

# LO Funds

## All Roads

### Newsletter

Risk-Based • Multi-Asset

31 August 2024

#### MACRO AND MARKET REVIEW

After a turbulent start, the month concluded on a deceptively smooth note – by way of illustration, a 50/50 portfolio, balancing equities and bonds, managed to generate a 2% gain in USD terms, marking a positive closure to the summer. However, beneath this calm surface, the markets experienced a significant surge in volatility, with the VIX index nearing levels reminiscent of the COVID and 2008 financial crisis periods. Interestingly, after this spike, volatility diminished steadily, and equities recovered from an early-month drop to finish August on a high note. This rollercoaster in the markets reflects growing uncertainties around economic growth and a heightened focus from central bankers on job market fluctuations, contributing to the fragile market sentiment still evident in the pricing of hedges at month's end.

In terms of performance, global equities saw a 2.5% return, with value and growth sectors posting closely matched gains of 2.6% and 2.4%, respectively. Despite these figures, signs of the much-discussed major market rotation remained elusive; the Russell index declined by 1.6%, and emerging markets lagged with a 1.4% drop. Interest rates saw notable movements, with the 10-year US yield decreasing by 12 bps, leading to a 21 bps steepening in the yield curve between 2 and 10 years. Credit spreads narrowed slightly on the transatlantic front; commodities showed volatility without clear direction amid ongoing geopolitical tensions; and the USD weakened by 2.3%, influenced by steeper declines in US rates compared to other parts of the world.

September typically exhibits negative seasonality. Recently, the global economic cooling, particularly in the US, has weakened market sentiment. Therefore, any adverse macroeconomic news could potentially trigger a surge in volatility. However, it is crucial not to

confuse a slowdown with a recession: while the former may not necessarily harm risk assets, the latter is likely to have a detrimental effect.

#### FUND PERFORMANCE AND PORTFOLIO REVIEW

In August 2024, LO Funds - All Roads was down 0.6% (EUR NA share class). Over the month, risky assets were the largest detractors, with equities contributing negatively 20 bps across developed and emerging markets, and corporate credit detracting 5 bps. Commodities cost an additional 10 bps while sovereign bonds mitigated the fall, contributing positively 20 bps. Overlay performance contribution was also negative, with our Trend and Macro overlays contributing negatively (respectively -25 bps and -15 bps). Finally, our long volatility strategy was impacted by the sharp v-shaped shock at the beginning of August, detracting an additional 15 bps. Portfolio exposure increased over the month, after an initial reduction early in the month, closing August at 150%. This higher leverage however hides a rotation in the portfolio allocation with lower exposure to risky assets and higher exposure to sovereign bonds. Our tactical signals presented remarkably similar intra-month patterns. Our volatility estimates surged before rapidly reverting to low levels compared to historical points. Risk appetite indicators experienced a sharp decline at the beginning of the month, entering Risk Off territory for the first time since October 2022, before a steady recovery to settle back in neutral territory. Finally, our momentum indicators on corporate credit and equities inflected and turned negative before rebounding, while the positive trend on sovereign bonds has strengthened over the month. Our macro nowcasters suggest that a pivot in monetary policy is gaining momentum as global growth decelerates and inflation pressures are progressively reemerging.

#### FUND MANAGER

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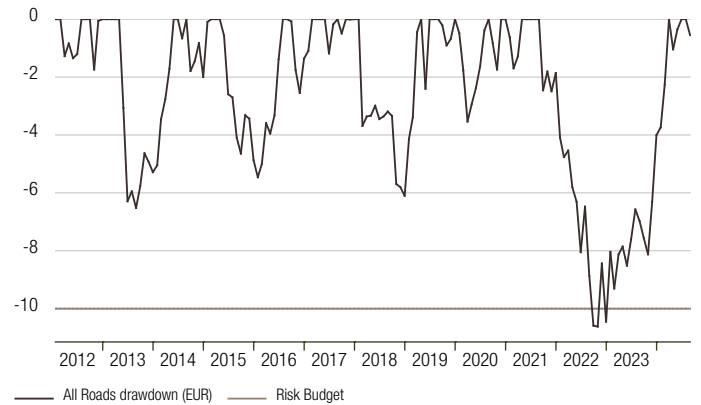
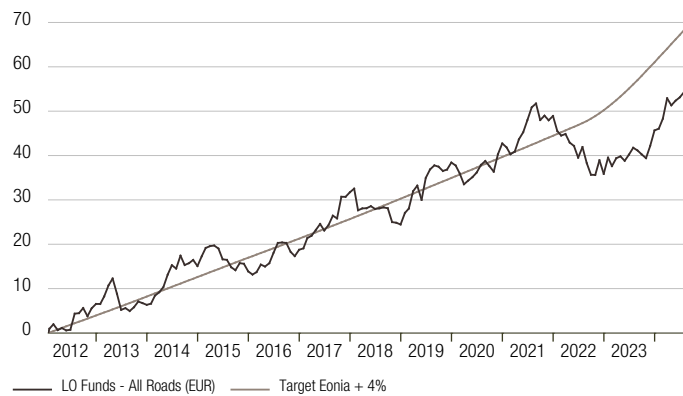
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## CUMULATIVE PERFORMANCES SINCE INCEPTION (%)



## MEASURES SINCE INCEPTION OF THE FUND

|                                | ALL ROADS<br>EUR NA SHARE CLASS [1] | ALL ROADS<br>EUR PA SHARE CLASS [1] | ALL ROADS CONSERVATIVE<br>EUR NA SHARE CLASS [2] | ALL ROADS GROWTH<br>EUR NA SHARE CLASS [2] |
|--------------------------------|-------------------------------------|-------------------------------------|--|--|
| Long-term performance target   | Cash+3-5%                           | Cash+3-5%                           | Cash+1.5-2.5%                                    | Cash+6-8%                                  |
| Risk budget ( Max 1Y drawdown) | 10%                                 | 10%                                 | 5%   | 17.5%                                      |
| Fund AUM ( EUR million)        | 2148                                | -                                   | 583  | 861  |
| Strategy AUM ( EUR million)    | 3592                                | -                                   | 3592   | 3592                                       |
| Ann. compounded return         | 3.5%                                | 2.8%                                | 1.6%   | 5.8%                                       |
| Ann. standard deviation        | 5.0%                                | 4.9%                                | 2.5%   | 8.7%                                       |
| Percentage of up months        | 60.5%                               | 59.2%                               | 59.9%  | 60.5%                                      |
| Percentage of down months      | 39.5%                               | 40.8%                               | 40.1%  | 39.5%                                      |
| Maximum monthly gain           | 3.9%                                | 3.8%                                | 1.9%   | 6.9%                                       |
| Maximum monthly loss           | -3.7%                               | -3.7%                               | -1.8%  | -6.3%                                      |
| Sharpe ratio                   | 0.64                                | 0.52                                | 0.55   | 0.64                                       |
| Maximum drawdown               | -10.6%                              | -11.2%                              | -5.8%  | -17.8%                                     |

[1] Share class inception date: 24 January 2012.

[2] Share class inception date: 21 February 2017.

## GROSS PERFORMANCE CONTRIBUTION

|                              | ALL ROADS    |             | ALL ROADS CONSERVATIVE |             | ALL ROADS GROWTH |             |
|------------------------------|--------------|-------------|------------------------|-------------|------------------|-------------|
|                              | MTD          | YTD         | MTD                    | YTD         | MTD              | YTD         |
| Fixed Income - Sovereign     | 0.2%         | -0.8%       | 0.0%                   | -0.6%       | 0.4%             | -1.1%       |
| Fixed Income - Developed CDS | -0.1%        | 0.5%        | 0.0%                   | 0.4%        | -0.2%            | 0.7%        |
| Fixed Income - Emerging CDS  | 0.0%         | 0.1%        | 0.0%                   | 0.1%        | 0.0%             | 0.2%        |
| Equities - Developed Markets | -0.3%        | 2.0%        | 0.0%                   | 1.5%        | -0.6%            | 2.9%        |
| Equities - Emerging Markets  | -0.2%        | 0.0%        | 0.0%                   | 0.0%        | -0.3%            | 0.0%        |
| Inflation                    | -0.1%        | -0.1%       | 0.0%                   | -0.1%       | -0.2%            | -0.2%       |
| Commodities                  | -0.1%        | 2.1%        | 0.0%                   | 1.5%        | -0.3%            | 2.9%        |
| Volatility                   | -0.2%        | 0.1%        | 0.0%                   | 0.1%        | -0.3%            | 0.1%        |
| FX                           | 0.1%         | -0.2%       | 0.0%                   | -0.2%       | 0.2%             | -0.3%       |
| Cash & Other                 | 0.1%         | 2.2%        | 0.0%                   | 1.6%        | 0.3%             | 3.1%        |
| <b>TOTAL</b>                 | <b>-0.5%</b> | <b>5.9%</b> | <b>0.0%</b>            | <b>4.2%</b> | <b>-1.0%</b>     | <b>8.2%</b> |

## CAPITAL ALLOCATION BY STRATEGY

| STRATEGY                     | ALL ROADS                | ALL ROADS CONSERVATIVE | ALL ROADS GROWTH |
|------------------------------|--------------------------|------------------------|------------------|
|                              | Fixed Income - Sovereign | 56.7%                  | 28.2%            |
| Fixed Income - Developed CDS | 22.8%                    | 11.2%                  | 39.6%            |
| Fixed Income - Emerging CDS  | 12.9%                    | 6.4%                   | 22.4%            |
| Equities - Developed Markets | 12.5%                    | 6.2%                   | 21.8%            |
| Equities - Emerging Markets  | 5.0%                     | 2.5%                   | 8.8%             |
| Inflation                    | 16.2%                    | 8.0%                   | 28.1%            |
| Commodities                  | 8.9%                     | 4.3%                   | 15.2%            |
| Volatility                   | 14.7%                    | 7.0%                   | 24.1%            |
| <b>Exposure</b>              | <b>149.7%</b>            | <b>73.9%</b>           | <b>258.4%</b>    |
| Non Euro Exposure            | 2.4%                     | 1.2%                   | 3.9%             |

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**PORTFOLIO RISK EXPOSURE – EXPECTED SHORTFALL CONTRIBUTION**

|                              | ALL ROADS     | ALL ROADS    | ALL ROADS     | RISK METRICS                          | ALL ROADS | ALL ROADS    | ALL ROADS |
|------------------------------|---------------|--------------|---------------|---------------------------------------|-----------|--------------|-----------|
|                              | ALL ROADS     | CONSERVATIVE | GROWTH        |                                       | ALL ROADS | CONSERVATIVE | GROWTH    |
| Fixed Income - Sovereign     | 1.91%         | 0.95%        | 3.34%         | 1-year ex-ante ES                     | 10.7%     | 5.4%         | 18.8%     |
| Fixed Income - Developed CDS | 1.25%         | 0.62%        | 2.18%         | Max DD Since Inception (monthly data) | -10.6%    | -5.8%        | -17.8%    |
| Fixed Income - Emerging CDS  | 0.29%         | 0.14%        | 0.51%         | Max 1y DD (monthly data)              | -1.2%     | -0.4%        | -2.4%     |
| Equities - Developed Markets | 3.26%         | 1.63%        | 5.71%         | Leverage                              | 1.50      | 0.74         | 2.58      |
| Equities - Emerging Markets  | 1.54%         | 0.77%        | 2.69%         | Yield-To-Maturity                     | 2.6%      | 1.3%         | 4.5%      |
| Inflation                    | 0.50%         | 0.25%        | 0.87%         | Duration                              | 5.0       | 2.5          | 8.8       |
| Commodities                  | 1.98%         | 0.99%        | 3.46%         | 1-year equity Beta                    | 0.3       | 0.1          | 0.5       |
| <b>Total</b>                 | <b>10.72%</b> | <b>5.36%</b> | <b>18.76%</b> | 1-year fixed income Beta              | 0.5       | 0.3          | 0.9       |

| ALL ROADS NA<br>EUR | JAN    | FEB    | MAR    | APR    | MAY    | JUN    | JUL    | AUG    | SEP    | OCT    | NOV    | DEC    | YTD           |
|---------------------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|---------------|
| 2012                | 0.94%  | 1.01%  | -1.28% | 0.44%  | -0.51% | 0.14%  | 3.59%  | 0.12%  | 1.10%  | -1.74% | 1.71%  | 0.93%  | <b>6.53%</b>  |
| 2013                | 0.00%  | 1.58%  | 2.30%  | 1.42%  | -3.06% | -3.33% | 0.36%  | -0.61% | 0.81%  | 1.21%  | -0.31% | -0.37% | <b>-0.18%</b> |
| 2014                | 0.25%  | 1.68%  | 0.72%  | 1.08%  | 2.53%  | 1.88%  | -0.66% | 2.54%  | -1.79% | 0.35%  | 0.63%  | -1.18% | <b>8.22%</b>  |
| 2015                | 1.94%  | 1.57%  | 0.35%  | 0.12%  | -0.57% | -2.04% | -0.11% | -1.43% | -0.57% | 1.39%  | -0.12% | -1.49% | <b>-1.05%</b> |
| 2016                | -0.62% | 0.49%  | 1.49%  | -0.37% | 0.65%  | 2.00%  | 1.90%  | 0.08%  | -0.08% | -1.67% | -0.81% | 1.22%  | <b>4.28%</b>  |
| 2017                | 0.27%  | 1.94%  | 0.45%  | 1.04%  | 1.11%  | -1.18% | 1.01%  | 1.69%  | -0.49% | 3.88%  | -0.01% | 0.78%  | <b>10.92%</b> |
| 2018                | 0.62%  | -3.69% | 0.34%  | 0.03%  | 0.36%  | -0.48% | 0.10%  | 0.17%  | -0.16% | -2.43% | -0.12% | -0.31% | <b>-5.51%</b> |
| 2019                | 2.09%  | 0.77%  | 3.06%  | 0.96%  | -2.41% | 3.81%  | 1.42%  | 0.66%  | -0.21% | -0.70% | 0.22%  | 1.16%  | <b>11.22%</b> |
| 2020                | -0.48% | -1.29% | -1.80% | 0.62%  | 0.59%  | 0.75%  | 1.26%  | 0.64%  | -0.84% | -0.91% | 2.89%  | 1.73%  | <b>3.11%</b>  |
| 2021                | -0.62% | -1.09% | 0.42%  | 1.97%  | 1.11%  | 1.87%  | 1.95%  | 0.58%  | -2.46% | 0.66%  | -0.69% | 0.65%  | <b>4.34%</b>  |
| 2022                | -2.28% | -0.70% | 0.24%  | -1.33% | -0.53% | -1.86% | 1.71%  | -2.55% | -1.89% | -0.04% | 2.44%  | -2.19% | <b>-8.75%</b> |
| 2023                | 2.69%  | -1.37% | 1.29%  | 0.30%  | -0.71% | 0.99%  | 1.12%  | -0.43% | -0.62% | -0.61% | 1.97%  | 2.46%  | <b>7.19%</b>  |
| 2024                | 0.28%  | 1.53%  | 3.11%  | -1.04% | 0.69%  | 0.50%  | 0.77%  | -0.55% |        |        |        |        | <b>5.36%</b>  |

| ALL ROADS PA<br>EUR | JAN    | FEB    | MAR    | APR    | MAY    | JUN    | JUL    | AUG    | SEP    | OCT    | NOV    | DEC    | YTD           |
|---------------------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|---------------|
| 2012                | 0.94%  | 1.01%  | -1.28% | 0.44%  | -0.51% | 0.14%  | 3.57%  | 0.06%  | 1.05%  | -1.79% | 1.65%  | 0.87%  | <b>6.22%</b>  |
| 2013                | -0.05% | 1.53%  | 2.24%  | 1.36%  | -3.11% | -3.38% | 0.31%  | -0.66% | 0.75%  | 1.15%  | -0.36% | -0.43% | <b>-0.83%</b> |
| 2014                | 0.19%  | 1.62%  | 0.67%  | 1.02%  | 2.48%  | 1.82%  | -0.72% | 2.49%  | -1.85% | 0.30%  | 0.58%  | -1.24% | <b>7.52%</b>  |
| 2015                | 1.89%  | 1.52%  | 0.29%  | 0.06%  | -0.62% | -2.09% | -0.17% | -1.48% | -0.63% | 1.34%  | -0.18% | -1.54% | <b>-1.69%</b> |
| 2016                | -0.67% | 0.43%  | 1.43%  | -0.42% | 0.60%  | 1.95%  | 1.84%  | 0.03%  | -0.13% | -1.73% | -0.86% | 1.17%  | <b>3.62%</b>  |
| 2017                | 0.21%  | 1.89%  | 0.40%  | 1.00%  | 1.05%  | -1.23% | 0.96%  | 1.64%  | -0.54% | 3.82%  | -0.06% | 0.73%  | <b>10.22%</b> |
| 2018                | 0.57%  | -3.74% | 0.29%  | -0.02% | 0.30%  | -0.52% | 0.04%  | 0.13%  | -0.20% | -2.48% | -0.17% | -0.36% | <b>-6.09%</b> |
| 2019                | 2.04%  | 0.72%  | 3.01%  | 0.91%  | -2.45% | 3.76%  | 1.36%  | 0.61%  | -0.26% | -0.75% | 0.18%  | 1.11%  | <b>10.57%</b> |
| 2020                | -0.53% | -1.34% | -1.85% | 0.57%  | 0.54%  | 0.70%  | 1.21%  | 0.60%  | -0.88% | -0.96% | 2.84%  | 1.68%  | <b>2.51%</b>  |
| 2021                | -0.67% | -1.13% | 0.36%  | 1.92%  | 1.06%  | 1.82%  | 1.90%  | 0.53%  | -2.50% | 0.62%  | -0.74% | 0.60%  | <b>3.72%</b>  |
| 2022                | -2.32% | -0.75% | 0.19%  | -1.38% | -0.59% | -1.91% | 1.66%  | -2.60% | -1.94% | -0.09% | 2.39%  | -2.24% | <b>-9.29%</b> |
| 2023                | 2.64%  | -1.42% | 1.24%  | 0.25%  | -0.77% | 0.94%  | 1.07%  | -0.48% | -0.67% | -0.66% | 1.92%  | 2.41%  | <b>6.57%</b>  |
| 2024                | 0.23%  | 1.48%  | 3.06%  | -1.09% | 0.64%  | 0.45%  | 0.72%  | -0.60% |        |        |        |        | <b>4.94%</b>  |

| ALL ROADS<br>CONSERVATIVE<br>NA EUR | JAN    | FEB    | MAR    | APR    | MAY    | JUN    | JUL   | AUG    | SEP    | OCT    | NOV    | DEC    | YTD           |
|-------------------------------------|--------|--------|--------|--------|--------|--------|-------|--------|--------|--------|--------|--------|---------------|
| 2017                                |        | 0.04%  | 0.21%  | 0.50%  | 0.58%  | -0.52% | 0.47% | 0.75%  | -0.24% | 1.68%  | 0.01%  | 0.30%  | <b>3.84%</b>  |
| 2018                                | 0.20%  | -1.79% | 0.13%  | 0.02%  | 0.14%  | -0.27% | 0.03% | 0.06%  | -0.09% | -1.23% | -0.06% | -0.16% | <b>-3.00%</b> |
| 2019                                | 1.03%  | 0.45%  | 1.49%  | 0.47%  | -0.89% | 1.86%  | 0.73% | 0.20%  | -0.14% | -0.22% | -0.01% | 0.67%  | <b>5.75%</b>  |
| 2020                                | -0.25% | -1.01% | -1.68% | 0.18%  | 0.29%  | 0.34%  | 0.64% | 0.30%  | -0.29% | -0.50% | 1.38%  | 0.85%  | <b>0.20%</b>  |
| 2021                                | -0.34% | -0.50% | 0.10%  | 0.96%  | 0.54%  | 0.92%  | 0.95% | 0.23%  | -1.28% | 0.31%  | -0.38% | 0.28%  | <b>1.77%</b>  |
| 2022                                | -1.19% | -0.38% | 0.07%  | -0.70% | -0.29% | -0.97% | 0.86% | -1.30% | -0.96% | 0.00%  | 1.24%  | -1.06% | <b>-4.62%</b> |
| 2023                                | 1.41%  | -0.60% | 0.71%  | 0.25%  | -0.23% | 0.59%  | 0.66% | -0.06% | -0.14% | -0.24% | 1.13%  | 1.42%  | <b>4.98%</b>  |
| 2024                                | 0.31%  | 0.91%  | 1.67%  | -0.41% | 0.48%  | 0.40%  | 0.55% | -0.09% |        |        |        |        | <b>3.87%</b>  |

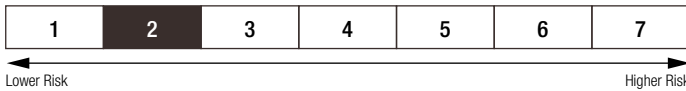
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| ALL ROADS GROWTH NA EUR | JAN    | FEB    | MAR    | APR    | MAY    | JUN    | JUL   | AUG    | SEP    | OCT    | NOV    | DEC    | YTD     |
|-------------------------|--------|--------|--------|--------|--------|--------|-------|--------|--------|--------|--------|--------|---------|
| 2017                    |        | 0.17%  | 0.66%  | 1.78%  | 1.83%  | -2.02% | 1.63% | 2.96%  | -0.91% | 6.68%  | 0.10%  | 1.40%  | 14.96%  |
| 2018                    | 0.81%  | -6.35% | 0.64%  | 0.17%  | 0.62%  | -0.78% | 0.22% | 0.27%  | -0.19% | -4.08% | -0.14% | -0.66% | -9.31%  |
| 2019                    | 3.82%  | 1.33%  | 5.27%  | 2.01%  | -4.16% | 6.87%  | 2.52% | 1.19%  | -0.41% | -1.24% | 0.40%  | 2.07%  | 21.00%  |
| 2020                    | -0.78% | -2.25% | -3.13% | 1.13%  | 1.05%  | 1.34%  | 2.21% | 1.17%  | -1.48% | -1.60% | 5.08%  | 3.15%  | 5.73%   |
| 2021                    | -1.07% | -1.88% | 0.79%  | 3.48%  | 2.00%  | 3.33%  | 3.77% | 0.75%  | -4.35% | 1.18%  | -1.24% | 1.19%  | 7.89%   |
| 2022                    | -3.97% | -1.18% | 0.31%  | -2.17% | -0.86% | -3.24% | 3.05% | -4.42% | -3.32% | -0.11% | 4.20%  | -3.87% | -14.90% |
| 2023                    | 4.57%  | -2.47% | 2.04%  | 0.48%  | -1.39% | 1.53%  | 1.79% | -0.96% | -1.33% | -1.12% | 3.14%  | 4.14%  | 10.60%  |
| 2024                    | 0.15%  | 2.40%  | 5.18%  | -1.99% | 1.03%  | 0.66%  | 1.12% | -1.09% |        |        |        |        | 7.53%   |

## RISK AND REWARD PROFILE



The following risks may be materially relevant but may not always be adequately captured by the synthetic risk indicator and may cause additional loss:

**Counterparty risk:** When a fund is backed by a guarantee from a third party, or where its investment exposure is obtained to a material degree through one or more contracts with a counterparty, there could be a material risk that the counterparty to the transactions will fail to honor its contractual obligations. This may result in a financial loss to the Fund.

**Risks linked to the use of derivatives and financial techniques:** Derivatives and other financial techniques used substantially to obtain, increase or reduce exposure to assets may be difficult to value, may generate leverage, and may not yield the anticipated results. All of this could be detrimental to fund performance.

**Model Risk:** Models may be misspecified, badly implemented or may become inoperative when significant changes take place in the financial markets or in the organization. Such a model could unduly influence portfolio management and expose to losses.

Before taking any investment decision, please read the latest version of the prospectus, the articles of incorporation, the Key Information Documents (KIDs) and the latest annual report and semi-annual report. Please pay attention to the Appendix B "Risk Factors Annex" of the prospectus.

Incorporation of extra-financial risks into the investment decision process may result in underweighting of profitable investments from the sub-fund's investment universe and may also lead the management of the sub-fund to underweight investments that will continue to perform. Sustainability risks may lead to a significant deterioration in the financial profile, profitability or reputation of an underlying investment and may therefore have a significant impact on its market price or liquidity.

The Fund has been classified as a financial product subject to Article 8 of Regulation (EU) 2019/2088 on sustainability-related disclosures in the financial sector (the "SFDR"). The Fund promotes, among other characteristics, environmental or social characteristics, or a combination of those characteristics, provided that the companies in which the investments are made follow good governance practices.

## IMPORTANT INFORMATION

This document is a **Marketing Communication** relating to **Lombard Odier Funds** and its **Sub-Fund ("LO Funds - All Roads")** (altogether referred to as the "Fund"). This document is intended only for **Professional Investors** in the EU/EEA countries where the Fund is registered for distribution, within the meaning of the Markets in Financial Instruments Directive 2014/65/EU (MiFID) and is not intended for retail investors, nor for U.S. Persons as defined under Regulation S of the United States Securities Act of 1933, as amended.

This document is issued by **Lombard Odier Funds (Europe) S.A** (hereinafter the "Management Company"). The Management Company is authorised and regulated by the Commission de Surveillance du Secteur (the "CSSF") within the meaning of EU Directive 2009/65/EC and has its registered office at 291, Route d'Arlon, L-1150 Luxembourg. The Management Company is clustered within the Lombard Odier Investment Management Division ("LOIM") of Lombard Odier Group. LOIM is a trade name. The LOIM entities support in the preparation of this document and LOIM is a trade name. The Fund is authorized and regulated by the CSSF as a UCITS within the meaning of EU Directive 2009/65/EC, as amended.

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The Source of the data has been mentioned wherever it was available. Unless otherwise stated, the data is prepared by LOIM.

An investment in the Fund is not suitable for all investors. The ownership of any investment decision(s) shall exclusively vest with the

investor. Investment must be done after analysing all possible risk factors and by exercising of independent discretion. The investor must particularly ensure the suitability of an investment as regards with his/her financial situation, risk profile and investment objectives investing. **There can be no assurance that the Fund's investment objective will be achieved or that there will be a return on capital. Past or estimated performance is not necessarily indicative of future results and no assurance can be made that profits will be achieved, or that substantial losses will not be incurred.** The investor bears the risk of losses in connection with any investment. The information contained in this document does not constitute any form of advice on any investment or related consequences of making any particular investment decision in any particular investment decision in any Fund. Each investor shall make his/her own appraisal of risk, goals, liquidity, taxes and other financial merit of his/her investment decisions. Views, opinions and estimates may change without notice and are based on a number of assumptions which may or may not eventuate or prove to be accurate. The scenarios presented are an estimate of future performance based on evidence from the past on how the value of this investment varies, and/or current market conditions and are not an exact indicator. What you will get will vary depending on how the market performs and how long you keep the investment/product.

**Investments are subject to a variety of risks:** The investments mentioned in this document may carry risks that are difficult to quantify and integrate into an investment assessment. In general, products such as equities, bonds, forex, or money market instruments bear risks, which are higher in the case of derivative, structured, and private equity products; these are aimed solely at investors who are able to understand their nature and characteristics and to bear their associated risks. On request, LOIM will be pleased to provide investors with more detailed information concerning risks associated with given instruments. The liquidity of an investment is subject to supply and demand. Some products may not have a well-established secondary market or in extreme market conditions may be difficult to value, resulting in price volatility and making it difficult to obtain a price to dispose of the asset.

Where the Fund is denominated in a currency other than an investor's base currency, changes in the rate of exchange may have an adverse effect on price and income. All performance figures reflect the reinvestment of interest and dividends and do not take account the commissions and costs incurred on the issue and redemption of shares/units; performance figures are estimated and unaudited. Net performance shows the performance net of fees and expenses for the relevant fund/share class over the reference period. This document does not contain personalised recommendations or advice and is not intended to substitute any professional advice on investment in financial products. Neither this marketing communication nor this document nor any part of it shall form the basis of, or be relied on in connection with, any contract to purchase or subscription to the Fund. Not all costs are listed in this document and the investor is recommended to refer to the Offering documents for more information.

The articles of association, the prospectus, the Key Information Document ("PRIIPS/KIDs"), and the subscription form are the only official Offering Documents of the Fund's shares (the "Offering Documents"). No party is authorised to provide information or make assurances that are not contained in the Offering Documents.

### Access to documents in country of registrations:

The PRIIPS/KIDs are available in one of the official languages of your country and a Prospectus is available in English, French, German and



Italian . The PRIIPS/KIDs and the Prospectus together with the Articles of Incorporation and the last annual and semi-annual financial report are available on [www.loim.com](http://www.loim.com) or can be requested free of charge at the registered office of the Fund or of the Management Company, from the distributors of the Fund or from the local representatives as mentioned below. These Offering Documents are provided for information and illustration and is not a contractually binding document or an information required by any legislative provisions and is not sufficient to take an investment decision.

Please refer to the prospectus and the PRIIPS/KIDs before making any final investment decisions. Before making an investment in the Fund, an investor should read the entire Offering Documents, and in particular the risk factors pertaining to an investment in the Fund, consider carefully the suitability of such investment to his/her particular circumstances and, where necessary, obtain independent professional advice in respect of **risks**, as well as any **legal, regulatory, credit, tax, and accounting consequences**.

LOIM recognises that conflicts of interest may exist as a consequence of the distribution of the Fund issued or managed by entities within the Lombard Odier Group. LOIM has a Conflict of Interests policy to identify and manage such conflicts of interest and a copy of this policy is available on <https://am.lombardodier.com/home/asset-management-regulatory-disc.html>.

A summary of investor's rights relating to regarding complaints and litigation is available in English on <https://am.lombardodier.com/home/asset-management-regulatory-disc.html>.

This Fund is classified as Article 8 under the 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 ("SFDR"). A Summary of the sustainable website product disclosure is available in English in the "Sustainability-related Disclosure" section of the website fund page on [www.loim.com](http://www.loim.com). Methodological limits: Assessment of sustainability risks is complex and may be based on ESG data which is difficult to obtain and incomplete, estimated, out of date or otherwise materially inaccurate. Even when identified, there can be no guarantee that these data will be correctly assessed.

A summary of the sustainable website entity level disclosure is available in English in the "Regulatory and voluntary" section of the website fund page on [Regulatory Disclosures - Asset Management - Lombard Odier](#).

**Limitation on Sale:** The shares issued for this Fund may only be publicly offered or sold in countries in which such a public offer or sale is permitted. Therefore, unless the Management Company or representatives of the Management Company have filed an application with the local supervisory authorities and permission has been granted by the local supervisory authorities, and as long as no such application has been filed or no such permission granted by the supervisory authorities, this Fund does not represent an offer to buy investment shares.

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The Fund is currently notified for marketing into a number of jurisdictions. The Management Company may decide to terminate the arrangements made for the marketing of the Fund at any time using the process contained in Article 93a of the UCITS Directive.

When the Fund is registered in the following jurisdictions, it is represented by the following Representatives:

**Austria.** Representative: Erste Bank der österreichischen Sparkassen AG, Am Belvedere 1, 1100 Vienna, Supervisory Authority: Finanzmarktaufsicht (FMA).

**Belgium.** Financial services Provider: CACEIS Belgium S.A., Avenue du Port 86 C, b 320, 1000 Brussels, Supervisory Authority: Autorité des services et marchés financiers (FSMA).

**France.** Representative: CACEIS Bank, Rue Gabriel Péri 89-91, 92120 Montrouge, Supervisory Authority: Autorité des marchés financiers (AMF).

**Germany.** Representative: DekaBank Deutsche Girozentrale, Mainzer Landstraße 16, D-60325 Frankfurt am Main, Supervisory Authority: Bundesanstalt für Finanzdienstleistungsaufsicht (BaFin).

**Finland:** Finanssivalvonta (Fiva) - Financial Supervisory Authority (FIN-FSA), Snellmaninkatu 6, P.O. Box 103, FI – 00101 Helsinki, Finland; Website: <http://www.finanssivalvonta.fi>.

**Italy.** Paying Agents: Société Générale Securities Services S.p.A., Via Benigno Crespi, 19/A-MAC 2, 20159 Milano, State Street Bank International GmbH – Succursale Italia, Via Ferrante Aporti, 10, 20125 Milano, Banca Sella Holding S.p.A., Piazza Gaudenzio Sella, 1, 13900 Biella, All funds Bank, S.A.U., Milan Branch, Via Bocchetto 6, 20123 Milano, CACEIS Bank S.A., Italy Branch, Piazza Cavour 2, 20121 – Milano, Supervisory Authority: Banca d'Italia (BOI)/ConSob.

**Liechtenstein.** Representative, LGT Bank AG Herrengasse 12, 9490 Vaduz, Supervisory Authority: Finanzmarktaufsicht Liechtenstein ("FMA").

**Luxembourg:** Commission de Surveillance du Secteur Financier (CSSF), 291, route d'Arlon, L-1150 Luxembourg; [www.cssf.lu](http://www.cssf.lu).

**Netherlands.** Representative: Lombard Odier Funds (Europe) S.A. – Dutch Branch, Parklaan 26, 3016 BC Rotterdam, Supervisory Authority: Autoriteit Financiële Markten (AFM).

**Norway.** Supervisory Authority: Finanstilsynet (The Financial Supervisory Authority of Norway), P.O. Box 1187 Sentrum, Revierstredet 3, Oslo, Norway, NO - 0107; Website : <http://www.finanstilsynet.no/en/>.

**Spain.** Representative: All funds Bank, S.A.U. C/de los Padres Dominicos, 7, 28050, Madrid, Supervisory Authority: Comisión Nacional del Mercado de Valores (CNMV).

**Sweden.** Representative: SKANDINAVISKA ENSKILDA BANKEN AB (publ), Kungsträdgårdsgatan, SE-10640 Stockholm, Supervisory Authority: Finans Inspektionen (FI).

**Switzerland.** The Fund is intended for Professional Investors only and has not been approved by the Swiss Financial Market Supervisory Authority FINMA (Autorité fédérale de surveillance des marchés financiers) for distribution in or from Switzerland to non-qualified investors pursuant to Article 120 of the Swiss Collective Investment Scheme Act of 23 June 2023 (the "CISA") . This is an advertising

document. Representative: Lombard Odier Asset Management (Switzerland) SA, 6 av. Des Morgines, 1213 Petit-Lancy; Paying agent: Bank Lombard Odier & Co Ltd, 11 rue de la Corraterie, CH-1204 Geneva, Switzerland.

**United Kingdom.** Representative: Lombard Odier Asset Management (Europe) Limited, Queensberry House, 3 Old Burlington Street, London W1S3AB, Supervisory Authority: Financial Conduct Authority (FCA).

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**Morningstar stars:** The star rating is based on risk-adjusted performance. A fund must have a record of more than three years. Star ratings are graded on a curve: the top 10% of funds receive five stars, the next 22.5% receive four stars, the middle 35% receive three stars, the next 22.5% receive two stars and the bottom 10% get one star. A rating alone is an insufficient basis for an investment decision. A rating is drawn for illustration purposes only and is subject to change. It is not a recommendation to invest in the Fund. It does not predict future performance of the Fund. There is no guarantee that the investment objective of the Fund will be reached.

For details regarding the star rating method:

[https://www.morningstar.com/content/dam/marketing/shared/research/methodology/771945\\_Morningstar\\_Rating\\_for\\_Funds\\_Methodology.pdf](https://www.morningstar.com/content/dam/marketing/shared/research/methodology/771945_Morningstar_Rating_for_Funds_Methodology.pdf) and [www.morningstar.com](http://www.morningstar.com). Morningstar is not responsible for any damages or losses arising from any use of this information.

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