

# ANNUAL REPORT

OF THE FRENCH MUTUAL FUND (FCP)

CARMIGNAC CREDIT 2027

(For the period ended  
30 June 2023)

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**STATUTORY AUDITOR'S REPORT  
ON THE ANNUAL FINANCIAL STATEMENTS  
Financial year ended 30 June 2023**

**CARMIGNAC CREDIT 2027**  
UCITS IN THE FORM OF A FRENCH MUTUAL FUND (FCP)  
Governed by the French Monetary and Financial Code

Management company  
CARMIGNAC GESTION  
24, place Vendôme  
75001 PARIS

**Opinion**

Following our appointment by the management company, we have audited the annual financial statements of the CARMIGNAC CREDIT 2027 UCITS, established as a French mutual fund (FCP), for the financial year of 13 months and 30 days ended 30 June 2023, as they are appended to this report.

In our opinion, the annual financial statements give, in accordance with French accounting rules and principles, a true and fair view of the financial position and assets and liabilities of the fund and of the results of its operations at the end of the financial year.

**Basis for our opinion**

***Audit framework***

We conducted our audit in accordance with the professional auditing standards applicable in France. We believe that the evidence gathered is pertinent and sufficient to serve as a basis for our opinion. Our responsibilities in light of these standards are described in this report in the section entitled "Responsibilities of the statutory auditor in relation to auditing the annual financial statements".

***Independence***

We carried out our audit in accordance with the independence rules set out in the French Commercial Code and the Code of Ethics for Statutory Auditors, for the period from 2 May 2022 to the date on which our report was issued.

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Accounting firm registered with the Order of Paris - Ile de France. Auditing firm, member of the Compagnie Régionale de Versailles Société par Actions Simplifiée with capital of €2,510,460. Registered office: 63, rue de Villiers 92200 Neuilly-sur-Seine. RCS Nanterre 672 006 483. VAT no. FR 76 672 006 483. Siret 672 006 483 00362. APE code 6920 Z. Offices: Bordeaux, Grenoble, Lille, Lyon, Marseille, Metz, Nantes, Nice, Paris, Poitiers, Rennes, Rouen, Strasbourg, Toulouse.



## CARMIGNAC CREDIT 2027

### Justification of the evaluations

In accordance with the provisions of Articles L.823-9 and R.823-7 of the French Commercial Code in relation to the justification of our evaluations, we wish to highlight the following evaluations which, in our professional opinion, were the most important in our audit of the annual financial statements.

The evaluations were made in the context of the audit of the annual financial statements, taken as a whole, and the formation of the opinion expressed herein. We offer no opinion on parts of these annual financial statements taken in isolation.

1. Portfolio securities issued by companies with high credit risk:

Portfolio securities issued by companies with high credit risk, with low or no credit rating, are valued according to the methods described in the note on accounting rules and methods. These financial instruments are valued on the basis of prices quoted or supplied by financial service providers. We noted how price input procedures work and tested the consistency of these prices with an external database. Based on the factors behind the valuations used, we assessed the approach taken by the management company.

2. Other financial instruments held in the portfolio:

Our evaluations were focused on the appropriateness of the accounting principles applied, and on whether material estimates used were reasonable.

### Specific verifications

We have also carried out the specific verifications required by laws and regulations in accordance with the professional auditing standards applicable in France.

We have no comment as to the fair presentation and conformity with the annual financial statements of the information given in the management report drawn up by the management company.

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## CARMIGNAC CREDIT 2027

### **Responsibilities of the management company regarding the annual financial statements**

The management company is required to prepare annual financial statements that present a true and fair image, in accordance with French accounting rules and principles, and to establish the internal control measures that it deems necessary for producing annual financial statements free of material misstatement, whether due to fraud or error.

When producing the annual financial statements, it is incumbent on the management company to assess the ability of the fund to continue operating, and where appropriate to include the necessary information on business continuity, and apply the going concern accounting policy unless there are plans to liquidate the fund or cease trading.

The annual financial statements were prepared by the management company.

### **Responsibilities of the statutory auditor when auditing the annual financial statements**

#### ***Audit objective and approach***

We are required to produce a report on the annual financial statements. Our aim is to gain reasonable assurance that the annual financial statements taken as a whole are free of material misstatement. Reasonable assurance means a high level of assurance, albeit without any guarantee, that an audit carried out in accordance with industry standards could systematically detect every material misstatement. Misstatements may arise from fraud or error, and are considered to be material when one could reasonably expect them, either individually or cumulatively, to influence the financial decisions that readers make as a result.

As stipulated in article L.823-10-1 of the French Commercial Code, our role as auditors is not to guarantee the viability or quality of management of the fund.

A statutory auditor exercises its professional judgement throughout any audit performed in accordance with professional standards applicable in France. Furthermore:

- it identifies and evaluates the risk that the annual financial statements may include material misstatement, whether resulting from fraud or error, defines and implements auditing procedures in response to these risks, and gathers the items it deems sufficient and appropriate as a basis for its opinion. The risk of material misstatement not being detected is considerably higher when it is the result of fraud rather than error, since fraud may involve collusion, falsification, voluntary omissions, false declarations or the circumvention of the internal control system;

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## CARMIGNAC CREDIT 2027

- It notes the internal control system that is relevant for the audit in order to define audit procedures that are appropriate in the circumstances, and not for the purpose of expressing an opinion on the internal control system;
- It evaluates the appropriateness of the accounting methods used and the reasonableness of the accounting estimates made by the management company, as well as the related information in the annual financial statements;
- it evaluates the appropriateness of the management company's application of the going concern accounting principle and, based on the information gathered, the existence or absence of significant uncertainty linked to events or circumstances likely to cast doubt on the fund's ability to continue its operations. This evaluation is based on the information gathered prior to the date of its report; however, it should be noted that subsequent circumstances or events may cast doubt on the continuity of its operations. If it concludes that there is a material uncertainty, it draws readers' attention to the information provided in the annual financial statements regarding this uncertainty, or if such information is not provided or not relevant, it certifies the accounts with reservations, or refuses to certify them;
- It assesses the presentation of all of the annual financial statements and evaluates whether or not the annual financial statements depict the underlying operations and events fairly.

Neuilly sur Seine, date of electronic signature

*Document authenticated by electronic signature*  
The Statutory Auditor  
PricewaterhouseCoopers Audit  
Frédéric SELLAM

A handwritten signature in blue ink, appearing to read 'SELLAM', with a stylized flourish at the end.

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# CARMIGNAC CREDIT 2027 ANNUAL REPORT FOR 2023

## Main features of the Fund

### Allocation of distributable income

Distributable income	“ACC” units	“DIS” units
Allocation of net income	Accumulation (dividends are recorded on an accruals basis)	Distribution target (subject to sufficient net income): - A EUR Ydis units: distribution of 1.5% of the NAV observed on 30 June 2022; - E EUR Ydis units: distribution of 1.2% of the NAV observed on 30 June 2022; - F EUR Ydis units: distribution of 1.9% of the NAV observed on 30 June 2022. Remaining amount carried over, if applicable.
Allocation of net realised capital gains or losses	Accumulation (dividends are recorded on an accruals basis)	Total or partial distribution or carry-forward, and/or accumulation, at the discretion of the management company.

### Countries in which the Fund is authorised for distribution

A EUR ACC units: Austria, Belgium, France, Germany, Luxembourg, Spain.

A EUR YDIS units: Austria, France, Germany, Luxembourg, Spain.

E EUR ACC units: France, Italy.

E EUR YDIS units: France, Italy.

F EUR ACC units: Austria, Belgium, France, Germany, Italy, Luxembourg, Spain.

F EUR YDIS units: Austria, France, Germany, Italy, Luxembourg, Spain.

## Investment objective

The fund's investment objective is to generate performance, net of management fees, from a portfolio comprising debt securities of public or private issuers, with no restrictions on the average rating, duration or maturity; such securities will be held until a liquidation phase of six (6) months (maximum) preceding the fund's maturity date ("buy-and-hold" strategy), on 30 June 2027 (hereafter the "**Maturity date**"), or, if applicable, until the fund's early maturity date, i.e.

- No later than 4 August 2025 (if applicable, the "**Early Maturity Date**"), if the fund has achieved or exceeded a performance deemed appropriate and corresponding to an internal rate of return ("**IRR**") observed between 30 June 2022 and 30 June 2025 (the "**Target IRR**") of:
  - 2.44% for the A EUR Acc and Ydis units, i.e. a net asset value of EUR 107.50 observed on 30 June 2025 for the A EUR Acc unit, or an equivalent performance over the period, dividends reinvested, for the A EUR Ydis unit;
  - 2.13% for the E EUR Acc and Ydis units, i.e. a net asset value of EUR 106.54 observed on 30 June 2025 for the E EUR Acc unit, or an equivalent performance over the period, dividends reinvested, for the E EUR Ydis unit;
  - 2.85% for the F EUR Acc and Ydis units, i.e. a net asset value of EUR 108.80 observed on 30 June 2025 for the F EUR Acc unit, or an equivalent performance over the period, dividends reinvested, for the F EUR Ydis unit; or, failing that,
- No later than 4 December 2025 (if applicable, the "**Early Maturity Date**"), if the fund has achieved or exceeded a performance deemed appropriate and corresponding to the IRR observed between 30 June 2022 and 31 October 2025 (the "**Target IRR**") of:
  - 2.24% for the A EUR Acc and Ydis units, i.e. a net asset value of EUR 107.67 observed on 31 October 2025 for the A EUR Acc unit, or an equivalent performance over the period, dividends reinvested, for the A EUR Ydis unit;
  - 1.93% for the E EUR Acc and Ydis units, i.e. a net asset value of EUR 106.60 observed on 31 October 2025 for the E EUR Acc unit, or an equivalent performance over the period, dividends reinvested, for the E EUR Ydis unit;
  - 2.65% for the F EUR Acc and Ydis units, i.e. a net asset value of EUR 109.11 observed on 31 October 2025 for the F EUR Acc unit, or an equivalent performance over the period, dividends reinvested, for the F EUR Ydis unit; or, failing that,
- No later than 3 April 2026 (if applicable, the "**Early Maturity Date**"), if the fund has achieved or exceeded a performance deemed appropriate and corresponding to the IRR observed between 30 June 2022 and 27 February 2026 (the "**Target IRR**") of:
  - 2.08% for the A EUR Acc and Ydis units, i.e. a net asset value of EUR 107.83 observed on 27 February 2026 for the A EUR Acc unit, or an equivalent performance over the period, dividends reinvested, for the A EUR Ydis unit;
  - 1.77% for the E EUR Acc and Ydis units, i.e. a net asset value of EUR 106.65 observed on 27 February 2026 for the E EUR Acc unit, or an equivalent performance over the period, dividends reinvested, for the E EUR Ydis unit;
  - 2.49% for the F EUR Acc and Ydis units, i.e. a net asset value of EUR 109.42 observed on 27 February 2026 for the F EUR Acc unit, or an equivalent performance over the period, dividends reinvested, for the F EUR Ydis unit; or, failing that,



- No later than 4 August 2026 (if applicable, the “**Early Maturity Date**”), if the fund has achieved or exceeded a performance deemed appropriate and corresponding to the IRR observed between 30 June 2022 and 30 June 2026 (the “**Target IRR**”) of:
  - 1.94% for the A EUR Acc and Ydis units, i.e. a net asset value of EUR 108 observed on 30 June 2026 for the A EUR Acc unit, or an equivalent performance over the period, dividends reinvested, for the A EUR Ydis unit;
  - 1.64% for the E EUR Acc and Ydis units, i.e. a net asset value of EUR 106.71 observed on 30 June 2026 for the E EUR Acc unit, or an equivalent performance over the period, dividends reinvested, for the E EUR Ydis unit;
  - 2.35% for the F EUR Acc and Ydis units, i.e. a net asset value of EUR 109.74 observed on 30 June 2026 for the F EUR Acc unit, or an equivalent performance over the period, dividends reinvested, for the F EUR Ydis unit.

The above IRRs are calculated on the assumption that management fees remain unchanged between the unit’s launch date and the observation date.

In particular, the portfolio will comprise bonds (including contingent convertible bonds (“CoCos”), up to 15% of the net assets) as well as securitisation instruments (up to 40% of the net assets) and credit default swaps (up to 20% of the net assets). The Fund is unconstrained in its division of assets between private and public issuers. It will therefore be exposed to corporate and government bond markets until liquidated (or any Early Maturity Date). Up to 40% of the net assets may be held outside the OECD, including on emerging markets. In the absence of restrictions on average rating, the fund will seek potentially substantial exposure to “speculative” debt securities (the characteristics of which are set out below in the investment strategy); such securities offer higher prospective returns than “investment grade” debt securities, but in return expose the fund to greater risks (in particular that of issuer default).

The management company reserves the right not to liquidate the fund on the Early Maturity Date, even if the IRR has reached one of the thresholds described above, in particular if the Target IRR has not been reached for all units or if the liquidity of the Buy-and-Hold Portfolio (as defined in the “Investment Strategy” paragraph below) or a market sell-off following the observation date concerned does not allow the fund to be liquidated on the Early Maturity Date at a net asset value corresponding, as a minimum, to the Target IRR for all units of the fund.

Under no circumstances should the investment objective be construed as a promised yield or performance, which is not guaranteed.

The fund is an actively managed UCITS. The investment manager has discretion over the portfolio’s composition, subject to compliance with the stated investment objective and policy.

### Reference indicator

The fund does not have a reference indicator.

## Investment strategy

### MAIN FEATURES OF THE FUND'S MANAGEMENT

#### STRATEGIES USED

In order to achieve its investment objective, the fund chiefly applies a buy-and-hold strategy, the aim of which is to build and maintain a diversified portfolio of financial instruments comprising various credit market classes (hereafter, the “**Buy-and-Hold Portfolio**”).

The discretionary choice of investments is based on an in-house analysis conducted by the management company and is supported primarily by criteria of profitability, creditworthiness, prospects for debt recovery, liquidity and maturity, as well as by a diversification of the portfolio's financial risks in view of the fund's recommended investment horizon.

The portfolio manager builds the Buy-and-Hold Portfolio during the portfolio **construction phase**. This will begin on the fund inception date, and will end no later than 29 July 2022 (inclusive).

Once this construction phase has been completed, the Buy-and-Hold Portfolio will be made up of at least 40 positions. The fund will invest a maximum of 5% of its net assets in each position.

**During the holding phase**, the Buy-and-Hold Portfolio will comply with the following characteristics:

- Investment in corporate or government bond issuers, with a BBB- or equivalent rating (investment grade) according to the scale of at least one of the main rating agencies registered with the European Securities and Markets Authority, or of a credit quality deemed to be equivalent by the portfolio manager, with no restrictions on maturity or duration: 0% to 100%
- Investment in high yield corporate or government bond issuers: i.e. with a rating equal or inferior to BBB- or the equivalent according to the scale of at least one of the main rating agencies registered with the European Securities and Markets Authority, or of a credit quality deemed to be equivalent by the portfolio manager, with no restrictions on maturity or duration: 0% to 100%;
- Investment in securitisation instruments, including collateralised loan obligations (CLOs), with no restrictions on duration or maturity: 0% to 40%;
- Investment in bonds from government or corporate issuers in non-OECD countries, including emerging markets: 0% to 40%;
- Investment in contingent convertible bonds (CoCos): 0% to 15%;
- Investment in transferable debt securities and money market instruments (directly or through funds): 0% to 5%;
- Selling protection via credit default swaps (CDS): 0% to 20%

The Buy-and-Hold Portfolio is not subject to any restrictions on average rating.

The Buy-and-Hold Portfolio consists of securities with different maturities, including some with a maturity exceeding that of the fund.

During the Buy-and-Hold Portfolio's construction phase, the management company may depart from the investment limits for the carry phase detailed above, up to a limit of 100% of the net assets for each of the instruments listed above.

The Buy-and-Hold Portfolio's direct and indirect exposure to credit risk, including exposure arising from the use of forward financial instruments, may not exceed 120% of the fund's net assets.

During the holding phase, the debt securities held in the Buy-and-Hold Portfolio are not automatically sold should the credit rating be downgraded. Nevertheless, the portfolio manager reserves the option to carry out arbitrage, especially if they expect the risk profile of an instrument in the Buy-and-Hold Portfolio to be downgraded, or identify an investment opportunity compatible with the fund's investment objective and strategy.

Following the construction phase, the initial duration of the Buy-and-Hold Portfolio shall be no more than 7. This duration will decrease to no more than 2 by the end of the holding period.

Investments may be made in currencies other than the fund's base currency. However, the portfolio's exposure to foreign exchange risk will only be incidental, as a result of imperfect hedging.

Assuming the conditions for early maturity have not been met, the fund will enter into a **liquidation phase**, which will begin six (6) months before the Maturity Date. The fund will adopt a prudent style of investment management. The securities comprising the Buy-and-Hold Portfolio will be held until maturity or, especially if their maturity exceeds that of the fund, sold. During this liquidation phase, any fresh investment will be solely in money market instruments and money market UCITS, and in debt securities with a maturity earlier than the Maturity Date. The objective of the liquidation phase will be to ensure that the portfolio is at least 80% invested in money market instruments and money market UCITS, and in debt securities with a maturity earlier than the Maturity Date, one (1) month at the latest before the Maturity Date of the fund. In the case of exceptional market situations likely to hinder the fulfilment of the fund's investment objective, the management company may, in the interest of unitholders, postpone the Maturity Date by nine (9) months from the Maturity Date initially planned.

Prior to the Maturity Date, and depending on prevailing market conditions, the management company will opt either to continue a similar investment strategy with a new target maturity date, or to merge the fund with another UCITS, or to wind up the fund, subject to AMF approval.

## Description of asset categories and financial contracts as well as their contribution to the investment objective being achieved

### EQUITIES

The fund is not intended to be invested in equities. However, the fund may, on a temporary basis, invest up to 15% of its net assets in equities, particularly as a result of the restructuring of bonds, including convertible bonds (whether or not CoCos).

### DEBT SECURITIES AND MONEY MARKET INSTRUMENTS

The fund can be 110% invested in (short- and medium-term) transferable debt securities, money market instruments, fixed or floating-rate bonds (covered and uncovered) and/or Eurozone or international inflation-linked bonds. Investment in emerging markets may not exceed 40% of net assets. The fund may invest in debt securities and money market instruments from corporate or public issuers.

The fund may also invest up to 40% of net assets in securitisation instruments, in particular Collateralised Loan Obligations (CLO), but also Asset-Backed Securities (ABS), Enhanced Equipment Trust Certificates (EETC), Residential Mortgage-Backed Securities (RMBS), and Commercial Mortgage-Backed Securities (CMBS).

Collateralised Loans Bonds (CLOs) are structured products designed to transform a portfolio of commercial loans into debt securities. The commercial loan portfolio is grouped together in a vehicle issuing debt securities (or "tranches") whose rating differs according to their exposure to the risk of default on the portfolio's debt ("senior", "mezzanine", or "equity" tranches).

Asset Backed Securities (ABS), of which RMBS and CMBS are a sub-category, are structured products. The objective is to convert a portfolio of receivables into a debt instrument by grouping these debts together in a special vehicle issuing said debt securities. These receivables can be of different types: mortgage (RMBS and CMBS), personal loans, etc.

For all of these assets, the management company will carry out its own analysis of the risk/reward profile of the securities (profitability, creditworthiness, liquidity, maturity). As a result, the decision to buy, hold or sell a security (particularly where the rating has changed) is not solely based on the rating criteria, but also reflects an internal analysis of credit risks and market conditions carried out by the management company.

It should be noted that during the construction phase, the management company may depart from the investment limits detailed above, up to a limit of 100% of the net assets for each of the instruments listed above.

There are no restrictions on direct investments in securities, nor in terms of duration or allocation between government and corporate issuers.

#### **CURRENCIES**

Net exposure to currencies other than the fund's valuation currency, including emerging market currencies, generated through directly held securities or derivatives, is limited to 10% of the net assets.

#### **OTHER INVESTMENT FUNDS, TRACKERS OR EXCHANGE TRADED FUNDS (ETFs)**

The fund may invest up to 10% of its net assets in:

- Units or shares of French or foreign UCITS;
- Units or shares of French or European AIFs;
- Foreign investment funds.

Provided that the foreign UCITS, AIF or investment fund meets the criteria of Article R214-13 of the French Monetary and Financial Code.

The fund may invest in funds managed by Carmignac Gestion or an affiliated company.

The fund may use trackers, listed index funds and exchange traded funds.

#### **DERIVATIVES**

In order to achieve its investment objective, the fund may invest in futures traded on Eurozone and international – including emerging – regulated, organised or over-the-counter markets for exposure or hedging purposes.

The derivative instruments liable to be used by the portfolio manager are options, futures, forwards, swaps and CDS (credit default swaps) involving one or more underlying instruments (directly held securities, indices, baskets) in which the portfolio manager may invest. The portfolio manager implements the hedging referred to in this paragraph on a discretionary basis.

The fund may not use total return swaps (TRS).

These derivatives allow the portfolio manager to expose the fund to the following risks, while respecting the portfolio's overall constraints:

- Fixed income,
- Credit,
- Currencies.

#### **STRATEGY FOR USING DERIVATIVES TO ACHIEVE THE INVESTMENT OBJECTIVE**

Credit derivatives on a single issuer or on credit indices are used to gain long or short exposure to the creditworthiness of an issuer, group of issuers, economic sector, country or region, or to hedge against the risk of default by an issuer, group of issuers, economic sector, country or region, or to adjust the fund's total exposure to credit risk.

Interest rate derivatives are used to gain long or short exposure, hedge against interest rate risk, or simply adjust the portfolio's modified duration.

Currency derivatives are used to gain long or short exposure, hedge exposure to a currency, or simply adjust the fund's overall exposure to currency risk. They may also be used to pursue relative value strategies, where the fund takes simultaneous long and short positions on foreign exchange markets. The fund also holds forward exchange contracts traded over-the-counter to hedge against currency risk on hedged units denominated in currencies other than the euro.

Derivative transactions may be concluded with counterparties selected by the management company in accordance with its "Best Execution/Best Selection" policy and the approval procedure for new counterparties. The latter are mainly investment banks and international credit institutions, and collateral is required. It should

be noted that these counterparties have no discretionary decision-making powers over the composition or management of the fund's portfolio or over the underlying assets of financial derivative instruments.

Investments in derivative markets are limited to 100% of the fund's net assets (cf. section VI. "Overall Risk").

#### **SECURITIES WITH EMBEDDED DERIVATIVES**

The fund may invest in securities with embedded derivatives (particularly warrants, puttable/callable bonds, credit-linked notes (CLN), EMTN, equity warrants, etc.) traded on Eurozone and international regulated or over-the-counter markets in order to achieve the investment objective.

These securities with embedded derivatives allow the portfolio manager to expose the fund to the following risks, while respecting the portfolio's overall constraints:

- Fixed income,
- Credit,
- Currencies.

The portfolio manager may invest up to 15% of the net assets in contingent convertible bonds ("CoCos"). These securities often deliver a higher return (in exchange for higher risk) than conventional bonds due to their specific structure and the place they occupy in the capital structure of the issuer (subordinated debt). They are issued by banks under the oversight of a supervisory authority. They may have bond and equity features, being hybrid convertible instruments. They may have a safeguard mechanism that turns them into ordinary shares if a trigger event threatens the issuing bank.

#### **STRATEGY FOR USING SECURITIES WITH EMBEDDED DERIVATIVES TO ACHIEVE THE INVESTMENT OBJECTIVE**

The portfolio manager uses securities with embedded derivatives, as opposed to the other derivatives mentioned above, to optimise the portfolio's exposure or hedging by reducing the cost of using these financial instruments or gaining exposure to several performance drivers.

#### **DEPOSITS AND CASH**

The fund may use deposits in order to optimise its cash management and to manage the various subscription or redemption settlement dates of the underlying funds. With effect from the end of the initial subscription period, i.e. 30 June 2022, these trades are made within the limit of 10% of the net assets. This type of transaction will be made on an exceptional basis.

The Fund may hold cash on an ancillary basis, in particular in order to meet its redemption obligations in relation to investors. However, the limit on cash holdings may be raised to 20% of the Fund's net assets to protect investors' interests if market conditions so justify.

Cash lending is prohibited.

#### **CASH BORROWING**

The fund may borrow cash without any intention of being a structural borrower of cash. The fund may find itself temporarily overdrawn due to flow-related trading (investments and divestments pending, subscriptions/redemptions) within the limit of 10% of the fund's net assets.

#### **TEMPORARY PURCHASE AND SALE OF SECURITIES**

For efficient portfolio management purposes, and without deviating from its investment objectives, the fund may allocate up to 60% of its net assets to temporary purchases/sales (securities financing transactions) of securities eligible for the fund (essentially equities and money market instruments). These trades are made to optimise the Fund's income, invest its cash, adjust the portfolio to changes in the assets under management, or implement the strategies described above. The transactions consist of:

- Securities repurchase and reverse repurchase agreements,
- Securities lending/borrowing.

The expected proportion of assets under management that may be involved in such transactions is 5% of the net assets.

Any securities financing transaction will be entered into with a credit institution or an investment firm whose head office is located in a Member State of the European Union, and whose minimum rating is AA- (according to the scale of at least one of the main rating agencies registered with the European Securities and Markets Authority). The counterparties to securities lending/borrowing do not have any power over the composition or management of the fund's portfolio.

Within the scope of these transactions, the fund may receive/give financial guarantees (collateral); the section entitled "Collateral management" contains information on how these work and on their characteristics.

Additional information on fees linked to such transactions appears under the heading "Fees and expenses".

### **Contracts constituting financial guarantees**

Within the scope of OTC derivatives transactions and temporary purchases/sales of securities, the fund may receive or give financial assets constituting guarantees with the objective of reducing its overall counterparty risk.

The financial guarantees shall primarily take the form of cash in the case of OTC derivatives transactions, and cash and government bonds/Treasury bills in the case of temporary purchases/sales of securities.

All financial guarantees received or given are transferred with full ownership.

The counterparty risk inherent in OTC derivatives transactions, combined with the risk resulting from temporary purchases/sales of securities, may not exceed 10% of the fund's net assets where the counterparty is one of the credit institutions defined in the current regulations, or 5% of its assets in other cases.

In this regard, any financial guarantee (collateral) received and serving to reduce counterparty risk exposure shall comply with the following:

- It shall take the form of cash or bonds or treasury bills (of any maturity) issued or guaranteed by OECD member states, by their regional public authorities or by supranational institutions and bodies with EU, regional or worldwide scope;
- It shall be held by the Custodian of the fund or by one of its agents or a third party under its supervision or by any third-party custodian subject to prudential supervision and which is not linked in any way to the provider of the financial guarantees;
- In accordance with the regulations in force, they shall at all times fulfil liquidity, valuation (at least daily), issuer credit rating (at least AA-), counterparty correlation (low) and diversification criteria, and exposure to any given issuer shall not exceed 20% of the net assets.
- Financial guarantees received in the form of cash shall be mainly deposited with eligible entities and/or used in reverse repurchase transactions, and to a lesser extent invested in first-rate government bonds or treasury bills and short-term money market funds.

Government bonds or treasury bills received as collateral are subject to a discount of between 1% and 10%. The management company agrees this contractually with each counterparty.

## Risk profile

The fund invests in financial instruments and, where applicable, funds selected by the management company. The performance of these financial instruments and funds depends on the evolution and fluctuations of the market.

The risk factors described below are not exhaustive. It is up to each investor to analyse the risk associated with such an investment and to form his/her own opinion independent of CARMIGNAC GESTION, where necessary seeking the opinion of any advisers specialised in such matters in order to ensure that this investment is appropriate in relation to his/her financial situation.

**a) Risk associated with discretionary management:** discretionary management is based on the expected evolution of the financial markets. The fund's performance will depend on the companies selected and asset allocation chosen by the management company. There is a risk that the management company may not invest in the best performing companies.

**b) Risk associated with collateralised loan obligations (CLO) or asset-backed securities (ABS):** the fund may invest in CLOs and ABS (including CMBS and MBS), in which case unitholders may be exposed to a higher level of credit risk. As these CLOs and ABS are backed by debts, the impairment of the value of the surety underlying the security, such as the non-payment of loans, may be reflected in a reduction in the value of the security itself and generate a loss for the fund.

**c) Interest rate risk:** interest rate risk is the risk that the net asset value may fall in the event of a change in interest rates. When the modified duration of the portfolio is positive, a rise in interest rates may lead to a reduction in the value of the portfolio. When the modified duration of the portfolio is negative, a fall in interest rates may lead to a reduction in the value of the portfolio.

**d) Risk associated with high yield bonds:** a bond is considered a high yield bond when its credit rating is below investment grade. The value of high yield bonds may fall more substantially and more rapidly than other bonds and negatively affect the net asset value of the fund, which may decrease as a result.

**e) Credit risk:** credit risk is the risk that the issuer may default. Should the quality of issuers decline, for example in the event of a downgrade in their rating by the financial rating agencies, the value of the bonds may drop and lead to a fall in the fund's net asset value.

Furthermore, a more specific credit risk linked to the use of credit derivatives, such as credit default swaps, exists. CDS may also involve indices.

Aim of the manager's use of CDS	Loss of value on the CDS position
Sell protection	In the event that the issuer of the underlying security is downgraded
Purchase protection	In the event of the upgrading of the issuer of the underlying security

This credit risk is controlled by a qualitative analysis carried out by the team of credit analysts on the evaluation of companies' solvency.

**f) Risk of capital loss:** the portfolio is managed on a discretionary basis and does not guarantee or protect the capital invested. A capital loss occurs when a unit is sold at a lower price than that paid at the time of purchase.

**g) Emerging markets risk:** the operating and supervision conditions of emerging markets may deviate from the standards prevailing on the major international markets, and price variations may be high.

**h) Liquidity risk:** the markets in which the fund participates may occasionally be subject to temporary illiquidity. These market distortions could have an impact on the pricing conditions under which the fund may have to liquidate, initiate or modify its positions.

**i) Currency risk:** currency risk is linked to exposure – through investments and the use of forward financial instruments – to a currency other than the fund's valuation currency. For units denominated in a currency other than the euro, the currency risk linked to fluctuations in the euro versus the valuation currency is residual thanks to systematic hedging. This hedging may generate a performance differential between units in different currencies.

**j) Equity risk:** as the Fund is exposed to equity market risk, the net asset value of the fund may decrease in the event of an equity market upturn or downturn.

**k) Counterparty risk:** counterparty risk measures the potential loss in the event of a counterparty defaulting on over-the-counter financial contracts or failing to meet its contractual obligations on temporary purchases or sales of securities. The fund is exposed to it through over-the-counter financial contracts agreed with various counterparties. In order to reduce the fund's exposure to counterparty risk, the management company may establish financial guarantees in favour of the fund.



**l) Risks associated with investment in contingent convertible bonds (CoCos):** risk related to the trigger threshold: these securities have characteristics specific to them. The occurrence of the contingent event may result in a conversion into shares or even a temporary or definitive writing off of all or part of the debt. The level of conversion risk may vary, for example depending on the distance between the issuer's capital ratio and a threshold defined in the issuance prospectus. Risk of loss of coupon: with certain types of CoCo, payment of coupons is discretionary and may be cancelled by the issuer. Risk linked to the complexity of the instrument: as these securities are recent, their performance in periods of stress has not been established beyond doubt. Risk linked to late and/or non repayment: contingent convertible bonds are perpetual instruments repayable only at predetermined levels with the approval of the relevant authority. Capital structure risk: unlike with the standard capital hierarchy, investors in this type of instrument may suffer a capital loss, which holders of shares in the same issuer would not incur. Liquidity risk: as with the high yield bond market, the liquidity of contingent convertible bonds may be affected significantly in the event of market turmoil.

**m) Risks associated with temporary purchases and sales of securities:** the use of these transactions and management of their collateral may carry certain specific risks, such as operational risks and custody risk. Use of these transactions may therefore have a negative effect on the fund's net asset value.

**n) Legal risk:** this is the risk that contracts agreed with counterparties to temporary purchases/sales of securities, or over-the-counter forward financial instruments, may be drafted inappropriately.

**o) Risk associated with the reinvestment of collateral:** the Fund does not intend to reinvest collateral received, but if it does, there would be a risk of the resultant value being lower than the value initially received.

**p) Sustainability risk:** refers to an event or an environmental, social or governance factor that, if it were to occur, could have a significant real or potential impact on the value of investments and, ultimately, on the net asset value of the fund.

✓ Incorporation of sustainability risk into investment decisions

The fund's investments are exposed to sustainability risks, representing a real or potential threat to maximising long-term risk-adjusted rewards. The Management Company has therefore incorporated the identification and assessment of sustainability risks into its investment decisions and risk management processes, through a three-step procedure:

1) Exclusion: Investments in companies that the Management Company believes do not meet the Fund's sustainability standards are excluded. The Management Company has established an exclusion policy that, amongst other things, provides for company exclusions and tolerance thresholds for business in fields such as controversial weapons, tobacco, adult entertainment, thermal coal production and electricity generation. For more information, please consult the exclusion policy in the "Responsible Investment" section of the management company's website: <https://www.carmignac.com>.

2) Analysis: the Management Company incorporates an ESG analysis alongside a traditional financial analysis to identify sustainability risks from issuers in the investment universe, covering more than 90% of corporate bonds and equities. Carmignac's proprietary research system, START, is used by the Management Company to assess sustainability risks. For more information, please refer to the ESG integration policy and the information on the START system available in the "Responsible Investment" section of the management company's website: <https://www.carmignac.com>.

3) Engagement: The Management Company works with issuers on ESG-related matters to raise awareness and gain a better understanding of sustainability risks to portfolios. This engagement may concern a specific environmental, social or governance matter, a long-term impact, controversial behaviour or proxy voting decisions. For more information, please consult the engagement policy in the “Responsible Investment” section of the management company’s website: <https://www.carmignac.com>.

✓ Potential impact of sustainability risk on the fund’s returns

Sustainability risks can have adverse effects on sustainability in terms of a significant real or potential negative impact on the value of investments and net asset value of the Fund, and ultimately on investors’ return on investment.

There are several ways in which the Management Company may monitor and assess the financial significance of sustainability risks on a company’s financial returns:

- Environmental: the management company believes that if a company does not take into account the environmental impact of its business and the production of its goods and services, then it may lose natural capital, incur environmental fines, or suffer lower demand for its goods and services. Where relevant, a company’s carbon footprint, water and waste management, and supply chain, are therefore all monitored.
- Social: The management company believes that social indicators are important in monitoring a company’s long-term growth potential and financial stability. These policies on human capital, product safety checks and client data protection are just some of the important practices that are monitored.
- Governance: The management company believes that poor corporate governance may present a financial risk. The independence of the board of directors, composition and skills of the executive committee, treatment of minority shareholders, and remuneration, are the key factors studied. Companies’ approach to accounting, tax and anti-corruption practices is also checked.

### Target subscribers and investor profile

Units of this fund have not been registered in accordance with the US Securities Act of 1933. They may therefore not be offered or sold, either directly or indirectly on behalf of or for the benefit of a US person, as defined in Regulation S. Furthermore, units of this fund may not be offered or sold, either directly or indirectly, to US persons and/or to any entities held by one or more US persons as defined by the US Foreign Account Tax Compliance Act (FATCA).

Aside from this exception, the fund is open to all investors via the A and E units. F units are only accessible to the investors referred to in the “Fund Overview” paragraph above.

The fund is intended for investors seeking exposure to credit markets over a period of five years, who are willing to accept the risks arising from such exposure. The minimum recommended investment period is 5 years, until the Maturity Date, i.e., 30 June 2027.

The appropriate amount to invest in this fund depends on the personal situation of the investor. To determine this amount, the investor's assets, current and future financial requirements and degree of risk aversion must all be taken into account. It is also recommended that investments be sufficiently diversified so as to avoid exposure exclusively to the risks of this fund.

## Investment policy

Carmignac Crédit 2027 is a fixed maturity fund that implements a buy-and-hold strategy for bonds from private and public issuers. Carmignac Credit 2027 seeks to generate capital growth through a buy-and-hold strategy over five years, and offers investors the possibility of early redemption if the Fund's internal rate of return reaches one of the thresholds mentioned in the prospectus before maturity.

From inception on 02/05/2022 to 30/06/2023, Carmignac Credit 2027 delivered a performance of +7.24% (A EUR Acc units - FR00140081Y1).

## Fund commentary

Bond markets were torn between surging yields, with the 10-year Bund up 129 basis points over a year, and much narrower spreads, with the CDS iTraxx Xover <sup>1</sup>180 basis points tighter. Having little sensitivity to credit but high sensitivity to interest rates,<sup>2</sup> European investment grade corporate bonds contracted by -0.01% whereas European high yield bonds produced a performance of +8.83% between 30/06/2022 and 30/06/2023.

The sharp rise in US and European inflation forced central bankers to tighten their monetary policy, impacting the valuation of assets that are sensitive to interest rates. However, the markets simultaneously benefited from a flow of good news about economic growth, with any recession delayed thanks to the resilience of employment and therefore consumer spending. That said, the surge in interest rates did trigger the collapse of four regional banks in the United States, as well as Crédit Suisse.

Carmignac Credit 2027 was specifically designed to generate performance in such market conditions. The main advantage of a fixed-maturity fund is its lower sensitivity to interest rates over time. Moreover, our flexible architecture that allows for investment across the whole credit spectrum has enabled us to seize opportunities in both the investment grade and high yield segments<sup>3</sup>.

Our bond selection proved appropriate during the period under review, as we managed to cushion the impact of the main credit incidents, especially on financial bonds. We also overweighted sectors that have benefited from the reopening of economies after Covid, such as consumer discretionary and energy. Our structured credit holdings, which are relatively immune to interest rate fluctuations, accounted for more than half of the Carmignac Crédit 2027 fund's performance.

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<sup>1</sup> CDS iTraxx Xover (also known as the "Xover"): is a composite index that tracks a basket of credit default swaps (CDS), including a minimum of 40 and maximum of 50 names rated below investment grade. Credit default swap (CDS) are financial protection contracts between buyers and sellers. The buyer pays an annual ex ante premium calculated according to the nominal amount of assets to be hedged, often referred to as the reference or underlying (also called the CDS nominal), to the protection seller, who promises to pay ex-post compensation for any losses on the reference asset in the occurrence of a credit event mentioned in the contract.

<sup>2</sup> Investment grade: A loan or bond that rating agencies have rated AAA to BBB-, generally indicating relatively low default risk.

<sup>3</sup> High Yield: A loan or bond rated below investment grade because of its higher default risk. The return on these securities is generally higher.

Since the Fund was launched at the beginning of the period, our assets under management have grown by €213m. We invested these inflows on the primary and secondary market, building a highly diversified portfolio of 201 bonds having an average rating of BBB- (on a scale from AAA, the highest creditworthiness, to D, actual or imminent default on payment). The yield-to-worst<sup>4</sup> was 7.8% at the end of the period.

We think that the return of value on credit markets and presence of large complexity premia<sup>5</sup> for bond pickers could benefit the future performance of Carmignac Credit 2027. We also think that the general increase in financing costs will restore conditions in which credit defaults are likely, similar to those seen in the first three decades of the high yield market, presenting opportunities for debt investments. The portfolio's high carry will probably be the main factor behind performance, enabling it to deliver attractive returns when the product matures.

**Table summarising the annual performance of each unit of the Carmignac Credit 2027 portfolio over the financial year:**

Units	ISIN	Currency	Performance
A EUR ACC	FR00140081Y1	EUR	7.24%
A EUR YDIS	FR00140081Z8	EUR	7.24%
E EUR ACC	FR0014008207	EUR	6.93%
E EUR YDIS	FR0014008215	EUR	6.93%
F EUR ACC	FR0014008223	EUR	7.67%
F EUR YDIS	FR0014008231	EUR	7.67%

*Past performance is not an indication of future results. Performance is shown net of fees (excluding any entry charges applied by the distributor) and with coupons reinvested for distribution units.*

<sup>4</sup> Yield to Worst (EUR): This is the lowest possible yield in EUR (including the cost of hedging investment currencies, and before management fees) calculated for all scenarios for the repayment of bonds held in the portfolio.

<sup>5</sup> Complexity premium: Additional remuneration provided by a bond due to its relative complexity, requiring a more in-depth financial analysis.

## Main changes to the portfolio during the year

Holding	Movement ("Accounting currency")	
	Acquisitions	Disposals
CA AUTO BANK SPA IRISH BRANCH 4.375% 08-06-26	3,192,704.00	3,200,672.00
BANCO MERCANTILE DEL NORTE SA GRAND 5.875% PERP	6,074,283.12	0.00
SIKA CAPITAL BV 3.75% 03-11-26	2,406,314.40	2,411,443.60
INTE 4.0% 19-05-26 EMTN	2,247,390.00	2,244,150.00
BK LC LUX FINCO1 SARL 5.25% 30-04-29	4,442,695.00	0.00
CAIXABANK 4.625% 16-05-27 EMTN	3,194,400.00	1,192,776.00
BNP PAR 7.375% PERP	4,067,090.00	0.00
ABN AMRO BK 3.875% 21-12-26	3,990,080.00	0.00
ABN AMRO BK 4.375% PERP	3,395,012.00	185,500.00
BFCM BANQUE FEDERATIVE CREDIT MUTUEL 3.875% 14-02-28	3,487,225.00	0.00

**Efficient portfolio and financial derivative management techniques**

**A) EXPOSURE OBTAINED THROUGH EFFICIENT PORTFOLIO MANAGEMENT TECHNIQUES AND FINANCIAL DERIVATIVES AT 30 JUNE 2023**

- **Exposure obtained through efficient management techniques: 0.00**
  - Securities lending: 0.00
  - Securities borrowing: 0.00
  - Reverse repurchase agreements: 0.00
  - Repurchase agreements: 0.00
- **Exposure to underlying instruments achieved through financial derivatives: 31,163,754.05**
  - Forward exchange contracts: 31,163,754.05
  - Futures: 0.00
  - Options: 0.00
  - Swap: 0.00

**B) IDENTITY OF COUNTERPARTY/COUNTERPARTIES TO EFFICIENT PORTFOLIO MANAGEMENT TECHNIQUES AND FINANCIAL DERIVATIVES AT 30 JUNE 2023**

Efficient management techniques	Financial derivatives (*)
	BOFA SECURITIES EUROPE S.A. - BOFAFRP3 STANDARD CHARTERED BANK

(\*) Except listed derivatives

C) FINANCIAL GUARANTEES RECEIVED BY THE FUND IN ORDER TO REDUCE COUNTERPARTY RISK AT 30 JUNE 2023

Types of instrument	Amount in portfolio currency
<b>Efficient management techniques</b>	
. Term deposits	0.00
. Equities	0.00
. Bonds	0.00
. UCITS	0.00
. Cash (*)	0.00
<b>Total</b>	<b>0.00</b>
<b>Financial derivatives</b>	
. Term deposits	0.00
. Equities	0.00
. Bonds	0.00
. UCITS	0.00
. Cash	0.00
<b>Total</b>	<b>0.00</b>

(\*) The Cash account also includes cash resulting from repurchase agreements.

D) INCOME AND OPERATING EXPENSES ARISING FROM EFFICIENT MANAGEMENT TECHNIQUES FROM 2 MAY 2022 TO 30 JUNE 2023

Income and operating expenses	Amount in portfolio currency
. Income (*)	0.00
. Other income	0.00
<b>Total income</b>	<b>0.00</b>
. Direct operating expenses	0.00
. Indirect operating expenses	0.00
. Other expenses	0.00
<b>Total expenses</b>	<b>0.00</b>

(\*) Income from lending and repurchase agreements

**Transparency of securities financing transactions and the reuse of financial instruments pursuant to the SFTR in the fund's currency of account (EUR)**

The fund took no part in any trades covered by the SFTR during the year.



## Regulatory information

### Policy for the selection of intermediaries

“In its capacity as management company, Carmignac Gestion selects service providers whose execution policy guarantees the best possible result when executing orders transmitted on behalf of its UCITS or its clients. It also selects service providers to aid in making investment decisions and to execute orders. In both cases, Carmignac Gestion has defined a policy for selecting and evaluating intermediaries according to certain criteria. You can find the updated version of this policy at [www.carmignac.com](http://www.carmignac.com)”. You will also find a report on intermediary fees on this website.

### Extra-financial characteristics

As at 30 December 2022, the financial product was classified under Article 8 of the EU SFDR. The required regulatory information is included in the appendix to this report.

### Overall risk calculation method

The fund uses the commitment method to calculate the overall risk to the fund from financial contracts.

### Remuneration policy

Carmignac Gestion SA’s remuneration policy is designed to comply with European and national remuneration and governance rules as set out in the UCITS Directive 2009/65/EC of the European Parliament and of the Council of 13 July 2009 and 2014/91/EU of 23 July 2014, the ESMA guideline of 14 October 2016 (ESMA/2016/575), and the AIFM Directive 2011/61/EU of the European Parliament and of the Council.

It promotes sound and effective risk management without excessive risk taking. In particular, it ties employees to the risks they take to ensure that Identified Staff are fully committed to the Company’s long-term performance.

The remuneration policy was approved by the Board of Directors of the management company. The principles of this policy are re-evaluated at least once a year by the remuneration and nominations committee and Board of Directors, and are adjusted to fit the changing regulatory framework. Details of the remuneration policy, including a description of how remuneration and benefits are calculated, as well as information on the remuneration and nominations committee, can be found at [www.carmignac.com](http://www.carmignac.com). A printout of the remuneration policy is available free of charge upon request.

## VARIABLE PART: DETERMINATION AND CALCULATION

Variable remuneration depends on both the individual success of the employee and the performance of the Company as a whole.

The variable remuneration budget is determined on the basis of Carmignac Gestion SA's results over the previous financial year, while ensuring that capital remains at a sufficient level. It is then distributed between the various departments according to the assessment of their performance, and within each department according to employees' individual performance appraisals.

The amount of the variable portion allocated to each employee reflects their performance and the achievement of targets set by the Company.

These targets may be quantitative and/or qualitative and are linked to the employee's position. They take into account individual behaviour to avoid short-term risk taking. They give particular consideration to the sustainability of action taken by the employee and its long-term benefits for the company, the employee's personal involvement and the completion of assigned tasks.

## 2021 FINANCIAL YEAR

The implementation of the remuneration policy for 2021 has been assessed internally and independently to check compliance with the remuneration policies and procedures adopted by Carmignac Gestion's Board of Directors.

## 2022 FINANCIAL YEAR

The annual report produced by Carmignac Gestion's Board of Directors is available on the Carmignac website ([www.carmignac.com](http://www.carmignac.com)).

2022	
Number of employees	176
Fixed salaries paid in 2022	13,051,217.29 €
Total variable remuneration paid in 2022	37,578,333.26 €
Total remuneration paid in 2022	50,629,550.55 €
> of which risk takers	37,123,257.99 €
> of which non-risk takers	13,506,292.56 €

## Substantial changes during the year

The management fee part of the portfolio's prospectus was updated on 1 January 2023 to clarify the management company's ability to pay trailer fees.

BNP S.A. became the depositary for the portfolio on 1 October 2022 following an intra-group merger.

On 1 August 2022, the portfolio was reclassified to become an Article 8 fund under the SFDR.

# CARMIGNAC CREDIT 2027 BALANCE SHEET

## ASSETS IN EUR

	30/06/2023
<b>NET FIXED ASSETS</b>	<b>0.00</b>
<b>DEPOSITS</b>	<b>0.00</b>
<b>FINANCIAL INSTRUMENTS</b>	<b>216,142,349.09</b>
<b>Equities and similar securities</b>	<b>0.00</b>
Traded on a regulated or similar market	0.00
Not traded on a regulated or similar market	0.00
<b>Bonds and similar securities</b>	<b>216,142,349.09</b>
Traded on a regulated or similar market	216,142,349.09
Not traded on a regulated or similar market	0.00
<b>Debt securities</b>	<b>0.00</b>
Traded on a regulated or similar market	0.00
Transferable debt securities	0.00
Other debt securities	0.00
Not traded on a regulated or similar market	0.00
<b>Funds</b>	<b>0.00</b>
Retail UCITS and AIFs aimed at non-professional investors and equivalent funds of other countries	0.00
Other funds aimed at non-professional investors and equivalent funds of other EU member states	0.00
Professional investment funds and equivalent funds of other EU member states and listed securitisation funds	0.00
Other professional investment funds and equivalent funds of other EU member states and unlisted securitisation funds	0.00
Other non-European funds	0.00
<b>Temporary transactions on securities</b>	<b>0.00</b>
Receivables on securities received under a repurchase agreement ( <i>pension</i> )	0.00
Receivables on securities lent	0.00
Securities borrowed	0.00
Securities transferred under a repurchase agreement ( <i>pension</i> )	0.00
Other temporary transactions	0.00
<b>Forward financial instruments</b>	<b>0.00</b>
Transactions on a regulated or similar market	0.00
Other transactions	0.00
<b>Other financial instruments</b>	<b>0.00</b>
<b>RECEIVABLES</b>	<b>37,069,724.47</b>
Currency forward exchange contracts	31,163,754.05
Other	5,905,970.42
<b>FINANCIAL ACCOUNTS</b>	<b>596,786.80</b>
Cash	596,786.80
<b>TOTAL ASSETS</b>	<b>253,808,860.36</b>

# CARMIGNAC CREDIT 2027 BALANCE SHEET

## LIABILITIES AND OWNER'S EQUITY IN EUR

	30/06/2023
<b>EQUITY</b>	
Share capital	199,636,973.11
Non-distributed prior net capital gains and losses (a)	0.00
Retained earnings (a)	0.00
Net capital gains and losses for the financial year (a,b)	1,451,960.56
Profit/(loss) for the financial year (a,b)	12,175,531.46
<b>TOTAL EQUITY*</b>	<b>213,264,465.13</b>
<i>*Amount corresponding to the net assets</i>	
<b>FINANCIAL INSTRUMENTS</b>	<b>0.00</b>
Sales of financial instruments	0.00
Temporary transactions on securities	0.00
Payables on securities transferred under a repurchase agreement ( <i>pension</i> )	0.00
Payables on securities borrowed	0.00
Other temporary transactions	0.00
Forward financial instruments	0.00
Transactions on a regulated or similar market	0.00
Other transactions	0.00
<b>PAYABLES</b>	<b>38,095,915.12</b>
Currency forward exchange contracts	31,217,066.99
Other	6,878,848.13
<b>FINANCIAL ACCOUNTS</b>	<b>2,448,480.11</b>
Short-term bank loans	2,448,480.11
Borrowings	0.00
<b>TOTAL LIABILITIES</b>	<b>253,808,860.36</b>

(a) Including accruals and deferrals

(b) Less interim dividends paid for the financial year

# CARMIGNAC CREDIT 2027 OFF-BALANCE SHEET

	30/06/2023
<b>HEDGING TRANSACTIONS</b>	0.00
Commitment on regulated or similar markets	0.00
Commitment on OTC markets	0.00
Other commitments	0.00
<b>OTHER TRANSACTIONS</b>	0.00
Commitment on regulated or similar markets	0.00
Commitment on OTC markets	0.00
Other commitments	0.00

# CARMIGNAC CREDIT 2027 INCOME STATEMENT

	30/06/2023
<b>Income from financial transactions</b>	
Income from deposits and financial accounts	104,030.28
Income from equities and similar securities	0.00
Income from bonds and similar securities	5,055,569.51
Income from debt securities	323,761.12
Income from temporary purchases and sales of securities	21.51
Income from financial futures	0.00
Other financial income	0.00
<b>TOTAL (1)</b>	<b>5,483,382.42</b>
<b>Payables on financial transactions</b>	
Payables on temporary purchases and sales of securities	0.00
Payables on financial futures	0.00
Payables on financial debts	15,557.93
Other payables	0.00
<b>TOTAL (2)</b>	<b>15,557.93</b>
<b>PROFIT/(LOSS) ON FINANCIAL TRANSACTIONS (1 - 2)</b>	<b>5,467,824.49</b>
Other income (3)	0.00
Management fee and depreciation allowance (4) (*)	696,345.11
<b>Net profit/(loss) for the financial year (L. 214-17-1) (1 - 2 + 3 - 4)</b>	<b>4,771,479.38</b>
Income equalisation for the financial year (5)	7,763,202.12
Interim dividends on income paid for the financial year (6)	359,150.04
<b>PROFIT/(LOSS) (1 - 2 + 3 - 4 + 5 - 6)</b>	<b>12,175,531.46</b>

(\*) Research costs are included under "Management fee and depreciation allowance".

# NOTES TO THE FINANCIAL STATEMENTS OF CARMIGNAC CREDIT 2027

## Accounting methods and rules

The annual financial statements are drawn up in the form required by ANC Regulation 2014-01, as amended.

The general principles of accounting apply:

- a true and fair view, comparability, going concern,
- lawfulness and fairness,
- prudence,
- consistent practice from one financial year to the next.

Income from fixed income securities is recorded on the basis of accrued interest.

Purchases and sales of securities are recorded exclusive of costs.

The accounting currency of the portfolio is the euro.

Exceptionally, the first financial year ending 30 June 2023 lasted 13 months and 30 days.

## Asset valuation rules

Financial instruments are recorded in the financial statements using the historical cost method and are entered on the balance sheet at their current value as determined by the last-known market value or, where a market does not exist, by any external means or by using financial models.

Differences between the current values used to calculate the net asset value and the historical costs of transferable securities when first included in the portfolio are recorded in "valuation differentials" accounts.

Securities that are not denominated in the currency of the portfolio are valued in accordance with the principle described below; the valuation is then converted into the currency of the portfolio on the basis of the exchange rate prevailing on the valuation day.

### DEPOSITS:

Deposits with a residual maturity of less than or equal to three months are valued using the straight-line method.

### EQUITIES, BONDS AND OTHER SECURITIES TRADED ON A REGULATED OR SIMILAR MARKET:

For the calculation of the net asset value, equities and other securities traded on a regulated or similar market are valued on the basis of the last market price of the day.

Bonds and other similar securities are valued at the closing price supplied by various financial service providers.

Interest accrued on bonds and other similar securities is calculated up to the date of the net asset value.

### EQUITIES, BONDS AND OTHER SECURITIES NOT TRADED ON A REGULATED OR SIMILAR MARKET:

Securities not traded on a regulated market are valued by the management company using methods based on the market value and the yield, while taking account of recent prices observed for significant transactions.

#### TRANSFERABLE DEBT SECURITIES:

Transferable debt securities and similar securities that are not traded in large volumes are valued on the basis of an actuarial method, the reference rate (as defined below) being increased, where applicable, by a differential representative of the intrinsic characteristics of the issuer:

- Transferable debt securities with a maturity of less than or equal to one year: Interbank rate in euro (Euribor);
- Transferable debt securities with a maturity exceeding one year: valued using rates for French Treasury bills (BTAN and OAT) with similar maturity dates for the longer durations.

Transferable debt securities with a residual maturity of less than three months may be valued using the straight-line method.

French treasury bills are valued on the basis of market prices, as published daily by the Bank of France or by treasury bill specialists.

#### FUNDS HELD:

Units or shares of UCIs will be valued at their last-known net asset value.

#### TEMPORARY TRANSACTIONS ON SECURITIES:

Securities received under repurchase agreements are recorded as an asset under the heading "Receivables on securities received under a repurchase agreement (*pension*)" at the contract amount, plus any accrued interest receivable.

Securities transferred under a repurchase agreement are recorded as securities purchased at their current value. The payables on securities transferred under a repurchase agreement are recorded as securities sold at the value determined in the contract, plus any accrued interest payable.

Securities lent are valued at their current value and are recorded as an asset under the heading "Receivables on securities lent" at their current value, plus any accrued interest receivable.

Securities borrowed are recorded as an asset under the heading "Securities borrowed" at the contract amount and as a liability under the heading "Payables on securities borrowed" at the contract amount, plus any accrued interest payable.

#### FORWARD FINANCIAL INSTRUMENTS:

##### *Forward financial instruments traded on a regulated or similar market:*

Forward financial instruments traded on regulated markets are valued at the settlement price of that day.

##### *Forward financial instruments not traded on a regulated or similar market:*

##### **Swaps:**

Interest rate and/or currency swaps are valued at their market value by discounting future interest payments at the interest rate and/or currency exchange rate prevailing on the market. This price is adjusted to reflect issuer risk.

Index swaps are valued using an actuarial method on the basis of a reference rate provided by the counterparty.

Other swaps are valued at their market value or at a value estimated according to the terms and conditions determined by the management company.

##### **Off-balance sheet commitments:**

Futures contracts are recorded at their market value as off-balance sheet commitments on the basis of the price used in the portfolio.

Options are converted into the underlying equivalent.

Swap commitments are recorded at their nominal value or, where there is no nominal value, at an equivalent amount.



## Management fees

Management fees and operating costs cover all the charges relating to the UCI: investment, administrative, accounting, custody, distribution, audit fees, etc.

These fees are recorded in the UCI's income statement.

Management fees do not include transaction fees. Please refer to the prospectus for further details on the charges actually invoiced to the UCI.

They are recorded on a pro-rata basis each time the net asset value is calculated.

Financial management fees:

	Fees charged to the Fund	Basis	Rate
1	Financial management fees	Net assets	A EUR Acc units: maximum 0.90% inclusive of tax A EUR Ydis units: maximum 0.90% inclusive of tax E EUR Acc units: maximum 1.20% inclusive of tax E EUR Ydis units: maximum 1.20% inclusive of tax F EUR Acc units: maximum 0.50% inclusive of tax F EUR Ydis units: maximum 0.50% inclusive of tax
2	Administration fees external to the management company (maximum rate)	Net assets	0.14% inclusive of tax
4	Transaction fees charged by the management company	Maximum payable per transaction	None
5	Performance fee	Net assets	None

A provision for research costs is set aside on each net asset value date based on an annual budget of EUR 1,909.

## Allocation of distributable income

### DEFINITION OF DISTRIBUTABLE INCOME

Distributable income is made up of:

#### NET INCOME:

The net income for the financial year is equal to the amount of interest, arrears, premiums and prizes, dividends, director's fees and any other income relating to the securities constituting the portfolio, plus income generated by temporary cash holdings and minus the amount of management fees and interest charges on loans.

This is increased by retained earnings, plus or minus the balance of the income equalisation accounts.

#### CAPITAL GAINS AND LOSSES:

Realised capital gains, net of fees, minus realised capital losses, net of fees, recognised during the financial year, plus net capital gains of a similar nature recognised during previous financial years and which have not been distributed or accumulated, plus or minus the balance of the capital gains equalisation account.

**ALLOCATION OF DISTRIBUTABLE INCOME:**

<b>Unit(s)</b>	<b>Allocation of net income</b>	<b>Allocation of net realised capital gains or losses</b>
CARMIGNAC CREDIT 2027 A EUR Acc units	Accumulation	Accumulation
CARMIGNAC CREDIT 2027 A EUR Ydis units	Accumulated and/or distributed and/or carried forward on the decision of the management company	Accumulated and/or distributed and/or carried forward on the decision of the management company
CARMIGNAC CREDIT 2027 E EUR Acc units	Accumulation	Accumulation
CARMIGNAC CREDIT 2027 E EUR Ydis units	Accumulated and/or distributed and/or carried forward on the decision of the management company	Accumulated and/or distributed and/or carried forward on the decision of the management company
CARMIGNAC CREDIT 2027 F EUR Acc units	Accumulation	Accumulation
CARMIGNAC CREDIT 2027 F EUR Ydis units	Accumulated and/or distributed and/or carried forward on the decision of the management company	Accumulated and/or distributed and/or carried forward on the decision of the management company

## CARMIGNAC CREDIT 2027 NET ASSET CHANGES

	30/06/2023
<b>NET ASSETS AT THE BEGINNING OF THE FINANCIAL YEAR</b>	<b>0.00</b>
Subscriptions (including subscription fees paid to the Fund)	211,670,730.71
Redemptions (after deduction of redemption fees paid to the Fund)	-3,530,036.98
Realised gains on deposits and financial instruments	89,921.48
Realised losses on deposits and financial instruments	-153,572.80
Realised gains on forward financial instruments	1,884,182.59
Realised losses on forward financial instruments	-1,454,041.80
Transaction fees	1,388.87
Foreign exchange differences	-665,451.33
Changes in the valuation differential of deposits and financial instruments	1,009,015.05
<i>Valuation differential for the financial year N</i>	<i>1,009,015.05</i>
<i>Valuation differential for the financial year N-1</i>	<i>0.00</i>
Changes in the valuation differential of forward financial instruments	0.00
<i>Valuation differential for the financial year N</i>	<i>0.00</i>
<i>Valuation differential for the financial year N-1</i>	<i>0.00</i>
Dividends paid in the previous financial year on net capital gains and losses	0.00
Dividends paid in the previous financial year on income	0.00
Net profit/(loss) for the financial year prior to the income equalisation account	4,771,479.38
Interim dividend(s) paid during the financial year on net capital gains and losses	0.00
Interim dividend(s) paid during the financial year on income	-359,150.04
Other items	0.00
<b>NET ASSETS AT THE END OF THE FINANCIAL YEAR</b>	<b>213,264,465.13</b>

# BREAKDOWN BY LEGAL OR ECONOMIC FORM OF THE FINANCIAL INSTRUMENTS OF CARMIGNAC CREDIT 2027

	Amount	%
<b>ASSETS</b>		
<b>BONDS AND SIMILAR SECURITIES</b>		
Fixed rate bonds traded on a regulated or similar market	142,275,170.11	66.71
VAR/REV rate bonds traded on a regulated or similar market	1,202,426.39	0.57
Convertible bonds traded on a regulated or similar market	37,443.60	0.02
Mortgages traded on a regulated or similar market	72,627,308.99	34.05
<b>TOTAL BONDS AND SIMILAR SECURITIES</b>	<b>216,142,349.09</b>	<b>101.35</b>
<b>DEBT SECURITIES</b>		
<b>TOTAL DEBT SECURITIES</b>	<b>0.00</b>	<b>0.00</b>
<b>LIABILITIES</b>		
<b>SALES OF FINANCIAL INSTRUMENTS</b>		
<b>TOTAL SALES OF FINANCIAL INSTRUMENTS</b>	<b>0.00</b>	<b>0.00</b>
<b>OFF-BALANCE SHEET</b>		
<b>HEDGING TRANSACTIONS</b>		
<b>TOTAL HEDGING TRANSACTIONS</b>	<b>0.00</b>	<b>0.00</b>
<b>OTHER TRANSACTIONS</b>		
<b>TOTAL OTHER TRANSACTIONS</b>	<b>0.00</b>	<b>0.00</b>

# BREAKDOWN BY INTEREST RATES OF ASSET, LIABILITY AND OFF-BALANCE SHEET ITEMS OF CARMIGNAC CREDIT 2027

	Fixed rate	%	Variable rate	%	Adjustable rate	%	Other	%
<b>ASSETS</b>								
Deposits	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Bonds and similar securities	142,312,613.71	66.73	0.00	0.00	73,829,735.38	34.62	0.00	0.00
Debt securities	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Temporary transactions on securities	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Financial accounts	0.00	0.00	0.00	0.00	0.00	0.00	596,786.80	0.28
<b>LIABILITIES</b>								
Temporary transactions on securities	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Financial accounts	0.00	0.00	0.00	0.00	0.00	0.00	2,448,480.11	1.15
<b>OFF-BALANCE SHEET</b>								
Hedging transactions	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Other transactions	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00

## BREAKDOWN BY RESIDUAL MATURITY OF ASSET, LIABILITY AND OFF-BALANCE SHEET ITEMS OF CARMIGNAC CREDIT 2027<sup>(\*)</sup>

	< 3 months	%	[3 months - 1 year]	%	[1 - 3 years]	%	[3 - 5 years]	%	>5 years	%
<b>ASSETS</b>										
Deposits	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Bonds and similar securities	0.00	0.00	0.00	0.00	11,398,311.30	5.34	50,418,279.09	23.64	154,325,758.70	72.36
Debt securities	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Temporary transactions on securities	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Financial accounts	596,786.80	0.28	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>LIABILITIES</b>										
Temporary transactions on securities	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Financial accounts	2,448,480.11	1.15	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>OFF-BALANCE SHEET</b>										
Hedging transactions	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Other transactions	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00

(\*) Positions in interest rate futures are shown according to the maturity of the underlying instrument.

# BREAKDOWN BY LISTING CURRENCY OR VALUATION CURRENCY OF ASSET, LIABILITY AND OFF-BALANCE SHEET ITEMS OF CARMIGNAC CREDIT 2027

	Currency 1 USD		Currency 2 GBP		Currency 3		Currency N OTHER(S)	
	Amount		Amount		Amount		Amount	
<b>ASSETS</b>								
Deposits	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Equities and similar securities	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Bonds and similar securities	28,321,741.54	13.28	2,338,326.78	1.10	0.00	0.00	0.00	0.00
Debt securities	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Funds	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Temporary transactions on securities	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Receivables	21,804.61	0.01	0.00	0.00	0.00	0.00	0.00	0.00
Financial accounts	504,297.60	0.24	65,041.99	0.03	0.00	0.00	0.00	0.00
<b>LIABILITIES</b>								
Sales of financial instruments	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Temporary transactions on securities	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Payables	28,804,513.24	13.51	2,412,553.75	1.13	0.00	0.00	0.00	0.00
Financial accounts	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>OFF-BALANCE SHEET</b>								
Hedging transactions	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Other transactions	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00

## RECEIVABLES AND PAYABLES: BREAKDOWN BY TYPE OF CARMIGNAC CREDIT 2027

	Nature of the debit/credit	30/06/2023
<b>RECEIVABLES</b>		
	Funds receivable on forward currency sales	31,163,754.05
	Sales with deferred settlement	1,275,975.00
	Subscriptions receivable	4,608,190.81
	Cash dividends and coupons	21,804.61
<b>TOTAL RECEIVABLES</b>		<b>37,069,724.47</b>
<b>PAYABLES</b>		
	Forward currency sales	31,217,066.99
	Purchases with deferred settlement	6,358,843.89
	Redemption price payable	7,338.01
	Fixed management fee	152,467.26
	Cash dividends and coupons	359,150.04
	Other payables	1,048.93
<b>TOTAL PAYABLES</b>		<b>38,095,915.12</b>
<b>TOTAL RECEIVABLES AND PAYABLES</b>		<b>-1,026,190.65</b>



## NUMBER OF CARMIGNAC CREDIT 2027 SECURITIES ISSUED OR REDEEMED

	In units	In euro
<b>CARMIGNAC CREDIT 2027 A EUR Acc units</b>		
Units subscribed during the financial year	1,482,054.151	155,434,513.95
Units redeemed during the financial year	-24,288.416	-2,557,322.13
Net balance of subscriptions/redemptions	1,457,765.735	152,877,191.82
Number of units outstanding at the end of the financial year	1,457,765.735	
<b>CARMIGNAC CREDIT 2027 A EUR Ydis units</b>		
Units subscribed during the financial year	126,349.810	13,120,928.14
Units redeemed during the financial year	-3,593.688	-377,951.61
Net balance of subscriptions/redemptions	122,756.122	12,742,976.53
Number of units outstanding at the end of the financial year	122,756.122	
<b>CARMIGNAC CREDIT 2027 E EUR Acc units</b>		
Units subscribed during the financial year	4,748.639	495,846.43
Units redeemed during the financial year	-967.000	-103,149.89
Net balance of subscriptions/redemptions	3,781.639	392,696.54
Number of units outstanding at the end of the financial year	3,781.639	
<b>CARMIGNAC CREDIT 2027 E EUR Ydis units</b>		
Units subscribed during the financial year	275.760	27,519.06
Units redeemed during the financial year	-26.000	-2,761.72
Net balance of subscriptions/redemptions	249.760	24,757.34
Number of units outstanding at the end of the financial year	249.760	
<b>CARMIGNAC CREDIT 2027 F EUR Acc units</b>		
Units subscribed during the financial year	316,998.949	32,977,759.25
Units redeemed during the financial year	-3,251.465	-346,175.55
Net balance of subscriptions/redemptions	313,747.484	32,631,583.70
Number of units outstanding at the end of the financial year	313,747.484	
<b>CARMIGNAC CREDIT 2027 F EUR Ydis units</b>		
Units subscribed during the financial year	93,318.870	9,614,163.88
Units redeemed during the financial year	-1,363.000	-142,676.08
Net balance of subscriptions/redemptions	91,955.870	9,471,487.80
Number of units outstanding at the end of the financial year	91,955.870	

# CARMIGNAC CREDIT 2027 SUBSCRIPTION AND/OR REDEMPTION FEES

	In euro
<b>CARMIGNAC CREDIT 2027 A EUR Acc units</b>	
Total fees paid to the Fund	0.00
Subscription fees paid to the Fund	0.00
Redemption fees paid to the Fund	0.00
<b>CARMIGNAC CREDIT 2027 A EUR Ydis units</b>	
Total fees paid to the Fund	0.00
Subscription fees paid to the Fund	0.00
Redemption fees paid to the Fund	0.00
<b>CARMIGNAC CREDIT 2027 E EUR Acc units</b>	
Total fees paid to the Fund	0.00
Subscription fees paid to the Fund	0.00
Redemption fees paid to the Fund	0.00
<b>CARMIGNAC CREDIT 2027 E EUR Ydis units</b>	
Total fees paid to the Fund	0.00
Subscription fees paid to the Fund	0.00
Redemption fees paid to the Fund	0.00
<b>CARMIGNAC CREDIT 2027 F EUR Acc units</b>	
Total fees paid to the Fund	0.00
Subscription fees paid to the Fund	0.00
Redemption fees paid to the Fund	0.00
<b>CARMIGNAC CREDIT 2027 F EUR Ydis units</b>	
Total fees paid to the Fund	0.00
Subscription fees paid to the Fund	0.00
Redemption fees paid to the Fund	0.00

## MANAGEMENT FEES OF CARMIGNAC CREDIT 2027

	30/06/2023
<b>CARMIGNAC CREDIT 2027 A EUR Acc units</b>	
Guarantee fees	0.00
Fixed management fees	488,360.49
Percentage of fixed management fees	1.04
Trailer fees	0.00
<b>CARMIGNAC CREDIT 2027 A EUR Ydis units</b>	
Guarantee fees	0.00
Fixed management fees	56,637.78
Percentage of fixed management fees	1.04
Trailer fees	0.00
<b>CARMIGNAC CREDIT 2027 E EUR Acc units</b>	
Guarantee fees	0.00
Fixed management fees	2,536.45
Percentage of fixed management fees	1.34
Trailer fees	0.00
<b>CARMIGNAC CREDIT 2027 E EUR Ydis units</b>	
Guarantee fees	0.00
Fixed management fees	358.31
Percentage of fixed management fees	1.34
Trailer fees	0.00
<b>CARMIGNAC CREDIT 2027 F EUR Acc units</b>	
Guarantee fees	0.00
Fixed management fees	108,735.88
Percentage of fixed management fees	0.64
Trailer fees	0.00
<b>CARMIGNAC CREDIT 2027 F EUR Ydis units</b>	
Guarantee fees	0.00
Fixed management fees	37,806.78
Percentage of fixed management fees	0.64
Trailer fees	0.00

# COMMITMENTS RECEIVED AND GIVEN BY CARMIGNAC CREDIT 2027

## Guarantees received by the Fund

None.

## Other commitments received and/or given:

None.

**MARKET VALUE OF SECURITIES SUBJECT TO A TEMPORARY PURCHASE TRANSACTION BY CARMIGNAC CREDIT 2027**

	30/06/2023
Securities held under repurchase agreements ( <i>pension</i> )	0.00
Securities borrowed	0.00

# MARKET VALUE OF SECURITIES REPRESENTING GUARANTEE DEPOSITS OF CARMIGNAC CREDIT 2027

	30/06/2023
Financial instruments given as a guarantee and kept as their original entry	0.00
Financial instruments received as a guarantee and not entered on the balance sheet	0.00

# FINANCIAL INSTRUMENTS OF THE GROUP HELD IN THE CARMIGNAC CREDIT 2027 PORTFOLIO

	ISIN	Name	30/06/2023
Equities			0.00
Bonds			0.00
Transferable debt securities			0.00
Funds			0.00
Forward financial instruments			0.00
<b>Total group securities</b>			<b>0.00</b>

## INTERIM DIVIDENDS ON INCOME PAID FOR THE CARMIGNAC CREDIT 2027 FINANCIAL YEAR

	Date	Units	Total amount	Amount per unit	Total tax credits	Tax credits per unit
<b>Interim dividends</b>	30/06/2023	CARMIGNAC CREDIT 2027 A EUR Ydis	184,134.18	1.50	0.00	0.00
<b>Interim dividends</b>	30/06/2023	CARMIGNAC CREDIT 2027 E EUR Ydis	299.71	1.20	0.00	0.00
<b>Interim dividends</b>	30/06/2023	CARMIGNAC CREDIT 2027 F EUR Ydis	174,716.15	1.90	0.00	0.00
<b>Total interim dividends</b>			359,150.04	4.60	0.00	0.00



## ALLOCATION TABLE SHOWING THE PORTION OF DISTRIBUTABLE INCOME RELATING TO THE INCOME OF CARMIGNAC CREDIT 2027

	30/06/2023
<b>Amounts to be allocated</b>	
Retained earnings	0.00
Income before interim payment(s)	12,534,681.50
Income before interim payment(s)	359,150.04
<b>Total</b>	<b>12,175,531.46</b>

	30/06/2023
<b>CARMIGNAC CREDIT 2027 A EUR Acc units</b>	
<b>Allocation</b>	
Distribution	0.00
Retained earnings for the financial year	0.00
Accumulation	9,055,140.71
<b>Total</b>	<b>9,055,140.71</b>

	30/06/2023
<b>CARMIGNAC CREDIT 2027 A EUR Ydis units</b>	
<b>Allocation</b>	
Distribution	0.00
Retained earnings for the financial year	578,373.70
Accumulation	0.00
<b>Total</b>	<b>578,373.70</b>

## ALLOCATION TABLE SHOWING THE PORTION OF DISTRIBUTABLE INCOME RELATING TO THE INCOME OF CARMIGNAC CREDIT 2027

	30/06/2023
<b>CARMIGNAC CREDIT 2027 E EUR Acc units</b>	
<b>Allocation</b>	
Distribution	0.00
Retained earnings for the financial year	0.00
Accumulation	22,283.32
<b>Total</b>	<b>22,283.32</b>

	30/06/2023
<b>CARMIGNAC CREDIT 2027 E EUR Ydis units</b>	
<b>Allocation</b>	
Distribution	0.00
Retained earnings for the financial year	1,172.26
Accumulation	0.00
<b>Total</b>	<b>1,172.26</b>

	30/06/2023
<b>CARMIGNAC CREDIT 2027 F EUR Acc units</b>	
<b>Allocation</b>	
Distribution	0.00
Retained earnings for the financial year	0.00
Accumulation	2,082,828.29
<b>Total</b>	<b>2,082,828.29</b>

## ALLOCATION TABLE SHOWING THE PORTION OF DISTRIBUTABLE INCOME RELATING TO THE INCOME OF CARMIGNAC CREDIT 2027

	30/06/2023
<b>CARMIGNAC CREDIT 2027 F EUR Ydis units</b>	
<b>Allocation</b>	
Distribution	0.00
Retained earnings for the financial year	435,733.18
Accumulation	0.00
<b>Total</b>	<b>435,733.18</b>

## ALLOCATION OF DISTRIBUTABLE INCOME RELATING TO CAPITAL GAINS AND LOSSES OF CARMIGNAC CREDIT 2027

	30/06/2023
<b>Amounts to be allocated</b>	
Non-distributed prior net capital gains and losses	0.00
Net capital gains and losses for the financial year	1,451,960.56
Interim dividends paid on net capital gains and losses in the financial year	0.00
<b>Total</b>	<b>1,451,960.56</b>

	30/06/2023
<b>CARMIGNAC CREDIT 2027 A EUR Acc units</b>	
<b>Allocation</b>	
Distribution	0.00
Non-distributed net capital gains and losses	0.00
Accumulation	1,062,998.19
<b>Total</b>	<b>1,062,998.19</b>

	30/06/2023
<b>CARMIGNAC CREDIT 2027 A EUR Ydis units</b>	
<b>Allocation</b>	
Distribution	0.00
Non-distributed net capital gains and losses	0.00
Accumulation	89,510.01
<b>Total</b>	<b>89,510.01</b>

## ALLOCATION OF DISTRIBUTABLE INCOME RELATING TO CAPITAL GAINS AND LOSSES OF CARMIGNAC CREDIT 2027

	30/06/2023
<b>CARMIGNAC CREDIT 2027 E EUR Acc units</b>	
<b>Allocation</b>	
Distribution	0.00
Non-distributed net capital gains and losses	0.00
Accumulation	2,752.71
<b>Total</b>	<b>2,752.71</b>

	30/06/2023
<b>CARMIGNAC CREDIT 2027 E EUR Ydis units</b>	
<b>Allocation</b>	
Distribution	0.00
Non-distributed net capital gains and losses	0.00
Accumulation	181.78
<b>Total</b>	<b>181.78</b>

	30/06/2023
<b>CARMIGNAC CREDIT 2027 F EUR Acc units</b>	
<b>Allocation</b>	
Distribution	0.00
Non-distributed net capital gains and losses	0.00
Accumulation	229,311.53
<b>Total</b>	<b>229,311.53</b>

## ALLOCATION OF DISTRIBUTABLE INCOME RELATING TO CAPITAL GAINS AND LOSSES OF CARMIGNAC CREDIT 2027

	30/06/2023
<b>CARMIGNAC CREDIT 2027 F EUR Ydis units</b>	
<b>Allocation</b>	
Distribution	0.00
Non-distributed net capital gains and losses	0.00
Accumulation	67,206.34
<b>Total</b>	<b>67,206.34</b>

# OVERVIEW OF RESULTS AND OTHER SIGNIFICANT ITEMS FOR THE LAST FIVE FINANCIAL YEARS FOR CARMIGNAC CREDIT 2027

	30/06/2023
<b>Total net assets in EUR</b>	<b>213,264,465.13</b>
<b>CARMIGNAC CREDIT 2027 A EUR Acc units in EUR</b>	
Net assets	156,343,301.21
Number of units	1,457,765.735
Net asset value per unit	107.24
Accumulation per unit on net capital gains or losses	0.72
Accumulation per unit on income	6.21
<b>CARMIGNAC CREDIT 2027 A EUR Ydis units in EUR</b>	
Net assets	12,981,285.61
Number of units	122,756.122
Net asset value per unit	105.74
Accumulation per unit on net capital gains or losses	0.72
Dividend per unit on income	1.50
Tax credit per unit	0.00
Retained earnings per unit on income	4.71
<b>CARMIGNAC CREDIT 2027 E EUR Acc units in EUR</b>	
Net assets	404,372.36
Number of units	3,781.639
Net asset value per unit	106.93
Accumulation per unit on net capital gains or losses	0.72
Accumulation per unit on income	5.89

# OVERVIEW OF RESULTS AND OTHER SIGNIFICANT ITEMS FOR THE LAST FIVE FINANCIAL YEARS FOR CARMIGNAC CREDIT 2027

	30/06/2023
<b>CARMIGNAC CREDIT 2027 E EUR Ydis units in EUR</b>	
Net assets	26,407.78
Number of units	249.760
Net asset value per unit	105.73
Accumulation per unit on net capital gains or losses	0.72
Dividend per unit on income	1.20
Tax credit per unit	0.00
Retained earnings per unit on income	4.69
<b>CARMIGNAC CREDIT 2027 F EUR Acc units in EUR</b>	
Net assets	33,782,535.37
Number of units	313,747.484
Net asset value per unit	107.67
Accumulation per unit on net capital gains or losses	0.73
Accumulation per unit on income	6.63
<b>CARMIGNAC CREDIT 2027 F EUR Ydis units in EUR</b>	
Net assets	9,726,562.80
Number of units	91,955.870
Net asset value per unit	105.77
Accumulation per unit on net capital gains or losses	0.73
Dividend per unit on income	1.90
Tax credit per unit	0.00
Retained earnings per unit on income	4.73



## CARMIGNAC CREDIT 2027 INVENTORY AT 30 JUNE 2023

Name of securities	Currency	Quantity or nominal amount	Current value	% of net assets
<b>Bonds and similar securities</b>				
<b>Bonds and similar securities traded on a regulated or similar market</b>				
<b>GERMANY</b>				
ALLIANZ SE 4.597% 07-09-38	EUR	600,000	607,373.14	0.28
MERCK KGAA 2.875% 25-06-79	EUR	100,000	88,102.70	0.05
SANTANDER CONSUMER BANK AG 4.5% 30-06-26	EUR	1,300,000	1,301,360.84	0.60
<b>TOTAL GERMANY</b>			<b>1,996,836.68</b>	<b>0.93</b>
<b>AUSTRIA</b>				
AT AND S AUSTRIA TECHNOLOGIE SYSTEMTECHN 5.0% PERP	EUR	200,000	180,137.55	0.09
ERSTE GR BK 4.25% PERP	EUR	200,000	154,722.92	0.07
<b>TOTAL AUSTRIA</b>			<b>334,860.47</b>	<b>0.16</b>
<b>BELGIUM</b>				
AZELIS FINANCE NV 5.75% 15-03-28	EUR	2,340,000	2,390,892.08	1.12
<b>TOTAL BELGIUM</b>			<b>2,390,892.08</b>	<b>1.12</b>
<b>BERMUDA</b>				
GEPARK 5.5% 17-01-27	USD	400,000	311,869.44	0.14
ODFJELL DRILLING 9.25% 31-05-28	USD	900,000	838,370.57	0.39
VALARIS 8.375% 30-04-30	USD	500,000	468,175.03	0.22
<b>TOTAL BERMUDA</b>			<b>1,618,415.04</b>	<b>0.75</b>
<b>BRAZIL</b>				
B3 SA BRASIL BOLSA BALCAO 4.125% 20-09-31	USD	219,000	174,113.36	0.09
<b>TOTAL BRAZIL</b>			<b>174,113.36</b>	<b>0.09</b>
<b>CANADA</b>				
CANACOL ENERGY 5.75% 24-11-28	USD	3,500,000	2,781,614.22	1.30
ENERFLEX 9.0% 15-10-27	USD	60,000	54,738.31	0.03
<b>TOTAL CANADA</b>			<b>2,836,352.53</b>	<b>1.33</b>
<b>CYPRUS</b>				
GUNVOR GROUP 6.25% 30-09-26	USD	300,000	253,344.23	0.12
<b>TOTAL CYPRUS</b>			<b>253,344.23</b>	<b>0.12</b>
<b>CROATIA</b>				
RAIFFEISENBANK AUSTRIA DD 7.875% 05-06-27	EUR	1,800,000	1,851,173.56	0.87
<b>TOTAL CROATIA</b>			<b>1,851,173.56</b>	<b>0.87</b>
<b>DENMARK</b>				
JYSKE BANK DNK 5.0% 26-10-28	EUR	1,700,000	1,700,691.99	0.80
<b>TOTAL DENMARK</b>			<b>1,700,691.99</b>	<b>0.80</b>
<b>SPAIN</b>				
ABANCA CORPORACION BANCARIA 5.5% 18-05-26	EUR	600,000	600,895.70	0.28
BANCO NTANDER 5.75% 23-08-33	EUR	900,000	900,545.79	0.42
BBVA 8.375% PERP	EUR	2,400,000	2,400,416.54	1.12
CAIXABANK 2.25% 17-04-30 EMTN	EUR	2,000,000	1,866,380.16	0.88
CAIXABANK 4.625% 16-05-27 EMTN	EUR	2,000,000	1,995,103.88	0.93
CELLNEX FINANCE 1.5% 08-06-28	EUR	700,000	600,089.40	0.28
FOOD SERVICE PROJECT SL 5.5% 21-01-27	EUR	860,000	844,186.99	0.40

# CARMIGNAC CREDIT 2027 INVENTORY AT 30 JUNE 2023

Name of securities	Currency	Quantity or nominal amount	Current value	% of net assets
WERFENLIFE 4.625% 06-06-28	EUR	3,100,000	3,078,201.58	1.45
<b>TOTAL SPAIN</b>			<b>12,285,820.04</b>	<b>5.76</b>
<b>UNITED STATES</b>				
BLACKSTONE PRIVATE CREDIT FUND 1.75% 30-11-26	EUR	2,000,000	1,720,412.33	0.81
ERA GROUP 6.875% 01-03-28	USD	175,000	157,044.32	0.07
GOLUB CAPITAL BDC 2.05% 15-02-27	USD	300,000	233,253.51	0.11
SIERRACOL ENERGY ANDINA LLC 6.0% 15-06-28	USD	1,000,000	675,271.92	0.32
STANDARD INDUSTRIES 2.25% 21-11-26	EUR	200,000	181,142.97	0.08
<b>TOTAL UNITED STATES</b>			<b>2,967,125.05</b>	<b>1.39</b>
<b>FINLAND</b>				
FINNAIR 4.25% 19-05-25	EUR	2,200,000	2,071,778.50	0.97
<b>TOTAL FINLAND</b>			<b>2,071,778.50</b>	<b>0.97</b>
<b>FRANCE</b>				
BFCM BANQUE FEDERATIVE CREDIT MUTUEL 3.875% 14-02-28	EUR	3,500,000	3,459,919.01	1.62
BNP PAR 6.875% PERP	EUR	2,000,000	1,933,979.13	0.91
BNP PAR 7.375% PERP	EUR	4,200,000	4,106,212.16	1.93
BNP PAR 7.75% PERP	USD	400,000	364,655.66	0.17
BPCE 5.75% 01-06-33 EMTN	EUR	100,000	100,532.94	0.05
BQ POSTALE 1.0% 09-02-28 EMTN	EUR	500,000	437,833.80	0.21
BQ POSTALE 3.0% PERP	EUR	1,000,000	667,523.48	0.31
BQ POSTALE 3.875% PERP	EUR	400,000	326,179.38	0.15
BQ POSTALE 5.5% 05-03-34	EUR	400,000	396,147.22	0.19
CA 7.25% PERP EMTN	EUR	3,100,000	3,098,549.57	1.45
FONCIA MANAGEMENT SASU 7.75% 31-03-28	EUR	625,000	581,282.74	0.27
MUTUELLE ASSUR DES COMMERC ET IND FR 3.5% PERP	EUR	200,000	144,200.63	0.07
ORANGE 5.375% PERP EMTN	EUR	500,000	501,864.03	0.23
ORPEA 0.375% 17-05-27 CV	EUR	900	37,443.60	0.01
ORPEA 2.0% 01-04-28	EUR	500,000	148,867.50	0.07
RCI BANQUE 4.875% 14-06-28	EUR	2,000,000	2,004,857.87	0.94
SG 9.375% PERP	USD	303,000	274,989.17	0.13
TIKEHAU CAPITAL 1.625% 31-03-29	EUR	1,000,000	813,897.90	0.38
TOTALENERGIES SE 1.625% PERP	EUR	2,500,000	2,102,545.72	0.99
TOTALENERGIES SE FR 2.0% PERP	EUR	1,600,000	1,404,091.67	0.66
<b>TOTAL FRANCE</b>			<b>22,905,573.18</b>	<b>10.74</b>
<b>GUERNSEY</b>				
PERSHING SQUARE 1.375% 01-10-27	EUR	2,700,000	2,336,613.10	1.09
<b>TOTAL GUERNSEY</b>			<b>2,336,613.10</b>	<b>1.09</b>
<b>HUNGARY</b>				
OTP BANK 7.35% 04-03-26 EMTN	EUR	1,463,000	1,516,194.68	0.71
OTP BANK 7.5% 25-05-27 EMTN	USD	1,500,000	1,387,018.79	0.65
OTP BANK 8.75% 15-05-33 EMTN	USD	2,529,000	2,405,586.01	1.13
OTP BANK PLC 2.875% 15-07-29	EUR	500,000	489,486.78	0.23
RAIFFEISEN BANK RT BUDAPEST 8.75% 22-11-25	EUR	700,000	760,171.04	0.35
<b>TOTAL HUNGARY</b>			<b>6,558,457.30</b>	<b>3.07</b>

## CARMIGNAC CREDIT 2027 INVENTORY AT 30 JUNE 2023

Name of securities	Currency	Quantity or nominal amount	Current value	% of net assets
<b>CAYMAN ISLANDS</b>				
BANCO MERCANTILE DEL NORTE SA GRAND 5.875% PERP	USD	7,500,000	5,916,603.65	2.78
BANCO MERCANTILE DEL NORTE SA GRAND 8.375% PERP	USD	1,700,000	1,471,312.00	0.69
LIBERTY COSTA RICA SENIOR SECURED FINANC 10.875% 15-01-31	USD	500,000	475,916.21	0.22
<b>TOTAL CAYMAN ISLANDS</b>			<b>7,863,831.86</b>	<b>3.69</b>
<b>INDONESIA</b>				
PT TOWER BERSAMA INFRASTRUCTURE TBK 2.8% 02-05-27	USD	200,000	165,433.03	0.08
<b>TOTAL INDONESIA</b>			<b>165,433.03</b>	<b>0.08</b>
<b>IRELAND</b>				
ANCHORAGE CAPITAL EUROPE CLO 6 E3R+6.75% 25-08-34	EUR	300,000	304,745.19	0.14
ANCHORAGE CAPITAL EUROPE CLO 6 E3R+8.11% 25-08-34	EUR	300,000	301,133.78	0.14
ANCHORAGE CAPITAL EUROPE CLO 8 DAC E3R+3.2% 25-07-35	EUR	3,000,000	3,001,600.00	1.40
ANCHORAGE CAPITAL EUROPE CLO 8 DAC E3R+6.1% 25-07-35	EUR	3,000,000	2,980,550.00	1.40
ANCHORAGE CAPITAL EUROPE CLO 8 DAC E3R+7.8% 25-07-35	EUR	970,000	922,761.00	0.44
ARBOUR CLO XI DAC E3R+7.94% 15-01-36	EUR	850,000	876,674.41	0.41
AURIUM CLO IX DAC E3R+6.7% 28-10-34	EUR	200,000	187,724.23	0.09
AURIUM CLO V DAC E3R+3.5% 17-04-34	EUR	200,000	188,153.35	0.09
AURIUM CLO VI DAC E3R+3.3% 22-05-34	EUR	200,000	186,322.23	0.08
BAIN CAPITAL EURO CLO 20201 DAC E3R+4.25% 24-01-33	EUR	1,500,000	1,471,521.23	0.69
BAIN CAPITAL EURO CLO 20221 DAC E3R+6.99% 19-10-34	EUR	1,200,000	1,141,585.60	0.54
BARINGS EURO CLO E3R+3.65% 25-07-35	EUR	200,000	181,403.91	0.09
BK IRELAND 7.594% 06-12-32	GBP	280,000	326,862.93	0.15
BK IRELAND GROUP 4.875% 16-07-28	EUR	172,000	175,866.03	0.08
BUSHY 1X E E3R+5.2% 15-04-36	EUR	1,040,000	1,064,592.12	0.50
BUSHY 1X E E3R+7.46% 15-04-36	EUR	1,520,000	1,505,061.79	0.71
CARLYLE EURO CLO 20171 DAC E3R+3.45% 15-07-34	EUR	1,850,000	1,716,199.31	0.80
CARLYLE EURO CLO 20213 DAC E3R+3.5% 15-02-36	EUR	1,500,000	1,322,134.18	0.62
CARLYLE EURO CLO 20223 DAC E3R+8.19% 13-01-35	EUR	200,000	200,435.83	0.09
CARLYLE EURO CLO 20225 DAC E3R+6.3% 25-10-35	EUR	2,000,000	2,043,328.07	0.96
CARLYLE EURO CLO 20225 DAC E3R+7.63% 25-10-35	EUR	500,000	496,706.67	0.24
CARLYLE GLOBAL MKT EURO CLO 20152 E3R+3.7% 10-11-35	EUR	200,000	175,491.14	0.08
CLARINDA PARK CLO DAC E3R+3.3% 22-02-34	EUR	1,650,000	1,554,744.53	0.72
CLARINDA PARK CLO DAC E3R+5.57% 22-02-34	EUR	2,700,000	2,485,185.81	1.17
CLONMORE PARK CLO DAC E3R+8.62% 21-08-35	EUR	400,000	405,038.09	0.19
CVC CORDATUS LOAN FUND XXII DAC E3R+5.93% 22-09-34	EUR	2,000,000	1,801,138.27	0.84
FIDELITY GRAND HARBOUR CLO 20231 DAC E3R+5.9% 15-08-36	EUR	2,500,000	2,500,000.00	1.17
FIDELITY GRAND HARBOUR CLO 20231 DAC E3R+7.69% 15-08-36	EUR	2,500,000	2,375,000.00	1.12
HARVEST CLO XXIX DAC E3R+6.4% 15-07-35	EUR	400,000	408,884.43	0.19
HARVEST CLO XXIX DAC E3R+8.12% 15-07-35	EUR	300,000	301,533.97	0.14
INVESCO EURO CLO E3R+6.4% 15-07-36	EUR	2,000,000	2,001,777.78	0.94
INVESCO EURO CLO E3R+7.81% 15-07-36	EUR	1,800,000	1,666,952.50	0.78
INVESCO EURO CLO IX DAC E3R+6.91% 20-04-36	EUR	3,200,000	3,094,845.37	1.45

# CARMIGNAC CREDIT 2027 INVENTORY AT 30 JUNE 2023

Name of securities	Currency	Quantity or nominal amount	Current value	% of net assets
INVESCO EURO CLO VIII DAC E3R+7.95% 25-07-36	EUR	200,000	193,862.73	0.09
MADISON PARK EURO FUNDING XIX DAC E3R+6.2% 15-04-36	EUR	1,500,000	1,501,291.67	0.70
MADISON PARK EURO FUNDING XIX DAC E3R+7.83% 15-04-36	EUR	1,500,000	1,404,131.25	0.66
MARGAY CLO I DAC E3R+6.4% 15-07-36	EUR	3,000,000	3,006,933.33	1.41
MARGAY CLO I DAC E3R+8.35% 15-07-36	EUR	3,000,000	2,844,045.83	1.34
NASSAU EURO CLO II DAC E3R+6.4% 25-04-36	EUR	2,000,000	2,071,840.16	0.97
NASSAU EURO CLO II DAC E3R+7.95% 25-04-36	EUR	1,400,000	1,412,180.61	0.66
OCP EURO CLO 20226 DAC E3R+6.87% 20-01-33	EUR	500,000	494,171.97	0.23
OZLME VI DAC E3R+3.4% 15-10-34	EUR	200,000	184,508.49	0.09
PALMER SQUARE EUROPEAN LOAN FUNDING 2022 E3R+6.01% 12-04-32	EUR	1,300,000	1,333,548.41	0.63
PALMER SQUARE EUROPEAN LOAN FUNDING 2022 E3R+7.28% 12-04-32	EUR	500,000	496,960.81	0.24
PENTA CLO 3 DESIGNATED ACTIVIT E3R+6.72% 17-04-35	EUR	200,000	189,075.02	0.09
SIGNAL HARMONIC CLO I DESIGNATED E3R+6.5% 15-07-36	EUR	2,000,000	2,012,770.33	0.94
SOUND POINT EURO CLO V FUNDING DAC E3R+3.3% 25-07-35	EUR	200,000	189,236.42	0.09
SOUND POINT EURO CLO VII FUNDING DAC E3R+6.59% 25-04-35	EUR	200,000	188,030.48	0.08
TIKEHAU CLO DAC E3R+5.95% 20-10-35	EUR	1,500,000	1,533,153.10	0.72
TIKEHAU CLO II DAC E3R+3.4% 07-09-35	EUR	200,000	183,911.23	0.09
TIKEHAU CLO IX DAC E3R+6.4% 20-04-36	EUR	1,750,000	1,759,833.25	0.83
TIKEHAU CLO IX DAC E3R+6.91% 20-04-36	EUR	1,750,000	1,682,959.08	0.79
TIKEHAU CLO VII DAC E3R+7.04% 20-10-35	EUR	250,000	247,564.95	0.12
TIKEHAU CLO VIII DAC E3R+8.4% 25-10-34	EUR	1,000,000	1,066,859.30	0.50
TORO EUROPEAN CLO 2 E3R+3.55% 25-07-34	EUR	200,000	186,009.28	0.08
TORO EUROPEAN CLO 6 DAC E3R+3.5% 12-01-32	EUR	900,000	836,585.76	0.39
TRINITAS EURO CLO III DESIGNAT E3R+6.3% 25-01-37	EUR	1,500,000	1,534,113.35	0.72
TRINITAS EURO CLO III DESIGNAT E3R+7.91% 25-01-37	EUR	1,000,000	996,857.99	0.47
TRINITAS EURO CLO IV DAC E3R+6.0% 15-05-38	EUR	1,500,000	1,545,894.30	0.72
TRINITAS EURO CLO IV DAC E3R+7.11% 15-05-38	EUR	1,000,000	985,701.43	0.46
<b>TOTAL IRELAND</b>			<b>69,447,984.28</b>	<b>32.56</b>
<b>ITALY</b>				
BANCA MEDIOLANUM 5.035% 22-01-27	EUR	800,000	826,768.05	0.38
BANCO BPM 4.875% 18-01-27 EMTN	EUR	512,000	520,063.89	0.25
ENEL 1.875% PERP	EUR	350,000	259,502.11	0.12
ENI 2.625% PERP	EUR	500,000	468,054.93	0.22
ENI 2.75% PERP	EUR	2,500,000	1,971,518.44	0.92
ENI 3.375% PERP	EUR	2,300,000	1,997,149.71	0.94
FINEBANK BANCA FINE 0.5% 21-10-27	EUR	180,000	157,467.03	0.08
INTE 5.625% 08-03-33 EMTN	EUR	666,000	677,765.05	0.32
INTE 6.184% 20-02-34 EMTN	EUR	444,000	450,148.47	0.21
ITALMATCH CHEMICALS 10.0% 06-02-28	EUR	670,000	655,357.89	0.31
KEPLER E3R+5.75% 15-05-29	EUR	700,000	699,145.02	0.33
KEVLAR 6.5% 01-09-29	USD	2,000,000	1,560,581.52	0.73
POSTE ITALIANE 2.625% PERP	EUR	200,000	152,904.44	0.07
UNICREDIT 4.8% 17-01-29 EMTN	EUR	297,000	304,206.16	0.14
<b>TOTAL ITALY</b>			<b>10,700,632.71</b>	<b>5.02</b>

# CARMIGNAC CREDIT 2027 INVENTORY AT 30 JUNE 2023

Name of securities	Currency	Quantity or nominal amount	Current value	% of net assets
<b>LUXEMBOURG</b>				
ALTICE FRANCE 4.0% 15-02-28	EUR	500,000	253,762.22	0.12
BK LC LUX FINCO1 SARL 5.25% 30-04-29	EUR	4,950,000	4,716,921.00	2.21
BLACKROCK EUROPEAN CLO XI DAC E3R+3.0% 17-07-34	EUR	2,000,000	1,837,575.80	0.86
CAIRN CLO XII DAC E3R+3.6% 15-07-34	EUR	200,000	178,950.36	0.09
EUROFINS SCIENTIFIC SE 6.75% PERP	EUR	1,680,000	1,730,574.67	0.81
HARVEST CLO XXIV DAC E3R+3.25% 15-07-34	EUR	200,000	186,055.69	0.09
HARVEST CLO XXIV DAC E3R+6.12% 15-07-34	EUR	1,000,000	915,693.70	0.43
RRE 11 LOAN MANAGEMENT DAC E3R+6.6% 31-03-35	EUR	200,000	188,680.10	0.09
SANIKOS FINANCIAL HOLDINGS 1 SARL 5.625% 15-12-26	EUR	800,000	761,388.60	0.36
SBB TREASURY OYJ 0.75% 14-12-28	EUR	600,000	363,387.41	0.17
SBB TREASURY OYJ 1.125% 26-11-29	EUR	1,200,000	713,052.99	0.33
ST PAUL S CLO VII DAC E3R+3.5% 18-07-34	EUR	200,000	187,482.12	0.09
TUI CRUISES 6.5% 15-05-26	EUR	400,000	375,470.89	0.17
<b>TOTAL LUXEMBOURG</b>			<b>12,408,995.55</b>	<b>5.82</b>
<b>MEXICO</b>				
CIBANCO SA INSTITUCION DE BANCA CIB3332 4.375% 22-07-31	USD	500,000	350,260.08	0.17
<b>TOTAL MEXICO</b>			<b>350,260.08</b>	<b>0.17</b>
<b>NORWAY</b>				
DNB BANK A 5.0% 13-09-33 EMTN	EUR	1,154,000	1,149,132.10	0.54
PGS A 13.5% 31-03-27	USD	2,600,000	2,425,733.27	1.14
VAR ENERGI A 5.5% 04-05-29	EUR	1,895,000	1,908,675.58	0.89
VAR ENERGI A 7.5% 15-01-28	USD	633,000	618,256.11	0.29
<b>TOTAL NORWAY</b>			<b>6,101,797.06</b>	<b>2.86</b>
<b>NETHERLANDS</b>				
ABN AMRO BK 3.875% 21-12-26	EUR	4,000,000	3,979,380.55	1.87
ABN AMRO BK 4.375% 20-10-28	EUR	2,800,000	2,807,293.23	1.32
ABN AMRO BK 4.375% PERP	EUR	3,500,000	3,203,599.46	1.50
ASR NEDERLAND NV 7.0% 07-12-43	EUR	1,000	1,086.08	0.00
CAIRN CLO XV DAC E3R+6.78% 15-04-36	EUR	200,000	187,615.90	0.09
DE VOLKSBANK NV 4.625% 23-11-27	EUR	1,500,000	1,484,230.38	0.70
DE VOLKSBANK NV 7.0% PERP	EUR	600,000	503,525.33	0.24
MAS SECURITIES BV 4.25% 19-05-26	EUR	125,000	104,391.44	0.04
PROSUS NV 1.539% 03-08-28 EMTN	EUR	1,160,000	973,367.68	0.46
REPSOL INTL FINANCE BV 2.5% PERP	EUR	500,000	440,664.41	0.20
REPSOL INTL FINANCE BV 4.247% PERP	EUR	1,000,000	926,168.01	0.43
STEDIN HOLDING NV 1.5% PERP	EUR	400,000	345,133.38	0.16
TEVA PHAR FIN 1.625% 15-10-28	EUR	200,000	157,342.88	0.07
UNITED GROUP BV E3R+4.125% 15-05-25	EUR	500,000	503,281.37	0.24
VIA OUTLETS BV 1.75% 15-11-28	EUR	250,000	203,922.59	0.10
<b>TOTAL NETHERLANDS</b>			<b>15,821,002.69</b>	<b>7.42</b>

# CARMIGNAC CREDIT 2027 INVENTORY AT 30 JUNE 2023

Name of securities	Currency	Quantity or nominal amount	Current value	% of net assets
<b>PERU</b>				
CAMPOSOL 6.0% 03-02-27	USD	400,000	260,271.92	0.13
<b>TOTAL PERU</b>			<b>260,271.92</b>	<b>0.13</b>
<b>POLAND</b>				
PKO BANK POLSKI 5.625% 01-02-26	EUR	1,593,000	1,634,248.77	0.77
<b>TOTAL POLAND</b>			<b>1,634,248.77</b>	<b>0.77</b>
<b>PORTUGAL</b>				
BCP 1.75% 07-04-28 EMTN	EUR	500,000	426,991.33	0.20
NOVO BAN 9.875% 01-12-33	EUR	2,200,000	2,290,767.78	1.07
<b>TOTAL PORTUGAL</b>			<b>2,717,759.11</b>	<b>1.27</b>
<b>CZECH REPUBLIC</b>				
CESKA SPORITELNA AS 5.943% 29-06-27	EUR	1,500,000	1,502,605.33	0.70
CESKA SPORITELNA AS 6.693% 14-11-25	EUR	1,000,000	1,055,825.07	0.50
RAIFFEISENBANK AS 1.0% 09-06-28	EUR	1,500,000	1,129,032.09	0.53
SAZKA GROUP AS 3.875% 15-02-27	EUR	3,434,000	3,285,502.87	1.54
<b>TOTAL CZECH REPUBLIC</b>			<b>6,972,965.36</b>	<b>3.27</b>
<b>ROMANIA</b>				
BANCA COMERCIALA ROMANA 7.625% 19-05-27	EUR	1,000,000	1,033,433.33	0.48
BANCA TRANSILVANIA 8.875% 27-04-27	EUR	1,200,000	1,234,524.00	0.58
<b>TOTAL ROMANIA</b>			<b>2,267,957.33</b>	<b>1.06</b>
<b>UNITED KINGDOM</b>				
3I GROUP 4.875% 14-06-29	EUR	160,000	158,417.43	0.08
BARCLAYS 9.25% PERP	GBP	500,000	531,102.27	0.25
BP CAP MK 3.625% PERP	EUR	730,000	638,080.83	0.30
CARNIVAL 1.0% 28-10-29	EUR	200,000	127,024.38	0.06
CASTLE UK FIN 7.0% 15-05-29	GBP	800,000	758,121.80	0.35
CRED SUIS SA AG LONDON BRANCH 0.25% 01-09-28	EUR	200,000	161,289.18	0.08
EC FINANCE 3.0% 15-10-26	EUR	400,000	376,642.95	0.17
ENQUEST 11.625% 01-11-27	USD	1,500,000	1,288,210.93	0.60
INVESTEC 9.125% 06-03-33 EMTN	GBP	180,000	211,104.99	0.10
NATWEST GROUP 4.771% 16-02-29	EUR	2,000,000	1,985,829.81	0.93
NATWEST GROUP 5.763% 28-02-34	EUR	1,550,000	1,564,661.75	0.73
NATWEST GROUP 7.416% 06-06-33	GBP	250,000	284,326.29	0.13
PEU FIN 7.25% 01-07-28	EUR	1,071,000	1,074,366.51	0.50
ROYAL BK SCOTLAND GROUP 5.125% PERP	GBP	235,000	226,808.50	0.11
SONGBIRD ESTATES 1.75% 07-04-26	EUR	200,000	142,380.53	0.07
STANDARD CHARTERED 4.3% PERP	USD	300,000	203,133.82	0.10
WALDORF PRODUCTION UK 9.75% 01-10-24	USD	133,334	122,304.47	0.06
<b>TOTAL UNITED KINGDOM</b>			<b>9,853,806.44</b>	<b>4.62</b>
<b>SLOVENIA</b>				
NOVA KREDITNA BANKA MARIBOR DD 7.375% 29-06-26	EUR	1,200,000	1,210,008.00	0.57
<b>TOTAL SLOVENIA</b>			<b>1,210,008.00</b>	<b>0.57</b>
<b>SWEDEN</b>				
SAMHALLSBYGGNADSBOLAGET I NORDEN AB 2.625% PERP	EUR	100,000	20,829.28	0.01

## CARMIGNAC CREDIT 2027 INVENTORY AT 30 JUNE 2023

Name of securities	Currency	Quantity or nominal amount	Current value	% of net assets
SAMHALLSBYGGNADSBOLAGET I NORDEN AB 2.875% PERP	EUR	700,000	148,238.23	0.07
VATTENFALL AB 3.0% 19/03/77	EUR	200,000	185,844.10	0.09
<b>TOTAL SWEDEN</b>			<b>354,911.61</b>	<b>0.17</b>
<b>SWITZERLAND</b>				
EFG FINANCIAL INTERNANTIONAL 5.5% PERP	USD	300,000	210,050.41	0.09
JULIUS BAER GRUPPE AG 6.625% PERP	EUR	2,954,000	2,644,756.19	1.24
<b>TOTAL SWITZERLAND</b>			<b>2,854,806.60</b>	<b>1.33</b>
<b>TURKEY</b>				
ANADOLU EFES BIRACILIK VE MALT SANAYI AS 3.375% 29-06-28	USD	3,300,000	2,454,291.82	1.15
COCA COLA ICECEK SANAYI 4.5% 20-01-29	USD	500,000	419,337.76	0.20
<b>TOTAL TURKEY</b>			<b>2,873,629.58</b>	<b>1.35</b>
<b>TOTAL Bonds and similar securities traded on a regulated or similar market</b>			<b>216,142,349.09</b>	<b>101.35</b>
<b>TOTAL Bonds and similar securities</b>			<b>216,142,349.09</b>	<b>101.35</b>
<b>Receivables</b>			<b>37,069,724.47</b>	<b>17.38</b>
<b>Payables</b>			<b>-38,095,915.12</b>	<b>-17.86</b>
<b>Financial accounts</b>			<b>-1,851,693.31</b>	<b>-0.87</b>
<b>Net assets</b>			<b>213,264,465.13</b>	<b>100.00</b>

CARMIGNAC CREDIT 2027 F EUR Ydis units	EUR	91,955.870	105.77
CARMIGNAC CREDIT 2027 E EUR Ydis units	EUR	249.760	105.73
CARMIGNAC CREDIT 2027 A EUR Ydis units	EUR	122,756.122	105.74
CARMIGNAC CREDIT 2027 E EUR Acc units	EUR	3,781.639	106.93
CARMIGNAC CREDIT 2027 F EUR Acc units	EUR	313,747.484	107.67
CARMIGNAC CREDIT 2027 A EUR Acc units	EUR	1,457,765.735	107.24

## ANNEX IV

Template 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

**Product name:** CARMIGNAC Credit 2027

**Legal entity identifier:** 969500CBCN3SVAJGGA78

**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 lay down a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not.

### Environmental and/or social characteristics

Did this financial product have a sustainable investment objective?	
<input checked="" type="radio"/> <input type="radio"/> <b>Yes</b>	<input checked="" type="radio"/> <input type="radio"/> <b>No</b>
<input type="checkbox"/> It made <b>sustainable investments with an environmental objective: ___%</b> <ul style="list-style-type: none"> <li><input type="checkbox"/> in economic activities that qualify as environmentally sustainable under the EU Taxonomy</li> <li><input type="checkbox"/> in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy</li> </ul>	<input type="checkbox"/> It promoted <b>Environmental/Social (E/S) characteristics</b> and while it did not have as its objective a sustainable investment, it had a proportion of ___% of sustainable investments <ul style="list-style-type: none"> <li><input type="checkbox"/> with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy</li> <li><input type="checkbox"/> with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy</li> <li><input type="checkbox"/> with a social objective</li> </ul>
<input type="checkbox"/> It made <b>sustainable investments with a social objective: ___%</b>	<input checked="" type="checkbox"/> It promoted E/S characteristics, but <b>did not make any sustainable investments</b>





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

Sustainability indicators measure how the environmental or social characteristics promoted by the financial product are attained.

The fund applies a “best-in-universe” approach (identifying companies whose activities are sustainable) and a “best-efforts” approach (consisting in favouring issuers that exhibit an improvement or strong prospects in terms of ESG practices and performance over time) in order to invest sustainably via a strategy based on three pillars: 1) ESG integration, 2) negative screening and 3) active stewardship to promote environmental and social characteristics.

The “negative screening” pillar consists of separate screening for the bonds of public and corporate issuers on the one hand and securitisation instruments on the other. Details of these screening processes are provided below.

No breaches of the environmental and social characteristics promoted were identified during the year.

### ● How did the sustainability indicators perform?

This fund uses sustainability indicators to measure the attainment of each of the environmental or social characteristics it promotes:

- 1) Coverage rate of ESG analysis:** ESG integration, through ESG rating via Carmignac’s proprietary “START” (System for Tracking and Analysis of a Responsible Trajectory) platform, is applied to at least 90% of securities. As at 30 June 2023, the ESG analysis coverage rate was 98.54%.
- 2) Reduction of the investment universe:** separate negative screening is applied to the public and corporate bond universe on the one hand and to securitisation instruments on the other.

For the Fund’s bond component, negative screening consists of exclusions of unsustainable activities and practices, reflected in low ESG scores from START, MSCI and ISS (“Institutional Shareholder Services”) ESG, and are carried out on the basis of the following indicators: (a) practices that are harmful to society and to the environment, (b) controversies concerning the OECD guidelines and the UN Global Compact principles, (c) controversial weapons, (d) thermal coal production, (e) energy producers that have not set a target for alignment with the Paris Agreement, (f) companies involved in tobacco production and (g) companies involved in adult entertainment.

For securitisation instruments including CLOs (“collateralised loan obligations”), ad-hoc analysis of the environmental and/or social characteristics of eligible securitisation vehicles is carried out by the portfolio manager. This analysis results in systematic rating of eligible securitisation instruments in Carmignac’s ESG platform, START. The fund cannot invest in the worst-scoring instruments.

As at 30 June 2023, the investment universe of the portfolio was reduced by 20.0%.

- 3) Active stewardship:** companies’ environmental and social engagement efforts leading to an improvement in companies’ sustainable development policies are measured using the following indicators: (a) level of active engagement and voting policies, (b) number of engagement efforts, (c) voting rate and (d) participation in shareholder (or bondholder) meetings. During the period from 1/07/2022 to 30/06/2023, we engaged with 73 companies at Carmignac level, and 7 companies at the level of Carmignac Crédit 2027 including Teva Pharmaceutical.

Moreover, as regards monitoring principal adverse impacts (“PAI”), and in accordance with Annex 1 to Commission Delegated Regulation (EU) 2022/1288, the fund monitors 16 mandatory environmental and social indicators, and 2 optional indicators to demonstrate the impact of sustainable investments with respect to these indicators: greenhouse gas (GHG) emissions, carbon footprint, GHG intensity of investee companies, exposure to companies active in the fossil fuel sector, share of non-

renewable energy consumption and production, energy consumption intensity per high impact climate sector, activities negatively affecting biodiversity-sensitive areas, emissions to water, hazardous waste and radioactive waste ratio, water usage and recycling (optional choice), violations of UN Global Compact principles and Organisation for Economic Cooperation and Development (OECD) Guidelines for Multinational Enterprises, lack of processes and compliance mechanisms to monitor compliance with UN Global Compact and OECD Guidelines for Multinational Enterprises, unadjusted gender pay gap, board gender diversity, exposure to controversial weapons, excessive pay ratio (optional choice). Sovereign issuers are monitored for violations of social norms with respect to their GHG intensity.

Below is the performance data for the principal adverse impacts over the period from July 2022 to June 2023, based on MSCI ESG data and calculated with the end-of-quarter indicator averages for the equities and corporate bonds held in the portfolio:

PAI indicators	Based on data provided by the company	Fund	Coverage
Scope 1 GHG	Scope 1 GHG emissions	8202.59	73%
Scope 2 GHG	Scope 2 GHG emissions	577.79	73%
Scope 3 GHG	From 1 January 2023, Scope 3 GHG emissions	79143.91	73%
Total GHG	Total GHG emissions	87501.49	73%
Carbon footprint	Carbon footprint	806.81	73%
GHG intensity level	GHG intensity of companies	1,186.85	79%
Exposure to companies active in the fossil fuel sector	Share of investments in companies active in the fossil fuel sector	13%	79%
Share of non-renewable energy consumption	Share of non-renewable energy consumption of investee companies from non-renewable energy sources compared to renewable energy sources, expressed as a percentage	74%	71%
Energy consumption intensity per high impact climate sector – Total	Energy consumption in GWh per million EUR of revenue of investee companies, per high impact climate sector – Total	0.58	73%
Energy consumption intensity per high impact climate sector – NACE Sector A	Energy consumption in GWh per million EUR of revenue of investee companies, per high impact climate sector – NACE Sector A (Agriculture, forestry and fishing)	0.00	73%
Energy consumption intensity per high impact climate sector – NACE Sector B	Energy consumption in GWh per million EUR of revenue of investee companies, per high impact climate sector – NACE Sector B (Mining and quarrying)	2.87	73%
Energy consumption intensity per high impact climate sector – NACE Sector C	Energy consumption in GWh per million EUR of revenue of investee companies, per high impact climate sector – NACE Sector C (Manufacturing)	0.77	73%
Energy consumption intensity per high impact climate sector – NACE Sector D	Energy consumption in GWh per million EUR of revenue of investee companies, per high impact climate sector – NACE Sector D (Electricity, gas, steam and air conditioning supply)	2.31	73%
Energy consumption intensity per high impact climate sector – NACE Sector E	Energy consumption in GWh per million EUR of revenue of investee companies, per high impact climate sector – NACE Sector E (water supply, sewerage, waste management and remediation activities)	0.00	73%
Energy consumption intensity per high impact climate sector – NACE Sector F	Energy consumption in GWh per million EUR of revenue of investee companies, per high impact climate sector – NACE Sector F (Construction)	0.00	73%
Energy consumption intensity per high impact climate sector – NACE Sector G	Energy consumption in GWh per million EUR of revenue of investee companies, per high impact climate sector – NACE Sector G (Wholesale and retail trade; repair of motor vehicles and motorcycles)	0.49	73%
Energy consumption intensity per high impact climate sector – NACE Sector H	Energy consumption in GWh per million EUR of revenue of investee companies, per high impact climate sector – NACE Sector H (Transportation and storage)	4.41	73%
Energy consumption intensity per high impact climate sector – NACE Sector L	Energy consumption in GWh per million EUR of revenue of investee companies, per high impact climate sector – NACE Sector L (Real estate activities)	0.93	73%
Biodiversity	Share of investments in investee companies with	0%	76%

	sites/operations located in or near to biodiversity-sensitive areas where activities of those investee companies negatively affect those areas		
Emissions to water	Tonnes of emissions to water generated by investee companies per million EUR invested, expressed as a weighted average	0.00	0%
Hazardous waste	Tonnes of hazardous waste generated by investee companies per million EUR invested, expressed as a weighted average	6.54	23%
Water usage and recycling	Average amount of water consumed and recovered by the investee companies (in cubic metres) per million EUR of revenue	0.00	0%
Violations of UN Global Compact principles and Organisation for Economic Cooperation and Development (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	0.00	76%
Lack of processes and compliance mechanisms to monitor compliance with UN Global Compact principles and 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	21%	76%
Unadjusted gender pay gap	Average unadjusted gender pay gap of investee companies	18%	19%
Board gender diversity	Average ratio of female to male board members in investee companies	35%	76%
Exposure to controversial weapons	Share of investments in investee companies involved in the manufacture or selling of controversial weapons	0.00	76%
Excessive CEO pay ratio	Average ratio within investee companies of the annual total compensation for the highest compensated individual to the median annual total compensation for all employees (excluding the highest-compensated individual).	49.47	49%
Greenhouse gas intensity (sovereign and supranational)	GHG intensity of investee countries (tonnes of CO <sub>2</sub> e emissions per million EUR of the country's GDP)	0	0%
Social violations (sovereign and supranational)	Number of investee countries subject to social violations (as an absolute number and in proportion to the total number of countries receiving investments), as referred to in international treaties and conventions, United Nations principles and, where applicable, national law	0	0%

- **...and compared to previous periods?**

N/A.

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

N/A.

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

N/A.

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

N/A.

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

N/A.

*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 EU 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.



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

**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.

Carmignac is committed to applying the regulatory technical standards (RTS) referred to in Annex 1 of Delegated Regulation 2019/2088 (SFDR), which define 16 mandatory environmental and social indicators, and two optional indicators to measure the impact of sustainable investments with respect to these indicators (Principal Adverse Impacts): Greenhouse gas emissions, carbon footprint, GHG intensity of investee companies, exposure to companies active in the fossil fuel sector, non-renewable energy consumption and production, energy consumption intensity per high impact climate sector, activities negatively affecting biodiversity-sensitive areas, emissions to water, hazardous waste and radioactive waste ratio, water usage and recycling, violations of UN Global Compact principles and Organisation for Economic Cooperation and Development (OECD) Guidelines for Multinational Enterprises, lack of processes and compliance mechanisms to monitor compliance with UN Global Compact principles and OECD Guidelines for Multinational Enterprises, unadjusted gender pay gap (optional choice), board gender diversity, exposure to controversial weapons, excessive pay ratio. Where possible, sovereign bond issuers may also be monitored for social violations and GHG intensity. As part of its PAI strategy, Carmignac identifies companies that are performing worse than the benchmark on PAI indicators. With the help of our third-party data provider, MSCI, we track the impact of our funds for each PAI.

Identifying companies that are trailing the benchmark for each PAI indicator allows us to engage in dialogue with the companies concerned to ensure that they are committed to reducing their impact. We identified TotalEnergies as one of the main reasons for Carmignac Credit 2027 underperforming on the PAI indicator of GHG intensity. In 2022, we engaged with TotalEnergies SA after voting against the company's sustainable development and climate transition plan at the annual general meeting. We contacted the company in June to share our views and the areas for improvement identified. These involved:

- 1) establishing a clearer way of disclosing their reduction targets for scope 1 and 2 CO<sub>2</sub> emissions;
- 2) reviewing their medium-term forecasts of capital expenditure on green and renewable energy. Engaging in this way also provided us with an opportunity to raise the environmental and social controversies affecting the company. Given the company's commitments to respecting communities and biodiversity, we asked for more clarity on how the company intends to exercise sufficient oversight and ensure that it is acting in accordance with its long-term commitments, while informing investors of compliance with these commitments. We will follow up with TotalEnergies on this specific PAI indicator and ensure that appropriate measures are taken.

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

Please find below the top 15 investments for the period from July 2022 to 30 June 2023 based on average month-end data:

Largest investments	Sector	% Assets	Country
BIRKEN 5.250 '29 EUR	Consumer discretionary	2.36%	Germany
ANADOLU EFES 3.38% 29/03/2028	Non-cyclical consumer	1.78%	Turkey
BNP PARIBAS S 6.88% 06/12/2029	spending	1.68%	France
SANIIK 5.625 C '26 EUR	Finance	1.55%	Luxembourg
ENIIM 3.375 CP '29 EUR	Consumer discretionary	1.33%	Italy
DE VOLKSBANK 7.00% 15/12/2027	Energy	1.19%	Netherlands
FINNAIR OYJ 4.25% 19/02/2025	Finance	1.13%	Finland
SAZKAG 3.875 '27 EUR	Industry	1.11%	Czech Republic
PRXNA 1.539 '28 EUR	Consumer discretionary	1.09%	South Africa
ABN AMRO BANK 4.38% 22/09/2025	Communication Services	0.96%	Netherlands
ENQUEST PLC 11.62% 01/11/2024	Finance	0.95%	United Kingdom
BPLN 3.625 CP '29 EUR	Energy	0.92%	United Kingdom
INFLN 1.250 '28 EUR	Energy	0.91%	United Kingdom
LA BANQUE POS 3.88% 20/05/2026	Telecoms	0.91%	France
CLNXSM 1.500 '28 EUR	Finance	0.89%	Spain
	IT		

**Asset allocation** describes the share of investments in specific assets.

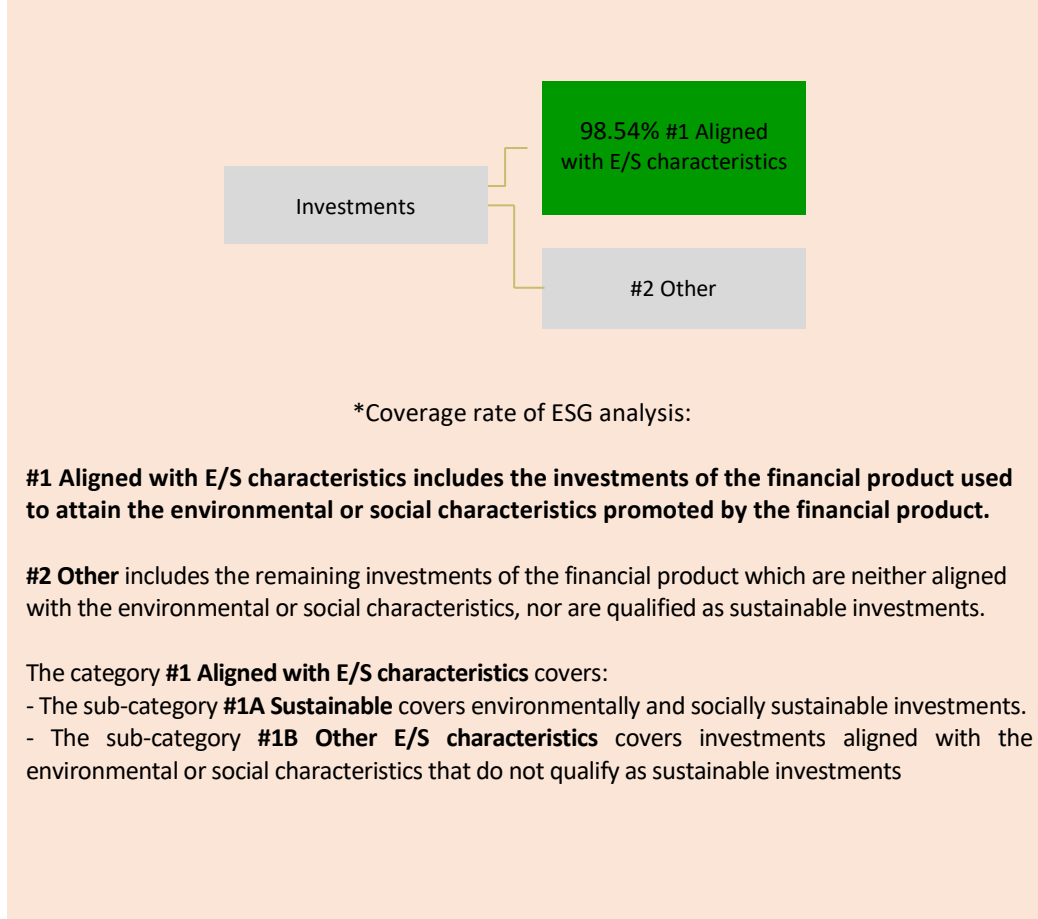
Taxonomy-aligned activities are expressed as a share of:

- **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.

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

N/A.

### ● What was the asset allocation?



At least 90% of the fund's positions are intended to attain the environmental or social characteristics it promotes, in accordance with the binding elements of the investment strategy. As at 30 June 2023, ESG analysis covered 98.54% of the securities in the portfolio (excluding cash and derivatives).

#### **Share of "#2 Other" investments:**

#2 Other includes (in addition to cash and any derivatives that can be used for hedging purposes) investments in equities, corporate bonds or sovereign bonds in strict compliance with the Sub-fund's investment strategy. These instruments are not used to attain the environmental or social characteristics promoted by the fund, and may not have been covered by the ESG analysis.

● **In which economic sectors were the investments made?**

Please find below the main economic sectors in which bond investments were made during the period from 01/07/2022 to 30/06/2023, based on average month-end data:

Economic sectors	% Assets
Finance	40.33%
Energy	14.74%
Oil & Gas Equipment & Services	9.65%
Integrated Oil & Gas	5.09%
Consumer discretionary	14.31%
Real Estate	8.59%
Telecom Services	5.36%
Industry	5.31%
Consumer Staples	3.93%
Healthcare	3.14%
IT	2.21%
Materials	2.07%
Utilities	0.00%

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

The minimum level of alignment with the Taxonomy, i.e. the minimum share of the fund’s investments that contributed to climate change mitigation or adaptation, is 0% of the net assets, while 0.9% of the fund’s assets were aligned with the EU Taxonomy during the period under review.

● **Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy?<sup>1</sup>**

Yes:

In fossil gas

In nuclear energy

No:

<sup>1</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 no significant harm to 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.



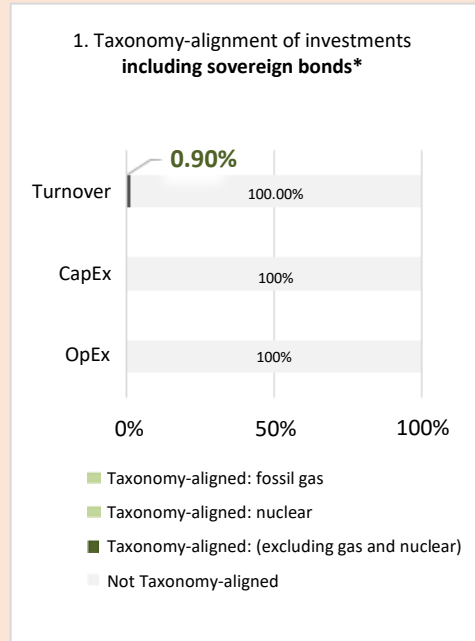
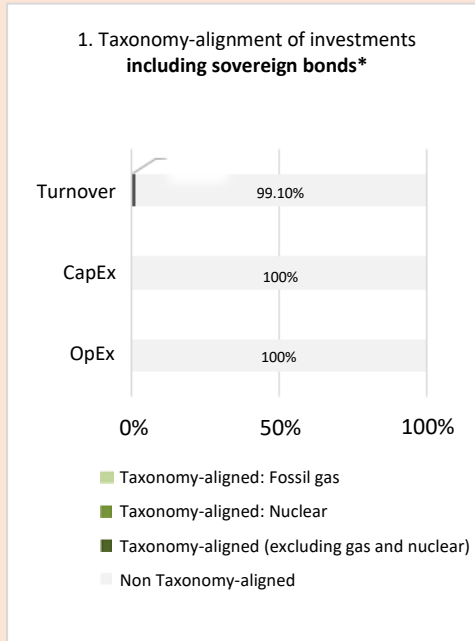
**Enabling activities**

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.

*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.*



\* For the purpose of these graphs, "sovereign bonds" consist of all sovereign exposures.



are sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under the EU Taxonomy.

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

N/A.

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

N/A.



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

N/A.



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

N/A.



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

The remainder of the portfolio (i.e. beyond the minimum share of 90%) may also promote environmental and social characteristics but is not systematically covered by ESG analysis. These assets may include derivatives or listed securities, for which ESG analysis may be carried out after the financial instrument in question is acquired by the fund. Cash (and equivalent instruments) and derivatives (used for hedging or exposure purposes) are also included under “#2 Other”.

At corporate issuer level, investments that are not sustainable investments are assessed to ensure compliance with global standards on environmental protection, human rights, employment practices and anti-corruption measures through controversy screening (“standards-based” approach). These investments are analysed on the basis of the minimum safeguards in place to ensure that their business activities comply with the OECD Guidelines for Multinational Enterprises and the United Nations Guiding Principles on Business and Human Rights.

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



Carmignac took the actions listed below over the reference period to support the investment process through compliance with environmental and social characteristics:

**Pillar 1: ESG integration**

- Addition of extra social indicators (employee and consumer satisfaction data) to the exclusive START ESG rating process, in order to keep analysts informed of material aspects that may affect the investment thesis.
- Improved capacity to monitor green, social, sustainable and sustainability-linked bonds to facilitate monitoring and future reporting in the Global Portfolio Monitoring system with a dashboard for portfolio managers on fund positions.
- Development of proprietary sovereign ESG rating models (Impact and Global) in the START interface to improve the efficiency and knowledge of the portfolio management team.

- Integration of PAI monitoring and introduction of a policy describing how information on environmental, social and human rights indicators is to be integrated into the investment rationale.
- Enhanced transparency and automated monitoring of the universe reduction process.

#### **Pillar 2: Exclusions**

- Automation of the quarterly list review process to identify companies that may be subject to strict sector or controversy exclusions, or the universe reduction process, if applicable.

#### **Pillar 3: Voting and engagement**

- Introduction of a “key vote” approach to prioritise companies identified for more targeted voting recommendations and potential engagement linked to voting decisions, in particular “Say on climate” votes.
- Development of a quarterly responsible management newsletter to publicly demonstrate to clients how we promote active stewardship.
- Continuation of our quarterly company engagement plan, with almost 58% of engagement efforts linked to environmental, social or governance themes.

Our fiduciary responsibility involves the full exercise of our rights as shareholders and engagement with the companies in which we are invested. Dialogue is maintained by financial analysts, portfolio managers and ESG team. We believe that our engagement leads to a better understanding of how companies manage their extra-financial risks and significantly improve their ESG profile while delivering long-term value creation for our clients, society and the environment. Our engagement may concern one of five considerations: 1) ESG risks, 2) an ESG theme, 3) a desired impact, 4) controversial behaviour, or 5) a voting decision at a General Meeting. Carmignac may collaborate with other shareholders and bondholders when doing so would help influence the actions and governance of companies held in the portfolio. In order to ensure that the company correctly identifies, foresees and manages any potential or confirmed conflict of interest situation, Carmignac has put in place and maintains policies and guidelines. For more information on our engagement policies, please visit the website.

During the period from 1/07/2022 to 30/06/2023, we engaged with 73 companies at Carmignac level, and 7 companies at the level of Carmignac Crédit 2027 including Teva Pharmaceutical.

For example, we are in regular dialogue with Teva Pharmaceuticals, primarily because the company is implicated in sector-wide controversies. The aim of this dialogue was to assess the company's progress in resolving the controversies and conveying certain messages. In October 2022, we discussed the company's recent settlement in relation to the industry-wide opioid crisis, amounting to more than USD 4 billion to be paid over a 13-year period. We also explored the material impact of these issues on the company's reputation and finances, as well as our expectations regarding the management of controversies. We encouraged the company to engage with ESG rating agencies to ensure that each assessment accurately reflects the nature of the controversies and the company's actions to address them. Following our engagement, the sector analyst assessed the company's ESG START rating of B (on a scale of A to E) and decided that it was still appropriate; as a result, it was left unchanged. We will continue to monitor the company's responses to the ongoing controversies and to engage with them as an investor on the credit side.



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

N/A.

- **How did the reference benchmark differ from a broad market index?**

N/A.

- **How did this financial product perform with regard to the sustainability indicators to determine the alignment of the reference benchmark with the sustainable investment objective?**

N/A.

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

N/A.

- **How did this financial product perform compared with the broad market index?**

N/A.

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



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