any SDG (on a scale from + 10 corresponding to ‘significant contributing impact’ to – 10 corresponding to ‘significant obstructing impact’), unless the quantitative score has been qualitatively overridden following a duly documented analysis by AXA IM Core ESG & Impact Research. This approach enables us to ensure investee companies with the worst adverse impacts on any SDG are not considered as sustainable investments.

**Environment:**

Relevant AXA IM policies	PAI indicator	Units	Measurement	Coverage in % based on Total AUM	Coverage in % based on eligible assets
Climate Risk policy Ecosystem Protection & Deforestation policy	PAI 1: Green House Gas (GHG) emissions (scope 1, 2, & 3 starting 01/2023)	Metric tonnes of carbon dioxide equivalents (tCO2e)	Scope 1: 72176.25 Scope 2: 18809.313 Scope 3: 519375.25 Scope 1+2: 90985.57 Scope 1+2+3: 611198.875	Scope 1: 87 Scope 2: 87 Scope 3: 85 Scope 1+2: 87 Scope 1+2+3: 85	Scope 1: 88 Scope 2: 88 Scope 3: 86 Scope 1+2: 88 Scope 1+2+3: 86
	PAI 2: Carbon Footprint	Metric tonnes of carbon dioxide equivalents per million euro or dollar invested (tCO2e/€M)	Scope 1+2: 56.056 Scope 1+2+3: 350.433	Scope 1+2: 92 Scope 1+2+3: 85	Scope 1+2: 93 Scope 1+2+3: 86
	PAI 3: GHG intensity of investee companies	Metric tonnes of carbon dioxide equivalents per million euro of revenue (tCO2e/€M)	Scope 1+2+3: 946.821	Scope 1+2+3: 90	Scope 1+2+3: 90
Climate Risk policy	PAI 4: Exposure to Companies active in the fossil fuel sector	Share of investments in companies active in the fossil fuel sector (% of AuM)	13.18	92	92
Climate Risk policy (engagement only)	PAI 5 : Share of non-renewable energy consumption and production	Share of non-renewable energy consumption and non-renewable energy production of investee companies from non-renewable energy sources compared to renewable energy sources, expressed as a percentage of total energy sources (%)	Energy Consumption: 63.36 Energy Production: 80.19	Energy Consumption: 83 Energy Production: 4	Energy Consumption: 83 Energy Production: 4
Climate risk policy (considering an expected correlation between GHG emissions and energy consumption) <sup>1</sup>	PAI 6: Energy consumption intensity per high impact climate sector	Energy consumption in GWh per million EUR of revenue of investee companies, per high impact climate sector (GWh/€M)	Sector NACE B: 0.888 Sector NACE C: 0.429 Sector NACE D: 4.254 Sector NACE E: 0.708 Sector NACE G: 0.086 Sector NACE H: 1.284 Sector NACE L: 0.103	Sector NACE A: 0 Sector NACE B: 2 Sector NACE C: 19 Sector NACE D: 3 Sector NACE E: 0 Sector NACE F: 0 Sector NACE G: 6 Sector NACE H: 4 Sector NACE L: 4	Sector NACE B: 71 Sector NACE C: 71 Sector NACE D: 37 Sector NACE E: 75 Sector NACE G: 75 Sector NACE H: 62 Sector NACE L: 76
Ecosystem Protection & Deforestation policy	PAI 7: Activities negatively affecting biodiversity-sensitive areas	Share of investments in investee companies with sites/operations located in or near to biodiversity sensitive areas where activities of those investee companies negatively affect those areas (% of AuM)	32.4	33	33
SDG no significantly negative score	PAI 8: Emissions to water	Tonnes of emissions to water generated	0.002	18	18

<sup>1</sup> The approach used to mitigate the PAI indicators through this exclusion policy will evolve as the improvement in data availability and quality enables us to use the PAI more effectively. Not all high impact climate sectors are targeted by the exclusion policy for the time being.

		by investee companies per million EUR invested, expressed as a weighted average (t/€M)			
SDG no significantly negative score	PAI 9: Hazardous waste and radioactive waste ratio	Tonnes of hazardous waste and radioactive waste generated by investee companies per million EUR invested, expressed as a weighted average (t/€M)	0.259	36	36

#### Social and Governance:

Relevant AXA IM policies	PAI indicator	Units	Measurement	Coverage in % based on Total AUM	Coverage in % based on eligible assets
ESG standards policy: violation of international norms and standards	PAI 10: Violation of UN Global Compact principles & OECD Guidelines for Multinational Enterprises	Share of investments in investee companies that have been involved in violations of the UNGC principles or OECD Guidelines for Multinational Enterprises (% of AuM)	0%	99	100
ESG standards policy: violation of international norms and standards (considering an expected correlation between companies non-compliant with international norms and standards and the lack of implementation by companies of processes and compliance mechanisms to monitor compliance with those standards) <sup>2</sup>	PAI 11: Lack of processes and compliance mechanisms to monitor compliance with UN Global Compact principles & OECD Guidelines for Multinational Enterprises	Share of investments in investee companies without policies to monitor compliance with the UNGC principles or OECD Guidelines for Multinational Enterprises or grievance /complaints handling mechanisms to address violations of the UNGC principles or OECD Guidelines for Multinational Enterprises (% of AuM)	54.77 %	90	91
SDG no significantly negative score	PAI 12: Unadjusted gender pay gap	Average unadjusted gender pay gap of investee companies (%)	16.83%	85	85
Voting and Engagement policy with systematic voting criteria linked with board gender diversity	PAI 13: Board gender diversity	Average ratio of female board members in investee companies, expressed as a percentage of all board members (%)	34.38	92	92
Controversial weapons policy	PAI 14: Exposure to controversial weapons	Share of investments in investee companies involved in the manufacture or selling of controversial weapons (% of AuM)	0	99	100

#### For Sovereign and supranationals:

Relevant AXA IM policies	PAI indicator	Units	Measurement	Coverage in % based on Total AUM	Coverage in % based on eligible assets
<ul style="list-style-type: none"> <li>AXA IM ESG Standards policy, through the exclusion of investee countries with severe social violations</li> <li>Compliance black-list based on international and EU sanctions</li> </ul>	PAI 16: Sovereign Investee countries subject to social violations	Number of investee countries subject to social violations (absolute number and relative number divided by all investee countries), as referred to in international treaties and conventions, United Nations principles and, where applicable, national law	N/A	Absolute number: 0 Relative number: 0	N/A

<sup>2</sup> The approach used to mitigate the PAI indicators through this exclusion policy will evolve as the improvement in data availability and quality enables us to use the PAI more effectively.

The Financial Product is also taking into account the environmental optional indicator PAI 6 'Water usage and recycling' and the social optional indicator PAI 15 'Lack of anti-corruption and anti-bribery policies'.

PAI calculation methodologies have been defined as consistently as possible with current regulatory guidelines. Furthermore, reporting on PAIs can be limited or may reflect reporting periods prior to the reference period mainly due to challenges with regards to both data availability and reliability. PAI definitions and calculation methodologies may still evolve in the future depending on any additional regulatory guidelines, or due to data evolution with, for instance, data provider's change in methodology, or change in data sets used in order to align different reporting frameworks whenever possible.

### ***Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:***

During the reference period, the Financial Product did not invest in companies which cause, contribute or are linked to violations of international norms and standards in a material manner. Those standards focus on Human Rights, Society, Labor and Environment. AXA IM excluded any companies that have been assessed as "non compliant" to UN's Global Compact Principles, International Labor Organization's (ILO) Conventions, OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights (UNGPs).

*The EU Taxonomy sets out a "do no significant harm" principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.*

*The "do no significant harm" principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.*

*Any other sustainable investments must also not significantly harm any environmental or social objectives.*



## **How did this financial product consider principal adverse impacts on sustainability factors?**

The Financial Product took into consideration the following Principal Adverse Impact indicators applying the following exclusion policies and stewardship policies :

Relevant AXA IM policies	PAI indicator	Units	Measurement	Coverage in % based on Total AUM	Coverage in % based on eligible assets
Climate Risk policy	PAI 1: Green House Gas (GHG) emissions (scope 1, 2 & 3 starting 01/2023)	Metric tonnes of carbon dioxide equivalents (tCO2e)	Scope 1: 72176.25 Scope 2: 18809.313 Scope 3: 519375.25 Scope 1+2: 90985.57 Scope 1+2+3: 611198.875	Scope 1: 87 Scope 2: 87 Scope 3: 85 Scope 1+2: 87 Scope 1+2+3: 85	Scope 1: 88 Scope 2: 88 Scope 3: 86 Scope 1+2: 88 Scope 1+2+3: 86
Climate Risk policy	PAI 2: Carbon Footprint	Metric tonnes of carbon dioxide equivalents per million euro or dollar invested (tCO2e/€M)	Scope 1+2: 56.056 Scope 1+2+3: 350.433	Scope 1+2: 92 Scope 1+2+3: 85	Scope 1+2: 93 Scope 1+2+3: 86
Climate Risk policy	PAI 3: GHG intensity of investee companies	Metric tonnes of carbon dioxide equivalents per million euro of revenue (tCO2e/€M)	Scope 1+2+3: 946.821	Scope 1+2+3: 90	Scope 1+2+3: 90
Climate Risk policy	PAI 4: Exposure to companies active in the fossil fuel sector	Share of investments in companies active in the fossil fuel sector (% of AuM)	13.18	92	92
Climate Risk policy (engagement only)	PAI 5: Share of non-renewable energy consumption and production	Share of non-renewable energy consumption and non-renewable energy production of investee companies from non-renewable energy sources compared to renewable energy sources, expressed as a percentage of total energy sources (%)	Energy Consumption: 63.36 Energy Production: 80.19	Energy Consumption: 83 Energy Production: 4	Energy Consumption: 83 Energy Production: 4
Ecosystem protection & Deforestation policy	PAI 7: Activities negatively affecting biodiversity-sensitive areas	Share of investments in investee companies with sites/operations located in or near to biodiversity sensitive areas where	32.4	33	33

**Principal adverse impacts** are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

		activities of those investee companies negatively affect those areas (% of AuM)			
ESG standard policy / violation of international norms and standards	PAI 10: Violation of UN Global Compact principles & OECD Guidelines for Multinational Enterprises	Share of investments in investee companies that have been involved in violations of the UNGC principles or OECD Guidelines for Multinational Enterprises (% of AuM)	0%	99	100
Voting and Engagement policy with systematic voting criteria linked with board gender diversity	PAI 13: Board Gender diversity	Average ratio of female board members in investee companies, expressed as a percentage of all board members (%)	34.38	92	92
Controversial weapons policy	PAI 14: Exposure to controversial weapons	Share of investments in investee companies involved in the manufacture or selling of controversial weapons (% of AuM)	0	99	100

**For Sovereign and supranationals:**

Relevant AXA IM policies	PAI indicator	Units	Measurement	Coverage in % based on Total AUM	Coverage in % based on eligible assets
<ul style="list-style-type: none"> <li>• AXA IM ESG Standards policy, through the exclusion of investee countries with severe social violations</li> <li>• Compliance black-list based on international and EU sanctions</li> </ul>	PAI 16: Sovereign Investee countries subject to social violations	Number of investee countries subject to social violations (absolute number and relative number divided by all investee countries), as referred to in international treaties and conventions, United Nations principles and, where applicable, national law	N/A	Absolute number: 0 Relative number: 0	N/A

Source: S&P Trucost, 2024

PAI calculation methodologies have been defined as consistently as possible with current regulatory guidelines. Furthermore, reporting on PAIs can be limited or may reflect reporting periods prior to the reference period mainly due to challenges with regards to both data availability and reliability. PAI definitions and calculation methodologies may still evolve in the future depending on any additional regulatory guidelines, or due to data evolution with, for instance, data provider's change in methodology, or change in data sets used in order to align different reporting frameworks whenever possible.

*N.B.: PAIs are reported based on an average of the impacts at each end of quarter of the reference period where data is available.*

*Figures disclosed on PAI indicators can either be based on the "current value of all investments" as defined by the Regulation, or on "eligible assets with available data only" where relevant. For the purpose of this document, "eligible assets with available data only" refers to all investments (i.e., investee companies, or sovereign and supranational, or real estate assets, depending on the PAI), excluding derivatives, cash and cash equivalent and eligible assets without available data. "Eligible assets without available data" refers to assets that have insufficient data and/or low data quality for a specific investment. The attention of the recipient is drawn to the fact that for some specific PAIs (i.e., PAIs which are relative i) to investee companies' revenue or ii) to non-monetary units such as physical flows), the calculation is rebased on eligible assets with available data only for data quality and comparability purposes. Such exclusion at the denominator is reflected and disclosed through the coverage ratios for the relevant indicators: the coverage disclosed reflects the proportion of eligible assets for which data is available and provided in this document; in addition, to ensure full transparency on the scope of assets where PAIs are disclosed, the coverage based on the current value of all investments is also disclosed.*

Reported PAI indicators based on the current value of all investments	Reported PAI indicators based on eligible assets, excluding eligible assets with no available data
PAI indicators 2, 4, 7, 10, 11 and 14	PAI indicators 3 and 6

*N.B.: PAI indicators 1 and 16 are not based neither on any of these two approaches as being PAIs in absolute values (noting that the PAI 16 is also relative to the number of invested countries in addition to the absolute value number), i.e., having no denominator in their formula.*

*More details on our methodologies to account and disclose PAIs are available in AXA IM ESG Methodologies Handbook available on AXA IM website: <https://www.axa-im.com/our-policies-and-reports>*



## What were the top investments of this financial product?

The top investments of the Financial Product (based on the NACE classification's divisions: NACE level 2) are detailed below:

The list includes the investments constituting the **greatest proportion of investments** of the financial product during the reference period which is: 01/01/2024-31/12/2024

Largest investments	Sector (NACE level 2)	% Assets	Country
HSBC 2.013% Var - 22/09/2028 Call	Financial service activities, except insurance and pension funding	1.76%	GB
C 2.572% Var - 03/06/2031 Call	Financial service activities, except insurance and pension funding	1.45%	US
JPM 2.963% Var - 25/01/2033 Call	Financial service activities, except insurance and pension funding	1.42%	US
BAC 2.972% Var - 04/02/2033 Call	Financial service activities, except insurance and pension funding	1.41%	US
BK 3.992% Var - 13/06/2028 Call	Financial service activities, except insurance and pension funding	1.31%	US
GS 1.948% Var - 21/10/2027 Call	Activities auxiliary to financial services and insurance activities	1.29%	US
FI 5.375% - 21/08/2028 Call	Activities auxiliary to financial services and insurance activities	1.19%	US
F 6.1% - 19/08/2032 Call	Manufacture of motor vehicles, trailers and semi-trailers	1.14%	US
HCA 5.375% - 01/09/2026 Call	Human health activities	1.08%	US
AES 1.375% - 15/01/2026 Call	Electricity, gas, steam and air conditioning supply	1.08%	US
GM 5.6% - 15/10/2032 Call	Manufacture of motor vehicles, trailers and semi-trailers	1.05%	US
TTWO 5% - 28/03/2026	Publishing activities	1.04%	US
DELL 5.4% - 15/04/2034 Call	Manufacture of computer, electronic and optical products	0.98%	US
EFNCN 3.85% - 15/06/2025 Call	Rental and leasing activities	0.94%	CA
T 4.3% - 15/02/2030 Call	Telecommunications	0.93%	US

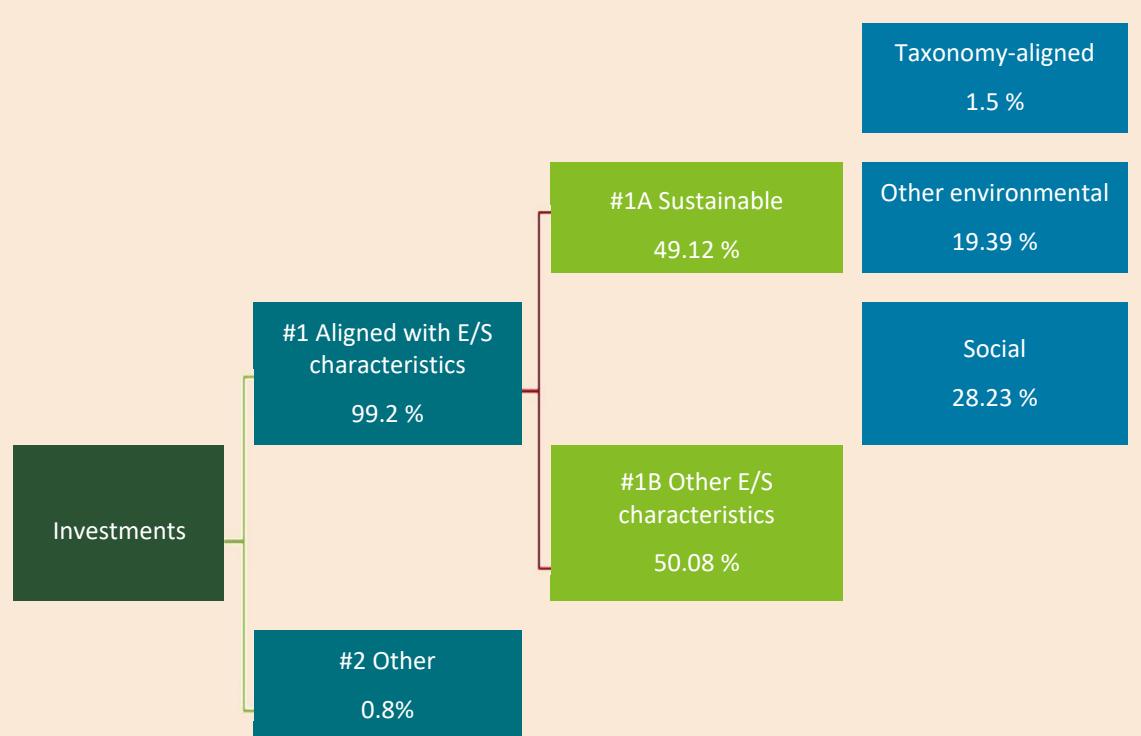
The portfolio proportions of investments presented above are an average over the reference period.



## What was the proportion of sustainability-related investments?

### What was the asset allocation?

Asset allocation describes the share of investments in specific assets.



**#1 Aligned with E/S characteristics** includes the investments of the financial product used to attain the environmental or social characteristics promoted by the financial product.

**#2 Other** includes the remaining investments of the financial product which are neither aligned with the environmental or social characteristics, nor are qualified as sustainable investments.

The category **#1 Aligned with E/S characteristics** covers:

- The sub-category **#1A Sustainable** covers environmentally and socially sustainable investments.
- The sub-category **#1B Other E/S characteristics** covers investments aligned with the environmental or social characteristics that do not qualify as sustainable investments.

The actual asset allocation has been reported based on an average of the data available at end of each quarter of the reference period.

Depending on the potential usage of derivatives within this product's investment strategy, the expected exposure detailed below could be subject to variability as the portfolio's NAV may be impacted by the Mark to Market of derivatives. For more details on the potential usage of derivatives by this product, please refer to its precontractual documents and its investment strategy described within.

### In which economic sectors were the investments made?

Financial product's investments were made in the economic sectors (based on NACE level 2) detailed below:

Top sector (NACE level 2)	Proportion
Financial service activities, except insurance and pension funding	26.07%
Activities auxiliary to financial services and insurance activities	9.05%
Electricity, gas, steam and air conditioning supply	6.75%
Telecommunications	6.74%
Real estate activities	4.23%
Manufacture of motor vehicles, trailers and semi-trailers	4.12%
Insurance, reinsurance and pension funding, except compulsory social security	3.77%
Land transport and transport via pipelines	3.52%
Rental and leasing activities	3.14%

Manufacture of food products	3.11%
Manufacture of computer, electronic and optical products	2.74%
Extraction of crude petroleum and natural gas	2.56%
Publishing activities	2.46%
Other manufacturing	1.91%
Manufacture of machinery and equipment n.e.c.	1.9%
Wholesale trade, except of motor vehicles and motorcycles	1.84%
Manufacture of chemicals and chemical products	1.75%
Human health activities	1.68%
Manufacture of basic pharmaceutical products and pharmaceutical preparations	1.58%
Scientific research and development	1.56%
Retail trade, except of motor vehicles and motorcycles	1.1%
Motion picture, video and television programme production, sound recording and music publishing acti	0.92%
Manufacture of rubber and plastic products	0.9%
Manufacture of coke and refined petroleum products	0.88%
Manufacture of paper and paper products	0.87%
Other	0.81%
Accommodation	0.77%
Information service activities	0.55%
Warehousing and support activities for transportation	0.51%
Wholesale and retail trade and repair of motor vehicles and motorcycles	0.46%
Waste collection, treatment and disposal activities, materials recovery	0.45%
Food and beverage service activities	0.38%
Manufacture of basic metals	0.36%
Manufacture of beverages	0.35%
Office administrative, office support and other business support activities	0.21%

The portfolio proportions of investments presented above are an average over the reference period.



## To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?

The Financial Product took into consideration the criteria of the EU Taxonomy environmental objectives, and the “do not significantly harm” principles. It is invested in activities aligned with the objectives of the EU Taxonomy. The Taxonomy alignment of the Financial Product has been provided by an external data provider and have been consolidated at portfolio level by AXA IM. Nevertheless, it has not been subject to an audit or a review by a third party.

The Taxonomy alignment of the Financial Product has been provided by an external data provider and have been consolidated to the portfolio level by AXA IM. Nevertheless, it has not been subject to an audit or a review by a third party.

### Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy?<sup>3</sup>

Yes

In fossil gas  In nuclear energy

No

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.

**Enabling activities** directly enable other activities to make a substantial contribution to an environmental objective.

**Transitional activities** are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

Taxonomy-aligned activities are expressed as a share of:

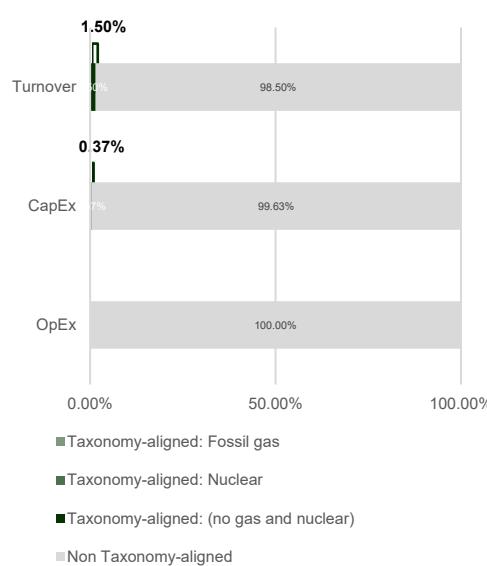
- **turnover** reflecting the share of revenue from green activities of investee companies.

- **capital expenditure** (CapEx) showing the green investments made by investee companies, e.g. for a transition to a green economy.

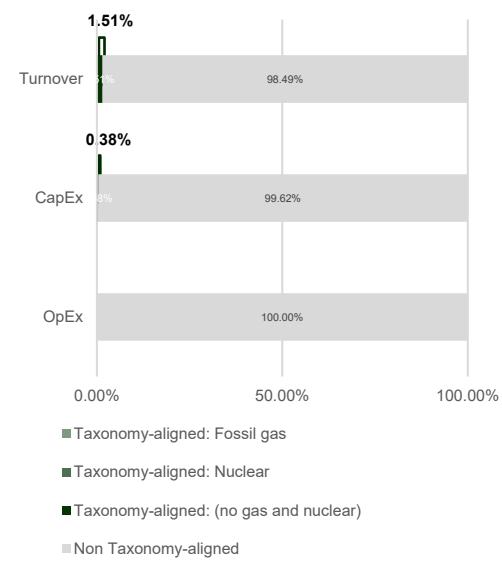
- **operational expenditure** (OpEx) reflecting green operational activities of investee companies.

**The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds\*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.**

#### 1. Taxonomy-alignment of investments including sovereign bonds\*



#### 2. Taxonomy-alignment of investments excluding sovereign bonds\*



This graph represents 100 % of the total investments.

\* For the purpose of these graphs, ‘sovereign bonds’ consist of all sovereign exposures

### What was the share of investments made in transitional and enabling activities?

<sup>3</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change (“climate change mitigation”) and do not significantly harm any EU Taxonomy objective -see explanatory note in the left-hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

The Financial Product has invested 0% of its Net Asset Value in transitional activities and 0% of its Net Asset Value in enabling activities.

● **How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?**

Percentage of EU Taxonomy-aligned investments			
	2024	2023	2022
Revenue-based	1.50%	0.00%	0.00%
CapEx-based	0.37%	0.00%	0.00%
OpEx-based	0.00%	0.00%	0.00%

Source: AXA IM, based on S&P Trucost, 2024

 are sustainable investments with an environmental objective that do not take into account the criteria for environmentally sustainable economic activities under Regulation (EU) 2020/852.

● **What was the share of sustainable investments with an environmental objective not aligned with the EU Taxonomy?**

The share of the sustainable investments with an environmental objective not aligned with the EU Taxonomy has been 19.39% for this Financial Product during the reference period.

Investee companies with an environmental sustainable objective under SFDR are contributing to support UN SDGs or transition to decarbonization based on defined criteria as described above. Those criteria applying to issuers are different from technical screening criteria defined in EU Taxonomy applying to economic activities.



**What was the share of socially sustainable investments?**

During the reference period, the Financial Product invested in 28.23% of sustainable investments with a social objective.



**What investments were included under “other”, what was their purpose and were there any minimum environmental or social safeguards?**

The remaining “Other” investments represented 0.8% of the Financial Product’s Net Asset Value.

The “other” assets may have consisted in, as defined in the precontractual annex:

- cash and cash equivalent investments, and ;
- other instruments eligible to the Financial Product and that do not meet the Environmental and/or Social criteria described in this appendix. Such assets may be transferable securities such as debt instruments, derivatives investments and investment collective schemes that do not promote environmental or social characteristics and that are used to attain the financial objective of the Financial Product and / or for diversification and / or hedging purposes.

Environmental or social safeguards were applied and assessed on all “other” assets except on (i) non single name derivatives, (ii) on UCITS and/or UCIs managed by other management company and (iii) on cash and cash equivalent investments described above.



**What actions have been taken to meet the environmental and/or social characteristics during the reference period?**

During the reference period, the Financial Product continued to apply all AXA IM exclusion policies, for which the exclusion criteria were updated - for the most recent updates - in 2023, but which exclusion lists were updated in 2024. More details on AXA IM exclusion policies are available under the following link: [Sustainability Policies and Reports | AXA IM Corporate](#)



**How did this financial product perform compared to the reference benchmark?**

Not applicable.

**Reference benchmarks** are indexes to measure whether the financial product attains the environmental or social characteristics that they promote.

## Periodic disclosure for the financial products referred to in Article 8, paragraphs 1, 2 and 2a, of Regulation (EU) 2019/2088 and Article 6, first paragraph, of Regulation (EU) 2020/852

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not include a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not.

**Product Name:** AXA IM FIIS - Europe Short Duration High Yield (the "Financial Product")

**Legal Entity Identifier:** 213800FTL8OP544CLZ24

## Environmental and/or social characteristics

### Did this financial product have a sustainable investment objective?

●  **YES**

- It made **sustainable investments with an environmental objective:** \_\_\_%

  - in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy

- It made **sustainable investments with a social objective:** \_\_\_%

●  **NO**

- It promoted Environmental/Social (E/S) characteristics** and while it did not have as its objective a sustainable investment, it had a proportion of 47.87 % of sustainable investments
- with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy
- with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
- with a social objective
- It promoted E/S characteristics, but **did not make any sustainable investments**



### To what extent were the environmental and/or social characteristics promoted by this financial product met?

The Financial Product has met the environmental and social characteristics promoted for the reference period by investing in companies considering their:

- ESG Score

The Financial Product has also promoted other specific environmental and social characteristics, mainly:

- Preservation of climate with exclusion policies on coal and oil & gas activities
- Protection of ecosystem and prevention of deforestation
- Better health with exclusion on tobacco
- Labor rights, society and human rights, business ethics, anti-corruption with exclusion on companies in violation of international norms and standards such as the United Nations Global Compact Principles, International Labor Organization's (ILO) Conventions or the OECD guidelines for Multinational Enterprises AXA IM sectorial exclusions and ESG standards have been applied bindingly at all times during the reference period
- Protection of human rights avoiding investing in debt instruments issued by countries where the worst forms of human right violations are observed.

The Financial Product has not designated an ESG Benchmark to promote environmental or social characteristics.

### How did the sustainability indicators perform?

During the reference period, the attainment of the environmental and social characteristics promoted by the Financial Product has been measured with the sustainability indicators mentioned above:

The Financial Product has outperformed its ESG Score compared to Parallel comparison portfolio during the reference period.

Sustainability KPI Name	Value	Parallel comparison portfolio	Coverage
ESG Score	6.39 / 10	6.09 / 10	97.54 %

*N.B.: KPIs and benchmarks are reported based on an average of the data available at each end of month of the reference period.*

... And compared to previous periods?

Sustainability KPI Name	Year	Value	Parallel comparison portfolio	Coverage
ESG Score	2023	6.12 / 10	6.09 / 10	98.82 %
ESG Score	2022	6.08 / 10	5.73 / 10	98.21 %

*N.B.: While Sustainability KPIs are reported based on an average of the data available at each end of quarter of the reference period, for technical reasons benchmarks are reported based on end of year data only. Therefore, the comparison should not be taken as such at face value and should not be interpreted as a breach of the binding elements disclosed into the Financial Product's legal documentation, as figures disclosed for the benchmark are not based on the same accounting approach than for those disclosed for the Financial Product.*

What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objectives?

During the reference period, the Financial Product has partially invested in instruments qualifying as sustainable investments with various social and environmental objectives (without any limitation) by assessing the positive contribution of investee companies through at least one of the following dimensions:

**1. UN Sustainable Development Goals alignment (SDG)** of investee companies as reference framework, considering companies which contribute positively to at least one SDG either through the Products and Services they offer or the way they carry their activities ("Operations"). To be considered as a sustainable asset, a company must satisfy the following criteria:

- a) the SDG scoring related to the "products and services" offered by the issuer is equal or above 2, corresponding to at least 20% of their revenues being derived from a sustainable activity, or
- b) using a best in universe approach consisting of giving priority to the issuers best rated from a non-financial viewpoint irrespective of their sector of activity, the SDG scoring of the issuer's operations is on the better top 2.5%, except in consideration to the SDG-5 (gender equality), SDG 8 (decent work), SDG 10 (reduced inequalities), SDG 12 (Responsible Production and Consumption) and SDG 16 (peace & justice), for which the SDG scoring of the issuer's Operation is on the better top 5%. For SDG 5, 8, 10 and 16 the selectivity criteria on issuer's "Operations" is less restrictive as such SDGs are better addressed considering the way the issuer carries their activities than the Products and Services offered by the investee company. It is also less restrictive for SDG 12 which can be addressed through the Products & Services or the way the investee company carries their activities.

The quantitative SDG results are sourced from external data providers and can be overridden by a duly supported qualitative analysis performed by the Investment Manager.

**2. Integration of issuers engaged in a solid Transition Pathway** consistently with the European Commission's ambition to help fund the transition to a 1.5°C world - based on the framework developed by the Science Based Targets Initiative, considering companies which have validated Science-Based targets.

**3. Investments in Green, Social or Sustainability Bonds (GSSB), Sustainability Linked Bonds:**

a) GSSB are instruments which aim to contribute to various sustainable objectives by nature. As such, investments in bonds issued by corporates and sovereigns that have been identified as green bonds, social bonds or sustainability bonds in Bloomberg data base are considered as "sustainable investments" under AXA IM's SFDR framework.

b) With regards to Sustainability Linked Bonds, an internal framework was developed to assess the robustness of those bonds that are used to finance general sustainable purpose. As these instruments are newer leading to heterogeneous practices from issuers, only Sustainability Linked Bonds that get a positive or neutral opinion from AXA IM's internal analysis process are considered as "sustainable investments". This analysis framework draws on the International Capital Market Association (ICMA) guidelines with a stringent proprietary approach based on the following defined criteria: (i) issuer's sustainability strategy and key performance indicators relevance and materiality, (ii) Sustainability performance target's ambition, (iii) bond characteristics and (iv) sustainability performance target's monitoring & reporting.

The Financial Product took into consideration the criteria of the EU Taxonomy environmental objectives, and the "do not significantly harm" principles. It is invested in activities aligned with the objectives of the EU Taxonomy. The Taxonomy alignment of the Financial Product has been provided by an external data provider and have been consolidated at portfolio level by AXA IM. Nevertheless, it has not been subject to an audit or a review by a third party.

How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?

During the reference period, the Do No Significant Harm Principle for the sustainable investments the Financial Product made had been achieved by not investing in company meeting any of the criteria below:

- The issuer caused significant harm along any of the SDGs when one of its SDG scores is below -5 based on a quantitative database from an external provider on a scale ranging from +10 corresponding to 'significantly contributing' to -10 corresponding to 'significantly obstructing', unless the quantitative score has been qualitatively overridden.
- The issuer failed within in AXA IM's sectorial and ESG standards ban lists, which consider among other factors the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights.
- The issuer had a CCC (or 1.43) or lower ESG rating according to AXA IM ESG scoring methodology (as defined in SFDR

precontractual annex).

**----- How were the indicators for adverse impacts on sustainability factors taken into account?**

The Financial Product has taken into consideration Principal Adverse Impacts ("PAIs") indicators to ensure that the sustainable investments did not harm significantly any other sustainability objectives under SFDR.

Principal adverse impacts have been mitigated through (i) AXA IM sectorial exclusion policies and AXA IM ESG standards that have been applied bindingly at all times by the Financial Product, as well as through the filters based on UN Sustainable Development Goals scoring.

Where relevant, Stewardship policies have been an additional risk mitigation on principal adverse impacts through direct dialogue with companies on sustainability and governance issues. Through the engagement activities, the Financial Product has used its influence as an investor to encourage companies to mitigate environmental and social risks relevant to their sectors as described below.

Voting at general meetings has also been an important element of the dialogue with investee companies in order to foster sustainably long-term value of the companies in which the Financial Product invests and mitigate adverse impacts as described below.

AXA IM also relies on the SDG pillar of its sustainable investment framework to monitor and take into account adverse impacts on those sustainability factors by excluding investee companies which have a SDG score under – 5 on any SDG (on a scale from + 10 corresponding to 'significant contributing impact' to – 10 corresponding to 'significant obstructing impact'), unless the quantitative score has been qualitatively overridden following a duly documented analysis by AXA IM Core ESG & Impact Research. This approach enables us to ensure investee companies with the worst adverse impacts on any SDG are not considered as sustainable investments.

**Environment:**

Relevant AXA IM policies	PAI indicator	Units	Measurement	Coverage in % based on Total AUM	Coverage in % based on eligible assets
Climate Risk policy Ecosystem Protection & Deforestation policy	PAI 1: Green House Gas (GHG) emissions (scope 1, 2, & 3 starting 01/2023)	Metric tonnes of carbon dioxide equivalents (tCO2e)	Scope 1: 224040.375 Scope 2: 23541.193 Scope 3: 618254.125 Scope 1+2: 247581.547 Scope 1+2+3: 861969.0	Scope 1: 61 Scope 2: 61 Scope 3: 58 Scope 1+2: 61 Scope 1+2+3: 58	Scope 1: 63 Scope 2: 63 Scope 3: 59 Scope 1+2: 63 Scope 1+2+3: 59
	PAI 2: Carbon Footprint	Metric tonnes of carbon dioxide equivalents per million euro or dollar invested (tCO2e/€M)	Scope 1+2: 169.834 Scope 1+2+3: 636.322	Scope 1+2: 59 Scope 1+2+3: 58	Scope 1+2: 61 Scope 1+2+3: 59
	PAI 3: GHG intensity of investee companies	Metric tonnes of carbon dioxide equivalents per million euro of revenue (tCO2e/€M)	Scope 1+2+3: 1573.702	Scope 1+2+3: 59	Scope 1+2+3: 61
Climate Risk policy	PAI 4: Exposure to Companies active in the fossil fuel sector	Share of investments in companies active in the fossil fuel sector (% of AuM)	5.63	63	64
Climate Risk policy (engagement only)	PAI 5 : Share of non-renewable energy consumption and production	Share of non-renewable energy consumption and non-renewable energy production of investee companies from non-renewable energy sources compared to renewable energy sources, expressed as a percentage of total energy sources (%)	Energy Consumption: 59.61 Energy Production: 77.08	Energy Consumption: 60 Energy Production: 1	Energy Consumption: 62 Energy Production: 2
Climate risk policy (considering an expected correlation between GHG emissions and energy consumption) <sup>1</sup>	PAI 6: Energy consumption intensity per high impact climate sector	Energy consumption in GWh per million EUR of revenue of investee companies, per high impact climate sector (GWh/€M)	Sector NACE C: 0.79 Sector NACE D: 2.959 Sector NACE E: 2.832 Sector NACE F: 0.016 Sector NACE G: 0.071 Sector NACE H: 0.596 Sector NACE L: 0.209	Sector NACE A: 0 Sector NACE B: 0 Sector NACE C: 18 Sector NACE D: 2 Sector NACE E: 0 Sector NACE F: 1 Sector NACE G: 3 Sector NACE H: 1 Sector NACE L: 0	Sector NACE C: 57 Sector NACE D: 26 Sector NACE E: 3 Sector NACE F: 75 Sector NACE G: 40 Sector NACE H: 58 Sector NACE L: 75
Ecosystem Protection & Deforestation policy	PAI 7: Activities negatively affecting biodiversity-sensitive areas	Share of investments in investee companies with sites/operations located in or near to biodiversity sensitive areas where activities of those investee companies negatively affect	19.52	20	20

<sup>1</sup> The approach used to mitigate the PAI indicators through this exclusion policy will evolve as the improvement in data availability and quality enables us to use the PAI more effectively. Not all high impact climate sectors are targeted by the exclusion policy for the time being.

		those areas (% of AuM)			
SDG no significantly negative score	PAI 8: Emissions to water	Tonnes of emissions to water generated by investee companies per million EUR invested, expressed as a weighted average (t/€M)	0.004	21	22
SDG no significantly negative score	PAI 9: Hazardous waste and radioactive waste ratio	Tonnes of hazardous waste and radioactive waste generated by investee companies per million EUR invested, expressed as a weighted average (t/€M)	0.511	33	34

Social and Governance:

Relevant AXA IM policies	PAI indicator	Units	Measurement	Coverage in % based on Total AUM	Coverage in % based on eligible assets
ESG standards policy: violation of international norms and standards	PAI 10: Violation of UN Global Compact principles & OECD Guidelines for Multinational Enterprises	Share of investments in investee companies that have been involved in violations of the UNGC principles or OECD Guidelines for Multinational Enterprises (% of AuM)	0%	97	100
ESG standards policy: violation of international norms and standards (considering an expected correlation between companies non-compliant with international norms and standards and the lack of implementation by companies of processes and compliance mechanisms to monitor compliance with those standards) <sup>2</sup>	PAI 11: Lack of processes and compliance mechanisms to monitor compliance with UN Global Compact principles & OECD Guidelines for Multinational Enterprises	Share of investments in investee companies without policies to monitor compliance with the UNGC principles or OECD Guidelines for Multinational Enterprises or grievance /complaints handling mechanisms to address violations of the UNGC principles or OECD Guidelines for Multinational Enterprises (% of AuM)	21.8 %	62	64
SDG no significantly negative score	PAI 12: Unadjusted gender pay gap	Average unadjusted gender pay gap of investee companies (%)	12.7%	53	55
Voting and Engagement policy with systematic voting criteria linked with board gender diversity	PAI 13: Board gender diversity	Average ratio of female board members in investee companies, expressed as a percentage of all board members (%)	34.71	63	64
Controversial weapons policy	PAI 14: Exposure to controversial weapons	Share of investments in investee companies involved in the manufacture or selling of controversial weapons (% of AuM)	0	97	100

For Sovereign and supranationals:

Relevant AXA IM policies	PAI indicator	Units	Measurement	Coverage in % based on Total AUM	Coverage in % based on eligible assets
• AXA IM ESG Standards policy, through the exclusion of investee countries with severe social violations • Compliance black-list based on international and EU sanctions	PAI 16: Sovereign Investee countries subject to social violations	Number of investee countries subject to social violations (absolute number and relative number divided by all investee countries), as referred to in international treaties and conventions, United Nations principles and, where	Absolute number: 0 Relative number: 0.0	Absolute number: 0 Relative number: 0	Absolute number: 25 Relative number: 25

<sup>2</sup> The approach used to mitigate the PAI indicators through this exclusion policy will evolve as the improvement in data availability and quality enables us to use the PAI more effectively.

		applicable, national law			
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The Financial Product is also taking into account the environmental optional indicator PAI 6 'Water usage and recycling' and the social optional indicator PAI 15 'Lack of anti-corruption and anti-bribery policies'.

PAI calculation methodologies have been defined as consistently as possible with current regulatory guidelines. Furthermore, reporting on PAIs can be limited or may reflect reporting periods prior to the reference period mainly due to challenges with regards to both data availability and reliability. PAI definitions and calculation methodologies may still evolve in the future depending on any additional regulatory guidelines, or due to data evolution with, for instance, data provider's change in methodology, or change in data sets used in order to align different reporting frameworks whenever possible.

***Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:***

During the reference period, the Financial Product did not invest in companies which cause, contribute or are linked to violations of international norms and standards in a material manner. Those standards focus on Human Rights, Society, Labor and Environment. AXA IM excluded any companies that have been assessed as "non compliant" to UN's Global Compact Principles, International Labor Organization's (ILO) Conventions, OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights (UNGPs).

*The EU Taxonomy sets out a "do no significant harm" principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.*

*The "do no significant harm" principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.*

*Any other sustainable investments must also not significantly harm any environmental or social objectives.*



## How did this financial product consider principal adverse impacts on sustainability factors?

The Financial Product took into consideration the following Principal Adverse Impact indicators applying the following exclusion policies and stewardship policies :

Relevant AXA IM policies	PAI indicator	Units	Measurement	Coverage in % based on Total AUM	Coverage in % based on eligible assets
Climate Risk policy					
Ecosystem protection & Deforestation policy	PAI 1: Green House Gas (GHG) emissions (scope 1, 2 & 3 starting 01/2023)	Metric tonnes of carbon dioxide equivalents (tCO2e)	Scope 1: 224040.375 Scope 2: 23541.193 Scope 3: 618254.125 Scope 1+2: 247581.547 Scope 1+2+3: 861969.0	Scope 1: 61 Scope 2: 61 Scope 3: 59 Scope 1+2: 61 Scope 1+2+3: 58	Scope 1: 63 Scope 2: 63 Scope 3: 59 Scope 1+2: 63 Scope 1+2+3: 59
Climate Risk policy					
Ecosystem protection & Deforestation policy	PAI 2: Carbon Footprint	Metric tonnes of carbon dioxide equivalents per million euro or dollar invested (tCO2e/€M)	Scope 1+2: 169.834 Scope 1+2+3: 636.322	Scope 1+2: 59 Scope 1+2+3: 58	Scope 1+2: 61 Scope 1+2+3: 59
Climate Risk policy					
Ecosystem protection & Deforestation policy	PAI 3: GHG intensity of investee companies	Metric tonnes of carbon dioxide equivalents per million euro of revenue (tCO2e/€M)	Scope 1+2+3: 1573.702	Scope 1+2+3: 59	Scope 1+2+3: 61
Climate Risk policy	PAI 4: Exposure to companies active in the fossil fuel sector	Share of investments in companies active in the fossil fuel sector (% of AuM)	5.63	63	64
Climate Risk policy (engagement only)	PAI 5: Share of non-renewable energy consumption and production	Share of non-renewable energy consumption and non-renewable energy production of investee companies from non-renewable energy sources compared to renewable energy sources, expressed as a percentage of total energy sources (%)	Energy Consumption: 59.61 Energy Production: 77.08	Energy Consumption: 60 Energy Production: 1	Energy Consumption: 62 Energy Production: 2
Ecosystem protection & Deforestation policy	PAI 7: Activities negatively affecting	Share of investments in investee companies with	19.52	20	20

	biodiversity-sensitive areas	sites/operations located in or near to biodiversity sensitive areas where activities of those investee companies negatively affect those areas (% of AuM)			
ESG standard policy / violation of international norms and standards	PAI 10: Violation of UN Global Compact principles & OECD Guidelines for Multinational Enterprises	Share of investments in investee companies that have been involved in violations of the UNGC principles or OECD Guidelines for Multinational Enterprises (% of AuM)	0%	97	100
Voting and Engagement policy with systematic voting criteria linked with board gender diversity	PAI 13: Board Gender diversity	Average ratio of female board members in investee companies, expressed as a percentage of all board members (%)	34.71	63	64
Controversial weapons policy	PAI 14: Exposure to controversial weapons	Share of investments in investee companies involved in the manufacture or selling of controversial weapons (% of AuM)	0	97	100

**For Sovereign and supranationals:**

Relevant AXA IM policies	PAI indicator	Units	Measurement	Coverage in % based on Total AUM	Coverage in % based on eligible assets
<ul style="list-style-type: none"> <li>AXA IM ESG Standards policy, through the exclusion of investee countries with severe social violations</li> <li>Compliance black-list based on international and EU sanctions</li> </ul>	PAI 16: Sovereign Investee countries subject to social violations	Number of investee countries subject to social violations (absolute number and relative number divided by all investee countries), as referred to in international treaties and conventions, United Nations principles and, where applicable, national law	Absolute number: 0 Relative number: 0.0	Absolute number: 0 Relative number: 0	Absolute number: 25 Relative number: 25

Source: S&P Trucost, 2024

PAI calculation methodologies have been defined as consistently as possible with current regulatory guidelines. Furthermore, reporting on PAIs can be limited or may reflect reporting periods prior to the reference period mainly due to challenges with regards to both data availability and reliability. PAI definitions and calculation methodologies may still evolve in the future depending on any additional regulatory guidelines, or due to data evolution with, for instance, data provider's change in methodology, or change in data sets used in order to align different reporting frameworks whenever possible.

*N.B.: PAIs are reported based on an average of the impacts at each end of quarter of the reference period where data is available.*

*Figures disclosed on PAI indicators can either be based on the "current value of all investments" as defined by the Regulation, or on "eligible assets with available data only" where relevant. For the purpose of this document, "eligible assets with available data only" refers to all investments (i.e., investee companies, or sovereign and supranational, or real estate assets, depending on the PAI), excluding derivatives, cash and cash equivalent and eligible assets without available data. "Eligible assets without available data" refers to assets that have insufficient data and/or low data quality for a specific investment. The attention of the recipient is drawn to the fact that for some specific PAIs (i.e., PAIs which are relative i) to investee companies' revenue or ii) to non-monetary units such as physical flows), the calculation is rebased on eligible assets with available data only for data quality and comparability purposes. Such exclusion at the denominator is reflected and disclosed through the coverage ratios for the relevant indicators: the coverage disclosed reflects the proportion of eligible assets for which data is available and provided in this document; in addition, to ensure full transparency on the scope of assets where PAIs are disclosed, the coverage based on the current value of all investments is also disclosed.*

**Reported PAI indicators based on the current value of all investments**

**Reported PAI indicators based on eligible assets, excluding eligible assets with no available data**

*N.B.: PAI indicators 1 and 16 are not based neither on any of these two approaches as being PAIs in absolute values (noting that the PAI 16 is also relative to the number of invested countries in addition to the absolute value number), i.e., having no denominator in their formula.*

*More details on our methodologies to account and disclose PAIs are available in AXA IM ESG Methodologies Handbook available on AXA IM website: <https://www.axa-im.com/our-policies-and-reports>*



## What were the top investments of this financial product?

The top investments of the Financial Product (based on the NACE classification's divisions: NACE level 2) are detailed below:

The list includes the investments constituting the greatest proportion of investments of the financial product during the reference period which is: 01/01/2024-31/12/2024

Largest investments	Sector (NACE level 2)	% Assets	Country
AXA IM EURO LIQUIDITY SRI Capitalisation EUR pf	Financial service activities, except insurance and pension funding	3.44%	FR
IRM 3.875% - 15/11/2025 Call	Real estate activities	1.53%	GB
PPCGA 4.375% - 30/03/2026 Call	Electricity, gas, steam and air conditioning supply	1.41%	GR
PINEFI 3.25% - 30/09/2025 Call	Motion picture, video and television programme production, sound recording and music publishing acti	1.41%	GB
CONGLO 2.75% - 01/01/2026 Call	Electricity, gas, steam and air conditioning supply	1.34%	LU
NWG 3.622% Var - 14/08/2030 Call	Financial service activities, except insurance and pension funding	1.28%	GB
Portfolio 38294 GBP SET SSX	Other	1.27%	N/A
IGT 3.5% - 15/06/2026 Call	Gambling and betting activities	1.25%	US
EUROCA 3% - 15/10/2026 Call	Rental and leasing activities	1.21%	GB
PAPREC 6.5% - 17/11/2027 Call	Waste collection, treatment and disposal activities, materials recovery	1.19%	FR
EIRCOM 3.5% - 15/05/2026 Call	Telecommunications	1.18%	IE
DAR 3.625% - 15/05/2026 Call	Manufacture of food products	1.17%	NL
MANTEN 7.25% - 01/02/2026 Call	Services to buildings and landscape activities	1.16%	IT
AVTR 2.625% - 01/11/2025 Call	Manufacture of computer, electronic and optical products	1.14%	US
CHEPDE 3.5% - 11/02/2027 Call	Manufacture of basic pharmaceutical products and pharmaceutical preparations	1.12%	DE

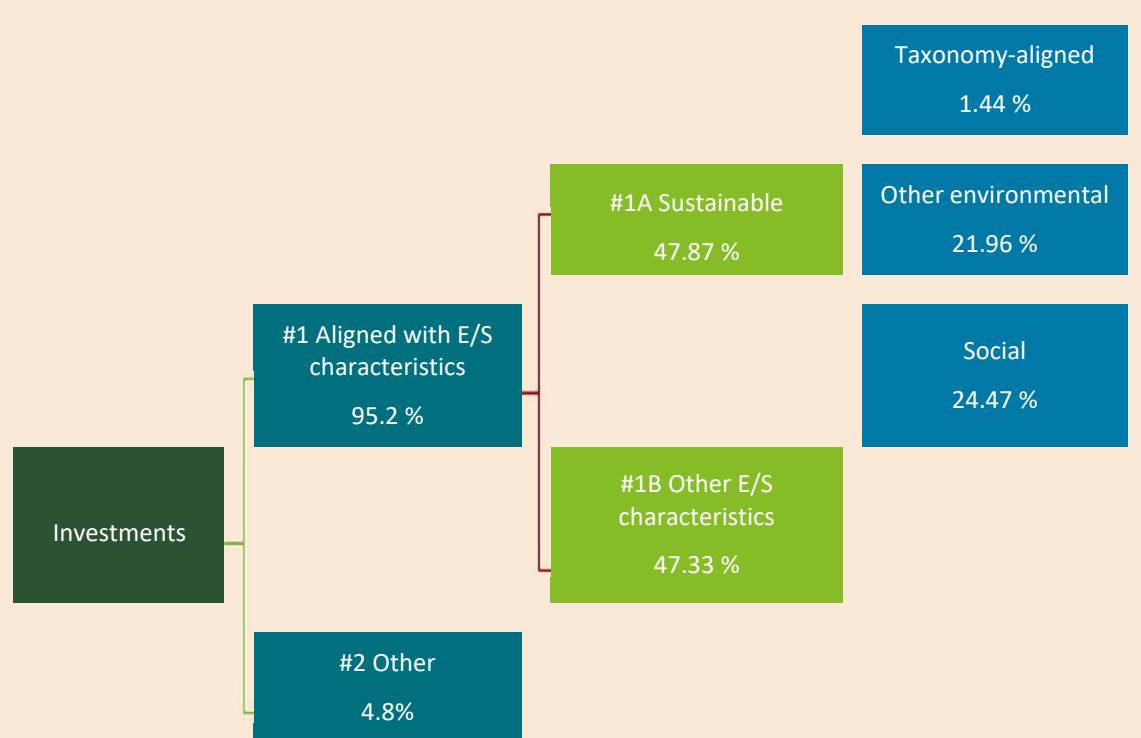
The portfolio proportions of investments presented above are an average over the reference period.



## What was the proportion of sustainability-related investments?

### What was the asset allocation?

Asset allocation describes the share of investments in specific assets.



**#1 Aligned with E/S characteristics** includes the investments of the financial product used to attain the environmental or social characteristics promoted by the financial product.

**#2 Other** includes the remaining investments of the financial product which are neither aligned with the environmental or social characteristics, nor are qualified as sustainable investments.

The category **#1 Aligned with E/S characteristics** covers:

- The sub-category **#1A Sustainable** covers environmentally and socially sustainable investments.
- The sub-category **#1B Other E/S characteristics** covers investments aligned with the environmental or social characteristics that do not qualify as sustainable investments.

The actual asset allocation has been reported based on an average of the data available at end of each quarter of the reference period.

Depending on the potential usage of derivatives within this product's investment strategy, the expected exposure detailed below could be subject to variability as the portfolio's NAV may be impacted by the Mark to Market of derivatives. For more details on the potential usage of derivatives by this product, please refer to its precontractual documents and its investment strategy described within.

### In which economic sectors were the investments made?

Financial product's investments were made in the economic sectors (based on NACE level 2) detailed below:

Top sector (NACE level 2)	Proportion
Financial service activities, except insurance and pension funding	14.3%
Telecommunications	11.86%
Manufacture of motor vehicles, trailers and semi-trailers	6.04%
Electricity, gas, steam and air conditioning supply	5.61%
Gambling and betting activities	5%
Manufacture of basic pharmaceutical products and pharmaceutical preparations	4.04%
Retail trade, except of motor vehicles and motorcycles	3.89%
Rental and leasing activities	2.96%
Manufacture of chemicals and chemical products	2.84%

Real estate activities	2.62%
Manufacture of paper and paper products	2.52%
Manufacture of other non-metallic mineral products	2.37%
Motion picture, video and television programme production, sound recording and music publishing activities	2.35%
Other	2.28%
Warehousing and support activities for transportation	2.13%
Computer programming, consultancy and related activities	1.67%
Activities auxiliary to financial services and insurance activities	1.46%
Human health activities	1.34%
Office administrative, office support and other business support activities	1.32%
Information service activities	1.31%
Publishing activities	1.29%
Manufacture of other transport equipment	1.27%
Manufacture of fabricated metal products, except machinery and equipment	1.23%
Waste collection, treatment and disposal activities, materials recovery	1.19%
Manufacture of food products	1.17%
Services to buildings and landscape activities	1.16%
Food and beverage service activities	1.15%
Manufacture of computer, electronic and optical products	1.14%
Manufacture of electrical equipment	1.1%
Wholesale trade, except of motor vehicles and motorcycles	1.07%
Accommodation	1.06%
Scientific research and development	1.04%
Manufacture of rubber and plastic products	0.88%
Advertising and market research	0.87%
Manufacture of wearing apparel	0.84%
Civil engineering	0.82%
Security and investigation activities	0.82%
Repair and installation of machinery and equipment	0.79%
Crop and animal production, hunting and related service activities	0.78%
Insurance, reinsurance and pension funding, except compulsory social security	0.77%
Architectural and engineering activities, technical testing and analysis	0.74%
Mining of metal ores	0.56%
Manufacture of machinery and equipment n.e.c.	0.25%
Wholesale and retail trade and repair of motor vehicles and motorcycles	0.12%

The portfolio proportions of investments presented above are an average over the reference period.



## To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?

The Financial Product took into consideration the criteria of the EU Taxonomy environmental objectives, and the “do not significantly harm” principles. It is invested in activities aligned with the objectives of the EU Taxonomy. The Taxonomy alignment of the Financial Product has been provided by an external data provider and have been consolidated at portfolio level by AXA IM. Nevertheless, it has not been subject to an audit or a review by a third party.

The Taxonomy alignment of the Financial Product has been provided by an external data provider and have been consolidated to the portfolio level by AXA IM. Nevertheless, it has not been subject to an audit or a review by a third party.

### Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy?<sup>3</sup>

Yes

In fossil gas  In nuclear energy

No

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.

**Enabling activities** directly enable other activities to make a substantial contribution to an environmental objective.

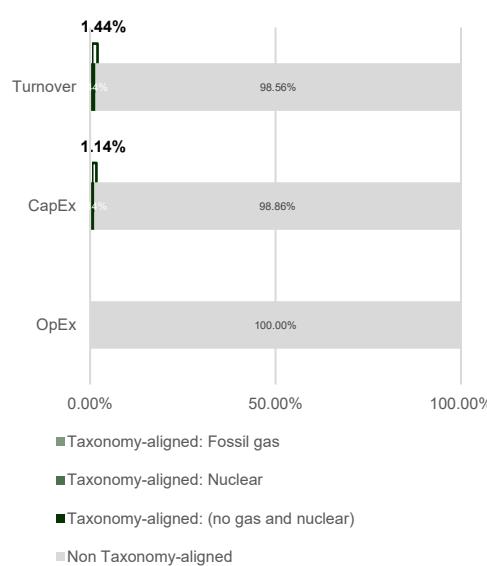
**Transitional activities** are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

Taxonomy-aligned activities are expressed as a share of:

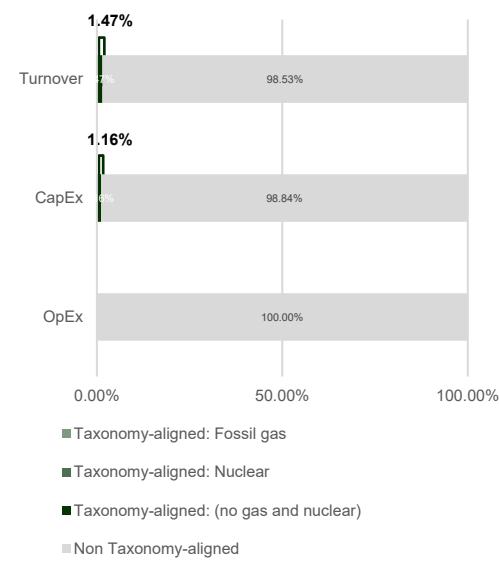
- **turnover** reflecting the share of revenue from green activities of investee companies.
- **capital expenditure** (CapEx) showing the green investments made by investee companies, e.g. for a transition to a green economy.
- **operational expenditure** (OpEx) reflecting green operational activities of investee companies.

**The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds\*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.**

#### 1. Taxonomy-alignment of investments including sovereign bonds\*



#### 2. Taxonomy-alignment of investments excluding sovereign bonds\*



This graph represents 100 % of the total investments.

\* For the purpose of these graphs, ‘sovereign bonds’ consist of all sovereign exposures

### What was the share of investments made in transitional and enabling activities?

<sup>3</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change (“climate change mitigation”) and do not significantly harm any EU Taxonomy objective -see explanatory note in the left-hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

The Financial Product has invested 0% of its Net Asset Value in transitional activities and 0% of its Net Asset Value in enabling activities.

● **How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?**

Percentage of EU Taxonomy-aligned investments			
	2024	2023	2022
Revenue-based	1.44%	0.00%	0.00%
CapEx-based	1.14%	0.00%	0.00%
OpEx-based	0.00%	0.00%	0.00%

Source: AXA IM, based on S&P Trucost, 2024

 are sustainable investments with an environmental objective that do not take into account the criteria for environmentally sustainable economic activities under Regulation (EU) 2020/852.

● **What was the share of sustainable investments with an environmental objective not aligned with the EU Taxonomy?**

The share of the sustainable investments with an environmental objective not aligned with the EU Taxonomy has been 21.96% for this Financial Product during the reference period.

Investee companies with an environmental sustainable objective under SFDR are contributing to support UN SDGs or transition to decarbonization based on defined criteria as described above. Those criteria applying to issuers are different from technical screening criteria defined in EU Taxonomy applying to economic activities.



**What was the share of socially sustainable investments?**

During the reference period, the Financial Product invested in 24.47% of sustainable investments with a social objective.



**What investments were included under “other”, what was their purpose and were there any minimum environmental or social safeguards?**

The remaining “Other” investments represented 4.8% of the Financial Product’s Net Asset Value.

The “other” assets may have consisted in, as defined in the precontractual annex:

- cash and cash equivalent investments, and ;
- other instruments eligible to the Financial Product and that do not meet the Environmental and/or Social criteria described in this appendix. Such assets may be transferable securities such as debt instruments, derivatives investments and investment collective schemes that do not promote environmental or social characteristics and that are used to attain the financial objective of the Financial Product and / or for diversification and / or hedging purposes.

Environmental or social safeguards were applied and assessed on all “other” assets except on (i) non single name derivatives, (ii) on UCITS and/or UCIs managed by other management company and (iii) on cash and cash equivalent investments described above.



**What actions have been taken to meet the environmental and/or social characteristics during the reference period?**

During the reference period, the Financial Product continued to apply all AXA IM exclusion policies, for which the exclusion criteria were updated - for the most recent updates - in 2023, but which exclusion lists were updated in 2024. More details on AXA IM exclusion policies are available under the following link: [Sustainability Policies and Reports | AXA IM Corporate](#)



**How did this financial product perform compared to the reference benchmark?**

Not applicable.

**Reference benchmarks** are indexes to measure whether the financial product attains the environmental or social characteristics that they promote.

## Periodic disclosure for the financial products referred to in Article 8, paragraphs 1, 2 and 2a, of Regulation (EU) 2019/2088 and Article 6, first paragraph, of Regulation (EU) 2020/852

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

**Product Name:** AXA IM FIIS - US High Yield B/BB (the "Financial Product")

**Legal Entity Identifier:** 213800E3FURAVHMCV89

# Environmental and/or social characteristics

## Did this financial product have a sustainable investment objective?

●  **YES**

- It made **sustainable investments with an environmental objective:** \_\_\_%

  - in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy

- It made **sustainable investments with a social objective:** \_\_\_%

●  **NO**

- It promoted Environmental/Social (E/S) characteristics** and while it did not have as its objective a sustainable investment, it had a proportion of 23.18 % of sustainable investments

  - with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy
  - with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
  - with a social objective

- It promoted E/S characteristics, but **did not make any sustainable investments**



## To what extent were the environmental and/or social characteristics promoted by this financial product met?

The Financial Product has met the environmental and social characteristics promoted for the reference period by investing in companies considering their:

- ESG Score

The Financial Product has also promoted other specific environmental and social characteristics, mainly:

- Preservation of climate with exclusion policies on coal and oil & gas activities
- Protection of ecosystem and prevention of deforestation
- Better health with exclusion on tobacco
- Labor rights, society and human rights, business ethics, anti-corruption with exclusion on companies in violation of international norms and standards such as the United Nations Global Compact Principles, International Labor Organization's (ILO) Conventions or the OECD guidelines for Multinational Enterprises AXA IM sectorial exclusions and ESG standards have been applied bindingly at all times during the reference period
- Protection of human rights avoiding investing in debt instruments issued by countries where the worst forms of human right violations are observed.

The Financial Product has not designated an ESG Benchmark to promote environmental or social characteristics.

## How did the sustainability indicators perform?

During the reference the period, the attainment of the environmental and social characteristics promoted by the Financial Product has been measured with the sustainability indicators mentioned above:

The Financial Product has outperformed its ESG Score compared to Benchmark during the reference period.

Sustainability KPI Name	Value	Benchmark	Coverage
ESG Score	5.55 / 10	5.42 / 10	99.7 %

*N.B.: KPIs and benchmarks are reported based on an average of the data available at each end of month of the reference period.*

... And compared to previous periods?

Sustainability KPI Name	Year	Value	Benchmark	Coverage
ESG Score	2023	5.44 / 10	5.34 / 10	

N.B.: While Sustainability KPIs are reported based on an average of the data available at each end of quarter of the reference period, for technical reasons benchmarks are reported based on end of year data only. Therefore, the comparison should not be taken as such at face value and should not be interpreted as a breach of the binding elements disclosed into the Financial Product's legal documentation, as figures disclosed for the benchmark are not based on the same accounting approach than for those disclosed for the Financial Product.

What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objectives?

During the reference period, the Financial Product has partially invested in instruments qualifying as sustainable investments with various social and environmental objectives (without any limitation) by assessing the positive contribution of investee companies through at least one of the following dimensions:

**1.UN Sustainable Development Goals alignment (SDG)** of investee companies as reference framework, considering companies which contribute positively to at least one SDG either through the Products and Services they offer or the way they carry their activities ("Operations"). To be considered as a sustainable asset, a company must satisfy the following criteria:

a) the SDG scoring related to the "products and services" offered by the issuer is equal or above 2, corresponding to at least 20% of their revenues being derived from a sustainable activity, or

b) using a best in universe approach consisting of giving priority to the issuers best rated from a non-financial viewpoint irrespective of their sector of activity, the SDG scoring of the issuer's operations is on the better top 2.5%, except in consideration to the SDG-5 (gender equality), SDG 8 (decent work), SDG 10 (reduced inequalities), SDG 12 (Responsible Production and Consumption) and SDG 16 (peace & justice), for which the SDG scoring of the issuer's Operation is on the better top 5%. For SDG 5, 8, 10 and 16 the selectivity criteria on issuer's "Operations" is less restrictive as such SDGs are better addressed considering the way the issuer carries their activities than the Products and Services offered by the investee company. It is also less restrictive for SDG 12 which can be addressed through the Products & Services or the way the investee company carries their activities.

The quantitative SDG results are sourced from external data providers and can be overridden by a duly supported qualitative analysis performed by the Investment Manager.

**2.Integration of issuers engaged in a solid Transition Pathway** consistently with the European Commission's ambition to help fund the transition to a 1.5°C world - based on the framework developed by the Science Based Targets Initiative, considering companies which have validated Science-Based targets.

**3.Investments in Green, Social or Sustainability Bonds (GSSB), Sustainability Linked Bonds:**

a) GSSB are instruments which aim to contribute to various sustainable objectives by nature. As such, investments in bonds issued by corporates and sovereigns that have been identified as green bonds, social bonds or sustainability bonds in Bloomberg data base are considered as "sustainable investments" under AXA IM's SFDR framework.

b) With regards to Sustainability Linked Bonds, an internal framework was developed to assess the robustness of those bonds that are used to finance general sustainable purpose. As these instruments are newer leading to heterogeneous practices from issuers, only Sustainability Linked Bonds that get a positive or neutral opinion from AXA IM's internal analysis process are considered as "sustainable investments". This analysis framework draws on the International Capital Market Association (ICMA) guidelines with a stringent proprietary approach based on the following defined criteria: (i) issuer's sustainability strategy and key performance indicators relevance and materiality, (ii) Sustainability performance target's ambition, (iii) bond characteristics and (iv) sustainability performance target's monitoring & reporting.

The Financial Product did not take into consideration the criteria of the EU Taxonomy environmental objectives.

How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?

During the reference period, the Do No Significant Harm Principle for the sustainable investments the Financial Product made had been achieved by not investing in company meeting any of the criteria below:

- The issuer caused significant harm along any of the SDGs when one of its SDG scores is below -5 based on a quantitative database from an external provider on a scale ranging from +10 corresponding to 'significantly contributing' to -10 corresponding to 'significantly obstructing', unless the quantitative score has been qualitatively overridden.
- The issuer failed within in AXA IM's sectorial and ESG standards ban lists, which consider among other factors the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights.
- The issuer had a CCC (or 1.43) or lower ESG rating according to AXA IM ESG scoring methodology (as defined in SFDR precontractual annex).

----- How were the indicators for adverse impacts on sustainability factors taken into account?

The Financial Product has taken into consideration Principal Adverse Impacts ("PAIs") indicators to ensure that the sustainable investments did not harm significantly any other sustainability objectives under SFDR.

Principal adverse impacts have been mitigated through (i) AXA IM sectorial exclusion policies and AXA IM ESG standards that have been applied bindingly at all times by the Financial Product, as well as through the filters based on UN Sustainable Development Goals scoring.

Where relevant, Stewardship policies have been an additional risk mitigation on principal adverse impacts through direct dialogue with companies on sustainability and governance issues. Through the engagement activities, the Financial Product has used its influence as an investor to encourage companies to mitigate environmental and social risks relevant to their sectors as described below.

Voting at general meetings has also been an important element of the dialogue with investee companies in order to foster sustainably long-term value of the companies in which the Financial Product invests and mitigate adverse impacts as described below.

AXA IM also relies on the SDG pillar of its sustainable investment framework to monitor and take into account adverse impacts on those sustainability factors by excluding investee companies which have a SDG score under – 5 on any SDG (on a scale from + 10 corresponding to 'significant contributing impact' to – 10 corresponding to 'significant obstructing impact'), unless the quantitative score has been qualitatively overridden following a duly documented analysis by AXA IM Core ESG & Impact Research. This approach enables us to ensure investee companies with the worst adverse impacts on any SDG are not considered as sustainable investments.

**Environment:**

Relevant AXA IM policies	PAI indicator	Units	Measurement	Coverage in % based on Total AUM	Coverage in % based on eligible assets
Climate Risk policy Ecosystem Protection & Deforestation policy	PAI 1: Green House Gas (GHG) emissions (scope 1, 2, & 3 starting 01/2023)	Metric tonnes of carbon dioxide equivalents (tCO2e)	Scope 1: 851.295 Scope 2: 287.369 Scope 3: 7470.2 Scope 1+2: 1138.664 Scope 1+2+3: 8314.188	Scope 1: 58 Scope 2: 58 Scope 3: 55 Scope 1+2: 58 Scope 1+2+3: 55	Scope 1: 60 Scope 2: 60 Scope 3: 56 Scope 1+2: 60 Scope 1+2+3: 56
	PAI 2: Carbon Footprint	Metric tonnes of carbon dioxide equivalents per million euro or dollar invested (tCO2e/€M)	Scope 1+2: 72.249 Scope 1+2+3: 345.152	Scope 1+2: 62 Scope 1+2+3: 55	Scope 1+2: 63 Scope 1+2+3: 56
	PAI 3: GHG intensity of investee companies	Metric tonnes of carbon dioxide equivalents per million euro of revenue (tCO2e/€M)	Scope 1+2+3: 753.23	Scope 1+2+3: 58	Scope 1+2+3: 60
Climate Risk policy	PAI 4: Exposure to Companies active in the fossil fuel sector	Share of investments in companies active in the fossil fuel sector (% of AuM)	4.59	61	63
Climate Risk policy (engagement only)	PAI 5 : Share of non-renewable energy consumption and production	Share of non-renewable energy consumption and non-renewable energy production of investee companies from non-renewable energy sources compared to renewable energy sources, expressed as a percentage of total energy sources (%)	Energy Consumption: 82.39	Energy Consumption: 53 Energy Production: 0	Energy Consumption: 54
Climate risk policy (considering an expected correlation between GHG emissions and energy consumption) <sup>1</sup>	PAI 6: Energy consumption intensity per high impact climate sector	Energy consumption in GWh per million EUR of revenue of investee companies, per high impact climate sector (GWh/€M)	Sector NACE B: 1.055 Sector NACE C: 0.469 Sector NACE E: 0.902 Sector NACE F: 0.157 Sector NACE G: 0.162 Sector NACE H: 1.415 Sector NACE L: 0.156	Sector NACE A: 0 Sector NACE B: 1 Sector NACE C: 15 Sector NACE D: 0 Sector NACE E: 1 Sector NACE F: 0 Sector NACE G: 7 Sector NACE H: 4 Sector NACE L: 1	Sector NACE B: 31 Sector NACE C: 46 Sector NACE E: 75 Sector NACE F: 16 Sector NACE G: 53 Sector NACE H: 42 Sector NACE L: 59
Ecosystem Protection & Deforestation policy	PAI 7: Activities negatively affecting biodiversity-sensitive areas	Share of investments in investee companies with sites/operations located in or near to biodiversity sensitive areas where activities of those investee companies negatively affect those areas (% of AuM)	13.77	14	14
SDG no significantly negative score	PAI 8: Emissions to water	Tonnes of emissions to water generated by investee companies per million EUR invested, expressed as a	0.022	14	14

<sup>1</sup> The approach used to mitigate the PAI indicators through this exclusion policy will evolve as the improvement in data availability and quality enables us to use the PAI more effectively. Not all high impact climate sectors are targeted by the exclusion policy for the time being.

		weighted average (t/€M)			
SDG no significantly negative score	PAI 9: Hazardous waste and radioactive waste ratio	Tonnes of hazardous waste and radioactive waste generated by investee companies per million EUR invested, expressed as a weighted average (t/€M)	0.089	7	7

Social and Governance:

Relevant AXA IM policies	PAI indicator	Units	Measurement	Coverage in % based on Total AUM	Coverage in % based on eligible assets
ESG standards policy: violation of international norms and standards	PAI 10: Violation of UN Global Compact principles & OECD Guidelines for Multinational Enterprises	Share of investments in investee companies that have been involved in violations of the UNGC principles or OECD Guidelines for Multinational Enterprises (% of AuM)	0%	98	100
ESG standards policy: violation of international norms and standards (considering an expected correlation between companies non-compliant with international norms and standards and the lack of implementation by companies of processes and compliance mechanisms to monitor compliance with those standards) <sup>2</sup>	PAI 11: Lack of processes and compliance mechanisms to monitor compliance with UN Global Compact principles & OECD Guidelines for Multinational Enterprises	Share of investments in investee companies without policies to monitor compliance with the UNGC principles or OECD Guidelines for Multinational Enterprises or grievance /complaints handling mechanisms to address violations of the UNGC principles or OECD Guidelines for Multinational Enterprises (% of AuM)	47.24 %	61	62
SDG no significantly negative score	PAI 12: Unadjusted gender pay gap	Average unadjusted gender pay gap of investee companies (%)	15.74%	60	62
Voting and Engagement policy with systematic voting criteria linked with board gender diversity	PAI 13: Board gender diversity	Average ratio of female board members in investee companies, expressed as a percentage of all board members (%)	27.43	61	63
Controversial weapons policy	PAI 14: Exposure to controversial weapons	Share of investments in investee companies involved in the manufacture or selling of controversial weapons (% of AuM)	0	98	100

For Sovereign and supranationals:

Relevant AXA IM policies	PAI indicator	Units	Measurement	Coverage in % based on Total AUM	Coverage in % based on eligible assets
<ul style="list-style-type: none"> <li>• AXA IM ESG Standards policy, through the exclusion of investee countries with severe social violations</li> <li>• Compliance black-list based on international and EU sanctions</li> </ul>	PAI 16: Sovereign Investee countries subject to social violations	Number of investee countries subject to social violations (absolute number and relative number divided by all investee countries), as referred to in international treaties and conventions, United Nations principles and, where applicable, national law	N/A	Absolute number: 0 Relative number: 0	N/A

The Financial Product is also taking into account the environmental optional indicator PAI 6 'Water usage and recycling' and the social optional indicator PAI 15 'Lack of anti-corruption and anti-bribery policies'.

<sup>2</sup> The approach used to mitigate the PAI indicators through this exclusion policy will evolve as the improvement in data availability and quality enables us to use the PAI more effectively.

PAI calculation methodologies have been defined as consistently as possible with current regulatory guidelines. Furthermore, reporting on PAIs can be limited or may reflect reporting periods prior to the reference period mainly due to challenges with regards to both data availability and reliability. PAI definitions and calculation methodologies may still evolve in the future depending on any additional regulatory guidelines, or due to data evolution with, for instance, data provider's change in methodology, or change in data sets used in order to align different reporting frameworks whenever possible.

### ***Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:***

During the reference period, the Financial Product did not invest in companies which cause, contribute or are linked to violations of international norms and standards in a material manner. Those standards focus on Human Rights, Society, Labor and Environment. AXA IM excluded any companies that have been assessed as "non compliant" to UN's Global Compact Principles, International Labor Organization's (ILO) Conventions, OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights (UNGPs).

*The EU Taxonomy sets out a "do no significant harm" principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.*

*The "do no significant harm" principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.*

*Any other sustainable investments must also not significantly harm any environmental or social objectives.*



## **How did this financial product consider principal adverse impacts on sustainability factors?**

The Financial Product took into consideration the following Principal Adverse Impact indicators applying the following exclusion policies and stewardship policies :

Relevant AXA IM policies	PAI indicator	Units	Measurement	Coverage in % based on Total AUM	Coverage in % based on eligible assets
Climate Risk policy	PAI 1: Green House Gas (GHG) emissions (scope 1, 2 & 3 starting 01/2023)	Metric tonnes of carbon dioxide equivalents (tCO2e)	Scope 1: 851.295 Scope 2: 287.369 Scope 3: 7470.2 Scope 1+2: 1138.664 Scope 1+2+3: 8314.188	Scope 1: 58 Scope 2: 58 Scope 3: 55 Scope 1+2: 58 Scope 1+2+3: 55	Scope 1: 60 Scope 2: 60 Scope 3: 56 Scope 1+2: 60 Scope 1+2+3: 56
Climate Risk policy	PAI 2: Carbon Footprint	Metric tonnes of carbon dioxide equivalents per million euro or dollar invested (tCO2e/€M)	Scope 1+2: 72.249 Scope 1+2+3: 345.152	Scope 1+2: 62 Scope 1+2+3: 55	Scope 1+2: 63 Scope 1+2+3: 56
Climate Risk policy	PAI 3: GHG intensity of investee companies	Metric tonnes of carbon dioxide equivalents per million euro of revenue (tCO2e/€M)	Scope 1+2+3: 753.23	Scope 1+2+3: 58	Scope 1+2+3: 60
Climate Risk policy	PAI 4: Exposure to companies active in the fossil fuel sector	Share of investments in companies active in the fossil fuel sector (% of AuM)	4.59	61	63
Climate Risk policy (engagement only)	PAI 5: Share of non-renewable energy consumption and production	Share of non-renewable energy consumption and non-renewable energy production of investee companies from non-renewable energy sources compared to renewable energy sources, expressed as a percentage of total energy sources (%)	Energy Consumption: 82.39	Energy Consumption: 53 Energy Production: 0	Energy Consumption: 54
Ecosystem protection & Deforestation policy	PAI 7: Activities negatively affecting biodiversity-sensitive areas	Share of investments in investee companies with sites/operations located in or near to biodiversity sensitive areas where activities of those investee companies negatively affect	13.77	14	14

		those areas (% of AuM)			
ESG standard policy / violation of international norms and standards	PAI 10: Violation of UN Global Compact principles & OECD Guidelines for Multinational Enterprises	Share of investments in investee companies that have been involved in violations of the UNGC principles or OECD Guidelines for Multinational Enterprises (% of AuM)	0%	98	100
Voting and Engagement policy with systematic voting criteria linked with board gender diversity	PAI 13: Board Gender diversity	Average ratio of female board members in investee companies, expressed as a percentage of all board members (%)	27.43	61	63
Controversial weapons policy	PAI 14: Exposure to controversial weapons	Share of investments in investee companies involved in the manufacture or selling of controversial weapons (% of AuM)	0	98	100

For Sovereign and supranationals:

Relevant AXA IM policies	PAI indicator	Units	Measurement	Coverage in % based on Total AUM	Coverage in % based on eligible assets
<ul style="list-style-type: none"> <li>AXA IM ESG Standards policy, through the exclusion of investee countries with severe social violations</li> <li>Compliance black-list based on international and EU sanctions</li> </ul>	PAI 16: Sovereign Investee countries subject to social violations	Number of investee countries subject to social violations (absolute number and relative number divided by all investee countries), as referred to in international treaties and conventions, United Nations principles and, where applicable, national law	N/A	Absolute number: 0 Relative number: 0	N/A

Source: S&P Trucost, 2024

PAI calculation methodologies have been defined as consistently as possible with current regulatory guidelines. Furthermore, reporting on PAIs can be limited or may reflect reporting periods prior to the reference period mainly due to challenges with regards to both data availability and reliability. PAI definitions and calculation methodologies may still evolve in the future depending on any additional regulatory guidelines, or due to data evolution with, for instance, data provider's change in methodology, or change in data sets used in order to align different reporting frameworks whenever possible.

N.B.: PAIs are reported based on an average of the impacts at each end of quarter of the reference period where data is available.

Figures disclosed on PAI indicators can either be based on the "current value of all investments" as defined by the Regulation, or on "eligible assets with available data only" where relevant. For the purpose of this document, "eligible assets with available data only" refers to all investments (i.e., investee companies, or sovereign and supranational, or real estate assets, depending on the PAI), excluding derivatives, cash and cash equivalent and eligible assets without available data. "Eligible assets without available data" refers to assets that have insufficient data and/or low data quality for a specific investment. The attention of the recipient is drawn to the fact that for some specific PAIs (i.e., PAIs which are relative i) to investee companies' revenue or ii) to non-monetary units such as physical flows), the calculation is rebased on eligible assets with available data only for data quality and comparability purposes. Such exclusion at the denominator is reflected and disclosed through the coverage ratios for the relevant indicators: the coverage disclosed reflects the proportion of eligible assets for which data is available and provided in this document; in addition, to ensure full transparency on the scope of assets where PAIs are disclosed, the coverage based on the current value of all investments is also disclosed.

Reported PAI indicators based on the current value of all investments	Reported PAI indicators based on eligible assets, excluding eligible assets with no available data
PAI indicators 2, 4, 7, 10, 11 and 14	PAI indicators 3 and 6

N.B.: PAI indicators 1 and 16 are not based neither on any of these two approaches as being PAIs in absolute values (noting that the PAI 16 is also relative to the number of invested countries in addition to the absolute value number), i.e., having no denominator in their formula.



## What were the top investments of this financial product?

The top investments of the Financial Product (based on the NACE classification's divisions: NACE level 2) are detailed below:

The list includes the investments constituting the greatest proportion of investments of the financial product during the reference period which is: 01/01/2024-31/12/2024

Largest investments	Sector (NACE level 2)	% Assets	Country
Portfolio 101609 USD SET SSX	Other	1.96%	N/A
ZMINFO 3.875% - 01/02/2029 Call	Publishing activities	1.22%	US
IQV 5% - 15/05/2027 Call	Human health activities	0.98%	US
TIBX 6.5% - 31/03/2029 Call	Publishing activities	0.94%	US
SOLWAT 7.625% - 01/04/2026 Call	Mining support service activities	0.91%	US
ZIGGO 5% - 15/01/2032 Call	Telecommunications	0.88%	NL
CHTR 4.5% - 01/05/2032 Call	Telecommunications	0.88%	US
OTEXCN 4.125% - 01/12/2031 Call	Publishing activities	0.87%	US
SOLEIN 9.75% - 15/11/2028 Call	Manufacture of chemicals and chemical products	0.86%	US
BWY 7.875% - 15/04/2027 Call	Manufacture of paper and paper products	0.86%	US
GEL 8.875% - 15/04/2030 Call	Land transport and transport via pipelines	0.85%	US
VERCOR 8.5% - 15/08/2030 Call	Legal and accounting activities	0.83%	US
CZR 7% - 15/02/2030 Call	Gambling and betting activities	0.81%	US
IRM 5% - 15/07/2028 Call	Real estate activities	0.8%	US
TRIVIU 5.5% - 15/08/2026 Call	Manufacture of fabricated metal products, except machinery and equipment	0.79%	NL

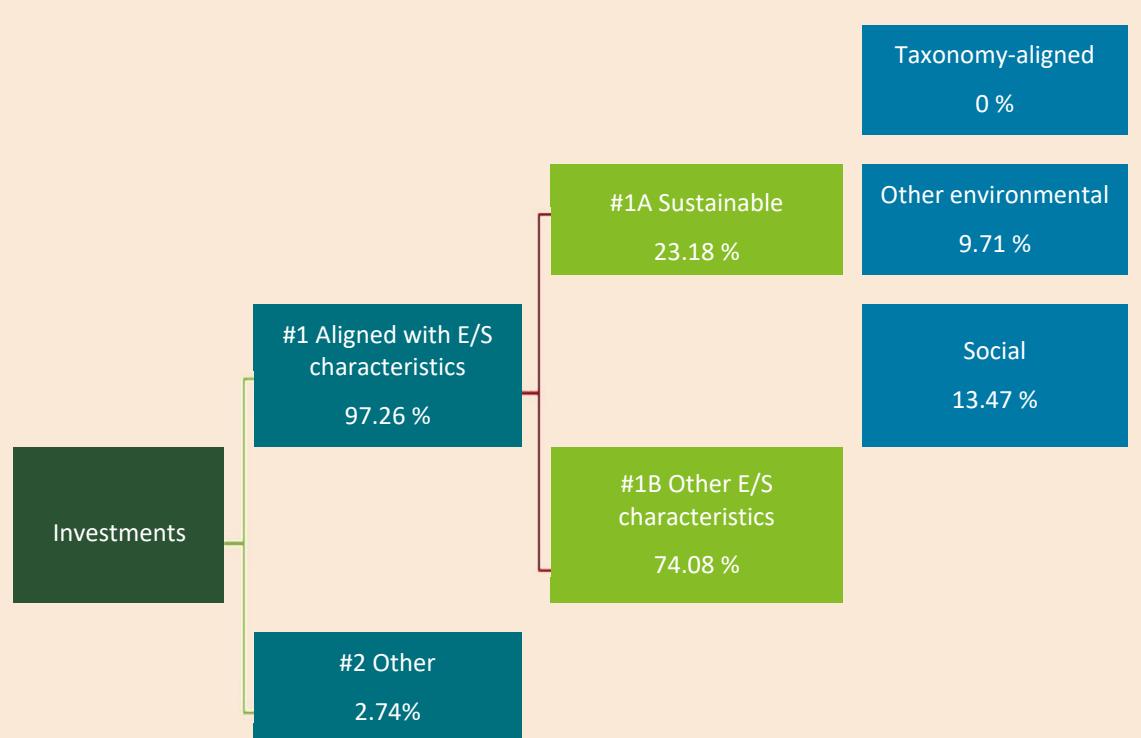
The portfolio proportions of investments presented above are an average over the reference period.



## What was the proportion of sustainability-related investments?

### What was the asset allocation?

Asset allocation describes the share of investments in specific assets.



**#1 Aligned with E/S characteristics** includes the investments of the financial product used to attain the environmental or social characteristics promoted by the financial product.

**#2 Other** includes the remaining investments of the financial product which are neither aligned with the environmental or social characteristics, nor are qualified as sustainable investments.

The category **#1 Aligned with E/S characteristics** covers:

- The sub-category **#1A Sustainable** covers environmentally and socially sustainable investments.
- The sub-category **#1B Other E/S characteristics** covers investments aligned with the environmental or social characteristics that do not qualify as sustainable investments.

The actual asset allocation has been reported based on an average of the data available at end of each quarter of the reference period.

Depending on the potential usage of derivatives within this product's investment strategy, the expected exposure detailed below could be subject to variability as the portfolio's NAV may be impacted by the Mark to Market of derivatives. For more details on the potential usage of derivatives by this product, please refer to its precontractual documents and its investment strategy described within.

### In which economic sectors were the investments made?

Financial product's investments were made in the economic sectors (based on NACE level 2) detailed below:

Top sector (NACE level 2)	Proportion
Publishing activities	8.13%
Land transport and transport via pipelines	6.63%
Human health activities	5.45%
Manufacture of chemicals and chemical products	5.14%
Telecommunications	5.01%
Wholesale trade, except of motor vehicles and motorcycles	3.46%
Financial service activities, except insurance and pension funding	3.19%
Gambling and betting activities	2.74%
Activities auxiliary to financial services and insurance activities	2.67%

Retail trade, except of motor vehicles and motorcycles	2.57%
Other	2.5%
Security and investigation activities	2.47%
Real estate activities	2.34%
Manufacture of fabricated metal products, except machinery and equipment	2.3%
Manufacture of machinery and equipment n.e.c.	2.27%
Rental and leasing activities	2.17%
Manufacture of food products	2.17%
Water transport	2.16%
Manufacture of paper and paper products	2.07%
Manufacture of other non-metallic mineral products	1.99%
Food and beverage service activities	1.99%
Other manufacturing	1.95%
Advertising and market research	1.88%
Extraction of crude petroleum and natural gas	1.87%
Manufacture of computer, electronic and optical products	1.84%
Manufacture of electrical equipment	1.67%
Accommodation	1.49%
Civil engineering	1.44%
Programming and broadcasting activities	1.38%
Mining support service activities	1.37%
Wholesale and retail trade and repair of motor vehicles and motorcycles	1.35%
Computer programming, consultancy and related activities	1.23%
Manufacture of wearing apparel	1.21%
Motion picture, video and television programme production, sound recording and music publishing acti	1.21%
Manufacture of basic pharmaceutical products and pharmaceutical preparations	1.13%
Manufacture of rubber and plastic products	1.06%
Office administrative, office support and other business support activities	1.05%
Information service activities	0.97%
Sports activities and amusement and recreation activities	0.96%
Manufacture of wood and of products of wood and cork, except furniture, manufacture of articles of s	0.84%
Legal and accounting activities	0.83%
Other personal service activities	0.74%
Manufacture of motor vehicles, trailers and semi-trailers	0.58%
Manufacture of basic metals	0.5%
Creative, arts and entertainment activities	0.46%
Construction of buildings	0.4%
Printing and reproduction of recorded media	0.4%
Manufacture of leather and related products	0.29%
Manufacture of beverages	0.29%
Insurance, reinsurance and pension funding, except compulsory social security	0.15%
Manufacture of other transport equipment	0.04%

The portfolio proportions of investments presented above are an average over the reference period.



## To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?

The Financial Product did not take into consideration the criteria of the EU Taxonomy environmental objectives. The Financial Product did not consider the 'do not significant harm criteria' of the EU Taxonomy.

### Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy?<sup>3</sup>

Yes

In fossil gas  In nuclear energy

No

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.

**Enabling activities** directly enable other activities to make a substantial contribution to an environmental objective.

**Transitional activities** are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

Taxonomy-aligned activities are expressed as a share of:

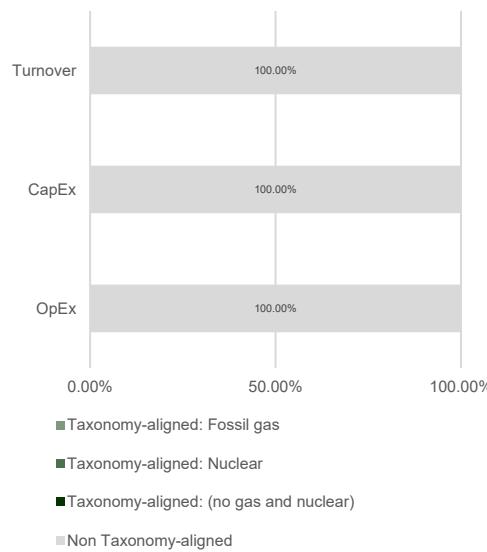
- **turnover** reflecting the share of revenue from green activities of investee companies.

- **capital expenditure** (CapEx) showing the green investments made by investee companies, e.g. for a transition to a green economy.

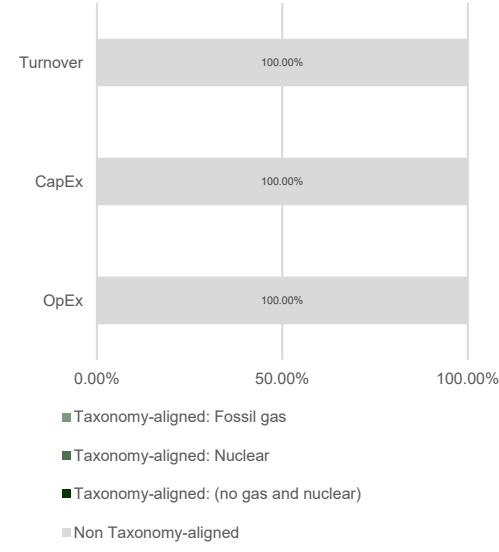
- **operational expenditure** (OpEx) reflecting green operational activities of investee companies.

**The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds\*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.**

#### 1. Taxonomy-alignment of investments including sovereign bonds\*



#### 2. Taxonomy-alignment of investments excluding sovereign bonds\*



This graph represents 100 % of the total investments.

\* For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures

### What was the share of investments made in transitional and enabling activities?

The Financial Product did not take into consideration the criteria of the EU Taxonomy environmental objectives. The financial Product did not consider the "do not significantly harm" criteria of the EU Taxonomy.

<sup>3</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm any EU Taxonomy objective -see explanatory note in the left-hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

● **How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?**

Percentage of EU Taxonomy-aligned investments		
	2024	2023
Revenue-based	0.00%	0.00%
CapEx-based	0.00%	0.00%
OpEx-based	0.00%	0.00%

Source: AXA IM, based on S&P Trucost, 2024

 are sustainable investments with an environmental objective that do not take into account the criteria for environmentally sustainable economic activities under Regulation (EU) 2020/852.

● **What was the share of sustainable investments with an environmental objective not aligned with the EU Taxonomy?**

The share of the sustainable investments with an environmental objective not aligned with the EU Taxonomy has been 9.71% for this Financial Product during the reference period.

Investee companies with an environmental sustainable objective under SFDR are contributing to support UN SDGs or transition to decarbonization based on defined criteria as described above. Those criteria applying to issuers are different from technical screening criteria defined in EU Taxonomy applying to economic activities.



**What was the share of socially sustainable investments?**

During the reference period, the Financial Product invested in 13.47% of sustainable investments with a social objective.



**What investments were included under “other”, what was their purpose and were there any minimum environmental or social safeguards?**

The remaining “Other” investments represented 2.74% of the Financial Product’s Net Asset Value.

The “other” assets may have consisted in, as defined in the precontractual annex:

- cash and cash equivalent investments, and ;
- other instruments eligible to the Financial Product and that do not meet the Environmental and/or Social criteria described in this appendix. Such assets may be transferable securities such as debt instruments, derivatives investments and investment collective schemes that do not promote environmental or social characteristics and that are used to attain the financial objective of the Financial Product and / or for diversification and / or hedging purposes.

Environmental or social safeguards were applied and assessed on all “other” assets except on (i) non single name derivatives, (ii) on UCITS and/or UCIs managed by other management company and (iii) on cash and cash equivalent investments described above.



**What actions have been taken to meet the environmental and/or social characteristics during the reference period?**

During the reference period, the Financial Product continued to apply all AXA IM exclusion policies, for which the exclusion criteria were updated - for the most recent updates - in 2023, but which exclusion lists were updated in 2024. More details on AXA IM exclusion policies are available under the following link: [Sustainability Policies and Reports | AXA IM Corporate](#)



**How did this financial product perform compared to the reference benchmark?**

Not applicable.

**Reference benchmarks** are indexes to measure whether the financial product attains the environmental or social characteristics that they promote.

## Periodic disclosure for the financial products referred to in Article 8, paragraphs 1, 2 and 2a, of Regulation (EU) 2019/2088 and Article 6, first paragraph, of Regulation (EU) 2020/852

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

**Product Name:** AXA IM FIIS - Euro Credit Opportunities Target 2028 (the "Financial Product")

**Legal Entity Identifier:** 213800AAVWIL66BDU594

## Environmental and/or social characteristics

### Did this financial product have a sustainable investment objective?

#### ● YES

- It made **sustainable investments with an environmental objective: \_\_\_%**
- in economic activities that qualify as environmentally sustainable under the EU Taxonomy
- in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
- It made **sustainable investments with a social objective: \_\_\_%**

#### ● NO

- It promoted **Environmental/Social (E/S) characteristics** and while it did not have as its objective a sustainable investment, it had a proportion of 48.41 % of sustainable investments
- with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy
- with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy
- with a social objective
- It promoted E/S characteristics, but **did not make any sustainable investments**



### To what extent were the environmental and/or social characteristics promoted by this financial product met?

The Financial Product has met the environmental and social characteristics promoted for the reference period by investing in companies considering their:

- ESG Score

The Financial Product has also promoted other specific environmental and social characteristics, mainly:

- Preservation of climate with exclusion policies on coal and oil & gas activities
- Protection of ecosystem and prevention of deforestation
- Better health with exclusion on tobacco
- Labor rights, society and human rights, business ethics, anti-corruption with exclusion on companies in violation of international norms and standards such as the United Nations Global Compact Principles, International Labor Organization's (ILO) Conventions or the OECD guidelines for Multinational Enterprises AXA IM sectorial exclusions and ESG standards have been applied bindingly at all times during the reference period
- Protection of human rights avoiding investing in debt instruments issued by countries where the worst forms of human right violations are observed.

The Financial Product has not designated an ESG Benchmark to promote environmental or social characteristics.

### ● How did the sustainability indicators perform?

During the reference the period, the attainment of the environmental and social characteristics promoted by the Financial Product has been measured with the sustainability indicators mentioned above:

Sustainability KPI Name	Value	Coverage
ESG Score	6.63 / 10	98.88 %

*N.B.: KPIs and benchmarks are reported based on an average of the data available at each end of month of the reference period.*

### ● ... And compared to previous periods?

Not applicable.

● **What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objectives?**

During the reference period, the Financial Product has partially invested in instruments qualifying as sustainable investments with various social and environmental objectives (without any limitation) by assessing the positive contribution of investee companies through at least one of the following dimensions:

**1.UN Sustainable Development Goals alignment (SDG)** of investee companies as reference framework, considering companies which contribute positively to at least one SDG either through the Products and Services they offer or the way they carry their activities ("Operations"). To be considered as a sustainable asset, a company must satisfy the following criteria:

a) the SDG scoring related to the "products and services" offered by the issuer is equal or above 2, corresponding to at least 20% of their revenues being derived from a sustainable activity, or

b) using a best in universe approach consisting of giving priority to the issuers best rated from a non-financial viewpoint irrespective of their sector of activity, the SDG scoring of the issuer's operations is on the better top 2.5%, except in consideration to the SDG-5 (gender equality), SDG 8 (decent work), SDG 10 (reduced inequalities), SDG 12 (Responsible Production and Consumption) and SDG 16 (peace & justice), for which the SDG scoring of the issuer's Operation is on the better top 5%. For SDG 5, 8, 10 and 16 the selectivity criteria on issuer's "Operations" is less restrictive as such SDGs are better addressed considering the way the issuer carries their activities than the Products and Services offered by the investee company. It is also less restrictive for SDG 12 which can be addressed through the Products & Services or the way the investee company carries their activities.

The quantitative SDG results are sourced from external data providers and can be overridden by a duly supported qualitative analysis performed by the Investment Manager.

**2.Integration of issuers engaged in a solid Transition Pathway** consistently with the European Commission's ambition to help fund the transition to a 1.5°C world - based on the framework developed by the Science Based Targets Initiative, considering companies which have validated Science-Based targets.

**3.Investments in Green, Social or Sustainability Bonds (GSSB), Sustainability Linked Bonds:**

a) GSSB are instruments which aim to contribute to various sustainable objectives by nature. As such, investments in bonds issued by corporates and sovereigns that have been identified as green bonds, social bonds or sustainability bonds in Bloomberg data base are considered as "sustainable investments" under AXA IM's SFDR framework.

b) With regards to Sustainability Linked Bonds, an internal framework was developed to assess the robustness of those bonds that are used to finance general sustainable purpose. As these instruments are newer leading to heterogeneous practices from issuers, only Sustainability Linked Bonds that get a positive or neutral opinion from AXA IM's internal analysis process are considered as "sustainable investments". This analysis framework draws on the International Capital Market Association (ICMA) guidelines with a stringent proprietary approach based on the following defined criteria: (i) issuer's sustainability strategy and key performance indicators relevance and materiality, (ii) Sustainability performance target's ambition, (iii) bond characteristics and (iv) sustainability performance target's monitoring & reporting.

The Financial Product took into consideration the criteria of the EU Taxonomy environmental objectives, and the "do not significantly harm" principles. It is invested in activities aligned with the objectives of the EU Taxonomy. The Taxonomy alignment of the Financial Product has been provided by an external data provider and have been consolidated at portfolio level by AXA IM. Nevertheless, it has not been subject to an audit or a review by a third party.

● **How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?**

During the reference period, the Do No Significant Harm Principle for the sustainable investments the Financial Product made had been achieved by not investing in company meeting any of the criteria below:

- The issuer caused significant harm along any of the SDGs when one of its SDG scores is below -5 based on a quantitative database from an external provider on a scale ranging from +10 corresponding to 'significantly contributing' to -10 corresponding to 'significantly obstructing', unless the quantitative score has been qualitatively overridden.
- The issuer failed within in AXA IM's sectorial and ESG standards ban lists, which consider among other factors the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights.
- The issuer had a CCC (or 1.43) or lower ESG rating according to AXA IM ESG scoring methodology (as defined in SFDR precontractual annex).

----- **How were the indicators for adverse impacts on sustainability factors taken into account?**

The Financial Product has taken into consideration Principal Adverse Impacts ("PAIs") indicators to ensure that the sustainable investments did not harm significantly any other sustainability objectives under SFDR.

Principal adverse impacts have been mitigated through (i) AXA IM sectorial exclusion policies and AXA IM ESG standards that have been applied bindingly at all times by the Financial Product, as well as through the filters based on UN Sustainable Development Goals scoring.

AXA IM also relies on the SDG pillar of its sustainable investment framework to monitor and take into account adverse impacts on those sustainability factors by excluding investee companies which have a SDG score under - 5 on any SDG (on a scale from + 10 corresponding to 'significant contributing impact' to - 10 corresponding to 'significant obstructing impact'), unless the quantitative score has been qualitatively overridden following a duly documented analysis by AXA

IM Core ESG & Impact Research. This approach enables us to ensure investee companies with the worst adverse impacts on any SDG are not considered as sustainable investments.

Environment:

Relevant AXA IM policies	PAI indicator	Units	Measurement	Coverage in % based on Total AUM	Coverage in % based on eligible assets
Climate Risk policy Ecosystem Protection & Deforestation policy	PAI 1: Green House Gas (GHG) emissions (scope 1, 2, & 3 starting 01/2023)	Metric tonnes of carbon dioxide equivalents (tCO2e)	Scope 1: 6080.849 Scope 2: 681.243 Scope 3: 35583.703 Scope 1+2: 6762.091 Scope 1+2+3: 42325.746	Scope 1: 49 Scope 2: 49 Scope 3: 46 Scope 1+2: 49 Scope 1+2+3: 46	Scope 1: 49 Scope 2: 49 Scope 3: 46 Scope 1+2: 49 Scope 1+2+3: 46
	PAI 2: Carbon Footprint	Metric tonnes of carbon dioxide equivalents per million euro or dollar invested (tCO2e/€M)	Scope 1+2: 145.277 Scope 1+2+3: 851.046	Scope 1+2: 49 Scope 1+2+3: 46	Scope 1+2: 49 Scope 1+2+3: 46
	PAI 3: GHG intensity of investee companies	Metric tonnes of carbon dioxide equivalents per million euro of revenue (tCO2e/€M)	Scope 1+2+3: 1582.297	Scope 1+2+3: 47	Scope 1+2+3: 48
Climate Risk policy	PAI 4: Exposure to Companies active in the fossil fuel sector	Share of investments in companies active in the fossil fuel sector (% of AuM)	4.45	51	51
SDG no significantly negative score	PAI 5 : Share of non-renewable energy consumption and production	Share of non-renewable energy consumption and non-renewable energy production of investee companies from non-renewable energy sources compared to renewable energy sources, expressed as a percentage of total energy sources (%)	Energy Consumption: 64.03 Energy Production: 78.24	Energy Consumption: 48 Energy Production: 1	Energy Consumption: 48 Energy Production: 1
Climate risk policy (considering an expected correlation between GHG emissions and energy consumption) <sup>1</sup>	PAI 6: Energy consumption intensity per high impact climate sector	Energy consumption in GWh per million EUR of revenue of investee companies, per high impact climate sector (GWh/€M)	Sector NACE C: 0.82 Sector NACE D: 4.249 Sector NACE E: 0.399 Sector NACE G: 0.021 Sector NACE H: 0.256 Sector NACE L: 0.344	Sector NACE A: 0 Sector NACE B: 0 Sector NACE C: 19 Sector NACE D: 1 Sector NACE E: 1 Sector NACE F: 0 Sector NACE G: 5 Sector NACE H: 0 Sector NACE L: 1	Sector NACE C: 19 Sector NACE D: 1 Sector NACE E: 1 Sector NACE G: 5 Sector NACE H: 0 Sector NACE L: 1
Ecosystem Protection & Deforestation policy	PAI 7: Activities negatively affecting biodiversity-sensitive areas	Share of investments in investee companies with sites/operations located in or near to biodiversity sensitive areas where activities of those investee companies negatively affect those areas (% of AuM)	19.2	19	19
SDG no significantly negative score	PAI 8: Emissions to water	Tonnes of emissions to water generated by investee companies per million EUR invested, expressed as a weighted average (t/€M)	0.002	19	19
SDG no significantly negative score	PAI 9: Hazardous waste and radioactive waste ratio	Tonnes of hazardous waste and radioactive waste generated by investee companies per million EUR invested, expressed as a weighted average (t/€M)	1.489	24	25

Social and Governance:

Relevant AXA IM policies	PAI indicator	Units	Measurement	Coverage in % based on Total AUM	Coverage in % based on eligible assets
ESG standards policy: violation of international norms and standards	PAI 10: Violation of UN Global Compact principles & OECD Guidelines for	Share of investments in investee companies that have been involved in	0%	100	100

<sup>1</sup> The approach used to mitigate the PAI indicators through this exclusion policy will evolve as the improvement in data availability and quality enables us to use the PAI more effectively. Not all high impact climate sectors are targeted by the exclusion policy for the time being.

	Multinational Enterprises	violations of the UNGC principles or OECD Guidelines for Multinational Enterprises (% of AuM)			
ESG standards policy: violation of international norms and standards (considering an expected correlation between companies non-compliant with international norms and standards and the lack of implementation by companies of processes and compliance mechanisms to monitor compliance with those standards) <sup>2</sup>	PAI 11: Lack of processes and compliance mechanisms to monitor compliance with UN Global Compact principles & OECD Guidelines for Multinational Enterprises	Share of investments in investee companies without policies to monitor compliance with the UNGC principles or OECD Guidelines for Multinational Enterprises or grievance /complaints handling mechanisms to address violations of the UNGC principles or OECD Guidelines for Multinational Enterprises (% of AuM)	19.53 %	51	51
SDG no significantly negative score	PAI 12: Unadjusted gender pay gap	Average unadjusted gender pay gap of investee companies (%)	11.94%	45	45
SDG no significantly negative score	PAI 13: Board gender diversity	Average ratio of female board members in investee companies, expressed as a percentage of all board members (%)	32.77	51	51
Controversial weapons policy	PAI 14: Exposure to controversial weapons	Share of investments in investee companies involved in the manufacture or selling of controversial weapons (% of AuM)	0	100	100

For Sovereign and supranationals:

Relevant AXA IM policies	PAI indicator	Units	Measurement	Coverage in % based on Total AUM	Coverage in % based on eligible assets
<ul style="list-style-type: none"> <li>• AXA IM ESG Standards policy, through the exclusion of investee countries with severe social violations</li> <li>• Compliance black-list based on international and EU sanctions</li> </ul>	PAI 16: Sovereign Investee countries subject to social violations	Number of investee countries subject to social violations (absolute number and relative number divided by all investee countries), as referred to in international treaties and conventions, United Nations principles and, where applicable, national law	N/A	Absolute number: 0 Relative number: 0	N/A

The Financial Product is also taking into account the environmental optional indicator PAI 6 'Water usage and recycling' and the social optional indicator PAI 15 'Lack of anti-corruption and anti-bribery policies'.

PAI calculation methodologies have been defined as consistently as possible with current regulatory guidelines. Furthermore, reporting on PAIs can be limited or may reflect reporting periods prior to the reference period mainly due to challenges with regards to both data availability and reliability. PAI definitions and calculation methodologies may still evolve in the future depending on any additional regulatory guidelines, or due to data evolution with, for instance, data provider's change in methodology, or change in data sets used in order to align different reporting frameworks whenever possible.

***Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:***

During the reference period, the Financial Product did not invest in companies which cause, contribute or are linked to violations of international norms and standards in a material manner. Those standards focus on Human Rights, Society, Labor and Environment. AXA IM excluded any companies that have been assessed as "non compliant" to UN's Global Compact Principles, International Labor Organization's (ILO) Conventions, OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights (UNGPs).

<sup>2</sup> The approach used to mitigate the PAI indicators through this exclusion policy will evolve as the improvement in data availability and quality enables us to use the PAI more effectively.

*The EU Taxonomy sets out a “do no significant harm” principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.*

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

*Any other sustainable investments must also not significantly harm any environmental or social objectives.*



## How did this financial product consider principal adverse impacts on sustainability factors?

The Financial Product took into consideration the following Principal Adverse Impact indicators applying the following exclusion policies:

**Principal adverse impacts** are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

Relevant AXA IM policies	PAI indicator	Units	Measurement	Coverage in % based on Total AUM	Coverage in % based on eligible assets
Climate Risk policy	PAI 1: Green House Gas (GHG) emissions (scope 1, 2 & 3 starting 01/2023)	Metric tonnes of carbon dioxide equivalents (tCO2e)	Scope 1: 6080.849 Scope 2: 681.243 Scope 3: 35583.703 Scope 1+2: 6762.091 Scope 1+2+3: 42325.746	Scope 1: 49 Scope 2: 49 Scope 3: 46 Scope 1+2: 49 Scope 1+2+3: 46	Scope 1: 49 Scope 2: 49 Scope 3: 46 Scope 1+2: 49 Scope 1+2+3: 46
Climate Risk policy	PAI 2: Carbon Footprint	Metric tonnes of carbon dioxide equivalents per million euro or dollar invested (tCO2e/€M)	Scope 1+2: 145.277 Scope 1+2+3: 851.046	Scope 1+2: 49 Scope 1+2+3: 46	Scope 1+2: 49 Scope 1+2+3: 46
Climate Risk policy	PAI 3: GHG intensity of investee companies	Metric tonnes of carbon dioxide equivalents per million euro of revenue (tCO2e/€M)	Scope 1+2+3: 1582.297	Scope 1+2+3: 47	Scope 1+2+3: 48
Climate Risk policy	PAI 4: Exposure to companies active in the fossil fuel sector	Share of investments in companies active in the fossil fuel sector (% of AuM)	4.45	51	51
Ecosystem protection & Deforestation policy	PAI 7: Activities negatively affecting biodiversity-sensitive areas	Share of investments in investee companies with sites/operations located in or near to biodiversity sensitive areas where activities of those investee companies negatively affect those areas (% of AuM)	19.2	19	19
ESG standard policy / violation of international norms and standards	PAI 10: Violation of UN Global Compact principles & OECD Guidelines for Multinational Enterprises	Share of investments in investee companies that have been involved in violations of the UNGC principles or OECD Guidelines for Multinational Enterprises (% of AuM)	0%	100	100
Controversial weapons policy	PAI 14: Exposure to controversial weapons	Share of investments in investee companies involved in the manufacture or selling of controversial weapons (% of AuM)	0	100	100

For Sovereign and supranationals:

Relevant AXA IM policies	PAI indicator	Units	Measurement	Coverage in % based on Total AUM	Coverage in % based on eligible assets
<ul style="list-style-type: none"> <li>AXA IM ESG Standards policy, through the exclusion of investee countries with severe social violations</li> <li>Compliance black-list based on international and EU sanctions</li> </ul>	PAI 16: Sovereign Investee countries subject to social violations	Number of investee countries subject to social violations (absolute number and relative number divided by all investee countries), as referred to in international treaties and conventions, United Nations principles and, where	N/A	Absolute number: 0 Relative number: 0	N/A

		applicable, national law			
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Source: S&P Trucost, 2024

PAI calculation methodologies have been defined as consistently as possible with current regulatory guidelines. Furthermore, reporting on PAIs can be limited or may reflect reporting periods prior to the reference period mainly due to challenges with regards to both data availability and reliability. PAI definitions and calculation methodologies may still evolve in the future depending on any additional regulatory guidelines, or due to data evolution with, for instance, data provider's change in methodology, or change in data sets used in order to align different reporting frameworks whenever possible.

*N.B.: PAIs are reported based on an average of the impacts at each end of quarter of the reference period where data is available.*

*Figures disclosed on PAI indicators can either be based on the “current value of all investments” as defined by the Regulation, or on “eligible assets with available data only” where relevant. For the purpose of this document, “eligible assets with available data only” refers to all investments (i.e., investee companies, or sovereign and supranational, or real estate assets, depending on the PAI), excluding derivatives, cash and cash equivalent and eligible assets without available data. “Eligible assets without available data” refers to assets that have insufficient data and/or low data quality for a specific investment. The attention of the recipient is drawn to the fact that for some specific PAIs (i.e., PAIs which are relative i) to investee companies’ revenue or ii) to non-monetary units such as physical flows), the calculation is rebased on eligible assets with available data only for data quality and comparability purposes. Such exclusion at the denominator is reflected and disclosed through the coverage ratios for the relevant indicators: the coverage disclosed reflects the proportion of eligible assets for which data is available and provided in this document; in addition, to ensure full transparency on the scope of assets where PAIs are disclosed, the coverage based on the current value of all investments is also disclosed.*

Reported PAI indicators based on the current value of all investments	Reported PAI indicators based on eligible assets, excluding eligible assets with no available data
PAI indicators 2, 4, 7, 10, 11 and 14	PAI indicators 3 and 6

*N.B.: PAI indicators 1 and 16 are not based neither on any of these two approaches as being PAIs in absolute values (noting that the PAI 16 is also relative to the number of invested countries in addition to the absolute value number), i.e., having no denominator in their formula.*

*More details on our methodologies to account and disclose PAIs are available in AXA IM ESG Methodologies Handbook available on AXA IM website: <https://www.axa-im.com/our-policies-and-reports>*



## What were the top investments of this financial product?

The top investments of the Financial Product (based on the NACE classification's divisions: NACE level 2) are detailed below:

The list includes the investments constituting the greatest proportion of investments of the financial product during the reference period which is: 01/01/2024-31/12/2024

Largest investments	Sector (NACE level 2)	% Assets	Country
OI 6.25% - 15/05/2028 Call	Manufacture of paper and paper products	1.68%	NL
PROGRP 5.125% - 15/04/2029 Call	Manufacture of paper and paper products	1.6%	DE
VMED 5.25% - 15/05/2029 Call	Telecommunications	1.59%	GB
BOELST 6.25% - 15/02/2029 Call	Rental and leasing activities	1.59%	NL
ENRGRP 6.875% - 31/07/2028 Call	Electricity, gas, steam and air conditioning supply	1.59%	IE
LOXAM 6.375% - 31/05/2029 Call	Rental and leasing activities	1.57%	FR
RCSRDS 3.25% - 05/02/2028 Call	Telecommunications	1.57%	RO
ILDFP 5.375% - 15/02/2029 Call	Telecommunications	1.57%	FR
PTECLN 5.875% - 28/06/2028 Call	Gambling and betting activities	1.57%	IM
FLTR 5% - 29/04/2029 Call	Gambling and betting activities	1.56%	IE
QPARKH 5.125% - 01/03/2029 Call	Warehousing and support activities for transportation	1.56%	NL
OPTICS 6.875% - 15/02/2028 Call	Telecommunications	1.55%	IT
NEXFP 5.5% - 05/04/2028 Call	Manufacture of electrical equipment	1.55%	FR
CONGLO 3.125% - 01/01/2028 Call	Electricity, gas, steam and air conditioning supply	1.53%	LU
BDC 3.875% - 15/03/2028 Call	Manufacture of electrical equipment	1.52%	US

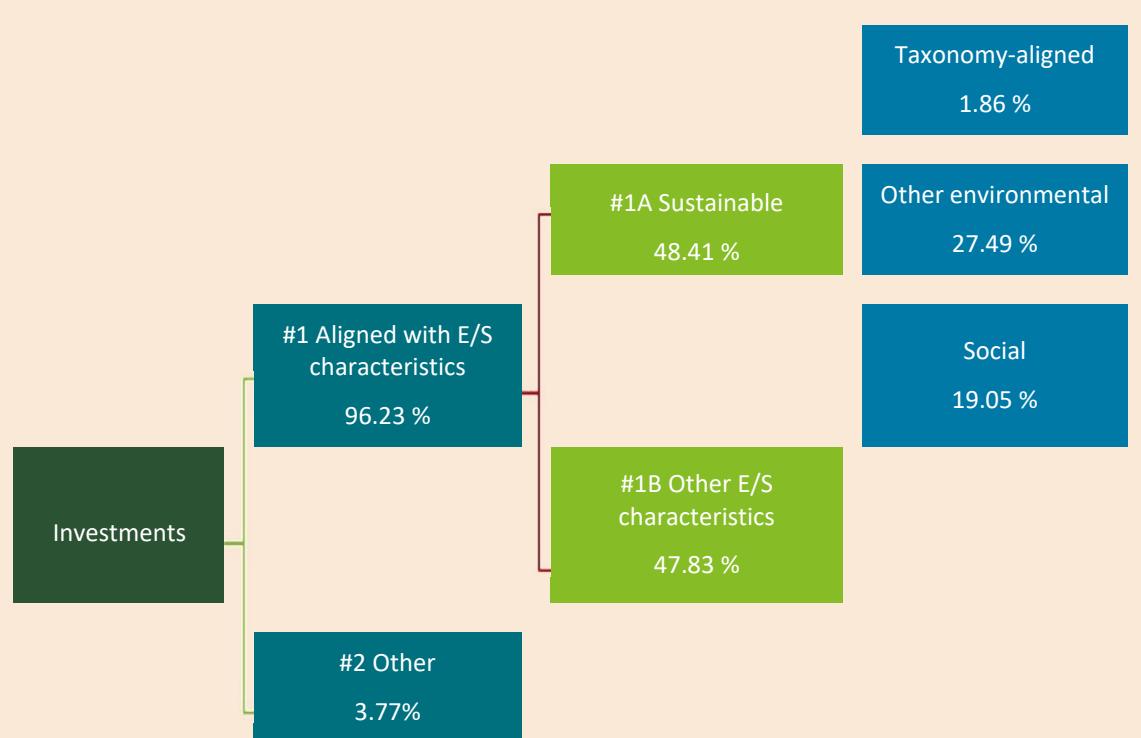
The portfolio proportions of investments presented above are an average over the reference period.



## What was the proportion of sustainability-related investments?

### What was the asset allocation?

**Asset allocation** describes the share of investments in specific assets.



**#1 Aligned with E/S characteristics** includes the investments of the financial product used to attain the environmental or social characteristics promoted by the financial product.

**#2 Other** includes the remaining investments of the financial product which are neither aligned with the environmental or social characteristics, nor are qualified as sustainable investments.

The category **#1 Aligned with E/S characteristics** covers:

- The sub-category **#1A Sustainable** covers environmentally and socially sustainable investments.
- The sub-category **#1B Other E/S characteristics** covers investments aligned with the environmental or social characteristics that do not qualify as sustainable investments.

The actual asset allocation has been reported based on an average of the data available at end of each quarter of the reference period.

Depending on the potential usage of derivatives within this product's investment strategy, the expected exposure detailed below could be subject to variability as the portfolio's NAV may be impacted by the Mark to Market of derivatives. For more details on the potential usage of derivatives by this product, please refer to its precontractual documents and its investment strategy described within.

### In which economic sectors were the investments made?

Financial product's investments were made in the economic sectors (based on NACE level 2) detailed below:

Top sector (NACE level 2)	Proportion
Telecommunications	13.06%
Manufacture of motor vehicles, trailers and semi-trailers	8.15%
Financial service activities, except insurance and pension funding	6.92%
Electricity, gas, steam and air conditioning supply	6.04%
Gambling and betting activities	5.85%
Manufacture of paper and paper products	5.7%
Retail trade, except of motor vehicles and motorcycles	5.44%
Manufacture of chemicals and chemical products	4.87%
Warehousing and support activities for transportation	3.46%

Rental and leasing activities	3.16%
Manufacture of electrical equipment	3.07%
Manufacture of basic pharmaceutical products and pharmaceutical preparations	3.05%
Waste collection, treatment and disposal activities, materials recovery	2.66%
Human health activities	2.29%
Sports activities and amusement and recreation activities	2.2%
Manufacture of wearing apparel	2.08%
Office administrative, office support and other business support activities	1.91%
Motion picture, video and television programme production, sound recording and music publishing activities	1.85%
Manufacture of fabricated metal products, except machinery and equipment	1.84%
Real estate activities	1.64%
Crop and animal production, hunting and related service activities	1.36%
Manufacture of computer, electronic and optical products	1.33%
Water transport	1.27%
Manufacture of food products	1.25%
Wholesale trade, except of motor vehicles and motorcycles	1.05%
Computer programming, consultancy and related activities	0.96%
Insurance, reinsurance and pension funding, except compulsory social security	0.95%
Manufacture of machinery and equipment n.e.c.	0.75%
Publishing activities	0.73%
Manufacture of rubber and plastic products	0.66%
Scientific research and development	0.64%
Construction of buildings	0.6%
Activities auxiliary to financial services and insurance activities	0.59%
Civil engineering	0.41%
Education	0.41%
Other	0.41%
Security and investigation activities	0.4%
Services to buildings and landscape activities	0.39%
Wholesale and retail trade and repair of motor vehicles and motorcycles	0.33%
Manufacture of coke and refined petroleum products	0.29%

The portfolio proportions of investments presented above are an average over the reference period.



## To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?

The Financial Product took into consideration the criteria of the EU Taxonomy environmental objectives, and the “do not significantly harm” principles. It is invested in activities aligned with the objectives of the EU Taxonomy. The Taxonomy alignment of the Financial Product has been provided by an external data provider and have been consolidated at portfolio level by AXA IM. Nevertheless, it has not been subject to an audit or a review by a third party.

The Taxonomy alignment of the Financial Product has been provided by an external data provider and have been consolidated to the portfolio level by AXA IM. Nevertheless, it has not been subject to an audit or a review by a third party.

### Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy?<sup>3</sup>

Yes

In fossil gas  In nuclear energy

No

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.

**Enabling activities** directly enable other activities to make a substantial contribution to an environmental objective.

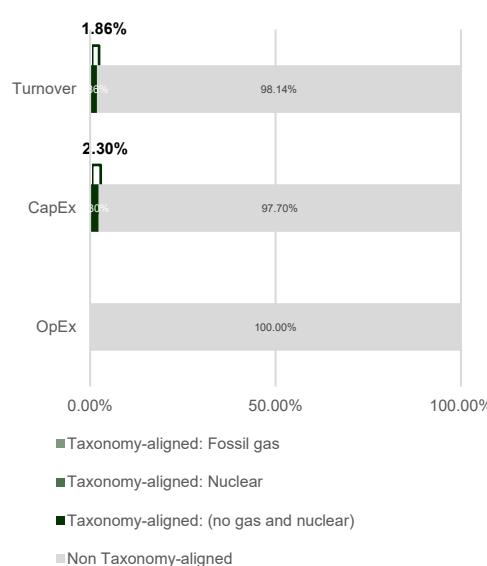
**Transitional activities** are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

Taxonomy-aligned activities are expressed as a share of:

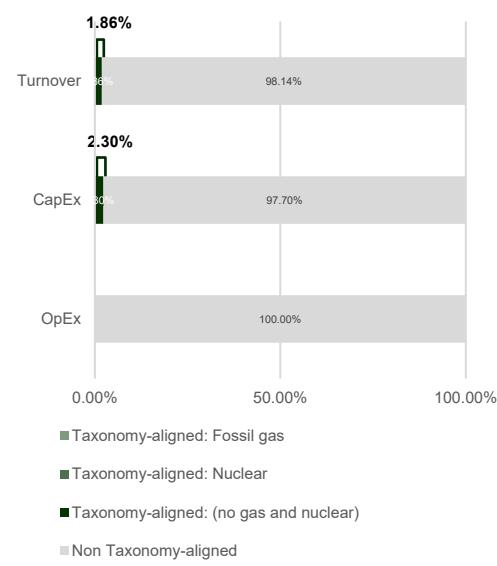
- **turnover** reflecting the share of revenue from green activities of investee companies.
- **capital expenditure** (CapEx) showing the green investments made by investee companies, e.g. for a transition to a green economy.
- **operational expenditure** (OpEx) reflecting green operational activities of investee companies.

**The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds\*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.**

#### 1. Taxonomy-alignment of investments including sovereign bonds\*



#### 2. Taxonomy-alignment of investments excluding sovereign bonds\*



This graph represents 100 % of the total investments.

\* For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures

### What was the share of investments made in transitional and enabling activities?

<sup>3</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change (“climate change mitigation”) and do not significantly harm any EU Taxonomy objective -see explanatory note in the left-hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

The Financial Product has invested 0% of its Net Asset Value in transitional activities and 0% of its Net Asset Value in enabling activities.

● ***How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?***

Not applicable.



are sustainable investments with an environmental objective that do not take into account the criteria for environmentally sustainable economic activities under Regulation (EU) 2020/852.



**What was the share of sustainable investments with an environmental objective not aligned with the EU Taxonomy?**

The share of the sustainable investments with an environmental objective not aligned with the EU Taxonomy has been 27.49% for this Financial Product during the reference period.

Investee companies with an environmental sustainable objective under SFDR are contributing to support UN SDGs or transition to decarbonization based on defined criteria as described above. Those criteria applying to issuers are different from technical screening criteria defined in EU Taxonomy applying to economic activities.



**What was the share of socially sustainable investments?**

During the reference period, the Financial Product invested in 19.05% of sustainable investments with a social objective.



**What investments were included under “other”, what was their purpose and were there any minimum environmental or social safeguards?**

The remaining “Other” investments represented 3.77% of the Financial Product’s Net Asset Value.

The “other” assets may have consisted in, as defined in the precontractual annex:

- cash and cash equivalent investments, and ;
- other instruments eligible to the Financial Product and that do not meet the Environmental and/or Social criteria described in this appendix. Such assets may be transferable securities such as debt instruments, derivatives investments and investment collective schemes that do not promote environmental or social characteristics and that are used to attain the financial objective of the Financial Product and / or for diversification and / or hedging purposes.

Environmental or social safeguards were applied and assessed on all “other” assets except on (i) non single name derivatives, (ii) on UCITS and/or UCIs managed by other management company and (iii) on cash and cash equivalent investments described above.



**What actions have been taken to meet the environmental and/or social characteristics during the reference period?**

During the reference period, the Financial Product continued to apply all AXA IM exclusion policies, for which the exclusion criteria were updated - for the most recent updates - in 2023, but which exclusion lists were updated in 2024. More details on AXA IM exclusion policies are available under the following link: [Sustainability Policies and Reports | AXA IM Corporate](#)



**How did this financial product perform compared to the reference benchmark?**

Not applicable.

Reference benchmarks are indexes to measure whether the financial product attains the environmental or social characteristics that they promote.

