

Manager Comment and Outlook

In May, the Portugal Golden Income (PGI) Fund delivered a strong return of 2.31% to its investors. This performance was primarily driven by the Fund's allocation to digital assets via its investment in the 3CC Global Crypto Fund, which contributed 117 basis points, representing half of the PGI Fund's overall positive result for the month.

Last month marked a significant acceleration of a paradigm shift developing recently in cryptocurrency markets: institutional capital flows, rather than retail speculation, drove Bitcoin to its new all-time high of \$112,000. This ongoing development in market conditions points to a significant turning point for the digital asset sector. Spot Bitcoin ETFs, notably BlackRock's IBIT, which currently manages \$72 billion, recorded robust capital inflows totaling an additional \$6.7 billion. While the tech sector's strength, particularly Nvidia's strong AI-driven earnings, provided broader market support, the crypto market's decreasing correlation with tech stocks (now at a three-year low of 0.3) suggests that digital assets are likely establishing their own market identity. Bitcoin's price stabilization also suggests institutional capital is creating more efficient price discovery mechanisms, potentially setting the stage for Bitcoin's emergence as a macro hedge. Notably, a key strength of the PGI Fund is the exceptionally low correlation of its bond portfolio with Bitcoin, at just 0.04, underscoring its significant role in providing diversification and enhancing overall portfolio stability against market volatility.

Representing 66% of the total portfolio, the Fund's fixed-income component, which includes investments in eight investment-grade Portuguese corporate issuers, added 32 basis points to performance in May. The insurance company Fidelidade (FIDELI 7 3/4 PERP) was the most significant contributor for the month, delivering 17 basis points; this single contribution accounted for more than half of the overall return generated by the bond holdings. The Financials sector performed particularly well in May, with contributions from Banco Comercial Português (BCPPL 3 1/8 10/21/29) of 4 basis points, Novo Banco (NOVBNC 3 1/2 03/09/29) of 3.5 basis points, and Caixa Geral de Depósitos (CXGD 0 3/8 09/21/27) with 2 basis points, reflecting strong performance from a sector that constitutes half of the portfolio. This overperformance trend in Financials mirrored developments in the broader European corporate bond market. The iBoxx € Corporates benchmark gained 0.48% during the month, in line with the Portuguese Corporate universe, with its highest returns in the Financials, Consumer Goods, and Energy sectors.

Several key financial institutions in the portfolio reported first-quarter results in May. Banco Comercial Português (BCP) announced first-quarter net income of €243.5 million, a 3.9% year-over-year increase that surpassed the Bloomberg Consensus estimate of €219.3 million, driven by favorable performance in both its Portuguese operations and its Polish subsidiary. After this earnings announcement, Moody's took several positive rating actions concerning Banco Comercial Português. Key among these were an upgrade of their long-term deposit ratings to A2 from A3, and BCP's Baseline Credit Assessment, which was raised to baa2 from baa3. These upgrades were attributed to the BCP group's significantly improved asset-risk metrics, higher capital levels, and enhanced profitability.

Novo Banco reported a net income of €177.2 million for the first quarter of 2025, representing a slight decrease of 1.9% year-over-year. The bank's net interest income for the first quarter was €279.1 million, reflecting a 6.7% decline compared to the same quarter in the prior year. Novo Banco, which is majority-owned by Lone Star Funds, confirmed that it is continuing preparations for a potential initial public offering this summer. Moody's also upgraded Novo Banco's Baseline Credit Assessment by one notch, from baa3 to baa2. The bank's long-term deposit rating was also revised upwards to A2 from A3, and its senior unsecured debt rating was raised to Baa1 from Baa2. The outlook remains positive with Moody's noting NB's solid profitability indicators and greater loss-absorption capacity, supported by high capital levels.

Caixa Geral de Depósitos (CXGD 0 3/8 09/21/27) reported a net income of €393 million for the first quarter of 2025, a marginal 0.3% decrease year-over-year. The bank's net interest income for the quarter was €636 million, down 11% compared to Q1 2024. The decline in net interest income was primarily attributed to the impact of lower interest rates.

The investment committee's decision to increase the fund's equity exposure in April to approximately 18% proved opportune, as markets staged a significant rally in May. The S&P 500 gained 6.15% for the month (6.29% with dividends), which brought the index into positive territory for the year. PGI's equity allocation was a significant driver of performance in May, adding 109 basis points to the Fund's overall return. This result was driven by both our US stock allocation (via the AMUNDI S&P 500 UCITS ETF), which contributed 87 basis points, and our international developed market equity holdings (through the Xtrackers MSCI World ex-USA UCITS ETF), which added 22 basis points. Currency fluctuations had no material impact on the fund's performance. The EUR/USD exchange rate exhibited minimal movement, opening the month at 1.1325 and closing at 1.1345.

This market rebound represented one of the most remarkable short-term recoveries in market history, almost as swift as the rebound from the COVID-driven crash in March 2020, following three months of declines. Underscoring this fundamental strength, the blended net profit margin for S&P 500 companies in Q1 2025 reached 12.7%, exceeding the previous quarter, the prior year, and the five-year average. The first-quarter 2025 earnings season highlights significant corporate resilience. Surpassing historical benchmarks, a notable 78% of S&P 500 companies have reported earnings per share (EPS) that exceeded analyst expectations, a rate higher than the five-year (77%) and ten-year (75%) averages. This performance demonstrates that despite a challenging backdrop, including tariff concerns, companies have so far been able to navigate the economic environment through effective strategic adjustments. Employment remains strong, and wages have now outpaced reported inflation on a YoY basis for 24 months. All in all, earnings are still expected to increase for the year (but at a single-digit rate instead of a double-digit rate), supporting equity prices, although with expected lower multiples.

Overview

Fund Objective

The primary objective is to provide participants with exposure to various asset classes, with a regional focus on issuers based in Portugal. The Fund will allocate a minimum of 65% of their assets under management to issuers based in Portugal.

Investment Strategy

To achieve its investment objectives, the Fund primarily invests in credit instruments, specifically bonds, with fixed or variable rates, and an appropriate credit rating for investment (Investment Grade) or equivalent. The fund may also invest in equities, with a minimum allocation of 10% and a maximum of 30% of its assets. Invest in alternative assets, including Digital Assets, through indirect investment in Funds and/or Exchange-Traded Funds, with a minimum allocation of 0% and a maximum of 20% of its assets under management;

Investor Profile

The Fund is intended for retail clients who possess sufficient knowledge of financial markets to understand the risks associated with alternative investment funds.

Risk Factor



Fund Detail

Investment Manager	3 Comma Capital SCR, S.A.
Inception Date	Share Class A: October 2nd, 2024 Share Class B: November 12th, 2024 Share Class D: January 30th, 2025
Domicile	Portugal
Fund Depository	Bison Bank, S.A.
Distribution Type	Accumulation: Share Class A and B Distribution: Share Class D
Fund Distributors	Bison Bank, 3 Comma Capital
Fund Size	15M
Asset Class	Multi-asset
Fund Base Currency	EUR
Unit Pricing	Daily
Unit Price	Share Class A: 1,046.25 EUR Share Class B: 999.55 EUR Share Class D: 973.88 EUR

Fees & Expenses

Management Fees	Share Class A: 1.50% p.a. Share Class B: 2.00% p.a. Share Class D: 1.75% p.a.
Performance Fee	20% of returns above 5% p.a.
Custodian Fees	0.09% p.a.
Supervisory Fee	0.0026% monthly Min. 200 EUR - Max. 20,000 EUR

Purchase Details

Min. Initial Subscription	Share Class A: €100,000.00 EUR Share Class B: €10,000.00 EUR Share Class D: €300,000.00 EUR
Subscriptions	Daily Cut off time: 11:00 a.m. London time
Redemptions	Daily Cut off time: 11:00 a.m. London time
Redemption Fee	From 5% (year 1) to 0% (year 5 + 1 day)

Codes

ISIN	Share Class A: PT3CMEHM0002 Share Class B: PT3CMFHM0001 Share Class D: PT3CMGHM0000
Bloomberg	Share Class A: 3CCPGIA PL Share Class B: 3CCPGIB PL Share Class D: 3CCPGID PL

Fund Performance

	1 Month	3 Months	6 Months	Since Inception*
Performance	2.31%	0.46%	-0.68%	4.63%
Risk (Volatility)	-	-	-	7.26%
Sharpe Ratio	-	-	-	-
Max. Gain Monthly	-	-	-	-
Max. Loss Monthly	-	-	-	-

*Fund Inception: October 2nd, 2024



Monthly Returns

	January	February	March	April	May	June	July	August	September	October	November	December
2024	-	-	-	-	-	-	-	-	-	0.21%	6.21%	-0.30%
2025	1.55%	-3.15%	-2.31%	0.51%	2.31%	-	-	-	-	-	-	-

Asset Allocation

Fixed Income	65.95%	
Equities	16.84%	
Alternative Assets	10.60%	
Cash	6.61%	
Other	0%	

Top 10 Holdings

NOVO BANCO NOVBNC 3 1/2 03/09/29	9.85%
CAIXA AGRICOLA CRLPL 8 3/8 07/04/27	9.10%
BANCO MILLENIUM BCP BCPPL 3 1/8 10/21/29	9.04%
AMUNDI S&P 500 II UCITS ETF	8.98%
REN RENEPL 3 1/2 02/27/32	8.93%
BANCO CAIXA GERAL DE DEPÓSITOS CXGD 0 3/8 09/21/27	8.60%
ELETRICIDADE DE PORTUGAL EDPL 3 7/8 06/26/28	8.60%
COMPANHIA SEGUROS FIDELIDADE FIDELI 7 3/4 PERP	8.60%
X-TRACKERS MSCI WORLD EX USA 1D	7.86%
BITCOIN	5.89%

Regional Allocation

Portugal	72.55%	
Global	18.46%	
US	8.98%	

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3 Comma Capital SCR, S.A. is a Portuguese regulated venture capital company, registered with CMVM authorization number 182126 and VAT number 516 965 476. Share Capital 125.000 Euros.

3 Comma Capital SCR, S.A. is the Investment Manager for the 3CC Portugal Golden Income Fund (PGI) (CMVM Fund Authorization Number 2108). 3 Comma Capital SCR, S.A. is the Responsible Entity and the issuer of shares for the 3CC Portugal Golden Income Fund. The KIID and the Fund's Prospectus are available at <https://3commacapital.com> and should be considered prior to investing. This information is general in nature and does not consider any person's individual objectives, financial situation, or needs. In deciding whether to invest in the 3CC Portugal Golden Income Fund and before investing, investors should read the KIID and Prospectus, and with the assistance of a financial adviser, consider if the investment is appropriate for their circumstances. Past performance is not indicative of future returns.