

## Manager Comment and Outlook

The Portugal Golden Income Fund (PGI) recorded a decline of 2.31% in March as market volatility from February persisted. This performance reflected ongoing challenges in the U.S. economy, characterized by tariff uncertainties and weakening consumer confidence, despite stable producer sentiment and employment indicators.

Against this backdrop of economic uncertainty, major central banks pursued divergent policy paths. The Federal Reserve maintained its benchmark interest rates while revising its outlook to reflect higher inflation expectations and lower growth forecasts. Several Fed officials indicated that the current moderately restrictive monetary stance remains appropriate, given the resilient labor market and persistent inflationary pressures. The Fed is expected to hold rates steady at its next meeting, with potential cuts anticipated in June if inflation shows signs of moderating. The 10-year U.S. Treasury yield exhibited relative stability over the month, following the heightened volatility observed in February. It opened the month at 4.18%, briefly climbed to a high of 4.40% before easing back to close the month marginally lower at 4.17%.

Conversely, the European Central Bank reduced its key interest rate by 25 basis points to 2.50%, responding to declining eurozone inflation, which reached 2.20% last month due to reduced energy costs and slowing service inflation. The ECB is expected to implement one more rate cut in April, approaching the conclusion of its current easing cycle.

In March, Chinese authorities launched a comprehensive 30-point stimulus plan, aiming to boost domestic consumption and address emerging deflationary concerns. This initiative supports the country's 5% growth target and responds to February's year-on-year decline in consumer price inflation.

Digital assets experienced significant pressure, detracting 77 basis points from the Fund's overall returns. In February, exposure to digital assets had been reduced and maintained below 10%, reflecting a more cautious approach by the investment committee while awaiting greater market clarity. U.S.-listed Bitcoin funds saw outflows totaling \$768 million in March, extending February's substantial \$3.56 billion decline.

Bitcoin concluded the first quarter of 2025 down 12%, around the \$82,000 level in its weakest quarterly performance since 2018, despite reaching a new all-time high of \$109,000 in January. Current market indicators suggest limited downside risk in the near term. ETF flow projections indicate stabilizing investor sentiment, contingent upon the absence of significant market disruptions, particularly potential recessionary signals in the U.S. economy. A return to positive rolling net flows could establish the \$75,000 level as a meaningful support zone for Bitcoin, potentially attracting long-term institutional investors during price corrections.

The investment committee's more defensive positioning two months ago also involved allocating approximately 3% of the portfolio to the AMUNDI PHYSICAL GOLD ETC. This allocation proved beneficial, contributing 12 basis points to the Portugal Golden Income Fund's monthly performance.

The PGI fixed income allocation, maintained across eight investment-grade issuers, detracted 40 basis points from the performance but outperformed the European credit segment for approximately 50 basis points. There were no new additions to the portfolio in March, with only minor rebalancing adjustments to report. The ECB's rate cut was entirely neutralized by the widening of credit spreads, with longer-dated bonds underperforming due to their higher spread duration and an overall positive dislocation of the risk-free curve due to inflation fears on the back of the tariff war. This pattern affected both sovereign and corporate bonds, with the iBoxx EUR Corporates index declining 1.02% and the iBoxx EUR Sovereigns falling 1.81% over the month.

The Fund's bond portfolio presents a well-balanced profile, with an average maturity of approximately 3.61 years and a corresponding modified duration of 2.75, indicating a moderate sensitivity to interest rate movements. The portfolio's average yield to maturity stands at 3.97%, offering attractive income potential relative to current market conditions. The average option-adjusted spread (OAS) is 176 basis points, suggesting a reasonable compensation for credit risk over the risk-free curve. The portfolio maintains strong credit quality, with most holdings rated BBB and one investment, Caixa Geral de Depósitos (CXGD 0 3/8 09/21/27), carrying an A- rating, based on Bloomberg composite ratings. This configuration reflects a conservative and diversified approach to credit exposure, with moderate duration risk and a yield profile that aligns with investment-grade corporate bond strategies.

Equity markets faced significant headwinds, with the S&P 500 declining 5.75% in March, bringing its year-to-date return to -4.59%. The Fund's equity bucket in the AMUNDI S&P 500 UCITS ETF EUR delivered a -9.16% return for the month, highly impacted by the EUR/USD exchange rate climbing to 1.10 and detracted 104 basis points from performance.

Following recent weeks' correction, the S&P 500 trades at a 12-month forward price-to-earnings ratio of 18.2x, below the 5-year average of 19.6x but above the 20-year average of 16.1x. Rising tariffs and increased policy uncertainty may exert downward pressure on corporate earnings forecasts, potentially affecting equity valuations and the equity risk premium.

While current market valuations appear relatively attractive compared to recent averages, the evolving macroeconomic environment warrants continued caution. The Fund maintains its defensive positioning while remaining prepared to capture strategic opportunities across asset classes.

## 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

<b>Investment Manager</b>	3 Comma Capital SCR, S.A.
<b>Inception Date</b>	Share Class A: October 2nd, 2024 Share Class B: November 12th, 2024 Share Class D: January 30th, 2025
<b>Domicile</b>	Portugal
<b>Fund Depository</b>	Bison Bank, S.A.
<b>Distribution Type</b>	Accumulation: Share Class A and B Distribution: Share Class D
<b>Fund Distributors</b>	Bison Bank, 3 Comma Capital
<b>Fund Size</b>	6M
<b>Asset Class</b>	Multi-asset
<b>Fund Base Currency</b>	EUR
<b>Unit Pricing</b>	Daily
<b>Unit Price</b>	Share Class A: 1,017.46 EUR Share Class B: 972.59 EUR Share Class D: 947.22 EUR

## Fees & Expenses

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

## Purchase Details

<b>Min. Initial Subscription</b>	Share Class A: €100,000.00 EUR Share Class B: €10,000.00 EUR Share Class D: €300,000.00 EUR
<b>Subscriptions</b>	Daily   Cut off time: 11:30 a.m. London time
<b>Redemptions</b>	Daily   Cut off time: 11:30 a.m. London time
<b>Redemption Fee</b>	From 5% (year 1) to 0% (year 5 + 1 day)

## Codes

<b>ISIN</b>	Share Class A: PT3CMEHM0002 Share Class B: PT3CMFHM0001 Share Class D: PT3CMGHM0000
<b>Bloomberg</b>	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%	-3.73%	-	1.75%
Risk (Volatility)	-	-	-	7.22%
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%	-	-	-	-	-	-	-	-	-

## Monthly Returns

Fixed Income	<b>69.94%</b>
Equities	<b>11.85%</b>
Alternative Assets	<b>11.61%</b>
Cash	<b>6.60%</b>
Other	<b>0%</b>

## Top 10 Holdings

COMPANHIA SEGUROS FIDELIDADE   FIDELI 7 3/4 PERP	12.54%
AMUNDI S&P 500 UCITS ETF	7.97%
CAIXA AGRICOLA   CRLPL 8 3/8 07/04/27	8.72%
ELETRICIDADE DE PORTUGAL   EDPL 3 7/8 06/26/28	8.19%
NOVO BANCO   NOVBNC 3 1/2 03/09/29	7.83%
BITCOIN	6.00%
REN   RENEPL 3 1/2 02/27/32	9.61%
BANCO MILLENIUM BCP   BCPPL 3 1/8 10/21/29	7.83%
GALP   GALPPL 2 01/15/26	7.73%
BANCO CAIXA GERAL DE DEPÓSITOS   CXGD 0 3/8 09/21/27	7.50%

## Regional Allocation

Portugal	<b>76.53%</b>
US	<b>11.85%</b>
Global	<b>11.61%</b>

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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.