EMCORE
House of Asymmetry

Monthly Report - May 2025

EMCORE COPO USD

25'193'057
Fund Total Net Assets in USD

137.25
Share Class NAV in USD

2.92%
MTD (net) return

-1.07%
YTD (net) return

Strategy
The strategy aims to generate consistent alpha through the systematic use of implied volatility premiums in addition to the performance of the underlying short term investment grade bond portfolio.

Portfolio
The composition of the diversified portfolio consists of short term investment grade bonds including a systematic forex volalitity overlay.

Volatility Overlay
The strategy is derived from G10 forex volatilities. The non-correlation between currencies offers a unique advantage of diversification. The quantitative investment process and integrated risk management approach results in an attractive risk-adjusted return profile.

Risk Profile (SRI)

1	2	3	4	**5**	6	7

ISIN	DE000A2JQLE0
Ticker	EMCOPOU GR
WKN	A2JQLE

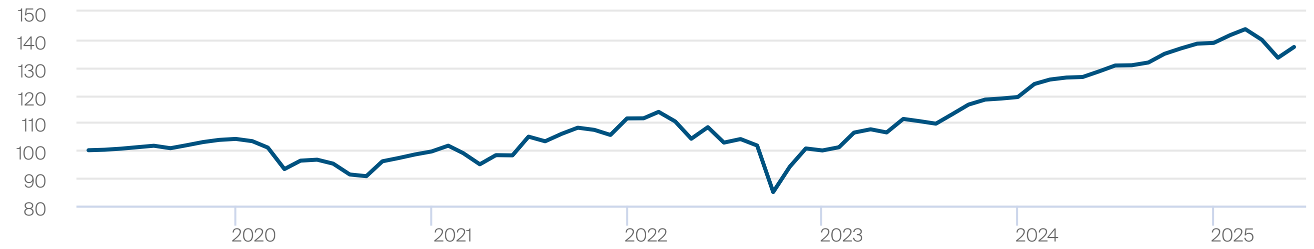
Fund Domicile	Germany
Fund Inception Date	01.04.2019
Fund / ShareClass CCY	USD / USD
Distribution	Accumulating
Fiscal Year End	28.02.
Liquidity / Cut Off	Daily, 16:00 CET

Investment Manager	EMCORE AG, Liechtenstein
Administrator	Universal-Investment-Gesellschaft mbH
Custodian	BNP Paribas Securities Services S.C.A.

Management Fee	1.05%
Performance Fee	-
Administration, Custodian and Other Fees (exp.)*	0.20%
TER without Perf Fee (exp.)*	1.47%

*) The ongoing costs can fluctuate from year to year based on fund size and transactions

Monthly Performance



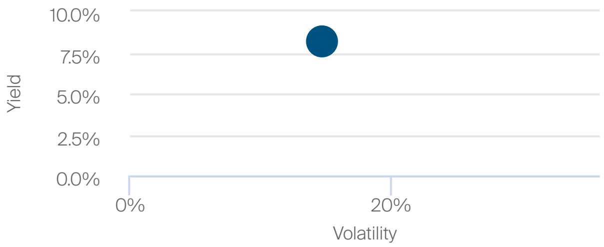
Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2025	2.03%	1.50%	-2.68%	-4.63%	2.92%	-	-	-	-	-	-	-	-1.07%
2024	3.95%	1.29%	0.58%	0.14%	1.62%	1.64%	0.07%	0.76%	2.38%	1.46%	1.24%	0.21%	16.39%
2023	1.16%	5.22%	1.12%	-1.05%	4.58%	-0.72%	-0.82%	3.17%	3.03%	1.55%	0.32%	0.46%	19.29%
2022	0.04%	2.08%	-3.04%	-5.65%	4.01%	-5.14%	1.25%	-2.24%	-16.51%	10.76%	7.01%	-0.72%	-10.37%
2021	2.09%	-2.66%	-4.06%	3.48%	-0.07%	6.88%	-1.59%	2.62%	2.08%	-0.73%	-1.70%	5.66%	11.97%
2020	-0.78%	-2.25%	-7.68%	3.26%	0.36%	-1.48%	-4.11%	-0.67%	5.92%	1.25%	1.31%	1.10%	-4.34%
2019	-	-	-	0.18%	0.39%	0.52%	0.52%	-0.88%	1.05%	1.14%	0.76%	0.34%	4.08%

Key Figures

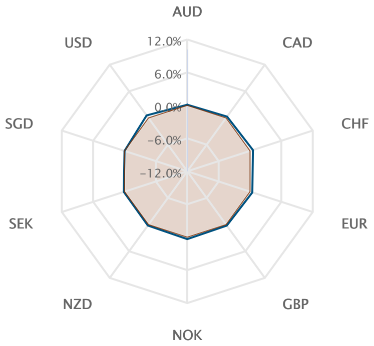
Return since Inception	37.25%
Return 3 years	26.71%
Return p.a.*	8.21%
Volatility*	14.86%
Maximum Drawdown*	-21.61%

* Over 3 years

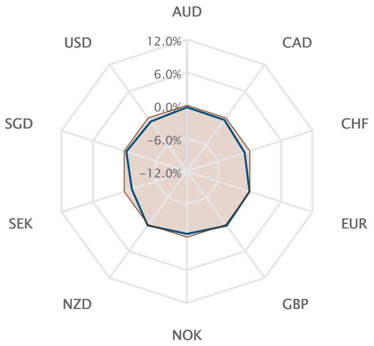
Risk Return



Option Contribution MTD



Option Contribution YTD



Portfolio Key Data

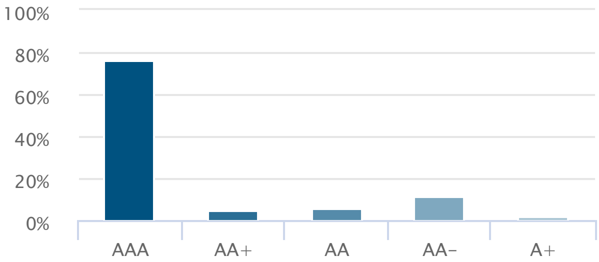
	Cash	Bonds	Equities	Options	Futures
Weighting	8.42%	96.40%	-	-4.82%	-
Credit Quality	-	AA+	-	-	-
Days to Expiration	-	-	-	97	-
Yield to Maturity	-	3.99%	-	-	-
Duration	-	2.25	-	-	-
Portfolio Vega	-	-	-	-320'097	-
Portfolio Theta	-	-	-	17'130	-

Share Classes Overview

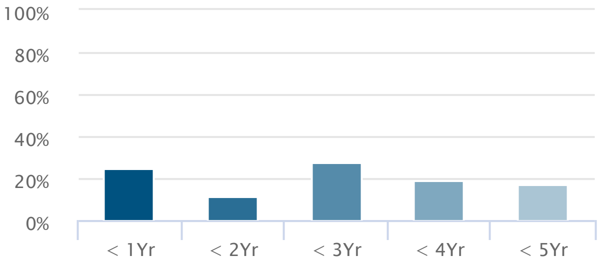
Tranche	ISIN	Denomination	Management Fee	Performance Fee	Administration Fee	TER
EMCORE COPO CHF	DE000A2JQLG5	CHF 0	1.05%	-	0.20%	1.47%
EMCORE COPO EUR	DE000A2JQLF7	EUR 0	1.05%	-	0.20%	1.47%
EMCORE COPO USD	DE000A2JQLE0	USD 0	1.05%	-	0.20%	1.47%

Portfolio Breakdown

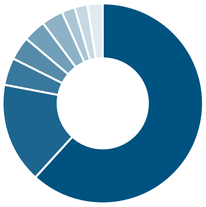
Ratings



Maturity



Sector Bonds



■	61.75%	Supranational
■	16.25%	Special Purpose Banks
■	4.41%	Regional Agencies
■	3.79%	Sovereign
■	3.64%	Electric-Generation
■	3.49%	Sovereign Agency
■	2.13%	Export/Import Bank
■	2.10%	Electric-Integrated
■	2.45%	Others

Country Issuer

■	62.56%	Supranational
■	12.05%	Germany
■	5.74%	South Korea
■	4.16%	Netherlands
■	3.79%	Hong Kong
■	3.16%	Denmark
■	2.13%	Japan
■	2.05%	Norway
■	4.37%	Others

#	Top 10 Holdings	Weight
1	EUROPEAN INVESTMENT BANK	5.90%
2	ASIAN INFRASTRUCTURE INV	5.04%
3	NORDIC INVESTMENT BANK	4.05%
4	INTL BK RECON & DEVELOP	3.76%
5	ASIAN DEVELOPMENT BANK	3.74%
6	CORP ANDINA DE FOMENTO	3.61%
7	EUROPEAN INVESTMENT BANK	3.61%
8	KOREA SOUTH-EAST POWER	3.50%
9	KFW	3.27%
10	INTER-AMERICAN DEVEL BK	3.13%

Portfolio Management Commentary

Bond portfolio

The US bond markets were volatile in May, marked by rising yields and growing uncertainty. The yield on 10-year US government bonds rose to 4.40% by the end of the month, while 30-year bonds were trading at 4.93%. These developments reflect ongoing fiscal tensions and inflation concerns. The US economy faces challenges: the budget deficit is growing and the interest burden on the federal budget is increasing. Analysts warn of a possible debt crisis if interest rates remain high. In addition, Moody's downgrade of the US credit rating on May 16 has shaken confidence in US government bonds.

The interest rate duration of the collateral bond portfolio at the end of the month was 2.25 years. Credit quality remains at a very high level with an average rating of AA+. The investment focus remains on government bonds, supranational issuers, and financially strong companies with extremely solid balance sheets. The EMCORE COPO collateral portfolio is well diversified and currently comprises 44 different bonds from 25 different debtors. The average yield to maturity at the end of the month was 399 basis points.

Options

The financial markets initially suffered massive losses in April in the wake of the threatened punitive tariffs and reacted with great relief when the counter-tariffs were unexpectedly suspended for 90 days. The counter-movement continued in the month under review, with the recovery being particularly pronounced in Europe. European stock markets are now trading close to their highs again and are clearly up for the year. Stock markets in the US also recovered, but to a lesser extent. The global recovery was driven primarily by hopes of an easing of the trade conflict with the United States.

In fact, the US government has signaled initial progress in the negotiations. An agreement with the UK was announced, and initial rapprochement was also achieved between the US and China. However, the details available show that these developments have not yet led to any resounding success against the existing punitive tariffs. Although the UK has managed to secure a reduction in tariffs on car and steel exports, the country still faces punitive tariffs of around 10 percent. The US and China have also made progress, with both sides agreeing to reduce existing tariffs by 115 percent. Despite all the progress made in the negotiations, import tariffs are expected to be significantly higher overall than before President Trump took office.

The existing tariffs and the uncertainty surrounding the trade conflict continue to weigh on the economic outlook for the US economy. Even if new agreements could cushion the worst fears, the economic environment remains characterized by increased uncertainty.

In addition, higher import tariffs threaten to drive up inflation in the US again. Jerome Powell, Chairman of the US Federal Reserve, acknowledged after the monetary policy meeting in May that the risks of a renewed rise in inflation had increased. Monetary policy is therefore likely to remain restrictive for longer, and hopes for support in the near future have receded somewhat.

The US dollar weakened again against virtually all currencies in our investment universe (USDNOK -1.87%, USDSGD -1.17%, USDGBP -0.96%, USDSEK -0.70%, USDNZD -0.47%, USDAUD -0.45%, USDCAD -0.43%, USDCHF -0.41%, USDEUR -0.16%, USDJPY 0.66%). The implied volatility of G10 currency pairs weakened, reaching its lowest point on May 13. From that point on, it picked up again and ended the reporting month virtually unchanged. Despite the strategy's focus on G10 currencies and the massive fluctuations emanating from the USD, our diversified portfolio handled this well. The portfolio recorded option expiries where the full premium could be collected. New transactions were carried out defensively on the basis of the quantitative investment process and the risk management measures implemented. Our systematic risk/return approach took advantage of attractive constellations to add new positions to the overall portfolio context.

In this context, the relationship between the implied volatility and the time value of an option is particularly noteworthy. Since implied volatility falls to zero on the expiration date by definition, a prior increase leads to an increase in theta, i.e., the daily decline in the time value of the option. Conversely, a decline in implied volatility leads to a decline in the option value, but this effect is immediately reflected in a positive performance contribution.

The upcoming decisions in the trade conflict, economic developments in individual countries, and ongoing geopolitical tensions could once again take market participants by surprise. As a result, we expect attractive implied volatilities, which provide an ideal environment for our strategy. Our quantitative investment process systematically analyzes global market developments and implied volatilities in order to take advantage of attractive opportunities in a targeted manner.

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