

# MONTLAKE ALPHA FIXED INCOME UCITS FUND

Monthly Factsheet - Marketing Communication

As of end of May 2026

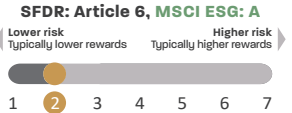
## EUR Hedged Institutional (FIEHI) share class NAVps: 109.36

### Country Registrations:



Tax Reporting: ✓ ✓ ✓ ✓ ✓ ✓

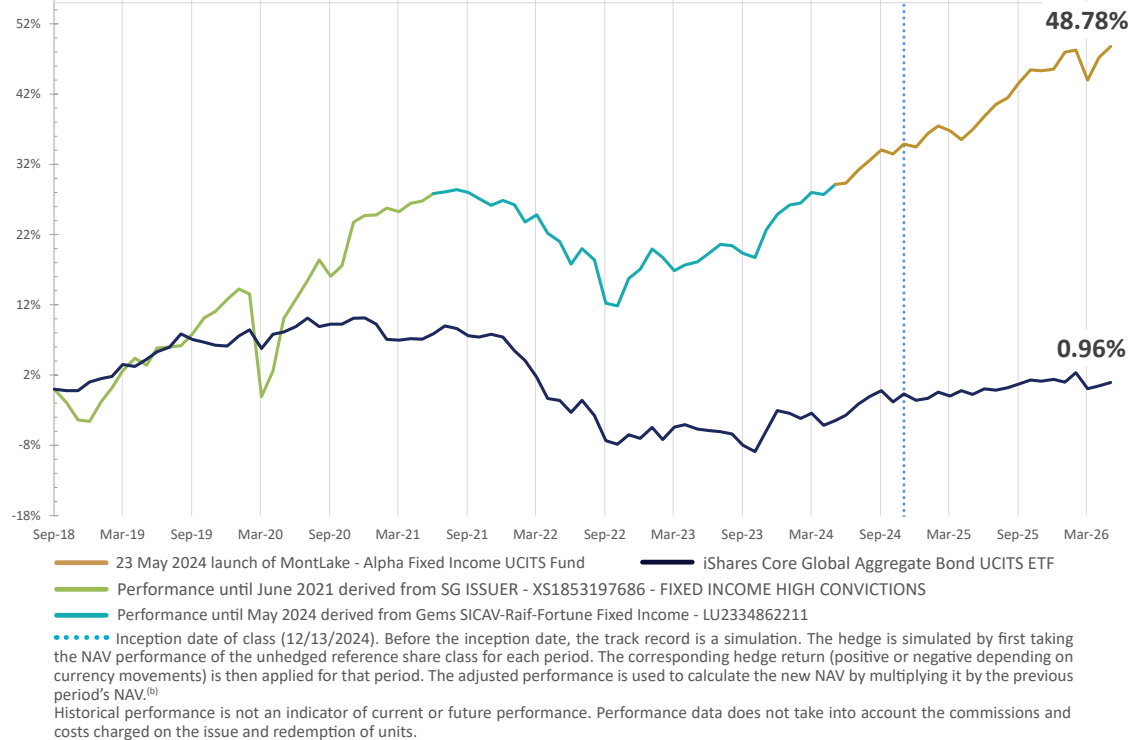
SDR Risk Level



### CHARACTERISTICS

Legal Structure	UCITS - ICAV
Domicile	Ireland
Custodian / Depository	Northern Trust
Administrator & Transfer Agent	Northern Trust International Fund Administration
Management Company	Waystone Fund Management (IE) Limited
Auditor	KPMG - Ireland
Investment Manager	Fortune Financial Strategies S.A.
Portfolio Manager	Simon Khalili
EFAMA Classification	Bond Aggregate FD USD
Share class type	EUR Hedged Inst. (FIEHI)
ISIN - Sedole	IE000NWSZAG1 - BRPS2H8
Fund Launch Date	23 May 2024
Valuation Frequency	Daily
Subscription & Redemptions	Daily T+1
Total Expense Ratio (TER)	0.67%
Management & Performance fee	0.45% & 10% HWM above hurdle (ESTR)
Prospectus and PRIIPs can be found on <a href="http://www.montlakeucits.com">www.montlakeucits.com</a> The Prospectus is in English & the PRIIPs are in EN, PT, ES, DE, FR, IT	

### STRATEGY NET OF FEES PERFORMANCE



### MONTHLY NET % PERFORMANCE SINCE INCEPTION

YEAR	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	YTD	CUM
2026	1.66%	0.20%	-2.88%	2.23%	1.07%								2.22%	48.78%
2025	1.42%	0.80%	-0.51%	-0.92%	1.05%	1.38%	1.25%	0.65%	1.52%	1.27%	-0.09%	0.16%	8.23%	45.55%
2024	1.08%	0.23%	1.20%	-0.25%	1.14%	0.15%	1.43%	1.05%	1.11%	-0.42%	1.06%	-0.31%	7.70%	34.47%
2023	2.47%	-1.01%	-1.60%	0.71%	0.38%	0.99%	1.09%	-0.14%	-0.91%	-0.48%	3.31%	1.77%	6.66%	24.86%
2022	-0.50%	-1.94%	0.82%	-2.10%	-0.97%	-2.66%	1.88%	-1.34%	-5.20%	-0.34%	3.48%	1.14%	-7.73%	17.07%
2021	0.05%	0.78%	-0.40%	0.95%	0.25%	0.86%	0.17%	0.27%	-0.32%	-0.69%	-0.74%	0.56%	1.72%	26.87%
2020	1.32%	-0.63%	-12.84%	3.65%	7.30%	2.49%	2.38%	2.52%	-1.95%	1.28%	5.28%	0.78%	10.61%	24.73%
2019	2.97%	1.97%	2.44%	1.72%	-0.94%	2.36%	0.13%	0.18%	1.60%	2.11%	0.81%	1.55%	18.19%	12.76%
2018										-1.96%	-2.47%	-0.22%	-4.59%	-4.59%

Performance since May 2024 is the Montlake Alpha Fixed Income UCITS Fund - IE000NWSZAG1

June 2021 to May 2024 from Gems SICAV-Raif-Fortune Fixed Income- LU2334862302

Historical performance is not an indicator of current or future performance. Performance data does not take into account the commissions and costs charged on the issue and redemption of units.

### ASSETS UNDER MANAGEMENT

Consolidated AUM of Fortune Group	2,868,643,967	EUR
Strategy AUM	749,168,124	EUR
Montlake Alpha Fixed Income UCITS	239,958,167	EUR

### CONTACT DETAILS

Head of Institutional Sales	Leonard Aqarone
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### TRACK RECORD STATISTICS

	Sharpe 1Y	Sortino 1Y	Vol 1Y	YTD	1M	3M	6M	12M	3Y	Since Inception <sup>(a)</sup>	Annualized Return <sup>(a)</sup>
Montlake Alpha Fixed Income UCITS	2.32	3.17	3.00%	2.22%	1.07%	0.35%	2.38%	8.65%	25.95%	48.78%	5.50%
Benchmark	(0.06)	(0.10)	3.54%	-0.42%	0.49%	-1.36%	-0.18%	1.72%	7.03%	0.96%	0.12%

(a) - Performance since the inception of the strategy.

### INVESTMENT STRATEGY DESCRIPTION

The Montlake Alpha Fixed Income UCITS Fund focuses on investing in a diversified portfolio of fixed income related securities with return enhancing strategies. The fund maintains an average investment grade rating at the issue level at all times. The main goal of the fund is to seek alpha through capital gains & carry. Portfolio construction is benchmark agnostic and based on a top-down diversified allocation approach. The Investment Manager allocates to a minimum of 50 positions at any given time. Fund objectives include extracting an average spread of 300 basis points all. Our approach is to select "national champions" (mainly investment grade, developed markets).

### BOND BOOK SPECIFICS

Number of Issuers	Bond Positions	Average Position Size	1M Bond Transactions	Average Issuer Rating*	Average Bond Rating*	Average YTW	Average YTM	Average Duration	Average Coupon	Credit Spread	Interest Rate Sensitivity
118	141	0.71%	56	A-	BBB	6.79%	7.28%	6.52	5.49%	268.75	5.99

\* Source: Average rating of the 3 main rating agencies, when available. If only two ratings exist, the average of the 2 will be used, etc. This applies to issue ratings from Moody's, S&P, and Fitch.

### MONTHLY REVIEW

In May 2026, the fixed income market operated under a continued "higher for longer" dynamic, with the US Treasury yield curve shifting higher and bear flattening across the curve. US-Iran tensions persisted as the primary inflationary driver, though a ceasefire extension in late May provided a degree of relief and allowed Treasuries to move with cautious optimism, pulling yields back from their year-to-date highs. Headline and Core CPI accelerated to 3.8% and 2.8% respectively, reinforcing the market's expectation that the first Fed rate cut will only materialise in September 2027.

Despite the pressure from rising yields, the month was marked by a notable divergence across credit segments. AT1s were the standout performers, with the AT1 ETF returning +3.50% on a total return basis, the strongest reading across all segments. EM bonds also delivered positive total returns, +1.09% (EMB ETF), while IG corporates posted a modest +0.86% (LQD ETF). HY, by contrast, eked out only +0.44% in total return terms (HYG ETF), consistent with the broadly flat spread picture observed in the month. This dynamic is a reversal of April's pattern, where HY led the compression. The portfolio's primary upside risk has therefore remained anchored in duration. With HY and IG spreads compressed through the month, the most meaningful source of further price appreciation lies in an eventual decline in Treasury yields rather than additional credit spread tightening.

Across the month, trading activity reflected a continued relative-value driven approach, with the portfolio rotating capital actively into the most attractive opportunities available at each point in the cycle. Exposure was tactically increased across high-quality investment-grade credit including technology

### MONTH TO DATE SECTOR PERFORMANCE ATTRIBUTION

	Allocation	NAV Contribution	Return by Sector
Total	100.00%	1.20%	1.20%
Sovereign - US Short Term (up to 2yrs)	2.68%	0.00%	0.02%
Sovereign - Non US Non-Investment Grade	6.87%	0.18%	2.66%
Financials (Non - AT1)	34.62%	0.41%	1.18%
Corporate Investment Grade	10.96%	0.17%	1.52%
Corporate Non-Investment Grade	13.04%	0.27%	2.05%
MBS Danish Mortgage	6.23%	0.08%	1.34%
Financials European - AT1s	11.71%	0.15%	1.32%
Sovereign - Non US Investment Grade	7.25%	0.13%	1.85%
Convertible Arbitrage	6.07%	-0.05%	-0.88%
Financials Non European - AT1s	1.16%	-0.01%	-0.94%
MBS US Mortgage	0.00%	0.00%	-0.93%
Duration Management	-0.27%	-0.13%	

### BOND RATING\*

AAA	8.87%
AA+	0.62%
AA	0.25%
AA-	0.41%
A	1.02%
A-	4.78%
BBB+	6.38%
BBB	19.49%
BBB-	24.10%
BB+	10.87%
BB	12.89%
BB-	1.94%
B+	1.34%
B	0.59%
B-	0.65%
CCC+	1.20%
NR	4.61%

### LARGEST POSITIONS

Bonds	Weight	MTD Contribution
GWOCN 3.6 12/31/2081 1	2.19%	0.02%
BAC 7 ¼ L	2.14%	-0.02%
NGB 3 ¾ 06/12/35 489	1.91%	0.02%
BRAZIL 5 ½ 04/23/36	1.69%	0.03%
TD 3.6 10/31/2081 1	1.67%	0.02%

### BOND BOOK GEOGRAPHY

Europe	38.30%
North America	35.04%
Latin America	17.89%
Emerging Markets (exc. Latin America)	8.76%

### BOND BOOK SECTOR

Insurance	26.52%
Banks	22.15%
Sovereign	12.93%
Diversified Finan Serv	5.96%
Oil&Gas	5.51%
Food	3.69%
Electric	2.84%
Cash	2.29%
Pipelines	1.73%
Savings&Loans	1.70%
Other	14.68%

issuers in the primary market, long-duration corporates, and AAA-rated mortgage-backed securities, where discounted prices and strong collateral quality offered compelling risk-adjusted return potential on a swapped basis. The portfolio also built positions in European and Swiss-franc-denominated corporate credit, taking advantage of favourable currency hedging dynamics and attractive carry on a USD-swapped basis, with several

trades executed gradually as spreads widened and prices weakened to allow for improved entry levels. Sovereign and corporate relative-value trades were also executed to improve yield and valuation characteristics while preserving overall portfolio quality. The main contributions of the month came from Financials +41bps, Corporate +27bps and Sovereign Non-US +18bps.

### SHARE CLASS SPECIFICS

Share Class name	Type	Share class currency	Month End NAV	Minimum investment	Management Fee	HWM Performance Fee	Dividend Distributing	ISIN Code	Bloomberg Code
FIUI	Institutional	USD	120.15	USD 3m	0.45%	10% above risk free rate hurdle	No	IE000RDB0149	FFSAFUI
FIEI	Institutional	EUR	101.98	EUR 3m	0.45%	10% above risk free rate hurdle	No	IE000C8NA243	FFSAFEI
FIEHI	Institutional	EUR Hedged	109.36	EUR 3m	0.45%	10% above risk free rate hurdle	No	IE000NWSZAG1	FFSAEHI
FICHI	Institutional	CHF Hedged	105.94	CHF 3m	0.45%	10% above risk free rate hurdle	No	IE000CVLT1G8	FFSACHI

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As of end of May 2026



Share Class name	Type	Share class currency	Month End NAV	Minimum investment	Management Fee	HWM Performance Fee	Dividend Distributing	ISIN Code	Bloomberg Code
FIGHI	Institutional	GBP Hedged	107.80	GBP 3m	0.45%	10% above risk free rate hurdle	No	IE000D395051	FFAFGHI
FIAUID	Institutional	USD	102.73	USD 3m	0.45%	10% above risk free rate hurdle	Yes	IE000F812CY4	FFSAUID
FIUA	Advisory	USD	119.15	No minimum	0.90%	10% above risk free rate hurdle	No	IE000L995149	FFSAFUA
FIGHA	Advisory	EUR Hedged	114.77	No minimum	0.90%	10% above risk free rate hurdle	No	IE000Z9YV312	FFSAEHA
FICHA	Advisory	CHF Hedged	107.54	No minimum	0.90%	10% above risk free rate hurdle	No	IE000LFCJ698	FFSACHA
FIAUAD	Advisory	USD	102.50	No minimum	0.90%	10% above risk free rate hurdle	Yes	IE000Y6HQWX3	FFSAUAD
FIGHAD	Advisory	EUR Hedged	100.93	No minimum	0.90%	10% above risk free rate hurdle	Yes	IE000NRBNMG8	ALFIUFI
FIUNPF	Advisory	USD	114.46	No minimum	1.25%	None	No	IE00028CO2I7	FFSEHAD
FICHR	Advisory	CHF Hedged	101.01	No minimum	1.25%	None	No	IE0007ZD3OH9	MOAFIUF
FIGHR	Advisory	EUR Hedged	100.37	No minimum	1.25%	None	No	IE0004LLP4M7	MLAUFIE
FAHR	Advisory	AUD Hedged	100.34	No minimum	1.25%	None	No	IE000VZWL145	MLAFUFA
FILSHR	Advisory	ILS Hedged	100.20	No minimum	1.25%	None	No	IE000RQQUU1	MLAFUFR
FIBRLR	Advisory	BRL Hedged	108.31	No minimum	1.25%	None	No	IE0004YU1W85	MLAFUFB

## AUTOMATED RETROCESSION PLATFORMS



## LIFE INSURANCE PLATFORMS



## DATA PROVIDERS



## GLOSSARY

**Sharpe Ratio:** Was developed by Nobel laureate William F. Sharpe and is used to help investors understand the return of an investment compared to its risk. The ratio is the average return earned in excess of the risk-free rate per unit of volatility or total risk. Volatility is a measure of the price fluctuations of an asset or portfolio.

**Sortino Ratio:** Is a variation of the Sharpe ratio that differentiates harmful volatility from total overall volatility by using the asset's standard deviation of negative portfolio returns—downside deviation—instead of the total standard deviation of portfolio returns. The Sortino ratio takes an asset or portfolio's return and subtracts the risk-free rate, and then divides that amount by the asset's downside deviation. The ratio was named after Frank A. Sortino.

**Vol (Volatility):** Volatility measures how much an investment's price fluctuates over time. Higher volatility indicates greater price swings and potentially higher risk, while lower volatility suggests more stable performance.

**bps (Basis Points):** Basis points, or bps, are a unit of measurement used to describe percentage changes in interest rates or yields. One basis point equals one-hundredth of a percent (0.01%). For instance, 25 bps equals 0.25%.

**SOFR (Secured Overnight Financing Rate):** The Secured Overnight Financing Rate (SOFR) is a benchmark interest rate that reflects the cost of borrowing cash overnight, secured by U.S. Treasury securities. It is widely used as a replacement for LIBOR in financial markets.

**Var (Value at Risk):** Value at Risk (VaR) is a statistical measure that estimates the potential loss an investment or portfolio could face over a specified time period with a given level of confidence. For example, a one-day 5% VaR of \$1 million means there is a 5% chance the portfolio could lose more than \$1 million in one day. VaR is widely used for risk management.

**HWM (High-Water Mark):** The High-Water Mark is the highest value that an investment or fund has reached. It is commonly used in performance fee structures to ensure fees are only charged on gains above the previous peak value.

**AT1:** A type of regulatory capital under Basel III, issued as high-risk perpetual bonds or convertible instruments by banks to absorb losses during financial stress. Designed to ensure stability, AT1 can convert to equity or be written down if the bank's financial health declines.

**Yield to Worst:** Yield to Worst (YTW) is the lowest possible yield that an investor can receive on a bond without the issuer defaulting, assuming the bond is held to its earliest callable date or maturity. It accounts for scenarios such as early redemption, prepayment, or call provisions, which may result in a lower yield than the stated yield to maturity. YTW is a conservative measure used to assess potential downside risk in fixed-income investments, ensuring investors understand the minimum return they might earn.

**Duration:** Measures a bond's sensitivity to interest rate changes, expressed in years. It estimates how much the bond's price will change for a 1% change in interest rates, helping investors assess interest rate risk.

**Spread:** Refers to the difference in yield between two bonds or financial instruments, typically of different credit qualities, maturities, or risk levels. It is often used to compare corporate bonds to risk-free government bonds, indicating the extra return investors demand for taking on additional risk.

## DISCLAIMER

**Swiss Representative:** Waystone Fund Services (Switzerland) SA, Av. Villamont 17, 1005 Lausanne, Switzerland.

**Swiss Paying Agent:** NPB Neue Privat Bank AG, Limmatquai 1/am Bellevue, CH-8024 Zurich, Switzerland

Details of where the fund's prospectus, articles of incorporation, annual report, semi-annual report, and KIDs are available, along with the language in which the prospectus and KIDs are available. The funds Prospectus and supplement are available on [www.montlakeUCITS.com](http://www.montlakeUCITS.com). The prospectus and supplement are available in English. The PRIIPs are available in EN, PT, ES, DE, FR, IT.

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(b)- For simulated currency-hedged share classes, hedging is modeled based on the currency management framework. Forward points are derived from external market data and applied based on a quarterly hedge roll. For non-hedged share classes performance is calculated using daily spot FX conversion between the fund's base currency and the share-class currency. Estimated hedging-related costs are for hedged share classes are a 3.5 basis point annual administration fee and for non-hedged share classes, an estimated 2 basis point FX execution spread.