

PALLADIUM FCP

Mutual Fund under Luxembourg Law

R.C.S. Luxembourg N° K1320

Annual Report and audited financial statements

(Partial report dedicated to the Swiss Market)

as at June 30, 2023

No subscription can be received on the basis of financial reports. Subscriptions are only valid if made on the basis of the current prospectus and relevant Key Information Document ("KID") which will be accompanied by a copy of the latest available annual report and audited financial statements and a copy of the latest available semi-annual report, if published after such annual report.

# PALLADIUM FCP

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## Table of Contents

Organisation .....	2
General Information .....	3
Directors' Report .....	6
Independent Auditor's Report .....	9
Statement of Net Assets as at June 30, 2023 .....	11
Statement of Operations and Changes in Net Assets for the year ended June 30, 2023 .....	12
Statement of changes in the number of units for the year ended June 30, 2023 .....	13
Statistics .....	14
PALLADIUM FCP - RAM MEDIOBANCA STRATA UCITS CREDIT FUND .....	15
Securities Portfolio as at June 30, 2023 .....	15
Portfolio breakdown .....	19
Top Ten Holdings .....	20
Notes to the Financial Statements as at June 30, 2023 .....	21
Additional information regarding the Transparency of Securities Financing Transactions (Unaudited) .....	27
Sustainable Finance Disclosure Regulation SFDR (Unaudited) .....	28
Additional information (Unaudited) .....	29

# PALLADIUM FCP

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## Organisation

### Management Company:

Mediobanca Management Company S.A.  
2, boulevard de la Foire  
L-1528 Luxembourg  
Grand-Duchy of Luxembourg

### Board of Directors of the Management Company:

Giovanni Mancuso  
Independent Director  
151, rue Pierre Krier  
L-1880 Luxembourg  
Grand-Duchy of Luxembourg

Fabio Ventola  
Chief Executive Officer  
Mediobanca Management Company S.A.  
2, boulevard de la Foire  
L-1528 Luxembourg  
Grand-Duchy of Luxembourg

Alessandro Ragni  
Independent Director  
2, boulevard de la Foire  
L-1528 Luxembourg  
Grand-Duchy of Luxembourg

Massimo Amato  
Independent Director  
20, rue Charles Martel  
L-2134 Luxembourg  
Grand-Duchy of Luxembourg

### Depository Bank, Transfer and Registrar Agent and Administrative Agent:

BNP Paribas Securities Services, Luxembourg Branch  
(until September 30, 2022)  
BNP Paribas, Luxembourg Branch  
(from October 1, 2022)  
60, avenue J.F. Kennedy  
L-1855 Luxembourg  
Grand-Duchy of Luxembourg

### Delegated Investment Managers:

Mediobanca SGR S.p.A.  
Piazzetta Bossi, 1  
I-20121 Milano  
Italy

RAM Active Investments S.A.  
Rue du Rhône 8  
1204 Genève  
Switzerland

### Distributors:

CheBanca! S.p.A.  
Viale Bodio, 37 - Palazzo 4  
I-20158 Milano  
Italy

Allfunds Bank, S.A.U., Milan Branch  
Via Santa Margherita, 7  
I-20121 Milano  
Italy

Mediobanca - Banca di Credito Finanziario S.p.A.  
Piazzetta Enrico Cuccia, 1  
I-20121 Milano  
Italy

ONLINE Sim S.p.A.  
Via Santa Maria Segreta, 7/9  
I-20123 Milano  
Italy

BANCA IFIGEST S.p.A.  
Piazza Santa Maria Soprarno, 1  
I-50125 Firenze  
Italy

CMB Monaco  
23, Avenue de la Costa  
98000 Monaco  
Monaco

### Auditor of the Management Company and of the Fund:

Ernst & Young S.A.  
35E, avenue J.F. Kennedy  
L-1855 Luxembourg  
Grand-Duchy of Luxembourg

### Legal Advisors:

Arendt & Medernach S.A.  
41A, avenue J.F. Kennedy  
L-2082 Luxembourg  
Grand-Duchy of Luxembourg

### Representative and Paying Agent in Switzerland:

BNP PARIBAS, Paris, Zurich branch  
Selnaustrasse 16  
CH-8002 Zurich  
Switzerland

### Place of performance and jurisdiction:

Both the place of performance and the place of jurisdiction for units in the sub-fund offered or distributed in or from Switzerland shall be the seat of the Swiss representative

# PALLADIUM FCP

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## General Information

PALLADIUM FCP (the "Fund") is a Mutual Fund established in Luxembourg in accordance with Part I of the Law of December 17, 2010 on Undertakings for Collective Investment, as amended.

The Management regulations in force were signed on February 21, 2019. The mention of their deposit with the Luxembourg Trade and Companies Register (the "R.C.S.") was published in the RESA on February 28, 2019.

The assets of the Fund are the joint and indivisible property of the participants and are segregated from the assets of the Management Company. All the units have equal rights. No restrictions are established on the amount of the assets or on the number of units representing Fund's assets. The net assets of the Fund must amount to at least EUR 1,250,000.

### 1. Periodic reports

The accounting period of the Fund starts on July 1 and terminates on June 30.

### 2. Unitholders' information

#### a) Net asset value

The net asset value per class of units is available at the registered office of the Management Company of the Fund and is published in "Il sole 24 Ore".

#### b) Subscription and redemption prices

The subscription and redemption prices of each class of units are rendered public each day at the counters of the Depositary Bank and in banks offering financial services.

#### c) Notification to the unitholders

The other information addressed to the unitholders is published in the "Registre de Commerce et des Sociétés" in Luxembourg if this publication is prescribed by the management regulations or the prospectus. Moreover, they might be published in any newspaper published in the Grand-Duchy of Luxembourg and other newspaper(s) that the Board of Directors of the Management Company may determine.

d) The Fund's documentation (management regulations, prospectus, annual and semi-annual reports, KID, information on the management fees) is available free of charge at the registered office of the representative in Switzerland. The list of changes in the portfolio of the sub-fund is available free of charge upon request at the registered office of the management company of the Fund and at the registered office of the representative in Switzerland.

## Risk Measurement and Global Exposure

The Management Company uses a risk management process that enables it to monitor and measure at any time the risk of the portfolio positions and their contribution to the overall risk profile of the sub-fund. In accordance with the law of December 17, 2010, as amended, and the applicable regulatory requirements of the Commission de Surveillance du Secteur Financier "CSSF", the Management Company reports to the CSSF on a regular basis on the risk management process.

The Value at Risk (VaR) approach is used to monitor and measure the global exposure of the sub-fund PALLADIUM FCP - RAM MEDIOBANCA STRATA UCITS CREDIT FUND.

# PALLADIUM FCP

## General Information (continued)

For the year ended June 30, 2023, the VaR methodology, the information on the utilization of the VaR limit (the lowest, the highest and the average VaR), the model and the parameters used for its calculation as well as the average level of leverage are detailed as follows:

Sub-Fund Name	PALLADIUM FCP - RAM MEDIUMBANCA STRATA UCITS CREDIT FUND
Global Exposure - Methodology	Absolute VaR
<b>Information on the VaR:</b>	
Regulatory Limit	20%
VaR Model used	Montecarlo
Lowest VaR	4.14%
Highest VaR	7.30%
Average VaR	5.91%
Historical Data Serie Size	1300
Price Return Frequency	Weekly
Decay Factor	100%
Time Horizon	1 month
Confidence Level	99%

Leverage	
<i>Expected Maximum level of leverage</i>	
Gross approach	600.00%
Net approach	400%
<i>Average observed level of leverage</i>	
Gross approach	79.23%
Net approach	69.44%

## Remuneration

PALLADIUM FCP adopted the Remuneration Policy of the Mediobanca Management Company S.A. (the "Management Company").

The Remuneration Policy is aimed at ensuring that any relevant conflicts of interest can be managed appropriately at all times and sets out practices for those categories of staff, including senior management, risk takers, control functions, and any employees receiving total remuneration that takes them into the same remuneration bracket as senior management and risk takers, whose professional activities have a material impact on the risk profile of the sub-fund, that are consistent with and promote sound and effective risk management and do not encourage risk-taking which is inconsistent with the risk profiles, rules or instruments of incorporation of those sub-fund.

This Remuneration Policy is in line with the business strategy, objectives, values and interests of the Management Company, the Funds under management and the investors in those Funds and includes measures to avoid conflicts of interest. In addition, the remuneration policy adopted applies the principles laid out under the UCITS Directive.

### *Identified staff*

The UCITS Directive requires the Management Company to identify the categories of staff whose professional activities have a material impact on the risk profiles of the sub-fund.

The identified staff for the purpose of this Remuneration Policy are Mr. Fabio Gabriele and Mr. Fabio Ventola as Conducting Officers of Mediobanca Management Company S.A., Mr. Alessandro Ragni as Board Member of Mediobanca Management Company S.A., Mr. Giovanni Mancuso and Mr. Massimo Amato as Independent Members of the Board of Mediobanca Management Company S.A., and Mr. Giorgio Paleari as Head of Internal Audit of the Parent Company (Mediobanca S.p.A.).

# PALLADIUM FCP

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## General Information (continued)

### *Structure of remuneration*

1. Fixed remuneration
2. Variable remuneration

The Management Company dedicates itself to collective asset management by managing a fund portfolio. Therefore, the variable component is predominantly established on a quantitative basis according to the actual profitability of the Management Company, taking into account any risk alignments.

The amount of individual bonuses may vary at the discretion of the management, according to assessments made regarding compliance with the business model, the attainment of targets and the absence of any critical situations or other prejudicial factors (i.e. in relation to Risks, Compliance and Anti-Money Laundering and Human Resources).

To measure performance, this discretion will be accompanied by a performance measurement system introduced at the start of each financial year in line with the allocated budget. The system will be quantitative and qualitative in nature and will consider corrective elements linked to the areas of compliance referred to above. The guidelines for the incentive scheme are determined in accordance with the policies of Mediobanca S.p.A. and the Mediobanca Group.

During its last accounting year ended June 30, 2023, the Management Company remunerated staff members as follows:

Total fixed remuneration*:	739,759.18
Total variable remuneration**:	118,000.03
Total remuneration:	857,759.21

Number of beneficiaries: 6

Aggregate amount for senior management, fund managers, control functions and other risk takers whose professional activities have a material impact on the risk profiles of the Management Company and identified in the remuneration policy as "identified staff":

Total fixed remuneration*:	415,668.56
Total variable remuneration**:	110,000.00
Total remuneration of identified staff:	525,668.56

Aggregated amount of remuneration for other members of staff EUR 332,090.65

\* Benefit in Kind are excluded

\*\* This amount is the estimated variable remuneration to be paid to the different staff members for the year ended June 30, 2023, in compliance with the remuneration policy.

### *EU delegates*

For the management of the sub-fund PALLADIUM FCP - RAM MEOBANCA STRATA UCITS CREDIT FUND the gross total remuneration paid during the period July 1, 2022 - June 30, 2023 by RAM Active Investments S.A. to the personnel (2 people) is equal to CHF 430,385.70, split into the fixed component equal to CHF 292,740.30 and into the estimated variable component equal to CHF 137,645.40.

## Directors' Report

The global economy continues to gradually recover from the pandemic and the war in Ukraine, while the COVID-19 health crisis is officially over, and supply-chain disruptions have returned to pre-pandemic levels.

In the second half of 2022, while the Ukraine-Russia conflict affected the economic uncertainty and the energy cost for Europe, financial markets performance continued to be conditioned by consumer inflation - excessively far from central banks' targets, thus triggering the most synchronized and intense monetary policy tightening in decades. Also, the Zero-Covid strategy (ZCS) in China, which cost the Chinese economy a significant two percentage points of growth in 2022 due to reduced consumption, significantly influenced markets. 2023 began with the unexpected China reopening and was accompanied by a better European energy crisis management. Indeed, in the first half of 2023, financial markets were consistent with a better-than-consensus forecasts mix of growth and inflation: economic activity proved resilient while energy and food prices have come down sharply from their war-induced peaks, allowing global inflation pressures to ease faster than expected while sectors and countries exhibited a decoupling. The manufacturing sector, on an international level, suffered from the redistribution of post-pandemic demand and rising interest rates, whereas the service sector benefited from the pent-up demand during the pandemic and consumers' excess savings. At the same time financial instability following the March banking turmoil remains contained thanks to forceful action by the US and Swiss authorities.

Let us examine the three primary geographic regions in greater detail. In the last twelve months, the Euro Area economy has faced two challenges: on one hand, high and excessively distant inflation from the ECB target, and on the other hand, the energy crisis triggered by the conflict in Ukraine. In July 2022, the European Central Bank (ECB) joined other developed markets central banks and began transitioning to a more restrictive monetary policy, starting the interest rate hiking cycle with a 50bp increase. Concurrently, the ECB announced the Transmission Protection Instrument (TPI), a new anti-fragmentation tool aimed at ensuring monetary policy transmission in all Euro Area countries. After Russia's invasion of Ukraine, Europe also had to adopt significant measures to ensure the security of energy supply and mitigate the impact of rising energy prices for households and businesses. In August, the TTF gas price, quoted in Amsterdam, surpassed 300 euro/MWh, driven by continuous increases caused by the political use of gas by Russia and the announcement of gas supply interruptions through the Nord Stream 1 pipeline for maintenance. While Gazprom cut European supplies by 25% (40 Gmc per year) and then, as the year progressed, by 85% (135 Gmc/year), the European Union continued to find alternative supplies. Europe focused on two instruments: greater energy sources diversification and a reduction in gas and electricity consumption, especially in countries where electricity prices are closely linked to gas prices. In October, Europe recorded the largest gas accumulation ever, favored by mild temperatures. Concurrently, due to the ongoing discussion at the European level on a regulated price adjustment mechanism, there was a sharp reduction in the gas prices, driven not only by mild temperatures but mainly by the replenishment of gas stocks and progress in finding substitutes for Russian energy supplies.

On the other side of the Atlantic, the growth of the US economy remained positive despite the monetary policy tightening by the Federal Reserve (Fed). Thanks to the lag with which financial conditions are absorbed by the real economy, the residual stimulus of ultra-expansive conditions in 2021 took a long time to be absorbed, allowing the impact of rapid monetary tightening in 2022 to have a slow and gradual effect on the economy, and consequently enabling the US economy to grow over the past twelve months. As a result of rate hikes, US government bond yields increased along the entire term structure, while the dollar was driven by the interest rate differential between geographic regions, especially concerning the Euro. In late September 2022, the US dollar reached a historical high, stimulated by the rapid acceleration of monetary tightening and expectations of a more "hawkish" policy by the Fed. Subsequently, US dollar effective exchange rate decreased due to interest rate differential prospects reassessment by market participants. In the same month, inflation data in the United States showed a first significant slowdown in overall inflation, driven by the decrease in core goods inflation, although significant inflationary pressures remained on the services component, with higher labor intensity. It was not until June 2023 that inflation posted a decisive slowdown, with both headline and core inflation resulting below expectations. In March 2023, interest rate risk mismanagement, among other factors, drove the first major bank failures since the Great Financial Crisis (GFC). Already by late 2022, many US banks had sizeable market value losses on their debt securities holdings. More than half of the losses were not reflected on balance sheets, on the accounting assumption that banks would hold the attendant assets to maturity. However, as a loss of confidence in some of the smaller (and thus more lightly regulated) banks triggered a deposit flight. As a result, these banks had to liquidate some of their "held-to-maturity" assets and accept immediate capital losses. These intertwined interest rate and run risks materialized forcefully for Silicon Valley Bank (SVB), a regional bank that collapsed in early March. These tensions triggered higher risk aversion, modifying economic and consequently monetary policy prospects, as well as reshaping market expectations regarding future monetary policy evolution. In April, there was a significant recovery in yields across major asset classes. The timely support action by the Federal Reserve and the US government, through unlimited deposit guarantees and emergency liquidity provision, limited widespread risk aversion and produced an easing of financial conditions after the regional bank failures shock. Concurrently, major central banks adopted a more cautious cruising speed. In mid-June, the Federal Reserve kept the fed funds rate unchanged but revised the dot plot upward with a median projection of two more rate hikes in 2023, indicating the FOMC's belief that monetary conditions may not be restrictive enough yet given the strength of the labor market.

## Directors' Report (continued)

In China, over the last six months of 2022, the authorities kept the Zero-Covid strategy in place. In November, Chinese authorities better contained lockdowns by offering new vaccines and reopening some international flights, but the definitive turning point only came in early 2023. Faced with widespread economic weakness, the Chinese government, downgrading Covid to an infectious disease, shifted towards a faster reopening of the country, coupled with an expansionary fiscal policy. The timing and pace of the reopening surprised the market, whose consensus, as of early November 2022, was for a gradual reopening starting March 2023. Consequently, the Chinese economy rebounded strongly, driven mainly by services. The Q1 2023 GDP advanced 4.5% year on year, topping the market consensus. Growth forecasts for 2023 were revised up from 4.5% in November 2022 to 5.8% in May 2023. The services sector (eg. catering and tourism) benefited most from improved mobility, and the non-manufacturing PMI in March 2023 reached its highest level in more than a decade. The manufacturing sector started to recover from June 2022, after supply chain pressures eased, but faces headwinds in 2023, as external demand flags. Recovery in the construction sector is also likely to be modest, given weak sentiment in the real estate market. China's reopening acted as a catalyst for revising upward expectations of global growth, driven by emerging countries. The first two months of 2023 were characterized by positive economic surprises and expectations of more restrictive monetary policies and higher terminal rates.

Toward the end of the second quarter of 2023, the divergence between positive surprises in the United States and negative surprises in countries with a greater manufacturing vocation, such as Germany, widened. The United States continued to grow moderately, supported by labor market resilience and high new job positions openings, while two significant risks diminished: the debt ceiling was raised with small concessions and without a default, and stress among regional banks was contained. In Europe, after countries had a better-than-expected winter thanks to effective management of the energy crisis and gas supplies, a new phase characterized by slower economic growth and increasing cyclical concerns began. The Euro Area is experiencing stagnation, albeit without evidence of a negative feedback loop as the labor market remains robust. In China, the solid and sustainable momentum expected by consensus in the post-pandemic recovery has not yet materialized, and Chinese economic growth lost impulse after a strong rebound in the first quarter. In June, the PBoC cut interest rates to support the economy, demonstrating the cyclical desynchronization of the country compared to the United States. The Chinese government has expressed determination to implement expansive fiscal measures aimed at supporting key sectors of the economy.

Global inflation is gradually slowing down due to falling commodity prices and supply chain bottlenecks easing. In the Euro Area, price pressures moderation is occurring at a very slow pace, especially with the services component, which has not yet shown a turning point. The disparity in the pace of inflation slowdown will lead to a divergence in monetary policy: the more rapid the slowdown in inflation, the sooner central banks will change their rhetoric and adopt a less aggressive monetary policy, approaching their respective pivot points.

Uncertainty about the global economic outlook remains, and risks continue to be tilted to the downside. A main concern is the persistence of inflation, which may require further monetary policy tightening, thus increasing the risk of turbulence and asset devaluations in financial markets. The banking sector was hit by financial conditions tightening, becoming a new macroeconomic risk. Lending standards for real estate mortgage loans have tightened considerably, increasing capital costs. US regional banks have increased exposures to commercial real estate loans and may experience strains that could affect their portfolios. China represents another downside risk, with the threat of a sharp downturn in the real estate sector. On the other hand, there are also upside risks, such as a less restrictive monetary policy, improved supply chains and cooling labour markets. The current banking tensions could lead to a tightening of credit standards, reducing the need for further rate hikes. The ongoing situation between Russia and Ukraine represents an ongoing risk, but a possible positive wild card could be the end of hostilities.

## Financial markets

The mismatch between market expectations and central bank plans was evident in financial conditions dynamics. As markets were swayed by the shifting odds of inflation staying high and the economy entering a recession, participants continuously re-evaluated how central bank actions would evolve. Expectations of future rates remained lower than central banks' projections.

After considerable tightening in 2022, financial conditions tightened marginally during the period under review and remained tighter than historical averages. The disconnect between financial market expectations and central bank communications was also evident from risky assets dynamics. Equity markets finished the review period marginally higher despite weak earnings forecasts, especially in the United States. In credit markets, spreads marginally tightened, remaining in line with historical norms in the United States and somewhat above in Europe.

The first semester of 2023 presented a stark contrast to 2022. During the preceding year, only commodities demonstrated positive performance amid a backdrop of stagflation and a sharp rise in interest rates. We observed one of the most profound and rapid bear markets in the bond sector, which also showed a positive correlation with equities, leaving little space for



## Directors' Report (continued)

diversification in the portfolios of global investors. This first part of 2023 has seen a greater resilience in the global economy than expected, particularly in earnings and corporate margins, especially in the services sector.

Over the last twelve months, stock markets can be summarized using the main indices (expressed in local currency): S&P500 Total Return Index +19%; Nasdaq-100 Total Return Index +33%; Stoxx600 Gross Return +17%; EuroStoxx50 Gross Return +31%; FtseMib Total Return +39%; DAX +26%; CAC40 Total Return +28%; Topix Total Return +25% and MSCI Emerging Markets Gross Total return +2%.

In terms of investment styles, the growth sector offers a significantly better return than value in the USA (+30% versus +8%), while the performance is more balanced in the Eurozone (+27% versus +22%). Size wise, the large-cap index in the USA yields 20%, and the small-cap index yields 15%, while in the Eurozone, the figures are +27% and +11%, respectively.

From a sectoral perspective, it is worth noting the positive returns concentration in a few sectors in the USA (technology +36%, industrials +28%, and discretionary consumption +24%), which stand significantly higher compared to other sectors, with utilities being the sole exception, experiencing a negative return. In Europe, the highest returns are also evident in technology (+33%), discretionary consumption (+37%), and industrials (+30%), while only the communications sector had a negative return (-3.8%).

After a 2022 marked by significant interest rate increases and yield curve inversions at record levels in almost all developed countries, 2023 has seen yields still rising (and more markedly in Europe). However, thanks to the carry offered by yields at the beginning of the year, government bonds posted a positive performance. In Europe, we witnessed rising rates over the last twelve months, especially in the 1-3 year part of the curve (averaging about 250bp), and a 3-month rate increased significantly by about 350bp. The curve furtherly inverted, as the 7-10 year component increased by approximately 110bp in Spain, Germany, and France, and by 85bp in Italy. Outside the European continent, there were rate increases and yield curve inversions (by 110bp) in the USA, with yields on the 1-3 year part reaching 5% and on the 7-10 year part reaching 3.90%; there were also significant increases in the UK (where inflation seems to be more problematic than in other areas), with rates rising by 340bp on the 1-3 year part and by 220bp on the 7-10 year part. Finally, and as a result of central bank choices, it should be observed that the trend in Japan is in contrast, with rates declining by about 15bp across the curve. In terms of performance, all this resulted in an average of -2% on short and medium-term European government investments and almost -5% on long-term ones. As for the corporate bond sector, we saw a positive first half of the year due to the combined effect of a positive carry and a generally favourable trend in rate and spread components, after a sharp decline in 2022 due to a combination of risk aversion and rising rates. A generic investment in European corporate IG bonds thus closed the last twelve months unchanged when measured by the ICE BofA Euro Corporate index (+1.4% for the equivalent in the USA in USD) and +8% for High Yield (+8% also in the United States). Finally, there was a positive trend in emerging bonds, which increased by over 12%.

Foreign exchange movements largely followed those of financial conditions, taking their cue from the relative strength of the economies and the corresponding monetary policy outlooks. The US dollar generally appreciated through the third quarter of 2022, before weakening moderately against most currencies. By and large, the depreciation against the dollar was larger for the currencies of countries where the policy rate increased less than in the United States. Over the last six months of 2022 and the first six months of 2023, the euro, in general, appreciated against major currencies due to slower inflation in the Eurozone and the ECB's commitment to price stability and financial stability. We saw EURUSD rise by about 4% and EURJPY strengthen by 10%, while the common currency declined against the British pound by approximately 0.2% and against the Swiss franc by 2.4%. The euro also rose against the currencies of Northern Europe (+10% on the Swedish krona and about +14% on the Norwegian krona) and strengthened against the Australian dollar (+8% approximately) and New Zealand dollar (+7%). It is worth noting the increase of over 110% against the Argentine peso.

Commodities, in general, have decreased over the last twelve months, with a very different dynamic to that of early 2022 when, due to stagflation, the asset class offered positive returns. Oil was down by 33% (with WTI at around 70 dollars per barrel), and natural gas in the USA down by almost 40%. Energy prices have fallen after the sharp rise caused by the outbreak of the war between Ukraine and Russia, and due economic slowdown fears, prices of industrial metals such as palladium (-36%) have also decreased, while copper remained unchanged, and gold increased by about 6%. Finally, the behaviour of agricultural commodities was more varied.

## Independent auditor's report

To the Unitholders of the sub-fund  
PALLADIUM FCP - RAM MEDIOBANCA STRATA UCITS CREDIT FUND  
a sub-fund of PALLADIUM FCP (the "Fund")  
2, boulevard de la Foire  
L-1528 Luxembourg  
Grand-Duchy of Luxembourg

### Opinion

We have audited the financial statements of PALLADIUM FCP - RAM MEDIOBANCA STRATA UCITS CREDIT FUND (the "sub-fund"), which comprise the statement of net assets and the securities portfolio as at June 30, 2023, and the statement of operations and changes in net assets for the year then ended, and the notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the sub-fund as at June 30, 2023, and of the results of its operations and changes in its net assets for the year then ended in accordance with Luxembourg legal and regulatory requirements relating to the preparation and presentation of the financial statements.

### Basis for opinion

We conducted our audit in accordance with the Law of July 23, 2016 on the audit profession (the "Law of July 23, 2016") and with International Standards on Auditing ("ISAs") as adopted for Luxembourg by the "Commission de Surveillance du Secteur Financier" ("CSSF"). Our responsibilities under the Law of July 23, 2016 and ISAs as adopted for Luxembourg by the CSSF are further described in the "responsibilities of the "réviseur d'entreprises agréé" for the audit of the financial statements" section of our report. We are also independent of the Fund in accordance with the International Code of Ethics for Professional Accountants, including International Independence Standards, issued by the International Ethics Standards Board for Accountants ("IESBA Code") as adopted for Luxembourg by the CSSF together with the ethical requirements that are relevant to our audit of the financial statements, and have fulfilled our other ethical responsibilities under those ethical requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### Emphasis of matter

We draw attention to the note 1 to the financial statements which describes that these financial statements only relate to the sub-fund. The sub-fund is a sub-fund of the Fund and is not a separate entity. Our opinion is not modified in respect of this matter.

### Other information

The Board of Directors of the Management Company of the Fund (the "Board of Directors") is responsible for the other information. The other information comprises the information included in the annual report but does not include the financial statements and our report of the "réviseur d'entreprises agréé" thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report this fact. We have nothing to report in this regard.



### **Responsibilities of the Board of Directors for the financial statements**

The Board of Directors is responsible for the preparation and fair presentation of these financial statements in accordance with Luxembourg legal and regulatory requirements relating to the preparation and presentation of the financial statements, and for such internal control as the Board of Directors determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Board of Directors is responsible for assessing the sub-fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the sub-fund or to cease operations, or has no realistic alternative but to do so.

### **Responsibilities of the "réviseur d'entreprises agréé" for the audit of the financial statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a report of the "réviseur d'entreprises agréé" that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Law of July 23, 2016 and with ISAs as adopted for Luxembourg by the CSSF will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with the Law of July 23, 2016 and with ISAs as adopted for Luxembourg by the CSSF, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the sub-fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our report of the "réviseur d'entreprises agréé" to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our report of the "réviseur d'entreprises agréé". However, future events or conditions may cause the Fund or its sub-fund to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Ernst & Young  
Société anonyme  
Cabinet de révision agréé



Madjid Boukhelifa

Luxembourg, October 27, 2023

# PALLADIUM FCP

## Statement of Net Assets as at June 30, 2023

	Notes	PALLADIUM FCP - RAM MEDIOBANCA STRATA UCITS CREDIT FUND EUR
<b>Assets</b>		
Investments in securities at cost		277,389,792.15
Unrealised gain / (loss) on securities		(33,304,013.44)
Investments in securities at market value		244,085,778.71
Cash at bank		20,937,381.50
Receivable on subscriptions		98,089.56
Receivable on investment sold		1,748,200.18
Interests and dividends receivable		3,515,531.91
Formation expenses		45,300.18
Purchased options at market value	7	121,700.00
Net unrealised gain on forward foreign exchange contracts	7	418,419.28
Net unrealised gain on swap contracts	7	179,064.21
<b>Total assets</b>		<b>271,149,465.53</b>
<b>Liabilities</b>		
Accrued expenses		1,308,955.19
Payable on redemptions		537,500.18
Payable on securities purchased		3,179,698.06
Interests payable		40,067.70
Written options at market value	7	184,500.00
<b>Total liabilities</b>		<b>5,250,721.13</b>
<b>Net assets at the end of the year</b>		<b>265,898,744.40</b>

The accompanying notes form an integral part of the financial statements.

# PALLADIUM FCP

## Statement of Operations and Changes in Net Assets for the year ended June 30, 2023

	Notes	PALLADIUM FCP - RAM MEDIOBANCA STRATA UCITS CREDIT FUND EUR
<b>Income</b>		
Interests on bonds (net of withholding taxes)		15,558,042.47
Bank interests		418,856.47
Income on swap contracts		991,860.54
Other income		468,604.98
<b>Total income</b>		<b>17,437,364.46</b>
<b>Expenses</b>		
Investment management fees	4	2,629,317.17
Management company fees	5	292,980.82
Depositary bank fees	5	147,279.41
Administration fees	5	63,318.80
Professional fees		141,984.16
Subscription tax	6	113,463.94
Amortization of formation expenses		24,071.11
Bank interests and charges		73,398.54
Expenses on swap contracts		462,453.57
Printing & publication fees		17,615.47
Distribution fees	10	279,430.50
Other expenses		949,420.29
<b>Total expenses</b>		<b>5,194,733.78</b>
<b>Net investment income / (loss)</b>		<b>12,242,630.68</b>
Net realised gain / (loss) on:		
Investments		(11,200,061.57)
Forward foreign exchange contracts		634,108.26
Options and swap contracts		3,508,061.56
Foreign exchange translations		(1,020,662.18)
<b>Net realised gain / (loss) for the year</b>		<b>4,164,076.75</b>
Net change in unrealised gain / (loss) on:		
Investments		14,636,419.95
Forward foreign exchange contracts		112,471.91
Options and swap contracts		1,137,938.36
<b>Increase / (decrease) in net assets as a result of operations</b>		<b>20,050,906.97</b>
Dividend distribution	9	(201,845.77)
Subscriptions		12,124,880.29
Redemptions		(64,718,085.06)
Net assets at the beginning of the year		298,642,887.97
<b>Net assets at the end of the year</b>		<b>265,898,744.40</b>

The accompanying notes form an integral part of the financial statements.

## PALLADIUM FCP

### Statement of changes in the number of units for the year ended June 30, 2023

	Number of units at the beginning of the year	Number of units subscribed	Number of units redeemed	Number of units at the end of the year
<b>PALLADIUM FCP - RAM MEDITOBANCA STRATA UCITS CREDIT FUND</b>				
<i>Classic 1</i>	873,592.72	12,497.67	260,836.56	625,253.83
<i>Classic 4</i>	586,080.19	40,942.95	100,460.84	526,562.30
<i>Classic 4 DIS</i>	37,175.41	2,631.65	5,953.11	33,853.95
<i>Classic 5</i>	236,801.36	22,683.50	37,694.10	221,790.76
<i>Classic 5 DIS</i>	18,859.32	627.07	996.00	18,490.39
<i>Classic 7</i>	114,792.55	-	9,978.80	104,813.75
<i>Institutional 1</i>	781,821.88	45,448.33	231,394.64	595,875.57
<i>Institutional 4</i>	21,000.00	-	6,000.00	15,000.00
<i>Management</i>	512,822.35	170.97	4,000.00	508,993.32

# PALLADIUM FCP

## Statistics

Sub-fund	Date	Number of Outstanding Units		Total Net Assets (in EUR)	Net Asset Value per Unit (in CCY)	
<b>PALLADIUM FCP - RAM MEDIOBANCA STRATA UCITS CREDIT FUND</b>	June 30, 2021	1,017,975.13	Classic 1	305,464,114.27	105.69	Classic 1
		490,502.49	Classic 4		102.76	Classic 4
		21,297.02	Classic 4 DIS		101.84	Classic 4 DIS
		248,128.41	Classic 5		103.66	Classic 5
		12,384.33	Classic 5 DIS		101.19	Classic 5 DIS
		39,807.95	Classic 7		105.12	Classic 7
		559,773.72	Institutional 1		106.96	Institutional 1
		1,137.37	Institutional 4		106.95	Institutional 4
		780.00	Institutional 5		107.45	Institutional 5
	498,000.00	Management	108.59	Management		
	June 30, 2022	873,592.72	Classic 1	298,642,887.97	93.56	Classic 1
		586,080.19	Classic 4		90.65	Classic 4
		37,175.41	Classic 4 DIS		86.00	Classic 4 DIS
		236,801.36	Classic 5		91.90	Classic 5
		18,859.32	Classic 5 DIS		85.94	Classic 5 DIS
		114,792.55	Classic 7		93.57	Classic 7
		781,821.88	Institutional 1		95.28	Institutional 1
		21,000.00	Institutional 4		95.50	Institutional 4
		- <sup>1</sup>	Institutional 5		- <sup>1</sup>	Institutional 5
	512,822.35	Management	97.43	Management		
	June 30, 2023	625,253.83	Classic 1	265,898,744.40	99.71	Classic 1
		526,562.30	Classic 4		96.27	Classic 4
		33,853.95	Classic 4 DIS		87.52	Classic 4 DIS
		221,790.76	Classic 5		98.09	Classic 5
		18,490.39	Classic 5 DIS		87.89	Classic 5 DIS
		104,813.75	Classic 7		100.27	Classic 7
		595,875.57	Institutional 1		102.20	Institutional 1
15,000.00		Institutional 4	102.69		Institutional 4	
508,993.32		Management	105.24		Management	

<sup>1</sup>This class of units was closed on August 19, 2021.

# PALLADIUM FCP

## PALLADIUM FCP - RAM MEDIOBANCA STRATA UCITS CREDIT FUND

### Securities Portfolio as at June 30, 2023

Name	Currency	Quantity / Nominal	Market Value in EUR	% of net assets
<b>Transferable securities admitted to an official exchange listing</b>				
<b>Bonds and other debt instruments</b>				
<b>Banks</b>				
BANCO BPM SPA 22-12/10/2170 FRN	EUR	1,200,000.00	1,088,638.86	0.41
BANCO COM PORTUG 21-12/02/2027 FRN	EUR	2,000,000.00	1,753,957.18	0.66
BANCO COM PORTUG 21-17/05/2032 FRN	EUR	2,000,000.00	1,594,375.26	0.60
BANCO COM PORTUG 22-05/03/2033 FRN	EUR	3,000,000.00	2,876,360.82	1.08
BANCO SABADELL 21-31/12/2061 FRN	EUR	2,400,000.00	2,026,344.58	0.76
BANCO SANTANDER 21-31/12/2061 FRN	EUR	4,000,000.00	2,829,346.78	1.07
BANQ INTL LUXEM 19-31/12/2059 FRN	EUR	2,000,000.00	1,645,064.50	0.62
BARCLAYS PLC 19-31/12/2059 FRN	GBP	600,000.00	606,220.81	0.23
BARCLAYS PLC 21-31/12/2061 FRN	USD	2,000,000.00	1,240,329.64	0.47
BAWAG GROUP AG 18-31/12/2049 FRN	EUR	1,400,000.00	1,123,011.57	0.42
BAWAG GROUP AG 20-01/04/2169 FRN	EUR	1,000,000.00	710,043.25	0.27
BNP PARIBAS 18-31/12/2049 FRN	USD	1,000,000.00	823,824.05	0.31
BNP PARIBAS 22-17/05/2171 FRN	USD	2,000,000.00	1,898,829.71	0.71
CAIXABANK 21-14/12/2169 FRN	EUR	2,600,000.00	1,774,973.67	0.67
COMMERZBANK AG 20-31/12/2060 FRN	EUR	2,000,000.00	1,746,416.06	0.66
COMMERZBANK AG 21-31/12/2061 FRN	EUR	1,000,000.00	750,255.84	0.28
COOPERATIEVE RAB 22-29/06/2170 FRN	EUR	3,400,000.00	2,859,256.89	1.08
CO-OPERATIVE FIN 19-25/04/2029 FRN	GBP	1,500,000.00	1,720,386.46	0.65
CO-OPERATIVE FIN 22-06/04/2027 FRN	GBP	2,000,000.00	2,143,816.42	0.81
COVENTRY BDG SOC 19-31/12/2049 FRN	GBP	2,000,000.00	2,169,436.37	0.82
CRED AGRICOLE SA 21-31/12/2061 FRN	GBP	1,600,000.00	1,760,933.88	0.66
CRED AGRICOLE SA 23-23/03/2171 FRN	EUR	2,000,000.00	1,993,564.54	0.75
DANSKE BANK A/S 21-31/12/2061 FRN	USD	1,000,000.00	777,893.37	0.29
DEUTSCHE BANK AG 21-31/12/2061 FRN	EUR	2,000,000.00	1,385,109.76	0.52
HSBC HOLDINGS 18-31/12/2049 FRN	GBP	2,000,000.00	2,037,025.61	0.77
HSBC HOLDINGS 21-31/12/2061 FRN	USD	2,000,000.00	1,555,683.62	0.59
INIT INNOVATION IN TRAFFIC S 8.375% 23/09/2033	EUR	2,000,000.00	2,002,169.00	0.75
INTESA SANPAOLO 20-01/03/2169 FRN	EUR	2,500,000.00	2,077,831.83	0.78
INTESA SANPAOLO 22-30/09/2170 FRN	EUR	2,000,000.00	1,739,258.66	0.65
LLOYDS BK GR PLC 20-03/12/2035 FRN	GBP	2,000,000.00	1,693,141.40	0.64
NATWEST GROUP 21-31/12/2061 FRN	USD	500,000.00	318,065.64	0.12
NATWEST GROUP 22-06/06/2033 FRN	GBP	2,000,000.00	2,259,463.60	0.85
NIBC BANK NV 17-31/12/2049 FRN	EUR	2,000,000.00	1,555,036.10	0.58
SOCIETE GENERALE 15-29/12/2049 FRN	USD	1,340,000.00	1,156,653.43	0.43
SOCIETE GENERALE 21-31/12/2061 FRN	USD	3,000,000.00	2,178,398.40	0.82
SOCIETE GENERALE 23-18/07/2171 FRN	EUR	200,000.00	191,929.36	0.07
STANDARD CHART 20-18/02/2036 FRN	USD	1,419,000.00	1,022,797.37	0.38
UBS AG 5.125% 14-15/05/2024	USD	2,000,000.00	1,803,299.87	0.68
UBS GROUP 20-31/12/2060 FRN	USD	800,000.00	640,135.39	0.24
UNICAJA ES 21-31/12/2061 FRN	EUR	3,600,000.00	2,526,293.77	0.95
UNICREDIT SPA 20-15/01/2032 FRN	EUR	1,000,000.00	875,662.94	0.33
VOLKSBANK WIEN A 17-06/10/2027 FRN	EUR	2,000,000.00	1,906,603.58	0.72
			<b>66,837,839.84</b>	<b>25.15</b>
<b>Construction of machinery and vehicles</b>				
DANA FIN LUX SAR 3% 21-15/07/2029	EUR	2,500,000.00	2,036,295.33	0.77
FAURECIA 2.375% 21-15/06/2029	EUR	5,100,000.00	4,188,005.30	1.58
GOODYEAR EUROPE 2.75% 21-15/08/2028	EUR	2,000,000.00	1,690,436.18	0.64
IHO VERWALTUNGS 3.875% 19-15/05/2027	EUR	1,250,000.00	1,132,028.66	0.43
SCHAEFFLER AG 3.375% 20-12/10/2028	EUR	1,000,000.00	914,702.24	0.34
TI AUTOMOTIVE 3.75% 21-15/04/2029	EUR	2,000,000.00	1,597,550.76	0.60
VERTICAL HOLDCO 6.625% 20-15/07/2028	EUR	1,500,000.00	1,160,815.33	0.44
VOLKSWAGEN INTFN 20-31/12/2060 FRN	EUR	2,600,000.00	2,183,485.51	0.82
			<b>14,903,319.31</b>	<b>5.62</b>

The accompanying notes form an integral part of the financial statements.



# PALLADIUM FCP

## PALLADIUM FCP - RAM MEDIOBANCA STRATA UCITS CREDIT FUND

### Securities Portfolio as at June 30, 2023 (continued)

Name	Currency	Quantity / Nominal	Market Value in EUR	% of net assets
<b>Chemical products</b>				
CHEMOURS CO 4% 18-15/05/2026	EUR	1,500,000.00	1,396,467.39	0.53
CONS ENERGY FIN 5% 21-15/10/2028	EUR	4,200,000.00	3,571,920.32	1.34
ITALMATCH CHEMIC 10% 23-06/02/2028	EUR	750,000.00	732,289.88	0.28
ITALMATCH CHEMIC 23-06/02/2028 FRN	EUR	1,500,000.00	1,418,385.11	0.53
LUNE HOLDINGS SA 5.625% 21-15/11/2028	EUR	2,000,000.00	1,640,627.18	0.62
MONITCHEM HOLD 3 23-01/05/2028 FRN	EUR	1,000,000.00	978,705.03	0.37
MONITCHEM HOLD 3 8.75% 23-01/05/2028	EUR	1,000,000.00	990,486.23	0.37
OLYMPUS WTR HLDG 3.875% 21-01/10/2028	EUR	1,500,000.00	1,190,575.88	0.45
SCIL IV LLC / SC 4.375% 21-01/11/2026	EUR	1,500,000.00	1,354,365.30	0.51
			<b>13,273,822.32</b>	<b>5.00</b>
<b>Insurances</b>				
ALLIANZ SE 20-30/04/2169 FRN	EUR	1,800,000.00	1,264,521.85	0.48
BUPA FINANCE 21-24/03/2170 FRN	GBP	2,000,000.00	1,388,467.24	0.52
DIRECT LINE INS 4% 20-05/06/2032	GBP	200,000.00	168,591.34	0.06
INTESA SANPAOLO 2.375% 20-22/12/2030	EUR	1,000,000.00	757,514.62	0.28
JUST GROUP PLC 21-31/12/2061 FRN	GBP	1,500,000.00	1,120,290.02	0.42
PENSION INS 19-31/12/2059 FRN	GBP	1,500,000.00	1,486,067.32	0.56
PENSION INS 4.625% 20-07/05/2031	GBP	300,000.00	282,235.10	0.11
PENSION INS 5.625% 18-20/09/2030	GBP	375,000.00	379,172.69	0.14
PHOENIX GROUP 4.375% 18-24/01/2029	EUR	1,500,000.00	1,364,338.19	0.51
ROTHESAY LIFE 18-31/12/2049 FRN	GBP	1,500,000.00	1,446,123.06	0.54
ROTHESAY LIFE 21-31/12/2061 FRN	GBP	1,500,000.00	1,120,074.85	0.42
SCOR SE 18-31/12/2049 FRN	USD	2,000,000.00	1,389,845.98	0.52
			<b>12,167,242.26</b>	<b>4.56</b>
<b>Telecommunications</b>				
ALTICE FRANCE 4% 21-15/07/2029	EUR	2,000,000.00	1,441,399.58	0.54
ALTICE FRANCE 4.125% 20-15/01/2029	EUR	2,065,000.00	1,504,715.92	0.57
AT&T INC 20-31/12/2060 FRN	EUR	1,000,000.00	924,424.08	0.35
SOFTBANK GRP COR 2.875% 21-06/01/2027	EUR	2,400,000.00	2,123,292.91	0.80
TALKTALK TELECOM 3.875% 20-20/02/2025	GBP	1,000,000.00	946,229.72	0.36
TELEFONICA EUROP 19-31/12/2059 FRN	EUR	1,500,000.00	1,293,359.61	0.49
VMED O2 UK FIN 4.5% 21-15/07/2031	GBP	1,500,000.00	1,331,269.72	0.50
WP/AP TELECOM 5.5% 21-15/01/2030	EUR	2,000,000.00	1,668,142.96	0.63
			<b>11,232,834.50</b>	<b>4.24</b>
<b>Miscellaneous services</b>				
BCP MODULAR 6.125% 21-30/11/2028	GBP	1,600,000.00	1,550,209.54	0.58
DOMETIC GROUP AB 2% 21-29/09/2028	EUR	2,000,000.00	1,614,284.12	0.61
RAC BOND CO 5.25% 21-04/11/2027	GBP	2,000,000.00	1,859,013.17	0.70
VERISURE HOLDING 7.125% 23-01/02/2028	EUR	2,500,000.00	2,516,213.25	0.95
VERISURE HOLDING 9.25% 22-15/10/2027	EUR	1,000,000.00	1,067,239.04	0.40
VILLA DUTCH BIDC 9% 22-03/11/2029	EUR	1,432,000.00	1,416,954.72	0.53
			<b>10,023,913.84</b>	<b>3.77</b>
<b>Other credit institutions</b>				
ENCORE CAPITAL 4.25% 21-01/06/2028	GBP	3,000,000.00	2,688,945.87	1.01
GARFUNKELUX HOLD 6.75% 20-01/11/2025	EUR	2,000,000.00	1,471,191.64	0.55
IQERA GROUP 23-15/02/2027 FRN	EUR	3,485,000.00	3,143,437.90	1.18
			<b>7,303,575.41</b>	<b>2.74</b>
<b>Pharmaceutics, cosmetics, biotechnology</b>				
CHROME HOLDCO 5% 21-31/05/2029	EUR	2,000,000.00	1,503,860.84	0.57
GRIFOLS ESCROW 3.875% 21-15/10/2028	EUR	2,000,000.00	1,720,281.72	0.65
LABORATOIRE EIME 5% 21-01/02/2029	EUR	2,000,000.00	1,465,811.10	0.55
NIDDA HEALTHCARE 7.5% 22-21/08/2026	EUR	1,600,000.00	1,595,054.67	0.60
			<b>6,285,008.33</b>	<b>2.37</b>
<b>Distribution, retail trade</b>				
MOBILUX FINANCE 4.25% 21-15/07/2028	EUR	2,500,000.00	2,156,311.60	0.81
NOBEL BIDCO BV 3.125% 21-15/06/2028	EUR	2,500,000.00	1,978,323.48	0.74
ONTEX GROUP 3.5% 21-15/07/2026	EUR	2,000,000.00	1,764,996.30	0.66
			<b>5,899,631.38</b>	<b>2.21</b>

The accompanying notes form an integral part of the financial statements.

# PALLADIUM FCP

## PALLADIUM FCP - RAM MEDIOBANCA STRATA UCITS CREDIT FUND

### Securities Portfolio as at June 30, 2023 (continued)

Name	Currency	Quantity / Nominal	Market Value in EUR	% of net assets
<b>Packaging and paper industry</b>				
ARDAGH PKG FIN 2.125% 20-15/08/2026	EUR	2,000,000.00	1,784,023.84	0.67
FIBER BIDCO SPA 11% 22-25/10/2027	EUR	1,000,000.00	1,071,141.42	0.40
RIMINI BIDCO SPA 21-14/12/2026 FRN	EUR	2,000,000.00	1,932,442.88	0.73
			<b>4,787,608.14</b>	<b>1.80</b>
<b>Textiles and clothing</b>				
CT INVESTMENT 5.5% 21-15/04/2026	EUR	2,000,000.00	1,866,774.82	0.70
IM GROUP 8% 23-01/03/2028	EUR	1,000,000.00	890,614.81	0.33
LEATHER 2 SPA 21-30/09/2028 FRN	EUR	2,000,000.00	1,901,719.30	0.72
			<b>4,659,108.93</b>	<b>1.75</b>
<b>Building and building materials</b>				
ABERTIS FINANCE 20-31/12/2060 FRN	EUR	1,000,000.00	901,522.39	0.34
HEATHROW FINANCE PLC 4.125% 19-01/09/2029	GBP	2,000,000.00	1,891,554.75	0.71
VICTORIA PLC 3.625% 21-24/08/2026	EUR	1,000,000.00	828,806.01	0.31
VICTORIA PLC 3.75% 21-15/03/2028	EUR	1,000,000.00	790,074.90	0.30
			<b>4,411,958.05</b>	<b>1.66</b>
<b>Real estate and housing</b>				
EMERIA SASU 7.75% 23-31/03/2028	EUR	4,000,000.00	3,716,497.40	1.40
			<b>3,716,497.40</b>	<b>1.40</b>
<b>Internet</b>				
UNITED GROUP 3.625% 20-15/02/2028	EUR	2,400,000.00	1,916,847.94	0.72
UNITED GROUP 4% 20-15/11/2027	EUR	1,200,000.00	988,398.07	0.37
			<b>2,905,246.01</b>	<b>1.09</b>
<b>Agriculture and fishing</b>				
TEREOS FIN GROUP 4.75% 22-30/04/2027	EUR	1,250,000.00	1,188,954.49	0.45
TEREOS FIN GROUP 7.25% 23-15/04/2028	EUR	1,250,000.00	1,276,489.80	0.48
			<b>2,465,444.29</b>	<b>0.93</b>
<b>Software</b>				
CEDACRI MERGECO 21-15/05/2028 FRN	EUR	2,500,000.00	2,382,545.65	0.89
			<b>2,382,545.65</b>	<b>0.89</b>
<b>Electrics, electronics</b>				
AT&S AG 22-31/12/2062 FRN	EUR	2,000,000.00	1,752,603.44	0.66
			<b>1,752,603.44</b>	<b>0.66</b>
<b>Audiovisual</b>				
ALTICE FINANCING 3% 20-15/01/2028	EUR	2,000,000.00	1,554,458.34	0.58
			<b>1,554,458.34</b>	<b>0.58</b>
<b>Office equipment and material</b>				
TRANSCOM HOLDING 21-15/12/2026 FRN	EUR	1,500,000.00	1,499,686.10	0.56
			<b>1,499,686.10</b>	<b>0.56</b>
<b>Hotels and restaurants</b>				
TVL FINANCE 23-28/04/2028 FRN	EUR	1,000,000.00	980,608.42	0.37
			<b>980,608.42</b>	<b>0.37</b>
<b>Entertainment</b>				
ALLWYN ENTERTAIN 7.25% 23-30/04/2030	EUR	750,000.00	763,034.68	0.29
			<b>763,034.68</b>	<b>0.29</b>
<b>Distribution water, gas, electricity, energy</b>				
ENI SPA 21-31/12/2061 FRN	EUR	1,000,000.00	784,239.42	0.29
			<b>784,239.42</b>	<b>0.29</b>
<b>Total Bonds and other debt instruments</b>			<b>180,590,226.06</b>	<b>67.93</b>
<b>Mortgage backed securities</b>				
<b>Other credit institutions</b>				
ACCUN 1X ER 19-15/07/2030 FRN	EUR	2,200,000.00	2,026,398.00	0.76
AQUE 2022-7X D 23-15/03/2036 FRN	EUR	900,000.00	904,608.00	0.34
ARESE 16X D 22-15/07/2035 FRN	EUR	1,875,000.00	1,884,900.00	0.71
BCCE 2018-1X E 18-20/04/2032 FRN	EUR	3,000,000.00	2,517,690.00	0.95
BRGPT 3X E 21-15/01/2036 FRN	EUR	3,000,000.00	2,723,160.00	1.02
CFOUR 2X E 21-15/01/2034 FRN	EUR	1,500,000.00	1,324,560.00	0.50
CGMSE 2013-1X CRNE 17-15/04/2030 FRN	EUR	3,000,000.00	2,782,260.00	1.05
CORDA 7X ER 18-15/09/2031 FRN	EUR	2,000,000.00	1,770,420.00	0.67
CRNCL 2021-14X D 21-29/10/2034 FRN	EUR	2,500,000.00	2,254,825.00	0.85

The accompanying notes form an integral part of the financial statements.

# PALLADIUM FCP

## PALLADIUM FCP - RAM MEDIOBANCA STRATA UCITS CREDIT FUND

### Securities Portfolio as at June 30, 2023 (continued)

Name	Currency	Quantity / Nominal	Market Value in EUR	% of net assets
CRNCL 2022-15X E 22-15/04/2036 FRN	EUR	2,000,000.00	1,807,020.00	0.68
DRYD 2017-59X D1 18-15/05/2032 FRN	EUR	2,000,000.00	1,726,360.00	0.64
EDMPK 1X D 22-21/07/2035 FRN	EUR	2,300,000.00	2,323,023.00	0.87
GLME 2X E 18-20/01/2032 FRN	EUR	3,212,000.00	2,748,315.68	1.03
HAYEM 5X D 20-17/11/2032 FRN	EUR	3,000,000.00	2,831,820.00	1.07
INVSC 9X D 23-20/04/2036 FRN	EUR	2,500,000.00	2,519,575.00	0.95
JUBIL 2022-26X D 22-15/10/2036 FRN	EUR	2,000,000.00	2,019,180.00	0.76
MAGNA 2020-1X D 20-20/12/2029 FRN	GBP	2,496,150.64	2,747,980.76	1.03
SEGOV 2017-3X DR 22-25/01/2035 FRN	EUR	2,500,000.00	2,316,450.00	0.87
TIKEH 8X D 22-25/10/2034 FRN	EUR	2,800,000.00	2,851,716.00	1.07
<b>Total Mortgage backed securities</b>			<b>42,080,261.44</b>	<b>15.82</b>
<b>Total Transferable securities admitted to an official exchange listing</b>			<b>222,670,487.50</b>	<b>83.75</b>
<b>Transferable securities dealt in on another regulated market</b>				
<b>Bonds and other debt instruments</b>				
<b>Banks</b>				
BANCO BPM SPA 3.375% 22-19/01/2032	EUR	3,500,000.00	3,059,479.50	1.15
BNP PARIBAS 22-16/02/2171 FRN	USD	1,000,000.00	883,022.84	0.33
ING GROEP NV 21-31/12/2061 FRN	USD	2,500,000.00	1,533,705.70	0.58
INTESA SANPAOLO 2.5% 20-15/01/2030	GBP	1,700,000.00	1,538,295.54	0.58
SWEDBANK AB 23-17/09/2171 FRN	USD	1,600,000.00	1,351,655.98	0.51
UNICREDIT SPA 14-03/04/2049 FRN	USD	2,000,000.00	1,794,646.95	0.67
UNICREDIT SPA 20-30/06/2035 FRN	USD	800,000.00	622,256.52	0.23
USB REALTY CORP 06-29/12/2049 SR	USD	3,000,000.00	1,953,148.96	0.73
			<b>12,736,211.99</b>	<b>4.78</b>
<b>Internet</b>				
CENTURION BIDCO 11.125% 23-15/05/2028	EUR	1,250,000.00	1,260,006.61	0.47
RAKUTEN GROUP 10.25% 22-30/11/2024	USD	3,000,000.00	2,736,316.40	1.03
			<b>3,996,323.01</b>	<b>1.50</b>
<b>Pharmaceuticals, cosmetics, biotechnology</b>				
BORMIOLI PHARMA 23-15/05/2028 FRN	EUR	2,000,000.00	1,954,878.08	0.74
			<b>1,954,878.08</b>	<b>0.74</b>
<b>Distribution, retail trade</b>				
TENDAM BRANDS 22-31/03/2028 FRN	EUR	1,500,000.00	1,505,016.29	0.57
			<b>1,505,016.29</b>	<b>0.57</b>
<b>Software</b>				
PICARD MIDCO 6.5% 22-31/03/2029	USD	1,500,000.00	1,222,861.84	0.46
			<b>1,222,861.84</b>	<b>0.46</b>
<b>Total Bonds and other debt instruments</b>			<b>21,415,291.21</b>	<b>8.05</b>
<b>Total Transferable securities dealt in on another regulated market</b>			<b>21,415,291.21</b>	<b>8.05</b>
<b>Total Securities Portfolio as at June 30, 2023</b>			<b>244,085,778.71</b>	<b>91.80</b>

The accompanying notes form an integral part of the financial statements.

# PALLADIUM FCP

## PALLADIUM FCP - RAM MEDIOBANCA STRATA UCITS CREDIT FUND

### Portfolio breakdown

Country allocation	% of portfolio	% of net assets
Great-Britain	16.16	14.83
France	14.24	13.07
Ireland	14.22	13.06
Italy	11.06	10.15
Netherlands	10.50	9.64
Spain	5.89	5.41
Luxembourg	5.69	5.22
United-States (U.S.A.)	4.40	4.04
Germany	4.38	4.02
Sweden	3.30	3.03
Portugal	2.55	2.34
Austria	2.25	2.07
Japan	1.99	1.83
Switzerland	1.77	1.63
Belgium	0.72	0.66
Jersey	0.56	0.51
Denmark	0.32	0.29
<b>Grand Total</b>	<b>100.00</b>	<b>91.80</b>

Sector allocation	% of portfolio	% of net assets
Banks	32.61	29.93
Other credit institutions	20.24	18.56
Construction of machinery and vehicles	6.09	5.62
Chemical products	5.43	5.00
Insurances	5.00	4.56
Telecommunications	4.61	4.24
Miscellaneous services	4.11	3.77
Pharmaceutics, cosmetics, biotechnology	3.37	3.11
Distribution, retail trade	3.03	2.78
Internet	2.84	2.59
Packaging and paper industry	1.96	1.80
Textiles and clothing	1.90	1.75
Building and building materials	1.80	1.66
Real estate and housing	1.52	1.40
Software	1.48	1.35
Agriculture and fishing	1.01	0.93
Electrics, electronics	0.72	0.66
Audiovisual	0.64	0.58
Office equipment and material	0.61	0.56
Hotels and restaurants	0.40	0.37
Distribution water, gaz, electricity, energy	0.32	0.29
Entertainment	0.31	0.29
<b>Grand Total</b>	<b>100.00</b>	<b>91.80</b>

The accompanying notes form an integral part of the financial statements.

# PALLADIUM FCP

## PALLADIUM FCP - RAM MEDIUMBANCA STRATA UCITS CREDIT FUND

### Top Ten Holdings

Top Ten Holdings	Sector	Market value in EUR	% of net assets
FAURECIA 2.375% 21-15/06/2029	Construction of machinery and vehicles	4,188,005.30	1.58
EMERIA SASU 7.75% 23-31/03/2028	Real estate and housing	3,716,497.40	1.40
CONS ENERGY FIN 5% 21-15/10/2028	Chemical products	3,571,920.32	1.34
IQERA GROUP 23-15/02/2027 FRN	Other credit institutions	3,143,437.90	1.18
BANCO BPM SPA 3.375% 22-19/01/2032	Banks	3,059,479.50	1.15
BANCO COM PORTUG 22-05/03/2033 FRN	Banks	2,876,360.82	1.08
COOPERATIEVE RAB 22-29/06/2170 FRN	Banks	2,859,256.89	1.08
TIKEH 8X D 22-25/10/2034 FRN	Other credit institutions	2,851,716.00	1.07
HAYEM 5X D 20-17/11/2032 FRN	Other credit institutions	2,831,820.00	1.07
BANCO SANTANDER 21-31/12/2061 FRN	Banks	2,829,346.78	1.07
<b>Grand Total</b>		<b>31,927,840.91</b>	<b>12.02</b>

The accompanying notes form an integral part of the financial statements.

# PALLADIUM FCP

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## Notes to the Financial Statements as at June 30, 2023

### Note 1. General Information

PALLADIUM FCP (the "Fund") was created as of January 8, 2016 as a mutual investment fund ("Fonds Commun de Placement") under the Luxembourg law for an unlimited duration. The Fund is registered in the Grand Duchy of Luxembourg as an Undertaking for Collective Investment (a "UCI") pursuant to Part I of the law of December 17, 2010, as amended (the "2010 Law").

As at June 30, 2023, the Fund offered the following sub-fund for distribution in Switzerland:

- PALLADIUM FCP - RAM MEDIOBANCA STRATA UCITS CREDIT FUND, launched on May 14, 2019

The launch date of the sub-fund corresponds to the date of the first NAV calculation.

For the time being, the sub-fund may offer the following classes of units:

- Classic Class (hereafter "C"): offered to retail investors.
- Institutional Class (hereafter "I"): offered to institutional investors holding the units as part of their own assets or acting on behalf of individual or corporates entities.
- Management Class (hereafter "M"): offered to certain investors only including (i) RAM clients, (ii) persons connected to the Investment Manager and (iii) other investors at the discretion of the Board of Directors of the Management Company in consultation with the Investment Manager.
- Planner Class (hereafter "P"): offered only to investors subscribing via Allfunds Bank S.A.U..

### Note 2. Exchange rates as at June 30, 2023

The exchange rates used for the translation of the sub-fund's assets and liabilities not denominated in the reference currency of the sub-fund are as follows:

- 1 EURO (EUR) = 1.091800 US Dollar (USD)
- 1 EURO (EUR) = 0.858610 Great Britain Pound (GBP)

### Note 3. Significant accounting policies

The financial statements are presented in accordance with Luxembourg regulations relating to Undertakings for Collective Investment in transferable securities.

#### 3.1 Foreign exchange translation

The financial statements have been drawn up in the accounting currency of each sub-fund. Assets and liabilities expressed in currencies other than the accounting currency of the sub-fund are converted into that currency at the exchange rates prevailing on the closing date.

Income and expenses expressed in currencies other than the accounting currency of the sub-fund are converted into that currency at the exchange rates prevailing on the transaction date.

#### 3.2 Presentation of the financial statements

The financial statements are presented on the basis of the latest net asset value calculated during the financial period. In accordance with the prospectus, the net asset value was calculated using the stock market prices and the latest exchange rates known at the time of calculation.

## Notes to the Financial Statements as at June 30, 2023 (continued)

### Note 3. Significant accounting policies (continued)

#### 3.3 Valuation of investment portfolio

The Net Asset Value per each class of units is determined on the day specified for the each sub-fund (the "Valuation Day") on the basis of the value of the underlying investments of the relevant sub-fund, determined as follows:

(a) The value of each security and/or financial derivative and/or money market instrument which is quoted or dealt in on any stock exchange is based on its last closing price on the stock exchange which is normally the principal market for such security and/or financial derivative and/or money market instrument known at the end of the day preceding the relevant Valuation Day;

(b) The value of each security and/or money market instrument dealt in on any other regulated market is based on its last known closing price which is normally available at the end of the day preceding the relevant Valuation Day;

(c) Shares or units in open-ended investment funds shall be valued at their last available calculated net asset value;

(d) In the event that any assets are not listed or dealt in on any stock exchange or on any other regulated market, or if, with respect to assets listed or dealt in on any stock exchange, or other regulated market as aforesaid, the price as determined pursuant to sub-paragraph (a) to (c) is not representative of the fair market value of the relevant assets, the value of such assets is based on the reasonably foreseeable sale price determined prudently and in good faith;

(e) All other securities and other assets are valued at fair market value as determined in good faith pursuant to procedures established by the Management Company.

In accordance with the prospectus, the NAVs were calculated using the latest market values and exchange rates known at the time of calculation.

#### 3.4 Valuation of forward foreign exchange contracts

The forward foreign exchange contracts opened at year-end are valued at the forward exchange rate corresponding to the termination date of the contract. Realised gains and losses and net change in unrealised gains and losses are included in the statement of operations and changes in net assets. Unrealised gains and losses are included in the statement of net assets.

#### 3.5 Valuation of options

The Fund writes options on securities, futures, swaps and currencies. These options are settled in cash and expose the Fund to unlimited risk of loss. The Fund, however, is not subject to credit risk on written options as the counterparty has already performed its obligation by paying the premium at the inception of the contract.

The market values of options purchased are recorded as investments (under the item "Purchased options at market value" in the statement of net assets) and the market values of options written or sold are recorded as liabilities (under the item "Written options at market value" in the statement of net assets). When the exercise of an option results in a cash settlement, the difference between the premium and the settlement proceeds is accounted for as a realised gain or loss (under the item "Net realised gain / (loss) on options, swap contracts and contracts for difference" in the statement of operations and changes in net assets). When securities are acquired or delivered upon exercise of an option, the acquisition cost or sale proceeds are adjusted by the amount of the premium. When an option is closed, the difference between the premium and the cost to close the position is accounted for as a realised gain or loss. When an option expires, the premium is accounted for as a realised gain or loss.

The options are valued at the last available market price. The value of each option which is quoted or dealt in on any stock exchange is based on its last closing price on the stock exchange which is normally the principal market for such financial derivative instrument known at the end of the day preceding the relevant Valuation Day. The value of each option dealt in on any other Regulated Market is based on its last known closing price which is normally available at the end of the day preceding the relevant Valuation Day. Resulting realised and net change in unrealised gains or losses are included in the statement of operations and changes in net assets. Unrealised gains and losses are included in the statement of net assets. The results on closed positions for which final payment has not yet been made are considered as unrealised.

# PALLADIUM FCP

## Notes to the Financial Statements as at June 30, 2023 (continued)

### Note 3. Significant accounting policies (continued)

#### 3.6 Valuation of swap contracts

Swaps are valued at their fair value based on the underlying asset.

An Interest Rate Swap (“IRS”) is an agreement to exchange interest rate cash flows, calculated on a notional principal amount, at specified intervals (payment dates) during the life of the agreement.

A Credit Default Swap (“CDS”) is a credit derivative transaction in which two parties enter into an agreement, whereby one party pays the other a fixed periodic coupon for the specified life of the agreement. The other party makes no payment unless a credit event relating to a predetermined reference asset occurs. If such an event occurs, the party will then make a payment to the first party, and the swap will terminate.

The unrealised gain / loss on swap contracts is recorded under the item “Net unrealised gain / loss on swap contracts” in the statement of net assets.

The changes in such amounts are included in the statement of operations and changes in net assets under the item “Net change in unrealised gain / (loss) on options and swap contracts”.

When a contract is closed, the realised gain or loss is recorded under the item “Net realised gain / (loss) on options and swap contracts” in the statement of operations and changes in net assets. The item “Net realised gain / (loss) on options and swap contracts” includes also the premium paid or received on swaps contracts.

### Note 4. Investment management fees and performance fees

The investment management fees are payable to the Management Company in compensation of its investment management services. Such fees are payable quarterly and are calculated on the basis of the average net asset value of each class of units for the relevant quarter.

As at June 30, 2023, the annual investment management fees rates per class of units are as follows:

Sub-fund name	Class C1	Class C4	Class C4 DIS	Class C5	Class C5 DIS	Class C7	Class I1	Class I4	Class I5	Class M
PALLADIUM FCP - RAM MEDIOBANCA STRATA UCITS CREDIT FUND	1.35%	1.20%	1.20%	1.20%	1.20%	0.80%	0.75%	0.50%	0.50%	None

For the classes of units I4 and I5, the Investment Manager is entitled to receive a performance fee being a percentage (15%) of the appreciation of the net asset value per unit, subject to a high water mark, calculated and accrued daily on each valuation day and paid at the end of each calendar year i.e. 31 December (the “Performance Period”).

For each Performance Period, the performance fee is equal to 15% of the positive difference between (i) that relevant class net asset value before accrual for performance fee at the end of the Performance Period and (ii) the class high water mark threshold.

The class high water mark threshold is as of a valuation day equal to the higher of:

- (i) the class high water mark: net asset value per unit of the relevant class on the last day of any Performance Period in respect of which a Performance Fee was charged,
- (ii) the net asset value per unit on the date of investment increased by the class hurdle rate (12 month EURIBOR plus 2% for I4 and SOFR plus 2% for I5).

There were no performance fees paid during the year ended June 30, 2023.



# PALLADIUM FCP

## Notes to the Financial Statements as at June 30, 2023 (continued)

### Note 5. Depository bank, Management Company, administration and risk management fees

The Management Company is entitled to receive a management fee of a maximum of 0.10% per annum, calculated on the average quarterly net asset value of the Fund for its activity as Management Company.

As remuneration for services rendered to the Fund in their respective capacities, the Depository bank receives from the Fund, a fee of a maximum of 0.75% per annum. Depository bank fees are payable quarterly and are calculated on the basis of the average net asset value of the Fund for the relevant quarter.

A fee of a maximum of 0.80% per annum calculated on the average quarterly net asset value of the Fund is charged to the Fund for central administration services.

Moreover, for its risk management activities, the Management Company is entitled to receive from the Fund a fee of 0.025% per annum, payable quarterly and calculated on the average quarterly net asset value of the Fund.

### Note 6. Subscription Tax

The Fund is not liable to any Luxembourg tax on profits or income, nor are distributions paid by the Fund liable to any Luxembourg withholding tax. The Fund is, however, liable in Luxembourg to a tax of 0.05% per annum of its net asset value, such tax being payable quarterly on the basis of the value of the aggregate net assets of the sub-fund at the end of the relevant calendar quarter. The Fund is liable to a tax of 0.01% per annum of the net asset value on Institutional Classes. No stamp duty or other tax is payable in Luxembourg on the issue of units. No Luxembourg tax is payable on the realised capital appreciation of the assets of the Fund.

### Note 7. Financial derivative instruments

#### Credit Default Swaps

As at June 30, 2023, the sub-fund PALLADIUM FCP - RAM MEDIOBANCA STRATA UCITS CREDIT FUND was engaged in Credit Default Swap contracts with BNP PARIBAS, Morgan Stanley and JP Morgan.

Underlying	Sell/Buy	Interest rate (%)	Maturity Date	Notional	Unrealised gain / (loss) in EUR
VOLKSWAGEN INTFN 0.875% 15-16/01/2023	Sell	1.00	20/06/2027	5,000,000.00	13,307.39
DAIMLER AG 1.4% 16-12/01/2024	Buy	1.00	20/06/2027	5,000,000.00	(95,663.93)
IBERDROLA INTL 1.125% 15-27/01/2023	Buy	1.00	20/06/2027	5,000,000.00	(107,785.22)
ELEC DE FRANCE 5.625% 03-21/02/2033	Sell	1.00	20/06/2027	5,000,000.00	30,516.90
ITRX XOVER CDSI S37	Sell	5.00	20/06/2027	2,400,000.00	128,521.38
MARKS & SPE CDS EUR SR 5Y D14 20/06/2025	Buy	1.00	20/06/2027	3,000,000.00	71,315.01
SOLVAY SA 1.625% 15-02/12/2022	Buy	1.00	20/06/2027	5,000,000.00	(62,759.07)
LANXESS 1% 16-07/10/2026	Sell	1.00	20/06/2027	5,000,000.00	(107,346.07)
ITRX XOVER CDSI S38	Buy	4.23	20/12/2027	5,000,000.00	269,000.00
ITRX CDSI S38	Sell	-	20/12/2027	5,000,000.00	(1,388,500.00)
ITRX CDSI S38	Buy	-	20/12/2027	5,000,000.00	1,350,000.00
					<b>100,606.39</b>

#### Interest Rate Swaps

As at June 30, 2023, the sub-fund PALLADIUM FCP - RAM MEDIOBANCA STRATA UCITS CREDIT FUND was engaged in Interest Rate Swap contracts with BNP PARIBAS, GOLDMAN SACHS INTERNATIONAL LONDON and JP Morgan.

Notional	Currency	To pay in %	To receive in %	Maturity date	Unrealised gain / (loss) in EUR
3,100,000.00	EUR	3.13020	6M EUR006M	15/06/2033	(29,680.72)
3,100,000.00	EUR	3.20640	6M EUR006M	21/06/2028	8,848.56
3,500,000.00	EUR	3.13830	6M EUR006M	19/06/2030	(6,197.37)
1,200,000.00	GBP	4.56130	1D SONIO/N	21/06/2028	31,758.09
1,400,000.00	GBP	4.35340	1D SONIO/N	19/06/2030	32,221.24
1,400,000.00	GBP	4.21900	1D SONIO/N	15/06/2033	19,124.32
600,000.00	USD	3.46869	1D SOFRRATE	15/06/2033	4,155.36
700,000.00	USD	3.50200	1D SOFRRATE	19/06/2030	7,827.85
800,000.00	USD	3.59680	1D SOFRRATE	21/06/2028	10,400.49
					<b>78,457.82</b>

# PALLADIUM FCP

## Notes to the Financial Statements as at June 30, 2023 (continued)

### Note 7. Financial derivative instruments (continued)

#### Forward foreign exchange contracts

As at June 30, 2023, the sub-fund PALLADIUM FCP - RAM MEOBANCA STRATA UCITS CREDIT FUND was engaged in forward foreign exchange contracts with BNP Paribas.

Purchased amount	Currency	Sold amount	Currency	Maturity date	Unrealised gain /(loss) in EUR
45,471,398.49	EUR	(39,000,000.00)	GBP	15/09/2023	211,413.59
31,232,575.21	EUR	(34,000,000.00)	USD	15/09/2023	211,030.14
3,000,000.00	USD	(2,741,290.69)	EUR	15/09/2023	(4,024.45)
					<b>418,419.28</b>

#### Options

As at June 30, 2023, the sub-fund PALLADIUM FCP - RAM MEOBANCA STRATA UCITS CREDIT FUND was engaged in options with Morgan Stanley and JP Morgan.

Quantity/Nominal	Name	Currency	Market Value in EUR
100,000,000.00	PUT ITRX EUR CDSI S39 5Y 19/07/2023 0.9	EUR	12,200.00
(100,000,000.00)	PUT ITRX EUR CDSI S39 5Y CO 19/07/2023 1	EUR	(7,200.00)
(50,000,000.00)	PUT ITRX XOVER CDSI S39 19/07/2023 4.625	EUR	(32,600.00)
25,000,000.00	PUT ITRX XOVER CDSI S39 19/07/2023 4.25	EUR	54,750.00
25,000,000.00	PUT ITRX XOVER CDSI S39 19/07/2023 4.25	EUR	54,750.00
(50,000,000.00)	PUT ITRX XOVER CDSI S39 19/07/2023 4.625	EUR	(32,600.00)
(100,000,000.00)	CALL ITRX EUR CDSI S39 5 19/07/2023 0.75	EUR	(112,100.00)
			<b>(62,800.00)</b>

### Note 8. Transaction costs

The Fund incurred transaction costs which have been defined as the brokerage fees, certain taxes and certain custodian fees relating to the purchase and sale of transferable securities, money market instruments or other eligible assets. Transaction costs are included in the statement of operations and changes in net assets.

There are no brokerage fees charged separately for transaction on fixed income instruments. The transaction costs are included in the transaction price, which is known as "marked up".

### Note 9. Dividend distribution

In its circular resolution dated November 30, 2022, the Board of Directors decided to pay dividends with an ex-dividend date on December 23, 2022 and a payment date on December 30, 2022. The amounts were as follows:

PALLADIUM FCP	Currency	Unitary dividend	Class of units
PALLADIUM FCP - RAM MEOBANCA STRATA UCITS CREDIT FUND	EUR	1.324	Classic 4 Dis
PALLADIUM FCP - RAM MEOBANCA STRATA UCITS CREDIT FUND	EUR	1.325	Classic 5 Dis

In its circular resolution dated June 7, 2023, the Board of Directors decided to pay dividends with an ex-dividend date on June 30, 2023 and a payment date on July 4, 2023. The amounts were as follows:

PALLADIUM FCP	Currency	Unitary dividend	Class of units
PALLADIUM FCP - RAM MEOBANCA STRATA UCITS CREDIT FUND	EUR	2.477	Classic 4 Dis
PALLADIUM FCP - RAM MEOBANCA STRATA UCITS CREDIT FUND	EUR	2.487	Classic 5 Dis

### Note 10. Distribution fees

For the classes of units Classic 4 and Classic 4 Dis of the sub-fund PALLADIUM FCP - RAM MEOBANCA STRATA UCITS CREDIT FUND, the distributor is entitled to receive a distribution fee of 0.50% per annum calculated on the average quarterly Net Asset Value of the relevant Class of Units and payable quarterly. Such distribution fee will be paid by the Sub-Fund directly to the distributor.

# PALLADIUM FCP

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## **Notes to the Financial Statements as at June 30, 2023 (continued)**

### **Note 11. Subsequent events**

There were no subsequent events requiring disclosure in these Financial Statements.

## **Additional information regarding the Transparency of Securities Financing Transactions (Unaudited)**

The Fund is subject to the Regulation (EU) 2015/2365 on Transparency of Securities Financing Transactions and of Reuse and amending Regulation (EU) No 648/2012 of the European Parliament (“SFTR”).

For the year ended June 30, 2023, the Fund did not use any instrument falling into the scope of SFTR.

## **Sustainable Finance Disclosure Regulation SFDR (Unaudited)**

Sustainability risks are integrated into the Sub-Fund's investment management process in compliance with the provisions of Article 6 of Regulation (EU) 2019/2088 of the European Parliament and of the Council of November 27, 2019 (the SFDR Regulation) on sustainability reporting in the financial services industry.

The investments underlying this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

# PALLADIUM FCP

## Additional information (Unaudited)

### 1. Total Expense Ratio for the year ended June 30, 2023

The Total Expense Ratio (TER) was calculated according to the guidelines of the Asset Management Association of Switzerland ("AMAS") dated May 16, 2008.

Sub-fund	Classes of units	TER in% (without performance fees)	TER in% (with performance fees)
PALLADIUM FCP - RAM MEOBANCA STRATA UCITS CREDIT FUND	Classic 1	1.79	1.79
	Classic 4	2.15	2.15
	Classic 4 DIS	2.15	2.15
	Classic 5	1.65	1.65
	Classic 5 DIS	1.65	1.65
	Classic 7	1.25	1.25
	Institutional 1	1.16	1.16
	Institutional 4	0.91	0.91
	Management	0.45	0.45

### 2. Performance

The Performance was calculated according to the guidelines of the Asset Management Association of Switzerland ("AMAS") dated May 16, 2008.

Sub-fund	Classes of units	Performance for the year ended June 30, 2023 in %	Performance for the year ended June 30, 2022 in %	Performance for the year ended June 30, 2021 in %
PALLADIUM FCP - RAM MEOBANCA STRATA UCITS CREDIT FUND	Classic 1	6.57	(11.48)	7.11
	Classic 4	6.20	(11.78)	6.74
	Classic 4 DIS	6.48	(11.32)	1.90*
	Classic 5	6.74	(11.34)	7.27
	Classic 5 DIS	7.00	(10.91)	1.30*
	Classic 7	7.16	(10.99)	7.71
	Institutional 1	7.26	(10.92)	7.81
	Institutional 4	7.53	(10.71)	7.88
	Institutional 5	-	-	3.16
Management	8.02	(10.28)	8.58	

\*Performance was calculated for the period since class of unit launch.

Historical performance is not an indicator of future performance.