

31 July 2023

## FUND INFORMATION

Domicile	Cayman Islands
Investment Manager	Aditum Investment Management Limited
Fund Administrator	Apex Fund Services Ltd.
Custodian	Union Bancaire Privée, UBP SA - Singapore Branch
Auditor	Grant Thornton Cayman Islands
Fund Type	Alternative Investment Fund
Structure	Open-Ended
Currency	USD
Inception Date	1 August 2019
Benchmark	FE Analytics USD High Yield*
Minimum Initial Subscription	US\$100,000**
Minimum Subsequent Subscription	US\$10,000**
Dealing Frequency	Weekly
Redemption Notice	5 Business Days
Lock Up	None
Distributions	Quarterly

## KEY METRICS

Fund Size (US\$m)	81.0
NAV	A (Acc) USD:1,104.580 S(Inc) USD927.633
Standard Deviation (%)***	0.53
Sharpe Ratio (Annualised)***	0.59
Number of Holdings	15

\*\*\*Since inception vs SOFR

## ABOUT ADITUM

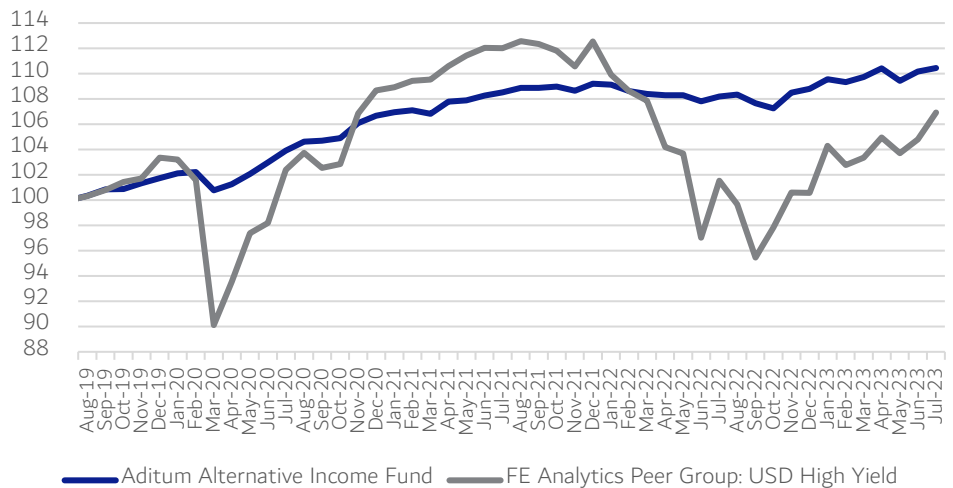
Aditum Investment Management Limited is an independent and privately-owned asset management company established in the DIFC, regulated by the DFSA. Aditum offers GCC investors a wide spectrum of global asset management solutions through investment funds, separately managed accounts and structured products across a variety of asset classes.

\*\*Subject to host regulatory consent. Minimum levels relate to those stated in the fund Offering Memorandum

## INVESTMENT OBJECTIVES:

The Aditum Alternative Income Fund aims to deliver attractive risk-adjusted returns by investing in assets, predominantly collective investment schemes, that are expected to generate income and capital growth over a 3yr period. It will seek to deliver risk-adjusted returns versus traditional fixed income funds with similar credit qualities and durations.

## PERFORMANCE (%)



	1M	3M	6M	1YR	3YR	S.I.
Aditum Alternative Income Fund	0.27	0.04	0.82	2.08	6.31	10.46
Peer Group: USD High Yield*	2.05	1.90	2.54	5.33	4.42	6.93

The performance data shown is for the duration of the Aditum Alternative Income Fund A (Acc) USD share class which commenced its investment program in August 2019. \*Peer group data source: FE Analytics

## ADITUM ALTERNATIVE INCOME FUND COMMENTARY

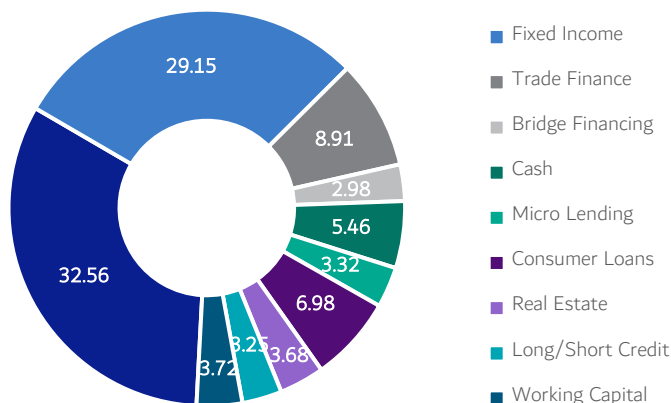
As inflationary pressures persist, the market continues to focus on key economic data points to paint a picture of the path ahead. Through July markets remained upbeat supported by an easing in inflation across developed markets and surprisingly resilient GDP data. We are now beginning to see markets warm up to the possibility of a soft landing.

The June UK consumer price index (CPI) print saw headline inflation falling back below 8% for first time in 12 months and core inflation ticking down slightly to 6.9%, all in support of PM Rishi Sunak's pledge to halve inflation by the end of 2023. Elsewhere, we saw headline inflation fall more than expected in the US to 3% year on year while core inflation slightly sticker at 4.8% year on year. Further supporting risk assets, US Q2 GDP print came out at 2.4%, displaying some economic resilience despite sticker core inflation.

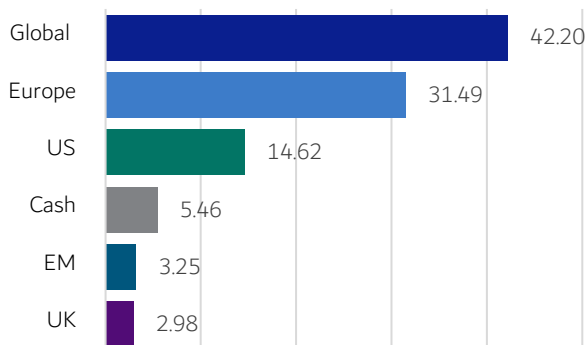
In line with expectations, we saw a 25bps hike in the US Fed funds rate, bringing rates up to 5.25%-5.50%. Fed Chair Jerome Powell's messaging remains clear that additional policy tightening may be appropriate, however this is data dependent. In Europe, the European Central Bank (ECB) also raised rates in line with earlier guidance, up 25bps to 3.75%. ECB president Christine Lagarde suggested a possibility of a pause in tightening in September, although she stated that a pause would not necessarily mean the peak of the tightening cycle had been reached.

The Fund delivered a return of 27bps for the month. The majority of holdings continue to record positive performance, the largest detractor to performance in July was the Fund's exposure to US consumer loans. Though the US consumer remains somewhat resilient, rating agencies anticipate an uptick in delinquencies across 2021 and early 2022 US consumer loan vintages. Pagaya have updated their model assumptions to reflect this which resulted in a large markdown across loans of this vintage in the underlying loan portfolio.

## SECTOR FOCUS (%)



## GEOGRAPHIC FOCUS (%)



## FEES

SHARE CLASS	ISIN	MANAGEMENT FEE	PLACEMENT FEE	DEFERRED SALES FEE	EXIT FEE
A Accumulation	KYG0092A1094	1.5%	Up to 3.0%	N/A	N/A
A Income	KYG0092A1177	1.5%	Up to 3.0%	N/A	N/A
B Accumulation	KYG0092A1250	1.5%	N/A	3.0%	0-12m 3%   12-24m 2% 24-36m 1%   Over 36m 0%
B Income	KYG0092A1334	1.5%	N/A	3.0%	0-12m 3%   12-24m 2% 24-36m 1%   Over 36m 0%
C Accumulation	KYG0092A1417	1.5%	N/A	5.0%	0-12m 5%   12-24m 4% 24-36m 3%   36-48m 2% 48-60m 1%   Over 60m 0%
C Income	KYG0092A1581	1.5%	N/A	5.0%	0-12m 5%   12-24m 4% 24-36m 3%   36-48m 2% 48-60m 1%   Over 60m 0%
S Accumulation	KYG0092A1664	1.5%	N/A	2.0%	0-12m 2%   12-24m 1% Over 24m 0%
S Income	KYG0092A1748	1.5%	N/A	2.0%	0-12m 2%   12-24m 1% Over 24m 0%

## INVESTMENT MANAGER CONTACT DETAILS:



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