

GIM Portfolio Strategies Funds - Europe Dynamic Long-Short Fund

This is a marketing communication. Please refer to the legal and regulatory documents before making any final investment decisions.

GIM A113 - USD (hedged): LU0175946309

For other available share classes, please check the Prospectus.

Fund objective

The investment objective of the Sub-Fund is to achieve a positive total return through long and short investments in equities and equity-linked securities.

Fund description

The Europe Dynamic Long-Short Fund is an actively managed European vehicle denominated in EUR. Some of the fund's key guidelines are outlined below:

- Net exposure: min -50% / max 100%
- Max gross long position: 150%
- Max gross short position: 150%
- Max gross exposure: 300%
- % held of issuer cap: = +/- 10%

Fund managers	Jonathan Ingram, Blake Crawford, Alex Whyte
Fund launch date	30 September 2003
Strategy size	USD 413m EUR 397m
Share class currency	EUR or hedged into USD/GBP
Min. investment	USD 50,000 or EUR equivalent
Fund charges	A - Class
Initial charge (max)	5%
Annual management charge	1.5%
Performance fee	20%
Does a high watermark apply	Yes
Benchmark for performance charges	Charges based on fund's absolute return
Operating and Administrative Expenses	0.4
Share series	Yes
Dealing times	Monthly only (end of each month)

Month in review

It was a strong start to 2025 although not without a fair share of volatility. The inauguration of President Trump and his "America First" policy agenda buoyed sentiment in the US however the threat of tariffs and the impact on key global economic indicators spooked markets towards the end of the month. In addition, investors tried to digest claims that Chinese company, DeepSeek, has managed to develop a Large Language Model (LLM) that achieves comparable performance to US competitors but at a much lower cost and using less sophisticated chips, leading many to question the trajectory of the billions being spent on AI capex.

Given the heavy concentration of technology stocks in the US this saw January buck the trend of the last couple of years with European equities outperforming the US with the MSCI Europe Index (NTR, EUR) returning +6.47% versus the S&P 500 (EUR) +2.00% and reminding investors of the potential opportunity for unloved European companies at relatively low valuations when sentiment starts to turn.

The fund returned +1.21% in January with stock specific factors driving performance in particular on the short side as earnings season got underway. With President Trump taking office and his stance on helping facilitate peace between Russia / Ukraine the team decided to lean into risk and increase the net exposure over the course of the month.

Long side

- Alpha on the long side of the portfolio was negative predominantly due to stock specific drivers. One example is Italian bank **Banca Monte dei Paschi di Siena** which made an all share offer for peer Mediobanca at a 5% premium. The announcement has been treated with scepticism from the investment community with many questioning the strategic sense given the deal will not generate any revenue or cost synergies, driving the stock down -9% in the month.
- UK-listed retailer **Marks and Spencer** detracted from performance, falling -11% as the company saw higher promotional activity and higher waste and excess products in the Food division fuelling concerns about margin pressures and not helped by concerns around the UK economy and the strength of the consumer.
- On the other side, German energy company **Friedrich Vorwerk** rose +29% after announcing record revenues and profitability for Q4 which were well above expectations as well as highlighting two big order wins towards the end of the year.

Short side

- Alpha on the short side was the main driver of returns mainly due to stock specific newsflow. French cable manufacturer **Nexans** fell -10% after confirming further subsea project delays on a sell side call and highlighting that as a result profitability will now fall in the bottom half of the guidance range.
- Norwegian shipping company **Hoegh Autoliners** contributed to performance as sentiment remained weak amongst the car carrier companies due to fears over tariffs and softer signals from European OEMs. In the December trading update the company observed monthly freight rates coming down leading the stock to fall -9%.
- UK-listed discount retailer **B&M** had a negative share price reaction after announcing another quarter of softer than expected like-for-like growth in the UK resulting in a slight downward revision to profitability expectations for the year. Despite management trying to reassure investors of positive trends in December and January, the shares ended down -7%.

If the actual expenses are below the stated maximum only actual expenses will be charged. For more information relating to the fees and charges (including performance fee) and operating conditions for the EDLSF please refer to the Prospectus.

Performance and positioning

%	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Total
2003	-	-	-	-	-	-	-	-	-	-	-	-2.25	-2.25
2004	7.10	0.19	-3.57	-0.14	-0.52	0.94	0.74	1.59	3.97	-0.83	2.06	1.03	12.87
2005	4.51	4.25	0.51	0.10	2.88	4.74	1.47	0.45	2.81	-0.34	3.45	3.02	31.46
2006	6.11	4.93	5.36	1.72	0.10	1.96	1.79	0.38	2.61	5.10	0.58	3.92	40.27
2007	0.27	0.25	0.86	1.59	4.72	3.01	1.26	-2.13	3.92	3.57	3.20	4.08	27.26
2008	-0.91	2.83	-1.06	5.43	2.19	11.64	-3.02	-5.64	-3.03	1.04	0.23	-1.30	7.56
2009	1.16	1.47	-2.13	-4.95	0.78	0.95	-0.56	0.21	-1.48	-0.63	-1.52	4.33	-2.63
2010	1.21	1.39	4.64	3.29	-0.83	3.08	0.30	-0.11	3.52	2.75	4.26	2.19	28.72
2011	-1.64	-0.24	-2.21	1.12	-1.01	4.78	3.48	0.70	2.21	1.27	0.06	0.86	9.56
2012	-4.84	2.07	-0.31	1.92	-3.04	-0.94	-0.64	-0.74	-1.06	1.79	1.54	-0.11	-4.51
2013	3.21	0.98	0.83	1.15	1.67	0.46	2.60	-3.66	0.38	2.70	2.14	2.65	15.99
2014	1.62	3.64	-1.71	-4.10	-1.77	0.01	1.33	-1.78	3.39	0.28	0.15	0.31	1.09
2015	0.68	0.26	1.68	-1.32	1.66	1.79	2.37	2.83	2.47	-4.34	-1.24	1.02	7.90
2016	-1.03	-5.43	-0.50	-1.66	2.24	-1.00	0.35	0.19	3.92	-0.14	0.73	-4.07	-6.53
2017	1.56	-1.37	1.02	3.68	-2.94	0.20	2.10	2.40	1.25	4.45	0.86	-0.29	13.45
2018	2.90	-0.03	-0.51	-3.89	-0.43	1.34	-2.04	0.09	-0.07	-4.47	-1.16	2.78	-5.63
2019	-0.96	0.03	0.32	-3.04	0.14	1.43	2.30	1.50	-1.45	-0.13	-1.60	1.37	-0.24
2020	3.28	2.11	-4.83	3.62	-1.24	0.98	0.33	1.93	-2.58	0.10	0.22	2.58	6.34
2021	-1.22	4.48	3.87	1.19	2.87	-1.59	0.60	1.58	2.69	2.92	0.11	1.91	21.00
2022	3.44	-2.72	3.39	1.52	-0.31	0.71	0.69	2.64	4.21	2.59	-2.42	0.44	14.84
2023	1.53	0.45	-1.29	-1.23	-1.70	3.16	-4.26	2.24	2.31	1.06	-1.10	-1.67	-0.77
2024	3.27	1.36	5.50	0.31	0.49	-0.54	2.23	0.84	-0.25	3.17	0.68	0.19	18.49
2025	1.21	-	-	-	-	-	-	-	-	-	-	-	1.21

Past performance is not a reliable indicator of current and future results.

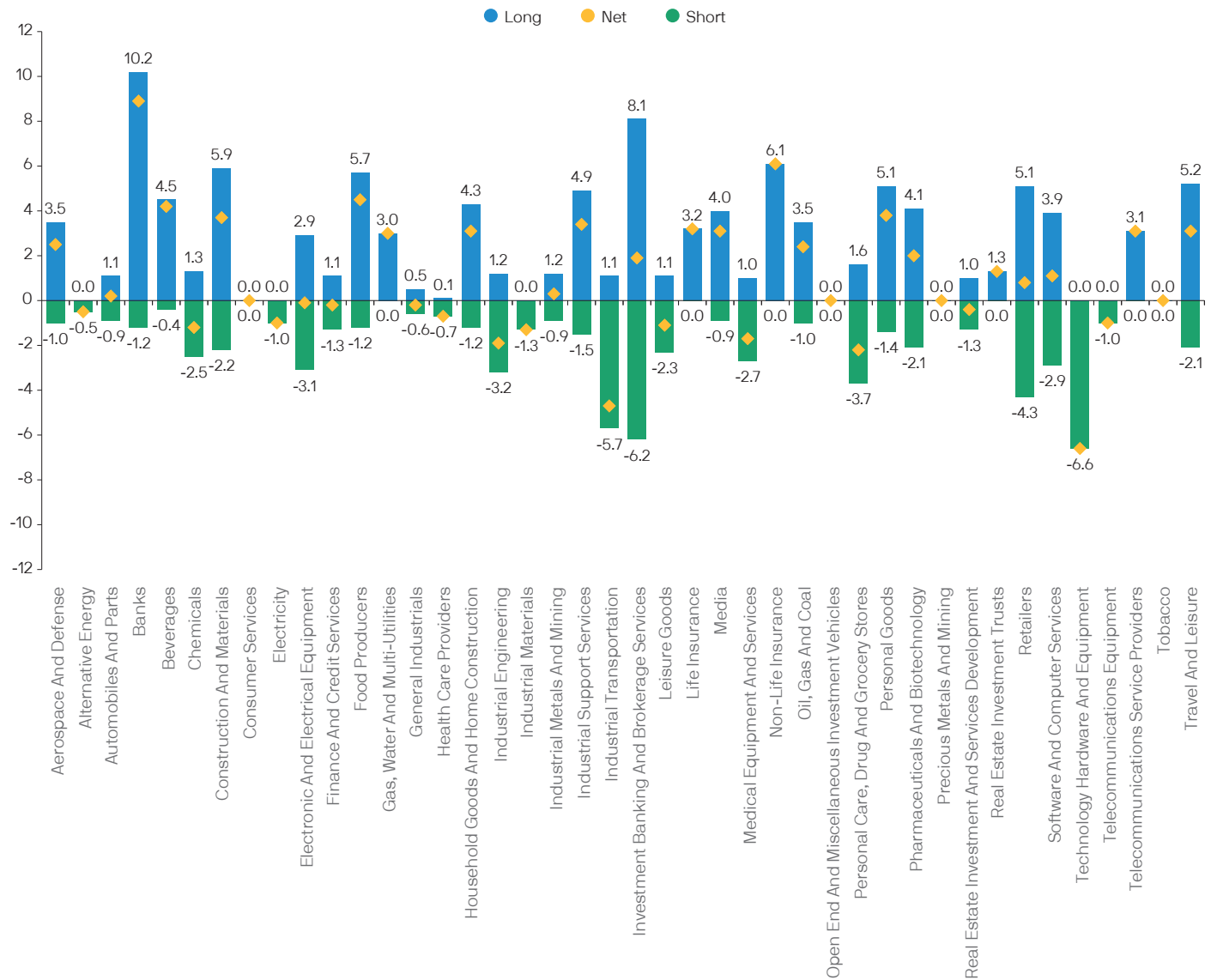
Since inception on 30 November 2003 to 31 January 2025. Fund performance is shown based on the NAV of the share class A in USD, net of Annual Management and advisory fee, operating and administrative expenses and performance fees. Prior to 01 December 2017 the annual management fee for the A share class was 2.0%. For reference the A – EUR hedged share class returned 1.06% over January 2025 taking the YTD return to 1.06%.

Risk/return statistics	
Annualised compounded return	10.4%
Annualised standard deviation	8.3%
Ratios	
Sharpe Ratio	1.0
Sortino ratio	1.6

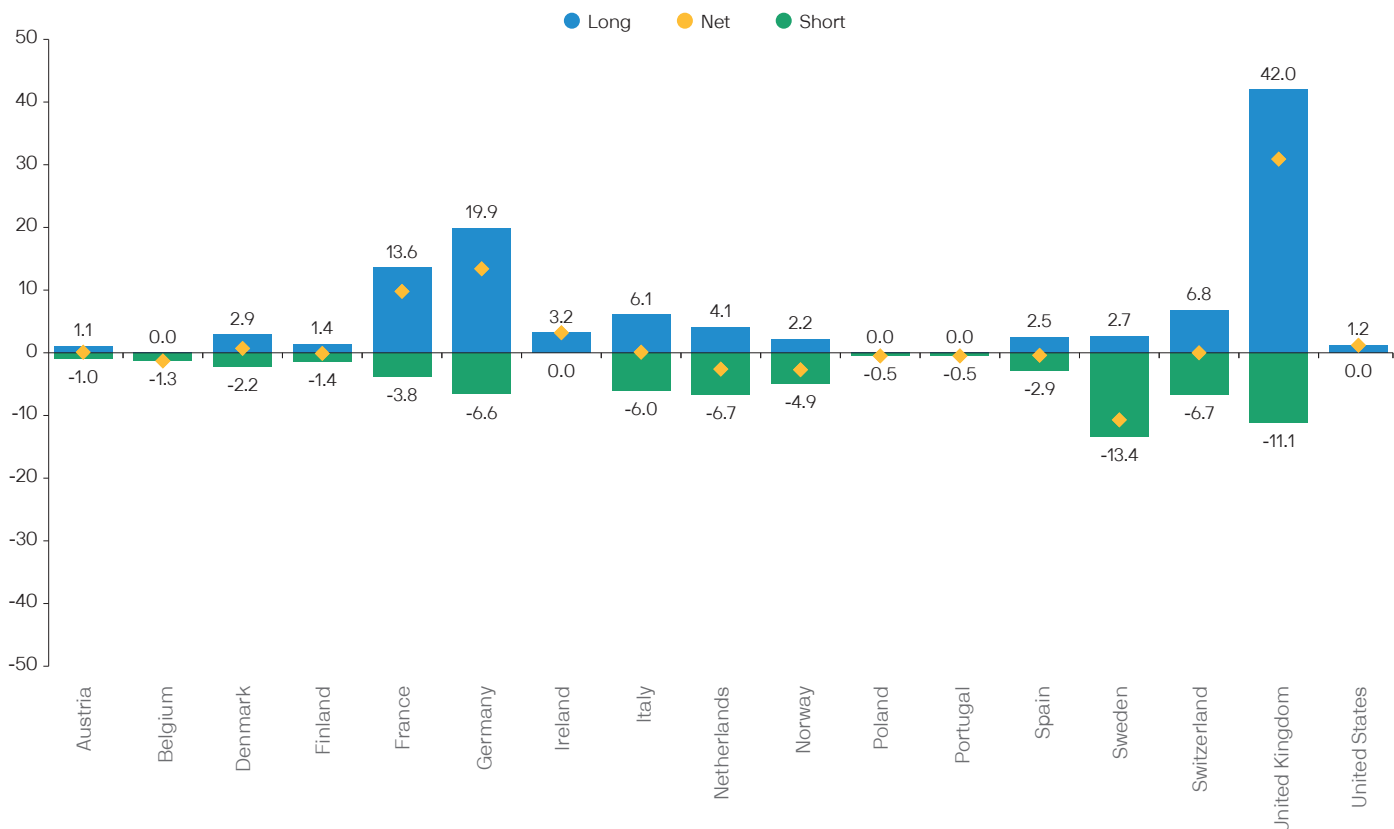
Risk/return statistics refer to data since inception for the A-USD share class.

Consistency of returns	
Number of positive months	174
Number of negative months	80
% of positive months	69%
% of negative months	32%
Best month	11.6%
Average monthly gain	2.1%
Worst month	-5.6%
Average monthly loss	-1.8%
Highest 12 month return	43.1%
Lowest 12 month return	-13.8%

Sector exposure (%)



Country exposure (%)



Portfolio characteristics

Managed portfolio			
Total number of securities held	186	Predicted tracking error vs. Cash	7.3%
Number of securities-long side	92	Long exposure	109.7%
Number of securities-short side	94	Short exposure	-68.9%
Biggest single stock position–long	3.5%	Net exposure	40.8%
Biggest single stock position–short	-1.6%	Gross exposure	178.6%

Cumulative liquidity analysis			
Average daily volume (ADV)		Long side % Longs by value	Short side % Shorts by value
<1xADV		90.5	85.2
<2xADV		97.3	95.4
<3xADV		98.7	99.7
<4xADV		99.3	100.0
<5xADV		99.3	100.0
>5xADV		0.7	0.0

Market capitalisation breakdown			
Market capitalisation (EUR)		Long side % Fund	Short side % Fund
<5bn		30.2	64.1
5bn-20bn		27.8	23.0
>20bn		42.0	12.9

Administrative information

GIM PORTFOLIO STRATEGIES FUNDS (the"Fund") has been authorised under Part II of the Luxembourg law of 17 December, 2010 relating to collective investment undertakings ("loi relative aux organismes de placement collectif",the"Luxembourg Law") and qualifies as an alternative investment fund under the Directive 2011/61/EU of 8 June 2011.

Risk profile:

Key risks (please refer to the Appendix II “Risks Factors” of the Prospectus):

- There is no guarantee that the use of long and short positions will succeed in enhancing investment returns.
- Because the Fund is aggressively managed, volatility may be high as the Fund may take larger position sizes, may have high turnover of holdings and at times may have a significant exposure to certain areas of the market.
- The value of equity securities may go down as well as up in response to the performance of individual companies and general market conditions.
- The value of debt securities may change significantly depending on economic and interest rate conditions as well as the credit worthiness of the issuer. Issuers of debt securities may fail to meet payment obligations or the credit rating of debt securities may be downgraded. These risks are typically increased for emerging market and below investment grade debt securities.
- In addition, emerging markets may be subject to increased political, regulatory and economic instability, less developed custody and settlement practices, poor transparency and greater financial risks. Emerging market currencies may be subject to volatile price movements. Emerging market and below investment grade debt securities may also be subject to higher volatility and lower liquidity than non emerging market and investment grade debt securities respectively.
- The Fund may be concentrated in, and have net long or net short exposure to, industry sectors, markets and/or currencies. As a result, the Fund may be more volatile than more broadly diversified funds.
- The value of financial derivative instruments can be volatile. This is because a small movement in the value of the underlying asset can cause a large movement in the value of the financial derivative instrument and therefore, investment in such instruments may result in losses in excess of the amount invested by the Fund.
- The possible loss from taking a short position on a security may be unlimited as there is no restriction on the price to which a security may rise. The short selling of investments may be subject to changes in regulations, which could adversely impact returns to investors.
- Movements in currency exchange rates can adversely affect the return of your investment. The currency hedging that may be used to minimise the effect of currency fluctuations may not always be successful.

Next Steps

For more information please contact your usual J.P. Morgan Asset Management representative.

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In the United Kingdom, the Funds are categorized as a Non-Mainstream Pooled Investment as defined by the Financial Conduct Authority (FCA). The

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