

AIM FOR SUSTAINABILITY

Opportunities for sustainable returns on investment

Overview

Traditional investing delivers value by translating investor capital into investment opportunities that carry risks commensurate with expected returns. Sustainable investing balances traditional investing with environmental, social, and governance-related (ESG) insights to improve long-term outcomes. It requires the development of deeper insights about how value will be created going forward using ESG considerations. Sustainable investing takes into consideration more diverse stakeholders, consistent with how companies are developing today.

AXYS firmly believes that there is a growing recognition in the industry that some ESG factors are indeed long term economic factors, and feels that it is therefore important to incorporate material ESG factors in our approach to long term investment. Hence AXYS has launched its own sustainable fund, resolutely anchored in the current trend for a new financial world.

AXIOM Sustainability Premia is an alternative investment fund which offers a sustainable investment solution, while proving resilient in up and down-market cycles, suiting investors with a long-term investment horizon (3yrs+).

Sustainability in Europe

The European market, which is considered as the most mature sustainable universe is the ideal vehicle to achieve our vision with more than 45% of assets employing ESG strategies.

Sustainability Premia

The Fund aims to capture the expected ESG premium from ESG related equities in both falling and rising markets.

Market neutrality / Limited volatility

By investing in a long-short strategy, the Fund seeks to be market neutral with low correlation to traditional asset classes. This layer of protection also allows the strategy to limit its exposure to volatility and provide downside protection against highly distressed markets.

Philosophy

We believe that sustainable companies have a **long-term competitive advantage** over their non-sustainable counterparts and should **outperform over the long-term**. The European market, being one of the most dynamic sustainable segments globally, offers the best of such investment opportunities.

Key Points

- Exposure to best-in class sustainable stocks in Europe.
- Capitalising on sustainable investing momentum in Europe.
- Backed by robust investment process & market research.
- Resilient to adverse market events.

Process

- We filter through the European universe to select stocks with high ESG characteristics.
- We apply a security selection model that aims to capture the best-in-class ESG stocks.
- We optimise the portfolio to achieve market neutrality.