

**STRATEGY OBJECTIVE**

The objective of the Compartment is to offer investors long term net positive performance with exposure to low risks, both in terms of credit as well as interest rate risks. The Compartment will invest mainly in fixed income securities, selected on the basis of fundamental analysis, with the following characteristics:

- denominated in USD
- with a residual time to maturity of up to three years
- with a rating of BBB- (or equivalent) or higher
- issued by governments, government agencies, supranational institutions or corporations domiciled in developed market countries

The fund is actively managed against the benchmark index Bloomberg Barclays US Aggregate 1-3 Years.

**MANAGER'S COMMENT**

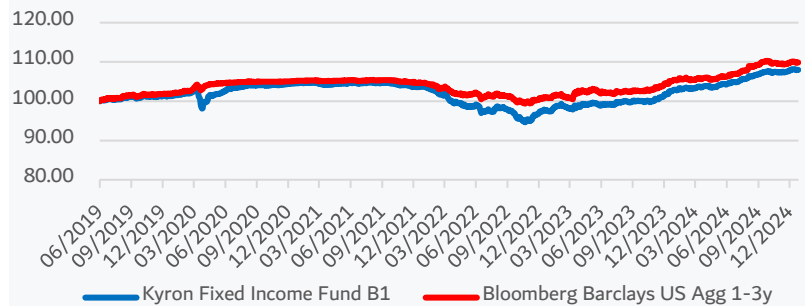
December, such as November, has been a volatile month for financial assets. As a matter of fact, the “Trump trade” was in full swing, reinvigorated towards mid December by the press conference by Fed Chairman Powell, which, despite having cut the reference rate by 25 basis points, sounded much more hawkish than in the last press conferences. The market interpreted the shift in attitude as a clear signal of the impact on future actions by new president elect Trump, with the narrative being that stronger growth, mass deportations, tariffs and the confirmation of tax cuts (with fiscal deficit running in the high single digit in a growth environment) would all contribute to higher inflation, which translates into higher for longer on the rates’ side. In this market context the US curve steepened impressively, with the belly and long end of the curve widening decisively. Real rates in the long end of the curve shot up to 2.5% (a level not seen since early 2000s). The short term part of the curve was in part spared by the 25bps cut by the Fed. De facto, the market pared back cuts expectations into next year, bringing them down from 3 to (maybe) one (of 25 bps).

Having said all of that, Kyron Fixed Income Fund behaved extremely well. Given its defensive approach, with limited duration and credit risk, the fund was able to sail in rough waters without displaying increased volatility and recording a positive performance in the month (+0.23%). We replaced a matured IG bond with another one of similar quality. We continue to believe that the defensiveness of the portfolio, coupled with its decent carry, is well equipped to navigate the uncertain environment ahead.

**FACTS:**

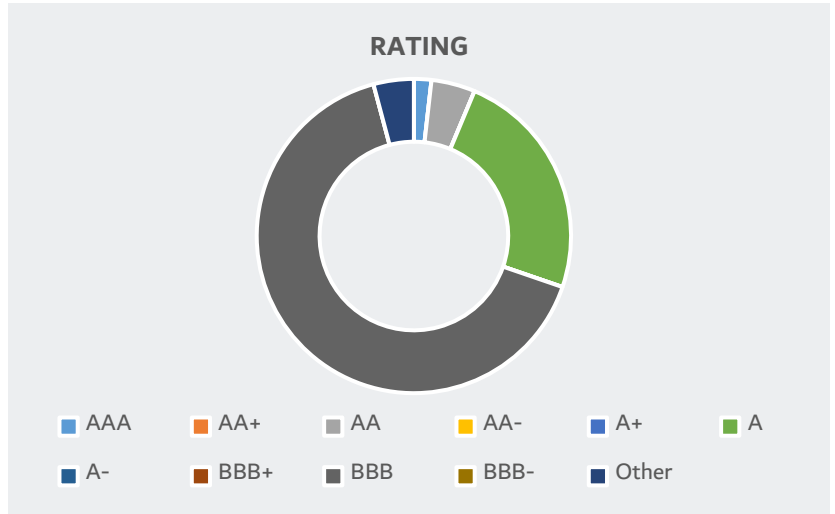
ISIN Code	LU1918787018
Share Class	Accumulation B1
Currency	USD
Regulation	UCITS
SFDR	Art. 6
ManCo & Investment Manager	AIMS
Depository Bank	CACEIS
Auditor	Mazars
Benchmark	BBG Barclays US Agg 1-3Y
Share Class Hedging	No
Inception Date	May 29th, 2019
Valuation	Daily
Cut-Off Time	12:00 CET
Settlement	Up to 3 business days
Minimum Investment	50'000 USD
Management Fee	0.65%
Performance Fee	20% of outperf. with HWM

Metric	KYRON Fixed Income	Bloomberg Barclays US Agg 1-3Y	Net
Yield to Worst	5.0	4.4	0.6
Duration	1.4	1.8	-0.4
Average Rating	BBB+/BBB	AA/AA-	BBB+/BBB

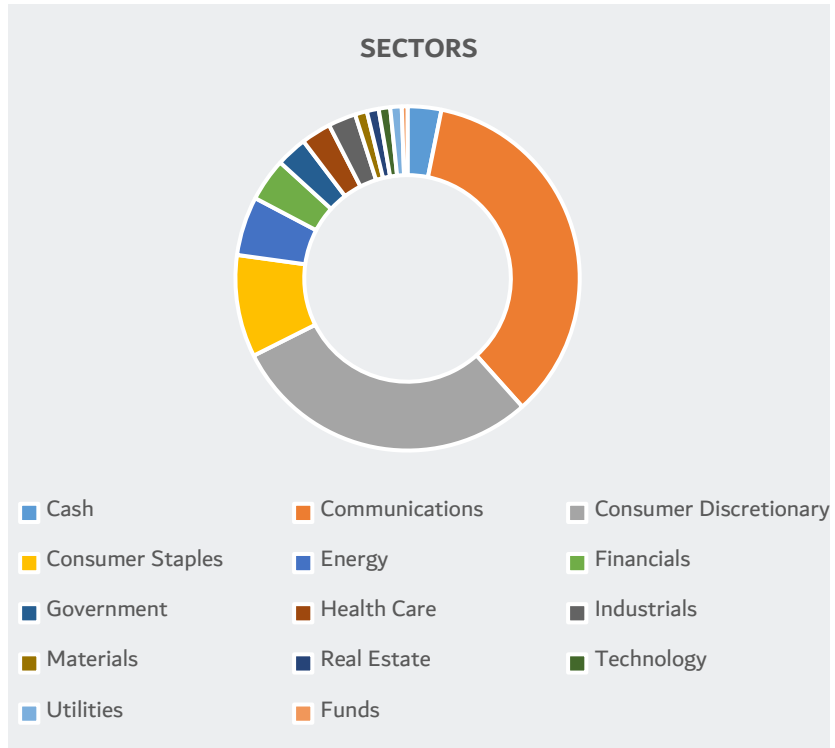


		Q1	Q2	Q3	Q4	YTD
2020	KYRON	-1.5%	3.5%	0.5%	0.7%	3.1%
2020	Benchmark	1.8%	0.9%	0.2%	0.2%	3.1%
2021	KYRON	-0.4%	0.3%	-0.1%	-0.7%	-0.9%
2021	Benchmark	-0.1%	0.1%	0.1%	-0.6%	-0.5%
2022	KYRON	-3.7%	-2.3%	-2.0%	1.9%	-6.1%
2022	Benchmark	-2.5%	-0.6%	-1.5%	0.9%	-3.7%
2023	KYRON	1.4%	0.4%	0.9%	2.9%	5.7%
2023	Benchmark	1.5%	-0.4%	0.7%	2.7%	4.6%
2024	KYRON	0.9%	1.0%	2.6%	0.5%	5.1%
2024	Benchmark	0.5%	0.9%	3.0%	0.0%	4.4%

RATING	Kyron Fixed Income	BB US Agg 1-3Y	Net
AAA	1.5%	5.4%	-3.8%
AA+	-	-	-
AA	3.9%	71.2%	-67.3%
AA-	-	-	-
A+	-	-	-
A	20.5%	11.6%	9.0%
A-	-	-	-
BBB+	-	-	-
BBB	56.2%	9.1%	47.1%
BBB-	-	-	-
Other	3.6%	1.1%	2.4%



SECTORS	Kyron Fixed Income	BB US Agg 1-3Y	Net
Cash	3.2%	-	3.2%
Communications	35.2%	11.1%	24.1%
Consumer Discretionary	29.2%	9.0%	20.2%
Consumer Staples	9.6%	-	9.6%
Energy	5.5%	0.9%	4.7%
Financials	4.0%	0.4%	3.6%
Government	2.9%	0.6%	2.3%
Health Care	2.8%	1.0%	1.8%
Industrials	2.6%	1.1%	1.5%
Materials	1.1%	1.3%	-0.2%
Real Estate	1.1%	0.8%	0.3%
Technology	1.1%	1.5%	-0.4%
Utilities	1.1%	71.2%	-70.1%
Funds	0.5%	0.9%	-0.3%
Others	-	0.3%	-0.3%



DURATION	Kyron Fixed Income	BB US Agg 1-3Y	Net
0-1	39.5%	5.7%	33.9%
1-3	41.0%	94.3%	-53.3%
3-5	8.7%	-	8.7%
5-7	1.2%	-	1.2%
7-10	-	-	-
10+	9.6%	-	9.6%

RISK MEASURE	Kyron Fixed Income	Bloomberg Barclays US Agg 1-3Y	Active Risk
Value-At-Risk (99%, 20 days)	1.0%	1.3%	-0.2%

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