



REPORTING 28|04|2023

Candriam Long Short Credit

Share Class: R (EUR)

MORNINGSTAR RATING OVERALL™: ★★★★★
03.2023

Risk indicator



The summary risk indicator ("SRI") is an indicator with a rating ranging from 1 to 7 and corresponds to increasing levels of risk and return. The methodology for calculating this regulatory indicator is available in the KID. The summary risk indicator ("SRI") is a guide to the level of risk of this product compared to other products. It shows how likely it is that the product will lose money because of movements in the markets or because we are not able to pay you.

- The SRI assumes you keep the product for 3 years.
- The actual risk can vary significantly if you cash in at an early stage and you may get less back.
- This product does not include any protection from future market performance. Please refer to the "Risk" section of the prospectus for more details

MORNINGSTAR SUSTAINABILITY RATING



Candriam Long Short Credit is in top 32 % percentile (as of 28 February 2023)



THINK
BEFORE PRINTING



Patrick Zeenni

Head of Investment Grade & Credit Arbitrage / Deputy Global Head of Credit

*Years of experience



Guillaume Benoit

Senior Fund Manager



Mouine Darwich

Quantitative Credit Analyst

Fund characteristics

Inception Date	23/02/2014
Fund Domicile	France
Fund Legal Form	FCP
Benchmark	€STR (Euro Short Term Rate) Capitalized
Total net assets (M EUR)	548.54
NAV per share cap.(EUR) (C)	105.92
Fund Reference Currency	EUR
NAV Calculation	Daily
Morningstar™ Category	
ISIN Code (C)	FR0011510056
Ticker Bloomberg (C)	DEXLREU FP Equity
Latest Dividend Distributed	-
Dealing Cut Off	D-1<12:00
Antidilution Mechanisms	Yes
Custodian Bank	CACEIS Bank
Management Company	CANDRIAM

Investment strategy

Candriam Long Short Credit is a UCITS IV-compliant absolute-return fund. The fund seeks to exploit investment opportunities in the corporate bond market through directional (long and/or short) and arbitrage strategies on bonds and related derivatives. The fund invests in a wide range of corporate bond issuers, in both high yield and investment grade categories and geographically dispersed across Europe, North America and Japan (on an ancillary basis). The investment horizon is 3 years. The fund is managed actively, with reference to the index mentioned on the section "characteristics". For further information about this index and its use, please consult the fund's key investor information document (KIID).

Performance* (1)

	1M	3M	YTD	1Y	3Y	5Y	10Y	SI
Fund	0.1%	-0.5%	-0.0%	0.8%	3.2%	2.6%	-	5.9%
Benchmark	0.2%	0.6%	0.8%	1.0%	-0.0%	-0.8%	-	-
	-0.1%	-1.1%	-0.8%	-0.2%	3.3%	3.5%	-	-
	2022	2021	2020	2019	3Y annualized	5Y annualized	10Y annualized	SI annualized
Fund	0.4%	0.0%	1.7%	1.2%	1.1%	0.5%	-	0.6%
Benchmark	-0.0%	-0.5%	-0.5%	-0.4%	-0.0%	-0.2%	-	-
	0.4%	0.5%	2.1%	1.6%	1.1%	0.7%	-	-



*Material change occurred over the period - cf glossary

(1) Past Performances shown on this page are not an indicator of future performances and are not constant over time. See important disclosures on performance under the section 'warning' in the 'Important Information' on page 4. NAVs are net of fees and are provided by the accounting department and the reference index by official providers.

Statistics

	Apr-23	Mar-23
Volatility	1.08%	1.16%
Sharpe Ratio	1.05	1.33
Number of Issues	207	157
Number of Issuers	102	90
Modified Duration to Worst	0.17	-0.35
Yield to Worst	3.07	1.73
Yield to Maturity	2.83%	1.46%
Average Rating	A	A-
Credit sensitivity	0.93	1.49
Net HY Exposure	2.27%	5.81%
Net IG exposure	31.36%	36.66%
Gross HY Exposure	32.89	28.09
Gross IG Exposure	144.82	119.53
Total Net Exposure	33.63%	42.46%
Total Gross Exposure	177.71%	147.62%

ESG Assessment

Exclusion	Norm based	Positive selection	Integration
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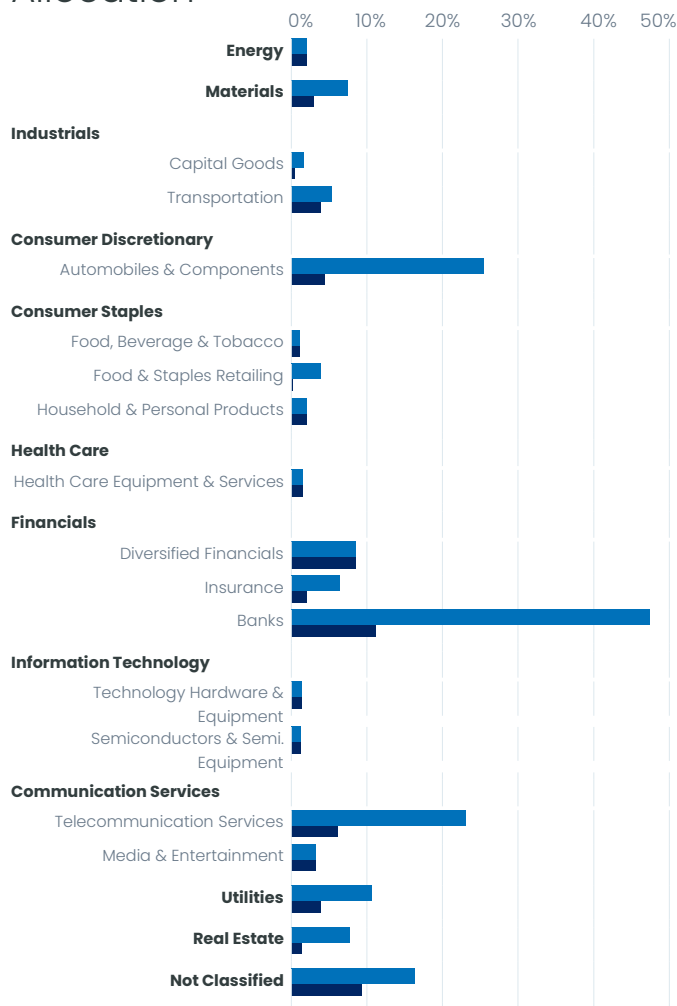
Costs

0.30%	0.30%	20.00%
		of perf > Objective
Real Management Fee	Ongoing costs	Performance Fees

Top 10 Issuers

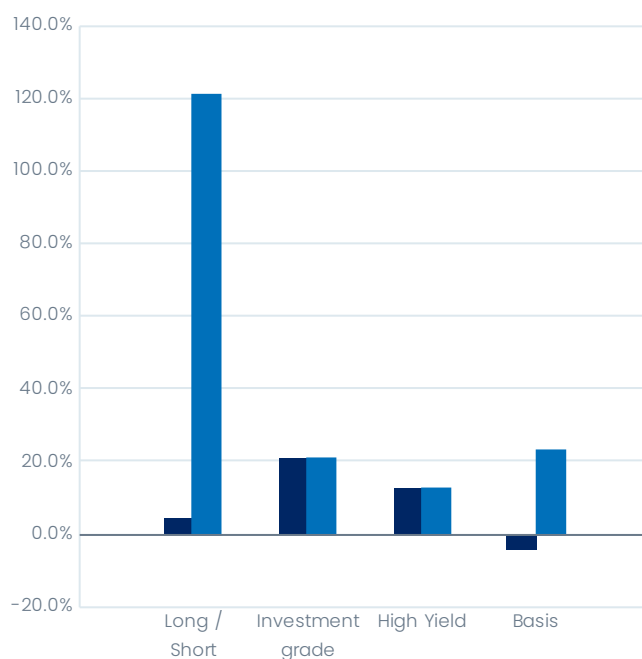
	% Fund	Sector	Country
1	IBERDROLA SA	3.04 Utilities	Spain
2	REPUBLIC OF ITALY	2.90 Industrials	Italy
3	RENAULT SA	2.77 Consumer Discretionary	France
4	VODAFONE GROUP PLC	2.51 Communication Services	United Kingdom
5	ILIAD HOLDING SASU	2.43 Communication Services	France
6	TELEFONICA SA	2.42 Communication Services	Spain
7	BANCO DE SABADELL SA	2.41 Financials	Spain
8	UBS GROUP AG	2.25 Financials	Switzerland
9	BARCLAYS PLC	2.16 Financials	United Kingdom
10	AXA SA	2.14 Financials	France

Sector Allocation



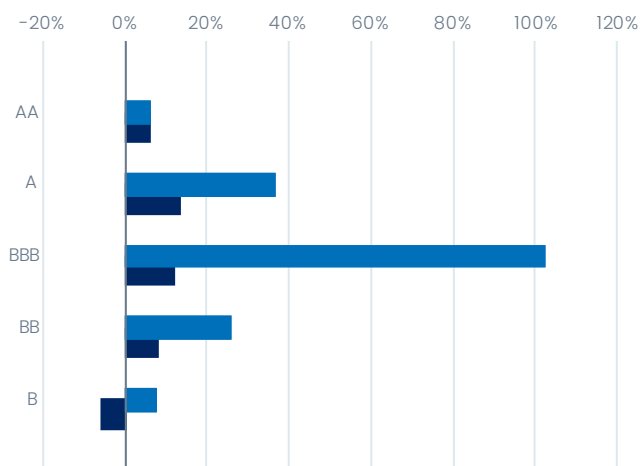
Portfolio Allocation

	Gross Exposure	Net Exposure
Directional		
Investment grade	20.76%	20.76%
High Yield	12.70%	12.70%
Relative Value		
Long / Short	121.20%	4.40%
Basis	23.06%	-4.22%
Total Credit Investment	177.71%	33.63%



■ Gross Exposure
■ Net Exposure

Rating Allocation



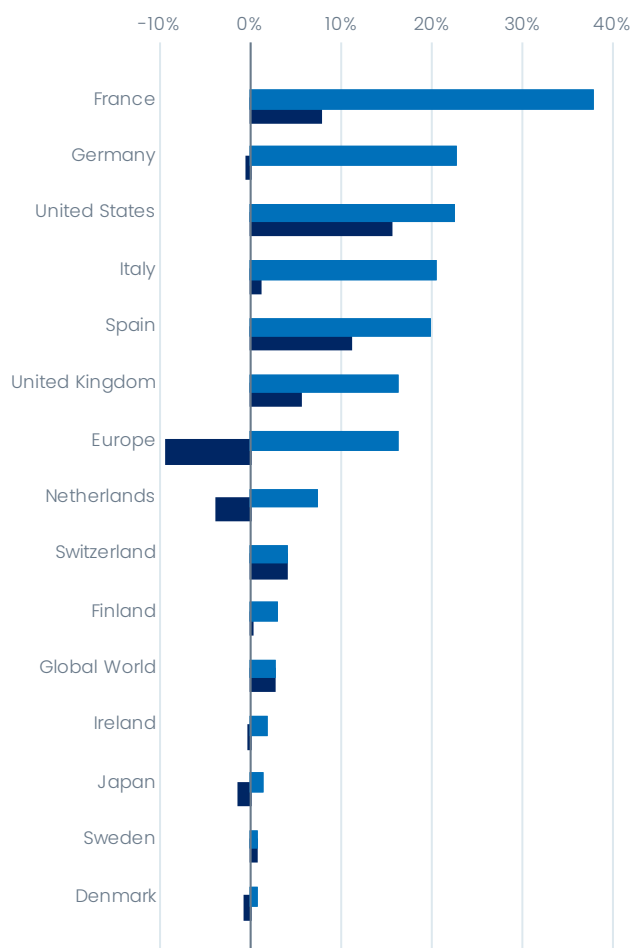
Evolution of Modified duration



Region Allocation

	Gross Exposure	Net Exposure
EMU	112.84%	16.18%
Europe Ex-EMU	21.93%	9.75%
North America	22.56%	15.68%
Japan	1.34%	-1.34%
Global World	2.69%	2.69%
Europe	16.35%	-9.33%

Allocation by country



Currency Exposure

	Gross Exposure	Portfolio Weight
EUR	218.53%	95.80%
USD	17.74%	3.98%
GBP	13.21%	0.13%
JPY	2.72%	-0.02%
CHF	0.11%	0.11%

SCR

Solvency Capital Requirement

	-0.43%	0.62%
	SCR Int Rates UP	SCR Int Rates DOWN
	-4.06%	-0.20%
	-2.28%	
	SCR Spread	SCR Currency
	8.69%	11.14%
	SCR Concentration	12.24%
	Duration Liability 3Y	Duration Liability 7Y
		Duration Liability 10Y
	-5.32%	
	Market SCR	

■ Gross Exposure
■ Net Exposure

Important Information

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Candriam consistently recommends investors to consult via our website www.candriam.com the key information document, prospectus and all other relevant information prior to investing in one of our funds. These documents are available either in English or in local languages for each country where the funds' marketing is approved.

Glossary

MATERIAL CHANGE

As of 01/01/2022, the index used as a benchmark, Eonia Capi 7d, has been replaced by €STR Capi (EUR).

EXPOSURE

The Exposure of a fund is expressed as a percentage of total portfolio holdings, taking into account the leverage of derivative instruments. It represents the amount an investor can lose from the risks unique to a particular investment.

(TOTAL) NET EXPOSURE

The Net Exposure is the percentage difference between a fund's long and short exposures. Net exposure is a measure of the extent to which a fund is exposed to market fluctuations.

(TOTAL) GROSS EXPOSURE

The Gross Exposure refers to the absolute level of a fund's investments expressed as a percentage of the fund's total assets. It takes both a fund's long positions and short positions into account. Gross exposure is a measure that indicates a fund's total exposure to financial markets.

NET HY EXPOSURE

The Net High Yield Exposure is the percentage difference between a fund's long and short exposures to high yield fixed income instruments, including derivatives. An instrument is considered as a high yield instrument if its credit rating is below BBB-.

NET IG EXPOSURE

The Net Investment Grade Exposure is the percentage difference between a fund's long and short exposures to investment grade fixed income instruments, including derivatives. An instrument is considered as an investment grade instrument if its credit rating is above or equal to BBB-.

GROSS HY EXPOSURE

The Gross High Yield Exposure refers to the absolute level of a fund's investments in high yield fixed income instruments, expressed as a percentage of the fund's total assets. It takes both a fund's long positions and short positions into account. Gross exposure is a measure that indicates a fund's total exposure to high yield fixed income instruments. An instrument is considered as a high yield instrument if its credit rating is below BBB-.

GROSS IG EXPOSURE

The Gross Investment Grade Exposure refers to the absolute level of a fund's investments in investment grade fixed income instruments, expressed as a percentage of the fund's total assets. It takes both a fund's long positions and short positions into account. Gross exposure is a measure that indicates a fund's total exposure to investment grade fixed income instruments. An instrument is considered as an investment grade instrument if its credit rating is above or equal to BBB-.

VOLATILITY*

The Volatility is the statistical measure of dispersion of returns for a fund around the mean. A higher volatility means that a fund's value can potentially be spread out over a larger range of values and makes the fund a riskier investment.

* based on weekly data over 3 Years (1 year if too little history)

SHARPE RATIO*

The Sharpe Ratio measures the level of compensation an investment in the fund offered for the risk taken. It is calculated by subtracting the risk-free rate from the return of the fund and dividing that result by the volatility. The higher the Sharpe ratio the better, a negative ratio has no significance other than that the fund underperformed the risk-free rate.

RISK-FREE RATE

The Risk-Free Rate is the market return on an asset that is considered to have no (or negligible) risk. It will be used for the calculation of risk adjusted returns (e.g. Sharpe Ratio) and it will always be a rate in the performance calculation currency. The most common used rates will be ESTER for EUR denominated performances and FED Fund Rate for USD denominated performances.

MODIFIED DURATION TO WORST

The Modified Duration is a formula that expresses the measurable change in the value of a fixed income instrument in response to a change in interest rates. The Modified Duration to Worst is calculated taking into account the call date for callable bonds and the scenario that would provide the worst yield to the holders of fixed income instruments. The Modified Duration to Worst for the fund is calculated as the weighted average MDTW of all underlying fixed income instruments.

YIELD TO WORST

The Yield To Worst (YTW) is the lowest potential yield that can be received on all fixed income instruments in a fund without the issuers actually defaulting. It represents the lowest of all yields computed at each call date for callable bonds. The YTW for the fund is calculated as the weighted average YTW of all underlying fixed income instruments.

YIELD TO MATURITY

The Yield To Maturity (YTM) represents the yield to be received on all fixed income instruments in a fund in case all remain in the fund until the maturity date. The YTM for the fund is calculated as the weighted average YTM of all underlying fixed income instruments.

CREDIT SENSITIVITY

The Credit Sensitivity is a formula that expresses the measurable change in the value of a fixed income instrument in response to a change in credit spread. The credit sensitivity for the fund is calculated as the weighted average credit sensitivity of all underlying fixed income instruments.

RATING

A (credit) Rating is a quantified assessment of the creditworthiness of a borrower. Rating in this report refer to the 2nd best rating, a daily calculated, standardized rating. It is calculated on instrument level, using ratings from 3 worldwide renowned rating agencies. It is the 2nd best rating, unless no more than one rating from one agency exists. NR indicated that none of the rating agencies issued a rating on the instrument.

AVERAGE RATING

The Average Rating is calculated using the Weighted Average Rating Factor (WARF) and is a measure to indicate the credit quality of the fund. The measure aggregates the credit ratings of the fund's holdings into a single rating.

NUMBER OF ISSUERS

The Number of Issuers represents the total number of companies in position.

NUMBER OF ISSUES

The Number of Issues represents the total number of instruments in position.

REAL MANAGEMENT FEES

The Real Management Fee is the actual percentage charge deducted from the fund's average net assets.

OCG

Ongoing charges represent all operating and management costs invoiced to the UCI net of retrocessions.

PERFORMANCE FEE

The Performance Fee refers to a charge on any returns that the Fund achieves above the reference index. Please refer to the Prospectus for further information.

THE SUMMARY RISK INDICATOR

The summary risk indicator ("SRI") is an indicator with a rating ranging from 1 to 7 and corresponds to increasing levels of risk and return. The methodology for calculating this regulatory indicator is available in the KID. The summary risk indicator ("SRI") is a guide to the level of risk of this product compared to other products. It shows how likely it is that the product will lose money because of movements in the markets or because we are not able to pay you.

ESG ASSESSMENT – EXCLUSION

The Exclusion filter refers to the exclusion of companies involved in harmful or controversial activities. Involvement is assessed using activity-specific revenue-based threshold levels.

ESG ASSESSMENT – NORMS-BASED

The Norms-Based analysis excludes companies which are in violation of the 10 principles of the United Nations Global Compact (UNGC). These principles cover 4 main categories: Human Rights, Labour Rights, Environment and Anti-Corruption.

ESG ASSESSMENT – POSITIVE SELECTION

The Positive selection analysis is inclusive, not exclusive. It includes only the companies with the best ESG score, obtained by evaluating their ability to manage the sustainable development issues based on a combination of specific factors material to each sector.

ESG ASSESSMENT – INTEGRATION

The Integration of ESG factors into investment decisions consists of integrating specific extra-financial factors into the financial valuation or credit assessment of securities. The factors used are selected based on their materiality in the given asset class.