

Investlinx Balanced Income UCITS ETF

Factsheet as of 31 December 2024

Investlinx

This is a marketing communication

Fund Commentary

The Investlinx Balanced Income Fund rose 0.5% in December, marking its 10th positive month in 2024 and differentiating its return in a month where equity and bond markets experienced challenging performances. The ETF ended 2024 with a strong annual return of +12.8%, while its annualized return since inception in February 2023 stood at +11.9%.

The equity component of the ETF rose by 1.0% during the month, outperforming broader equity markets, which came under pressure after a hawkish Federal Reserve meeting signalled higher-than-expected interest rates amid resilient economic growth and rising inflation expectations. This outlook led to the S&P 500 experiencing its worst daily decline since August and the steepest drop on a Fed decision day since 2001. All major equity indexes ended the month lower, with global bond markets—particularly high-duration bonds—also experiencing declines.

Meanwhile, the fixed income component of the ETF remained stable in December, with government and corporate bonds ending the month largely unchanged. Contained duration and high credit quality helped preserve investors' capital, enabling the fixed income component to outperform bond indices in a month when most European government and corporate bonds posted negative returns, as reflected in the 1% decline of the Euro Aggregate Bond Index in December.

In contrast to the broader turbulence in equity and bond markets, the Investlinx Balanced Income ETF avoided any material drawdown in its equity and bond components. This underscores the fund's commitment to preserving investors' capital and managing drawdown risk effectively.

The positive performance of the ETF's equity component was driven by Alphabet, which surged 14% after the launch of its advanced multi-modal AI model, Gemini 2.0. TSMC rose 12% on robust AI-driven sales, while Amazon gained 9%, buoyed by strengthened sentiment around AWS following the re:Invent conference. In contrast, UnitedHealth was the worst performer, impacted by weak sentiment after the assassination of its insurance division's CEO and regulatory concerns. Adobe also declined due to soft forward guidance. Despite these short-term challenges, we remain confident in the fundamental strength of both companies. During the month, we trimmed our positions in LVMH and L'Oréal due to more persistent downside risks in the luxury sector. The proceeds were reallocated to Airbus, capitalizing on its strong order book and lack of new aircraft development plans in the near future.

The ETF maintains a neutral stance on equity allocation, which represents 56% of the portfolio. On the fixed-income side, the fund prioritizes high-quality investment-grade securities, accounting for 43% of the portfolio and carrying an average credit rating of 'A.' Duration exposure is positioned at 3.9 years, balancing the potential for faster ECB rate cuts amid slowing growth with risks from persistent wage pressures and large fiscal deficits, which could sustain elevated yield curves. The portfolio's overall yield is 3.1%. During the month, the fund added a hybrid bond issued by Munich Re, rated A+ with a first call date in 2033, leveraging its strong balance sheet and the nature of its business, reinsurance, that helps diversify further our highly rated bond portfolio.

Performance



Warning: Past performance is not a reliable guide to future performance.

Monthly Returns

| | Jan | Feb | Mar | Apr | May | Jun | Jul | Aug | Sep | Oct | Nov | Dec | Total |
|-------------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|--------|
| 2023 | - | -0.1% | +2.0% | -0.1% | +1.1% | +1.6% | +1.1% | 0.0% | -1.1% | -0.3% | +3.2% | +1.4% | +9.1% |
| 2024 | +2.6% | +1.6% | +1.4% | -1.6% | +0.8% | +2.6% | +0.5% | +0.2% | +0.3% | -0.7% | +4.1% | +0.5% | +12.8% |

Rolling Return, Volatility and Drawdown

| | 3m | 6m | YTD | 1y | Since Listing | Since Listing Annualised |
|------------------------------|-------|---------------|-------------------------|--------|---------------|--------------------------|
| Total Returns | +3.9% | +5.0% | +12.8% | +12.8% | +23.1% | +11.9% |
| Annualised Volatility | YTD | Since Listing | Maximum Drawdown | YTD | Since Listing | |
| | 6.4% | 5.9% | | -2.8% | -2.8% | |

Risks

The Fund does not include any protection from future market performance so you could lose some or all of your investment. Other significant risks for the Fund include: ETF class risk, concentration risk, portfolio currency risk.

Key Information

| | |
|----------------------------|------------------|
| Listing Date | 27 February 2023 |
| Base Currency | EUR / € |
| Bloomberg Ticker | LINXB IM |
| Refinitiv RIC | LINXB.MI |
| Exchange | Borsa Italiana |
| Assets Under Management | €45.3mn |
| Net Asset Value Per Share | €12.210 |
| Management Style | Active |
| Asset Class | Multi Asset |
| Region | Global |
| Number of Holdings | 54 |
| Trading | Daily |
| Benchmark | None |
| Currency Hedging | No |
| Use Of Derivatives | No |
| Securities Lending | No |
| ISIN | IE000PPEL114 |
| SEDOL | BL69SH0 |
| Income Policy | Accumulating |
| UCITS Eligible | Yes |
| SFDR Category | Article 6 |
| Recommended Holding Period | 6 Years |
| Legal Type | ICAV |
| Custodian | CACEIS |
| Authorised Participants | Jane Street |
| Auditor | Grant Thornton |

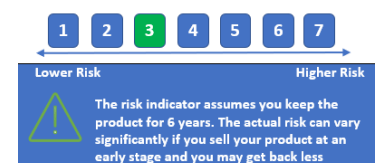
Fees

| | |
|-----------------------------|-------|
| Entry/Exit Fees | 0% |
| Total Expense Ratio (Fixed) | 0.85% |
| Performance Fee | 0% |

Investment Team

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Stephen Lynch

Risk Indicator



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Investment Approach

The Balanced Income Fund aims to achieve long-term growth of capital. The fund invests in a well-diversified portfolio of equities and fixed income securities, primarily government and corporate bonds. Allocation between debt and equity securities is driven by an asset allocation process whose objective is to optimise returns and mitigate risks. The equity allocation targets global companies with attractive business models, sustainable competitive advantages, exposed to structural growth opportunities and led by strong management teams with a track record of effective capital allocation. The bond allocation aims to generate stable income and reduce the overall risk of the fund.

Our Values

- Research-intensive, active management
- High-conviction security selection
- Long-term
- Low turnover
- Transparency on holdings and exposures
- Risk mitigation through our securities selection process and sector diversification
- Alignment of interest with investors: Investlinx shareholders have invested significant capital in the fund

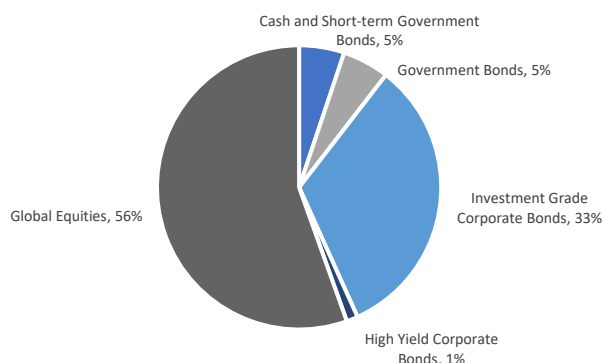
Key Equity Statistics

| | | | |
|-----------------------|-------|-------------------------|-------|
| ROIC (23A) | 20.0% | Net Debt / EBITDA (24E) | 0.4x |
| FCF Yield (25E) | 3.7% | P/E (25E) | 26.0x |
| Revenue Growth (24E) | 12.0% | Revenue Growth (25E) | 11.9% |
| Adj. EPS Growth (24E) | 16.7% | Adj. EPS Growth (25E) | 14.4% |

Key Fixed Income Statistics

| | |
|-------------------------|-----------|
| Yield To Worst | 3.1% |
| Credit Rating | A |
| Duration Excluding Cash | 3.9 Years |
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Asset Allocation



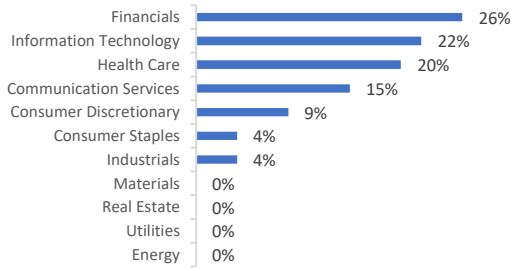
Asset Class

Allocation

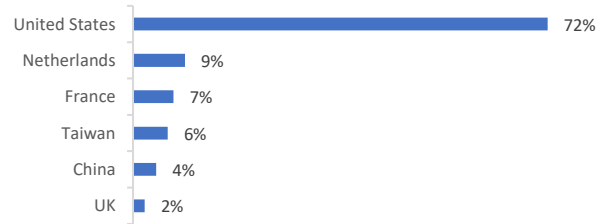
Rationale

| | | |
|---|-----|--|
| Cash and Euro Short-Term Government Bonds | 5% | Given the attractive yields on cash and short-term government bonds, we are slightly overweight in this area compared to longer-dated government bonds. This allocation provides the portfolio with flexibility to adjust quickly as needed. |
| Euro Government Bonds | 5% | We focus primarily on supranational bonds, which offer a compelling yield pick-up over sovereign debt. We maintaining some exposure to this asset class for liquidity purposes, but we currently prefer corporate bonds due to their more attractive yields and carry profile. |
| Euro Investment Grade Corporate Bonds | 33% | Corporate bonds offer a favourable risk/return profile compared to both government and high-yield bonds. We adopt a barbell strategy, targeting both short-term and medium-to-long-term maturities. With tight credit spreads and a preference for taking on risk through equities, we prioritize high-quality issuers with strong balance sheets. |
| High Yield Corporate Bonds | 1% | Credit spreads are generally not attractive for High-yield bonds. However, we selectively invest in opportunities with an appealing risk-return profile through bottom-up security selection. |
| Global Equities | 56% | Although we favour equities, we remain slightly cautious given valuations above long-term averages and an uncertain macroeconomic environment. Our equity allocation is highly selective, focusing on high-quality, cash-generative, and conservatively capitalized businesses driven by long-term structural growth trends. |

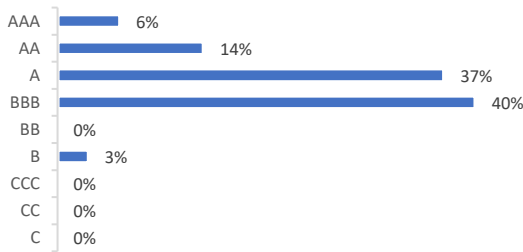
Equity Sector Breakdown



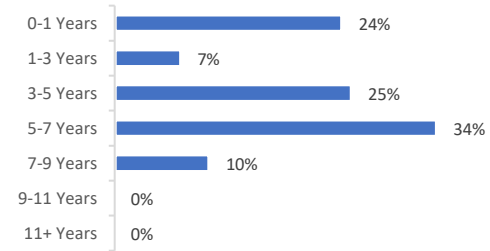
Equity Geographic Breakdown (Domicile)



Fixed Income Credit Rating (S&P)



Fixed Income Duration Distribution



Fund Currency Breakdown



Top Equity Positions

| | |
|--------------------|--------------|
| Amazon | 4.2% |
| Microsoft | 4.0% |
| TSMC | 3.3% |
| Visa | 3.2% |
| UnitedHealth | 2.8% |
| Mastercard | 2.7% |
| Alphabet | 2.3% |
| ASML | 2.2% |
| Berkshire Hathaway | 2.2% |
| Tencent | 2.2% |
| Total | 29.1% |

Top Fixed Income Positions

| | | | |
|--------------------|--------|--------------------|--------------|
| Berkshire Hathaway | 1.5% | Mar 30 | 2.9% |
| DBJP | 1% | Oct 25 | 2.8% |
| Goldman Sachs | 0.875% | May 29 | 2.6% |
| Veralto | 4.15% | Sep 31 | 2.5% |
| EIB | 3% | Oct 33 | 2.5% |
| Allianz | 2.121% | Jul 30 (Call Date) | 2.3% |
| Euronext | 1% | Apr 25 (Call Date) | 2.2% |
| European Union | 0.8% | Jul 25 | 2.2% |
| Munich Re | 4.25% | Nov 33 (Call Date) | 2.1% |
| Lonza | 3.875% | May 33 | 1.8% |
| Total | | | 23.9% |

Warning: The value of your investment may go down as well as up. You may get back less than you invest.

Warning: Past performance is not a reliable guide to future performance.

Warning: If you invest in this product you may lose some or all of the money you invest.

Warning: This product may be affected by fluctuations in currency exchange rates.

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Investlinx ICAV is an open-ended Irish collective asset-management vehicle which is constituted as an umbrella fund with segregated liability between sub-funds and with variable capital.

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The levels and bases of taxation are dependent on individual circumstances and subject to change and therefore it is highly recommended that you consult a tax professional.