

## Manager Comment and Outlook

The Portugal Golden Income Fund has delivered a solid return of +5.91% to investors since its inception in October, demonstrating resilience amidst December's challenging market conditions, which resulted in a modest decline of -0.30% for the month.

Following November's robust performance, December was widely anticipated to extend this upward momentum, buoyed by expectations of the traditional "Christmas rally." However, during the final Federal Open Market Committee (FOMC) meeting of 2024, the Federal Reserve adopted a firm stance to address mounting inflationary pressures. By unexpectedly pivoting to a hawkish outlook and indicating a reduced trajectory of future interest rate cuts — only two cuts are now expected — the Fed aimed to reinforce its inflation-fighting credibility. This shift, however, reintroduced substantial market uncertainty, triggering sharp declines across asset classes on December 18th — the S&P 500 fell by -3%, while the U.S. 10-year bond declined by -1%, effectively halting the anticipated year-end rally. The Federal Reserve cited concerns over the potential reacceleration of inflation, driven by the resilience of the U.S. economy, as a key factor behind its cautious stance. This development highlighted the persistent tension between monetary policy adjustments and market expectations, a dynamic likely to persist in the months ahead. Despite the heightened market volatility, our S&P 500 allocation, through the AMUNDI S&P 500 UCITS ETF EUR, contributed with a marginally negative impact of 8 basis points to the portfolio's performance during the month. While the S&P 500 set four new closing highs in December, it concluded the month with a 2.50% decline. This brought its total return for 2024 to 23.31%, slightly below the 24.23% gain recorded in 2023. The decision not to hedge currency risk is still paying since the dollar is converging to parity against the Euro, rather sooner than later. The yield on 10-year U.S. Treasury bonds has continued to rise, reaching 4.6%, while core inflation stands at 3.3%. According to the MCT Inflation framework, upcoming data may indicate further moderation in inflation. Consequently, U.S. real interest rates are increasing, a trend that typically poses a medium-term challenge for equities and other risk assets as it compresses the equity risk premium, reducing the relative attractiveness of stocks compared to risk-free assets.

In line with its commitment to constructing a robust and diversified fixed-income portfolio, the investment committee introduced two additional issuers in December: EDP – Eletricidade de Portugal, the leading Portuguese market utility, and Fidelidade, the largest Portuguese insurance company. This brings the total number of fixed-income positions in the Fund's portfolio to six as of the close of the month, further enhancing its resilience and diversification.

The PGI Fund faced challenges in December as rising interest rates in the US and European markets pressured bond prices across the investment-grade spectrum. This broad market weakness was evident in the negative performance of the iBoxx EUR Corporates Index, which declined -0.42% on the month. The Fund's portfolio, with its 78% fixed-income allocation to Portuguese Investment Grade issuers, was notably impacted by positions like the BCP bond, which alone detracted 12 basis points from the monthly performance. The BCP position's relatively long duration of 3.49 years heightened its sensitivity to December's rate movements, as longer-duration strategies amplify the effects of yield variations, leading to more pronounced price impacts. Nonetheless, this approach also aims to capture potential gains in a declining interest rate environment, positioning the portfolio advantageously for such scenarios. Despite December's challenges, the broader European investment-grade market achieved positive results for 2024, with the iBoxx EUR Corporates index delivering a return of 4.56% for the year and yielding 3.33% at year-end. Comparatively, the Bloomberg Euro-Aggregate Portugal Corporate TR Unhedged Euro index outperformed slightly, with an annual performance of 4.79%.

December started on a strong note for digital assets, with Bitcoin reaching a peak of \$108,000 ahead of the Federal Reserve's final meeting of the year. However, optimism quickly faded following the Fed's surprisingly hawkish guidance on December 18th. This unexpected shift in tone triggered a sharp sell-off in risk assets, with the digital asset market experiencing significant declines. Bitcoin retreated 15% from its peak, while altcoins surrendered most of their gains from November. Despite this volatile environment, our current allocation of around 12% to digital assets still contributed positively with 6 basis points to the overall PGI performance. The 3CC Global Crypto Fund concluded 2024 with an impressive annual performance of 27.15%, which is particularly noteworthy given the Fund, launched in April, did not benefit from the exceptional market rally during the first quarter of the year. Following a remarkable 2024, during which Bitcoin surged by an impressive 125%, digital assets are well-positioned for sustained growth in 2025, underpinned by supportive macroeconomic, technological and regulatory trends. In a central scenario where market strategists predict an average price target of 6,700 for the S&P 500, digital assets are expected to outperform traditional markets significantly. We anticipate new all-time highs for Bitcoin, Ethereum, and Solana, particularly during Q1 and Q4, reflecting their growing role as key assets in the broader financial ecosystem.

The US economy is projected to maintain a modest growth rate of 2.3% through 2025 — a pace that aligns with potential but falls short of the growth achieved in 2024. This expansion rests primarily on two pillars: sustained consumer spending and recovering business investment. The biggest uncertainty is inflation. It will be interesting to monitor the impact on prices of policies like slashing red tape, relaxing taxation, increasing tariffs, and imposing restrictions on immigration. US exceptionalism will be put to the test but will easily overperform Europe, where weaknesses are everywhere. The ECB is expected to respond with a steady series of rate cuts — 100 basis points over the year — bringing borrowing costs closer to neutral. However, political uncertainty in major economies like France and Germany is significant, leaving room for unexpected economic disruptions.

3 Comma Capital thanks you for your continued trust and support and wishes you a wonderful and prosperous 2025.

## 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 Details

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: n/a
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	1M
Asset Class	Multi-asset
Fund Base Currency	EUR
Unit Pricing	Daily
Unit Price	Share Class A: 1,058.97 EUR Share Class B: 1,013.90 EUR Share Class D: 1,000.00 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: 11:30 a.m. London time
Redemptions	Daily   Cut off time: 11:30 a.m. London time
Redemption Fee	From 5% (year 1) to 0% (year 5 + 1 day)

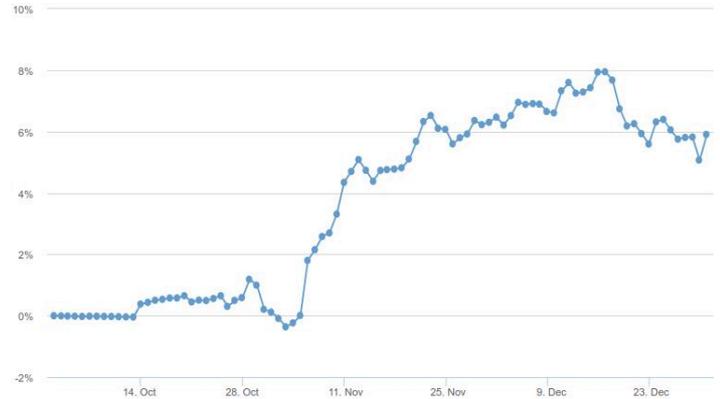
## Codes

ISIN	Share Class A: PT3CMEHM0002 Share Class B: PT3CMFHM0001 Share Class D: PT3CMFHM0000
Bloomberg	Share Class A: 3CCPGIA PL Share Class B: 3CCPGIB PL Share Class D: 3CCPGID PL

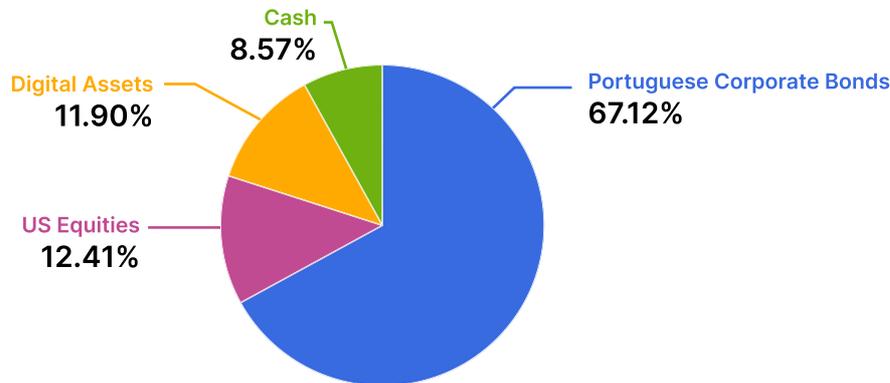
## Fund Performance

	1 Month	3 Months	6 Months	Since Inception*
Performance	-0.30%	-	-	5.91%
Risk (Volatility)	-	-	-	7.03%
Sharpe Ratio	-	-	-	-
Max. Gain Monthly	-	-	-	-
Max. Loss Monthly	-	-	-	-

\*Since Fund Inception (October 2nd, 2024)



## Fund Investment Strategy



### Portuguese Corporate Bonds

**Caixa Geral de Depósitos**  
CXGD 0 3/8 09/21/2027

**Novo Banco**  
NOVBNC 3 1/2 03/09/2029

**Banco Comercial Português**  
BCPPL 3 1/8 10/21/29

**Galp Energia**  
GALPPL 2 01/15/26

**EDP**  
EDPPL 3 7/8 06/26/28

**Fidelidade**  
FIDELI 7 3/4 PERP

### US Equities

#### Amundi S&P 500 UCITS ETF – EUR (C)

Top 10 Index Constituents:

APPLE INC	Information Technology
NVIDIA CORP	Information Technology
MICROSOFT	Information Technology
AMAZON.COM	Consumer Discretionary
META PLATFORMS	Communication Services
TESLA INC	Communication Services
ALPHABET INC	Information Technology
BROADCOM INC	Consumer Discretionary
ALPHABET INC	Communication Services
BERKSHIRE HATHAWAY INC	Financials

### Digital Assets

#### 3CC Global Crypto Fund Class A

Bitcoin  
Ethereum  
Solana  
Aave

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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.