



# 2023

Report and Accounts

## IMGA Financial Bonds 3 ½ Y

Limited Duration Open-ended Bond Investment Fund



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# Management Report

## Introductory Note

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The Fund was established as a Bond Investment Fund, with limited duration, under the name “IMGA FINANCIAL BONDS 3 ½ Y – Fundo de Investimento Mobiliário Aberto de Obrigações”.

It has a duration of 3 years and 6 months, with liquidation on 30 November 2026.

As of 20 March 2023, Category A of Shares of this Fund became available for sale, having been constituted on 1 June 2023.

Category R of Shares of this Fund also became available for sale as of 20 March 2023, but has not yet been constituted.

# Overview of Market Evolution

At the beginning of 2023, analysts' practically widespread expectations were of a recession in the main developed economies, as a result of the most aggressive cycle of rising policy rates since the 1980s and the still excessive levels of inflation. Some of the main confidence indicators were dropping and several activity indicators were on a downward trend. Investors' pessimism was revealed by a defensive positioning, visible in the limited exposure to risky assets, and to the stock market in particular.

In spite of sustained high levels inflation and some surprise hikes in the first months of the year, investors' perceptions adjusted to a reality in which the fall in the price of raw materials would allow inflation to recede in the following months, resilience of the labor market in the main developed economies, in which the effect of the economic reopening in the services sector had not yet been exhausted and a process of transmission of monetary policy to the real economy was longer than expected. Budgetary policy also contributed to a more positive economic performance than expected in 2023.

The crisis of confidence in the banking sector, in March 2023, constituted one of the moments of greatest volatility in financial markets, having led, initially, to strong falls in interest rates, fueled by expectations of policy rate cuts by central banks, to counter the negative impact of a potential financial crisis. The proactive response of central banks, particularly the US Federal Reserve, would prove decisive in avoiding a negative spiral, with potentially global implications, by announcing the guarantee of all depositors of banks under pressure and a mechanism for providing liquidity to the banking sector with advantageous conditions.

The trajectory of government interest rates was irregular throughout 2023, due to the evolution of the outlook for inflation and for the actions of central banks. The increase in public debt issues in the USA was also an important driver of market interest rates throughout the year. After the sharp rise in interest rates in Europe and the USA between May and mid-October, which drove 10-year interest rates to their highest levels since 2011 favorable evolution of inflationary metrics and the



more lenient message from central banks. The aforementioned inversion allowed a 55bp drop in German rates to 2.02% in the 10-year rate, and made the same US interest rate end the year at the same level at which it started 2023 (3.9%), which culminated in appreciations of 7.1% in the US government debt index and 3% in the US aggregate debt index.

The incorporation of different profiles of central bank activity and economic performance meant differentiated movements in interest rates across various debt maturities, with more pronounced falls in intermediate maturities (5 to 10 years) in the USA and in the short part of the curve in the case of German debt (2 years), although in both cases the yield curve remained inverted throughout 2023.

The downward trajectory of interest rates was transversal to the different sovereign issuers in the Euro Area, and we even witnessed narrowings in the spread of European periphery debt vis-à-vis German debt, which surpassed the widenings that had occurred in the previous year.

The perception of a more favorable than expected evolution of fundamentals was decisive for the appreciation profile of the higher risk classes. The fall in financing costs, the controlled profile of defaults and the more beneficial than expected economic performance allowed credit spreads to narrow on an annual basis, both in the segment with better credit quality (-29bps) and in European high yield debt (-112bp), which, in addition to the gains made possible by the interest rate component, meant appreciations of 8.2% and 12.1%, respectively. Despite the strong devaluations in March, coinciding with the bankruptcy of Credit Suisse, the subordinated debt index of the European banking sector closed the year with an appreciation of more than 13%.

US corporate debt indices were also positively highlighted in 2023, with spread narrowings of 31bps and 146bps in investment grade and high

yield corporate debt, respectively, which enabled appreciations of 5.8% and 13.5% in the year.

The universe of emerging market debt also recorded gains in 2023, with government debt and corporate debt recording spread narrowings that contributed to appreciations of 8.4% and 7.85%, respectively. The local currency emerging market debt index was among the most successful, appreciating more than 11% in the year. On the other hand, we should note the fact that China's economic fragility, particularly in the real estate sector, has once again contributed to increased volatility in the emerging markets debt segment.

The profitability of most stock markets in 2023 was broadly positive, as a result of the growth in corporate results and the expansion of multiples that occurred. With the exception of isolated moments of increased volatility, an environment of investor risk appetite prevailed, favored by positive economic surprises and the relatively small exposure to this class at the beginning of the year.

The expectation generated around the benefits of investing in artificial intelligence was one of the main drivers of this class's performance, particularly in the first half of the year. In fact, the stocks with the greatest association with this theme were among those that registered the biggest annual gains, boosting the Nasdaq technology index (+43.4% in the year) and the US stock indexes in aggregate terms (with an appreciation of 24.2% in the S&P500). The media (24%), construction (30.6%), technology (31.7%) and retail (34.4%) sectors were among those that appreciated the most.

In Europe, the return profile was somewhat disparate, with more modest appreciations in the British FTSE 100 (+3.8%) and Swiss (+3.8%) indices, as a result of the respective sector bias, plus value, and more pronounced gains in the German (+20.3%), Spanish (+22.8%) and Italian (+28.0%) indices, reflecting the more cyclical nature and the reversal of the effects of the energy crisis in the region.



In the remaining regions, the main positive highlight was the appreciation of Japanese equity markets, with an appreciation of over 28% in the Nikkei, which largely benefited from the strong devaluation of the yen. In contrast, and despite the faster-than-expected process of China's economic reopening, the respective stock index was once again under pressure, with a 12.5% correction in the more domestic index, China A Shares. In aggregate terms, the MSCI World index appreciated by around 22% in 2023.

The incorporation of expectations of somewhat pronounced cuts in policy rates in the USA, the Euro Area and the United Kingdom in the last two months of the year significantly changed the appreciation profile of the respective currencies in the annual calculation. The sharp fall in US interest rates led to a 5% devaluation of the dollar from the September highs until the end of 2023, which contributed decisively to the annual loss of 2.1% in the currency basket that encompasses the US's main trade partners. On the other hand, after two consecutive years of devaluation, the euro gained ground against the US dollar (+3.1%), having in

aggregate terms appreciated by 3.4% against the region's main trade partners. Conversely, the ultra-accommodative monetary policy of the Central Bank of Japan, deeply contrasting with other developed economies, was at the origin of the third consecutive year of depreciation of the currency against the US dollar, reaching its lowest price since 1990.

The performance of the raw materials basket was negative in 2023 (-12.6%), despite the downward trajectory of the dollar. Industrial metals and energy goods were negatively highlighted, as opposed to the overall favorable performances of precious metals and various goods in the food segment.



# Main Events

## CONSTITUTION OF NEW FUNDS AND CATEGORIES OF SHARES:

### *Category R - IMGA Iberia Equities ESG and IMGA Alocação Defensiva*

On 4 January 2023, Category R was constituted for the IMGA Iberia Equities ESG and IMGA Alocação Defensiva funds.

### *Category I - IMGA Liquidez*

On 28 February 2023, Category R was constituted for the IMGA Liquidez fund.

### *IMGA PME Flex Fund*

On 2 January 2023, the IMGA PME Flex fund started its activity, with the constitution of its category I.

### *IMGA Financial Bonds 3Y, 2,25%, Série I (Series I) Fund*

The marketing of IMGA Financial Bonds 3Y, 2,25%, Série I (Series I), Limited Duration Open-ended Fund, began on 2 January 2023, and this fund started its activity on 1 February, with the creation of its Category A.

### *IMGA Financial Bonds 3,5 Y Fund*

The marketing of the IMGA Financial Bonds 3,5Y fund began on 20 March 2023, and this fund started its activity on 1 June, with the creation of its Category A.

### *IMGA Obrigações Globais Euro 2024 – 1ª Série (1st Series) Fund*

The marketing of IMGA Obrigações Globais Euro 2024 – 1ª Série (1st Series), Limited Duration Open-ended Fund, began on 3 July 2023, and this fund was constituted on 1 September.

### *IMGA Obrigações Globais Euro 2025 – 2ª Série (2nd Series) Fund*

The marketing of IMGA Obrigações Globais Euro 2025 – 2ª Série, Limited Duration Open-ended Fund, began on 16 October, and this fund was constituted on 4 December.

## PRIZES AWARDED TO IMGA FUNDS

In March 2023, six IMGA funds - Ações Portugal, Alocação Conservadora, Alocação Moderada, Poupança PPR, Rendimento Mais and Rendimento Semestral - were awarded a Blockbuster B rating by the FundsPeople 2023 Rating.

IMGA Rendimento Mais and IMGA Rendimento Semestral received this distinction for the fourth consecutive year. The Blockbuster B rating is given to funds that at the end of the previous year had a significant volume of assets in Portugal.

In the 2023 edition of the “Prémios Melhores Fundos (Best Funds Awards) Jornal de Negócios/APFIPP”, which took place in May, IMGA Ações América was distinguished as the best fund in the “CIU of American Equity” category.

## UPDATES TO THE CONSTITUTIVE DOCUMENTS OF THE FUNDS MANAGED BY THE COMPANY

On 17 February 2023, the first annual update of the Prospectuses of the entire IMGA fund offer was completed.

On 9 March, the Prospectuses of the Investment Funds were amended, with the inclusion of an annex with information related to sustainability, within the scope of transparency of sustainable investments in the disclosure of pre-contractual information, as provided for in the Delegated Regulation (EU) 2023/363.



On 15 May, the second mandatory annual update of the constitutive documents of the funds was completed, with the Total Expense Ratio (TER) updated with reference to the year 2022.

On 13 July, the Prospectuses of the various funds managed by the company were amended, with a greater breakdown of the components of the TER.

On 28 August, following the entry into force of the new Asset Management Framework, the constitutive documents of the Venture Capital Funds were amended, with a change in their name.

On 24 November 2023, new versions of the funds' constitutive documents were created, within the adaptation process to the new Asset Management Framework (RGA in Portuguese).

#### **PUBLICATION OF THE REPORTS AND ACCOUNTS OF THE FUNDS MANAGED BY THE COMPANY**

On 28 April and 31 August, respectively, the Annual and Half-year Reports and Accounts of the funds managed by IMGA were published on the CMVM website.

#### **CROSS-BORDER MARKETING OF IMGA FUNDS**

As part of cross-border marketing and following the registration that had already been carried out in 2022 for a set of funds, the IMGA Ações Portugal fund was additionally registered in 2023 for marketing in Spain.

#### **INFORMATION REGARDING SUSTAINABILITY**

In the first quarter of 2023, updates were published on the Management Company's website regarding the Sustainability Policy adopted and the document "Information Regarding Sustainability", with the inclusion of an item on due diligence and a summary of the engagement policy.

On 30 June, the "Statement on principal adverse impacts of investment decisions on sustainability factors", relating to the year 2022, was also published.

#### **CHANGE IN THE SUPERVISORY BOARD**

In October 2023, as previously authorised by CMVM, Dr. António Joaquim dos Santos Lindeza began serving as a member of the Company's Supervisory Board.

#### **ONE CAPITAL – CLOSED-END VENTURE CAPITAL FUND**

On 21 December, the One Kapital Venture Capital Fund started its activity.

#### **FUTURUM TECH – CLOSED-END VENTURE CAPITAL FUND**

On 29 December, the Futurum Tech Venture Capital Fund was registered with CMVM.

#### **LIQUIDATION OF A VENTURE CAPITAL FUND**

On 29 December, the Almond Tree Private Equity Fund – Closed-end Venture Capital Fund was liquidated.

## Performance of Bond Funds

In 2023, bond funds recovered much of the losses recorded in the past, due to the sharp increase in interest rates promoted by central banks, with the aim of containing the rise in inflation. Medium and long-term yields declined throughout the year, supporting the profitability of these investment funds.

In Portugal, this category of funds showed strong growth from two sources: positive net sales (€408m) and positive market effect (€130M), which enabled it to end the year with a volume under management of €3,337M, equating to a growth of 19% compared with 2022.

At IMGA, bond funds followed the trend, with positive net sales of €160M and an appreciation via market effect of €33M, and recording total assets under management of €869M at the end of 2023, an increase of 29% compared with the end of 2022.

A significant part of this growth resulted from the initiative to create a set of fixed-term funds launched during the year (IMGA Financial Bonds 3y 2.25% Série I Cat A, IMGA Financial Bonds 3.5 Y Cat A, IMGA Obrigações Globais Euro 2024 Série I Cat A and IMGA Global Bonds Euro 2025 2ª Série Cat A), whose sales amounted to €243M.

The annual return in this category varied between 4.3% in the IMGA Euro Taxa Variável Cat A fund and 7.2% in the IMGA Ibéria Fixed Income Cat I fund, demonstrating a good performance compared with previous years.

At the end of 2023, bond funds represented approximately 21% of assets under management at IMGA.

BOND FUNDS	1 YEAR			3 YEARS			5 YEARS		
	Annual Perform.	Risk Volatility	Risk Class	Annual Perform.	Risk Volatility	Risk Class	Annual Perform.	Risk Volatility	Risk Class
IMGA EURO TAXA VARIÁVEL CAT A	4,33%	1,05%	2	0,01%	1,05%	2	0,48%	1,49%	2
IMGA EURO TAXA VARIÁVEL CAT R	4,33%	1,05%	2	-0.01% (*)	1,05%	2	0.46% (*)	1,49%	2
CA RENDIMENTO	4,62%	1,19%	2	-0,33%	1,29%	2	0,27%	1,98%	2
IMGA RENDIMENTO SEMESTRAL CAT A	5,04%	1,49%	2	-0,91%	1,84%	2	0,10%	2,36%	3
IMGA RENDIMENTO SEMESTRAL CAT R	5,02%	1,50%	2	-0.82% (*)	1,84%	2	0.15% (*)	2,36%	3
IMGA DÍVIDA PÚBLICA EUROPEIA CAT A	6,21%	4,19%	3	-3,86%	4,16%	3	-0,34%	4,31%	3
IMGA DÍVIDA PÚBLICA EUROPEIA CAT R	6,30%	4,20%	3	-3.78% (*)	4,16%	3	-0.28% (*)	4,31%	3
IMGA IBERIA FIXED INCOME ESG CAT A	6,78%	3,87%	3	-2,16%	3,59%	3	-0,19%	4,49%	3
IMGA IBERIA FIXED INCOME ESG CAT I	7,23%	3,87%	3	-1.75% (*)	3,59%	3	0.23% (*)	4,49%	3
IMGA IBERIA FIXED INCOME ESG CAT R	6,96%	3,88%	3	-2.06% (*)	3,59%	3	-0.13% (*)	4,49%	3
IMGA RENDIMENTO MAIS	6,42%	3,06%	3	-1,69%	3,18%	3	-0,34%	3,42%	3
IMGA FINANCIAL BONDS 3Y 2,25% SERIE I CAT A	-	-	-	-	-	-	-	-	-
IMGA FINANCIAL BONDS 3,5 Y CAT A	-	-	-	-	-	-	-	-	-
IMGA OBRIGAÇÕES GLOBAIS EURO 2024 SERIE I CAT A	-	-	-	-	-	-	-	-	-
IMGA OBRIGAÇÕES GLOBAIS EURO 2025 2ª SERIE CAT A	-	-	-	-	-	-	-	-	-

(\*) based on historical performance of share units A  
 IMGA Financial and Obrigações Globais began activity in 2023.  
 Source: IMGA

## Information regarding the Management of the Fund

The year 2023 was characterized by the continuation of the military conflict between Russia and Ukraine, by high inflationary pressures in the USA and Europe, which became persistent, and by the consequent significant intervention of central banks through the substantial increase in interest rates and reduction of economic stimulus programs.

Macroeconomic data on employment, consumption, economic activity and wage pressure continued to support the robustness of the US and European economies, despite the economic slowdown evidenced by some indicators.

The liquidity crisis seen in North American regional banks, which contributed to the resolution of Credit Suisse, had a temporary effect in reducing interest rates and increasing risk aversion, having been quickly resolved by regulators, which permitted the normalization of financial markets.

Additionally, China abandoned its highly restrictive policy to combat the pandemic (Zero Covid), contributing to global economic growth, albeit at a slower pace than expected.

Interest rates in Europe and the USA rose significantly in the short term, with a slight decrease in the long term and a substantial worsening of the inversion of the time curve due to fears of an imminent economic recession. However, at the end of the year this upward movement in interest rates was completely reversed, both in the USA and in Europe, due to the prospects of a significant economic slowdown with a positive impact on inflation and consequent possible intervention by central banks through expansionary monetary policies.

In the private debt bond market, the events described above had a positive impact on the Investment Grade and High Yield segments due to the increase in demand for risky assets, with an overall narrowing of spreads. Current credit spreads already incorporate many of the risks mentioned above, namely the scenario of stagflation and economic recession.

Throughout the year, there was a significant increase in private debt issues in the primary market, concurrent with a rise in the level of liquidity in the credit bond market.

In this context, the strategy pursued in the management of the IMGA Financial Bonds 3.5Y Fund during 2023 was based, after the end of its regular marketing period, on making investments in the senior debt of European and North American financial issuers, in accordance with its own investment policy. Subsequently, the management of credit and liquidity risks was the main focus in the management of the Fund, taking into account the extent of the military conflicts between Russia and Ukraine and in the Middle East, the maintenance of inflation at high levels, the increase of reference interest rates, the withdrawal of unconventional fiscal and monetary policy stimuli by governments and central banks, volatility in the price of oil and the prospect of a significant economic slowdown. The Fund sought in a conservative manner to progressively ensure reinvestment in interest rate risk at more attractive remunerations, prioritizing bank deposits.

The Fund maintained its duration levels through investment in the fixed-rate bond segment, keeping in sight its targeted return at maturity.

The Fund's performance in 2023 was influenced by the evolution of credit risk premiums, particularly in the financial sector. On the other hand, the fall in medium and long-term risk-free interest rates supported the Fund's performance.

The IMGA Financial Bonds 3 1/2 Y Fund was created in June 2023, having registered net subscriptions of €5.1M.



# Remunerations paid to Employees and Corporate Bodies of the Company

Pursuant to Section 6 subparagraphs b) and c) of Annex IV to the Asset Management Framework (RGA in Portuguese), the total amount of remunerations paid by the management entity to its employees and the aggregate amount of remunerations of senior management and supervisory bodies is presented below (amounts in euros):

REMUNERATION FOR THE FINANCIAL YEAR 2023			
MANAGEMENT AND SUPERVISORY BODIES	FIXED INCOME	VARIABLE INCOME	NUMBER AS AT 31/12/2023
<b>EXECUTIVE COMMITTEE</b>			
Chairman and Directors	358.566	172.748	3
Independent directors	41.520	-	1
<b>SUPERVISORY BOARD</b>			
Chairman and members	32.670	-	4
STAFF	FIXED INCOME	VARIABLE INCOME	NUMBER AS AT 31/12/2023
Employees	2.011.578	269.877	43

Pursuant to the Law and to Article 20 (1) of its Articles of Association, the Company's supervisory model also includes a Statutory Auditor or Society of Statutory Auditors, who is not a member of the Supervisory Board, to whom €11,808 were paid for their services during 2023.

Notwithstanding the powers of the Supervisory Board and Statutory Auditor, or of the Society of Statutory Auditors, and as provided for in Article 21 (1) of the Articles of Association, the General Meeting appointed an external auditor to audit the Company's accounts, whose services cost €35,978.

In 2023, no sums were paid as severance pay due to termination of employment contract.

At the beginning of each year, on the basis of the Remuneration Policy Implementation Assessment Report, for which the Remuneration Committee is responsible, the Supervisory Board produces an Annual Report on the Remuneration Policy, describing the relevant aspects and conclusions that support its opinion on the assessment of the degree of implementation of the Remuneration Policy in force at the company over the previous financial year.

For 2023, no irregularities or inconsistencies were identified in the way remuneration and other benefits were calculated, nor were any significant changes made to the Remuneration Policy in force.

## Subsequent Events

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On 10 January 2024, new constitutive documents for the IMGA PME Flex Fund were published, with a clarification with regard to the Fund's investment universe.

On 31 January 2024, a mention was included in the Investment Policy section of the Funds' constitutive documents, clarifying the active management nature of the Funds. On the same date, and for a set of 18 Funds, BNI Europa was included as a new trading entity.

On 7 February 2024, trading of categories P and R of the IMGA Portuguese Corporate Debt Fund began and Bison Bank was included as an entity trading these categories. A mention was also included to clarify the active management of the Fund.

On 22 March 2024, category I of the IMGA Euro Taxa Variável Fund was created.

On 10 April 2024, trading of category I of the IMGA Portuguese Corporate Debt Fund began, having been constituted on 12 April 2024.

On 23 April 2024, CMVM (the Portuguese Securities Market Commission) was notified of the inclusion of Banco Atlântico Europa as a trading entity for IMGA Funds.



# Background Notes

## Open-ended Investment Fund IMGA Financial Bonds 3,5Y

### Identification

**Type of Fund: Open-ended Investment Fund**

Date of Incorporation: 1 June 2023

Management Company: IM Gestão de Ativos - Sociedade Gestora de Organismos de Investimento Coletivo, S.A.

Depository Bank: Banco Comercial Português, S.A.

**Portfolio Value as at 31 december 2023: 5 247 369 Euros**

### YIELD AND RISK EVOLUTION

2023

Yield	-
Risk (level)	-

### INVESTMENT POLICY

The Fund adopts an investment policy aims to ensure, at the end of its duration, the protection of the subscribed capital during the initial subscription period (subject to the issuer's credit quality), as well as the payment of an annual return of 3.5% in the first year of the Fund's anniversary and a minimum of 1.5% (annual rate) in the second and in the final year of the Fund's life (30th May 2025 and 30th November 2026, respectively) calculated on the initial value of the unit used for the purpose of establishing the Fund (10 euros). The last payment, on 30th October 2026, will correspond to an effective rate of 2.25% for the relevant period. At least 80% of the Fund's net asset value must be invested directly or indirectly in bonds. In the last 6 months of the Fund's life, and as the bonds in the portfolio gradually reach maturity, the Fund may hold up to 100% of its net asset value in bank deposits and/or other money market instruments. The Fund may invest in fixed-rate bonds, expressed directly or indirectly in euros, issued by private entities, or issued or guaranteed by public entities or by international bodies. Such instruments must present, at the investment date, a credit quality that is equivalent to that which rating agencies consider ("Investment Grade") awarded by at least one international reference agency, or, if no rating is attributed, they must have an equivalent credit risk level, from the perspective of the management company. The fund's initial assets will be made up of a minimum of 15 issuers and a maximum of 30 bond issuers of the main European and North American financial entities, senior debt, with an Investment Grade credit rating awarded by at least one international reference agency, or, if no rating has attributed, must have an equivalent credit risk level, from the perspective of the Management Company. The issuers above will be selected from the following list: LLOYDS BANKING GROUP PLC AIB GROUP PLC UNICREDIT SPA DEUTSCHE BANK AG BARCLAYS PLC BANK OF IRELAND GROUP DANSKE BANK A/S NTESA SANPAOLO SPA BNP PARIBAS CAIXABANK SA UBS GROUP AG NYKREDIT REALKREDIT AS BANCO SANTANDER SA NATWEST GROUP LA BANQUE POSTAL BANK OF AMERICA CORP ERSTE GROUP BANK AG ING GROEP NV BANKINTER SA WELLS FARGO & COMPANY HSBC HOLDINGS PLC SOCIETE GENERALE CITIGROUP INC BPCE SA CREDIT MUTUEL ARKEA BELFIUS BANK SA/NV CREDIT AGRICOLE LONDON KBC GROUP NV BANCO BILBAO VIZCAYA ARG BANCO DE SABADELL SA. If the Management Company anticipates changes in market conditions that make the Fund's objective unfeasible, the Fund may invest in bonds from other issuers, provided the Fund's risk profile is maintained. The FUND may invest up to 10% of its net asset value in units of other UCIs, compatible with Fund's objective, including investment Funds managed by IM Gestão de Ativos. For necessary liquidity management purposes, the FUND may also be made up of cash, bank deposits, investments in money markets instruments, as treasury bills, deposit certificates and commercial paper to the extent appropriate to cope with the normal turnover of redemption of units and the efficient management of the FUND, taking into account its investment policy. The Fund does not invest, directly or indirectly, in common shares or use derivative financial instruments. The FUND's investment strategy is based on active management and does not take any benchmarks into account. The assets are selected from the above-mentioned list of issuers, essentially considering their return potential in relation to their quality in terms of credit risk and the macroeconomic context in which they operate.

### SHARE PRICE EVOLUTION

Data on historical profitability is not disclosed, as the Fund has not yet completed a calendar year.

## EVOLUTION OF THE NUMBER OF SHARES AND SHARE VALUE

## IMGA FINANCIAL BONDS 3,5 Y CAT A

31.12.2023

Number of Outstanding Shares	509 728,9850
Share Value (Euros)	10,2945

## COSTS AND FEES

Unit: thousand €

Market	Region	2023	
		Volume / Market	Transaction costs and Fees
Domestic Market	Portugal	150	0,0
	France	958	
	Austria	190	
	Denmark	422	
	Spain	781	
	Netherlands	196	
	Belgium	189	
	Ireland	445	
	Germany	192	
	<b>sub-total</b>	<b>3 373</b>	<b>0,0</b>
Other Markets	USA	575	
	United Kingdom	870	
	Switzerland	188	
	<b>sub-total</b>	<b>1 633</b>	<b>0,0</b>
<b>Total</b>		<b>5 156</b>	<b>0,0</b>

## NET WORTH STATEMENT

31.12.2023

Securities	5 005 762
Bank balances	199 157
Other assets	49 695
<b>Total assets</b>	<b>5 254 614</b>
Liabilities	7 245
<b>Net Worth</b>	<b>5 247 369</b>

## SECURITIES HELD

(amounts in Euro)

Description of securities	Purchase Price	Capital Gains	Losses	Portfolio Value	Accrued Interest	SUM	%
1.LISTED SECURITIES							
EU Member States M.C.O.B.V.	4 590 482	131 253	-	4 721 735	47 308	4 769 043	94%
Non-EU Member States M.C.O.B.V.	273 250	10 777	-	284 027	730	284 757	6%
<b>TOTAL</b>	<b>4 863 732</b>	<b>142 030</b>	<b>-</b>	<b>5 005 762</b>	<b>48 037</b>	<b>5 053 799</b>	<b>100%</b>

## MOVEMENTS

(Amounts in Euro)

<b>Income</b>	
Investment income	-
Other income	54 500
Capital gains from investments	144 126
<b>Costs</b>	
Management costs	(37 598)
Deposit costs	(1 805)
Other charges, fees and taxes	(8 743)
Investment losses	-
Trading costs	(441)
<b>Net income</b>	<b>150 039</b>
<b>Distributed income</b>	
<b>Increase or decrease in the capital account</b>	
Subscriptions	5 117 290
Redemptions	(19 959)

## NET ASSET VALUE AND SHARE VALUE

(Amounts in Euro)

IMGA FINANCIAL BONDS 3,5 Y CAT A		
	Net Asset Value of the Fund	Share Value
<b>31.12.2023</b>	5 247 369,00	10,2945

## PURCHASE AND SALE OF DERIVATIVE FINANCIAL INSTRUMENTS

The Fund does not use derivative financial instruments.

# Balance Sheet

Regarding the period ended on 31 December 2023

(EUR)

# Balance Sheet as of 31 December 2023

ASSETS					
Code	Designation	31/12/2023			
		Gross Value	Gains	Losses	Net Value
	<b>Other Assets</b>				
32	Tangible Assets from SIM				
33	Intangible Assets from SIM				
	<i>Total Other Assets from SIM</i>				
	<b>Securities Portfolio</b>				
21	Bonds	4 863 732	142 030		5 005 762
22	Shares				
23	Other Equity Instruments				
24	Undertakings for collective investment units				
25	Rights				
26	Other Debt instruments				
	<i>Total Securities Portfolio</i>	4 863 732	142 030		5 005 762
	<b>Other Assets</b>				
31	Other assets				
	<i>Other Assets Total</i>				
	<b>Third Parties</b>				
411+...+418	Debtors Accounts				
	<i>Total Receivables</i>				
	<b>Cash and Cash Equivalents</b>				
11	Cash				
12	Cash Deposits	49 157			49 157
13	Term Deposits	150 000			150 000
14	Deposit Certificates				
18	Other Cash and Cash Equivalents				
	<i>Total Cash and Cash Equivalents</i>	199 157			199 157
	<b>Accruals and Deferrals</b>				
51	Accrued Income	49 695			49 695
52	Expenses with Deferred Cost				
53	Other Accruals and Deferrals	0			0
59	Assets Clearing Accounts				
	<i>Total Accruals and Deferrals Assets</i>	49 695			49 695
	<b>TOTAL ASSETS</b>	5 112 584	142 030		5 254 614
	Total Number of Outstanding Participation Units				509 729

LIABILITIES			Periods
Code	Designation		31/12/2023
	<b>OIC Capital</b>		
61	Undertakings for collective investment units		5 097 290
62	Equity Variations		41
64	Accumulated Retain Earnings		
65	Distribute income		
67	Advance Dividends from SIM		
66	Profit or Loss for the Period		150 039
	<i>Total OIC Capital</i>		5 247 369
	<b>Accumulated Provisions</b>		
481	Provisions		
	<i>Total Accumulated Provisions</i>		
	<b>Third Parties</b>		
421	Redemptions Payable to Participants		
422	Income Payable to Participants		
423	Fees Payable		6 248
424+...+429	Other Creditors Accounts		689
43+12	Loans		
44	Personal		
46	Shareholders		
	<i>Total Payables</i>		6 937
	<b>Accruals and Deferrals</b>		
55	Accrued expenses		308
56	Deferred Income		
58	Other Accruals and Deferrals		
59	Liabilities Clearing Accounts		
	<i>Total Accruals and Deferrals Liabilities</i>		308
	<b>TOTAL LIABILITIES AND EQUITY</b>		5 254 614
	Participation Unit Value		10,2945

(EUR)

**Off-Balance Sheet as of 31 December 2023**

RIGHTS ON THIRD PARTIES			RESPONSABILITIES TO THIRD PARTIES		
Code	Designation	Periods 31/12/2023	Code	Designation	Periods 31/12/2023
	<b>Foreign Exchange Operations</b>			<b>Foreign Exchange Operations</b>	
911	Spot		911	Spot	
912	Term (currency forwards)		912	Term (currency forwards)	
913	Currency swaps		913	Currency swaps	
914	Options		914	Options	
915	Futures		915	Futures	
	<i>Total</i>			<i>Total</i>	
	<b>Interest Rate Operations</b>			<b>Interest Rate Operations</b>	
921	Forward contracts (FRA)		921	Forward contracts (FRA)	
922	Interest Rate Swaps		922	Interest Rate Swaps	
923	Interest rate guarantee contracts		923	Interest rate guarantee contracts	
924	Options		924	Options	
925	Futures		925	Futures	
	<i>Total</i>			<i>Total</i>	
	<b>Operations On Quotes</b>			<b>Operations On Quotes</b>	
934	Options		934	Options	
935	Futures		935	Futures	
	<i>Total</i>			<i>Total</i>	
	<b>Third Party Commitments</b>			<b>Commitments to Third Parties</b>	
942	Forward operations (assets report)		941	Underwriting for securities	
944	Assets given in guarantee		942	Forward operations (assets report)	
945	securities loans		943	Assets given in guarantee	
	<i>Total</i>			<i>Total</i>	
	<i>TOTAL RIGHTS</i>			<i>TOTAL RESPONSABILITIES</i>	
99	COUNTERPART ACCOUNTS		99	COUNTERPART ACCOUNTS	



# Income Statement

Regarding the period ended on 31 December 2023

(EUR)

## Income Statement as of 31 December 2023

EXPENSES AND LOSSES			INCOME AND GAINS		
Code	Designation	Periods 31/12/2023	Code	Designation	Periods 31/12/2023
	<b>Current Expenses and Losses</b>			<b>Current Income and Gains</b>	
	Interest and Expenses Equivalents			Interest and Income Equivalents	
711+718	Of Current Operations		812+813	From the Securities Portfolio and Other Assets	51 767
719	Of Off-balance sheet Operations		811+814+827+818	Of Current Operations	1 658
	Commissions and Fees		819	Of Off-balance sheet Operations	
722+723	From the Securities Portfolio and Other Assets	441		Securities Income	
724+...+728	Other Current Operations	42 603	822+...+824+825	From the Securities Portfolio and Other Assets	
729	Of Off-balance sheet Operations		829	Of Off-balance sheet Operations	
	Losses in Financial Operations			Gains in Financial Operations	
732+733	From the Securities Portfolio and Other Assets		832+833	From the Securities Portfolio and Other Assets	144 126
731+738	Other Current Operations		831+838	Of Current Operations	
739	Of Off-balance sheet Operations		839	Of Off-balance sheet Operations	
	Taxes			Provisions or Reversal of Provisions	
7411+7421	Capital Income Taxes and Equity Increments		851	Provisions	
7412+7422	Indirect Taxes	3 083	87	Other Current Income and Gains	998
7418+7428	Other Taxes				
	Provisions for the Period			<i>Total Other Current Income and Gains (B)</i>	<i>198 549</i>
751	Provisions				
77	Other Current Expenses and Losses	2 460			
	<i>Total Other Current Expenses and Losses (A)</i>	<i>48 587</i>			
79	Other Current Expenses and Losses SIM		89	Other Current Income and Gains SIM	
	<i>Total Other Current Expenses and Losses SIM (C)</i>			<i>Total Other Current Income and Gains SIM (D)</i>	
	<b>Eventual Expenses and Losses</b>			<b>Eventual Income and Gains</b>	
781	Bad Debts		881	Bad Debts Recovery	
782	Extraordinary Losses		882	Extraordinary Gains	
783	Losses Attributable to Previous Years		883	Gains Attributable to Previous Years	
788	Other Eventual Expenses and Losses		888	Other Eventual Income and Gains	77
	<i>Total Eventual Expenses and Losses (E)</i>			<i>Total Other Eventual Income and Gains (F)</i>	<i>77</i>
63	Income tax for the Period				
66	<b>Profit or Loss for the Period (if&gt;0)</b>	150 039	66	<b>Profit or Loss for the Period (if&lt;0)</b>	
	<i>TOTAL</i>	<i>198 626</i>		<i>TOTAL</i>	<i>198 626</i>
(8*1/2/3)-(7*2/3)	Securities Portfolio and Other Assets Profit or Loss	195 452	F - E	Eventual Profit or Loss	77
8*9 - 7*9	Off-Balance Sheet Operations Profit or Loss		B+F-A-E+74	Profit or Loss Before Tax Income	153 122
B-A	Current Profit or Loss	149 961	B+D-A-C	Profit or Loss for the Period	150 039

# Cash Flow Statement

Regarding the period ended on 31 December 2023

(Eur)

CASH FLOWS	31-dec-23		31-dec-22	
<b>OPERATION ON FUNDS UNITS</b>				
RECEIPTS:		5 117 290		0
Subscription of participation units	5 117 290		0	
...				
PAYMENTS:		19 959		0
Redemptions of units	19 959		0	
Income paid to participants				
...				
<b>Cash Flows of operations over Funds units</b>		5 097 331		0
<b>OPERATIONS WITH THE SECURITIES PORTFOLIO AND OTHER ASSETS</b>				
RECEIPTS:		385 800		0
Sale of securities and other assets	338 780		0	
Redemption of securities and other assets				
Redemptions of units in other Funds				
Securities and other assets income				
Sales of securities and other assets with repurchase agreement				
Interest and income equivalents received	47 020		0	
...				
Other receipts related to the portfolio				
PAYMENTS:		5 244 148		0
Purchase of securities and other assets	5 243 707		0	
Securities subscription				
Units subscription in other Funds				
Stock exchange commissions paid				
Sales of securities with repurchase agreement				
Interest and expense equivalents paid				
Brokerage commissions				
Other fees and commissions	31		0	
...				
Other payments related to the portfolio	410		0	
<b>Cash Flows of operations in the securities portfolio and other assets</b>		(4 858 348)		0
<b>TERM AND FOREX TRANSACTIONS</b>				
RECEIPTS:		0		0
Interest and income equivalents received				
Foreign Exchange Operations				
Interest Rate Operations				
Operations On Quotes				
Initial margin on futures and options contracts				
Commissions on options contracts				
Other Commissions				
....				
Other receipts from forward and foreign exchange operations				
PAYMENTS:		2 153		0
Interest and expense equivalents paid				
Foreign Exchange Operations				
Interest Rate Operations				
Operations On Quotes				
Initial margin on futures and options contracts				
Commissions on options contracts				
....				
Other payments from forward and foreign exchange operations	2 153		0	
<b>Cash Flows of forward and foreign exchange operations</b>		(2 153)		0

(Eur)

CASH FLOWS	31-dec-23		31-dec-22	
<b>CURRENT MANAGEMENT OPERATIONS</b>				
RECEIPTS:		0		0
Overdue credit collections				
Purchases with reseller agreement				
Interest on bank deposits				
Deposit certificates interest				
Borrowing				
Commissions on securities lending operations				
....				
Other current receipts				
PAYMENTS:		38 749		0
Expenses with overdue credit				
Purchases with reseller agreement				
Interest on bank deposits				
Managements fees	33 331		0	
Deposits fees	1 600		0	
Supervision fees	3 000		0	
Taxes and fees	818		0	
Repayment of loans				
....				
Other current payments				
<b>Cash Flows of current management operations</b>		(38 749)		0
<b>EVENTUAL OPERATIONS</b>				
RECEIPTS:		1 075		0
Extraordinary Gains	77		0	
Gains Attributable to Previous Years				
Bad Debts Recovery				
....				
Other receipts from eventual operations	998		0	
PAYMENTS:				
Extraordinary Losses				
Losses Attributable to Previous Years				
....				
Other payments from eventual operations				
<b>Cash Flows of eventual operations</b>		1 075		0
<b>NET CASH FLOWS FOR THE PERIOD (A)</b>		<b>199 157</b>		<b>0</b>
<b>CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD (B)</b>		<b>0</b>		<b>0</b>
<b>CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD (C)=(B)+(A)</b>		<b>199 157</b>		<b>0</b>

# Notes to the Financial Statements

Regarding the period ended on 31 December 2023



# Introduction

The incorporation of IMGA Financial Bonds 3,5Y – Fundo de Investimento Mobiliário Aberto de Obrigações (Open-ended Bond Investment Fund) was authorized by CMVM (the Portuguese Securities Market Commission) on 9 March 2023, and this Fund started its activity on 20 March 2023.

The CIU is administered, managed and represented by IM Gestão de Ativos – Sociedade Gestora de Organismos de Investimento Coletivo, S.A. (Management Company). The functions of depositary bank are performed by Banco Comercial Português, S.A..

The following notes respect the sequential numbering defined in the Chart of Accounts of the Collective Investment Undertakings.

The notes whose numbering is missing are not applicable, or their presentation is not relevant for the reading of the attached Financial Statements.

## 1. CAPITAL OF THE CIU

The capital of the CIU is made up of shares, open to participants holding each of the units, with an initial subscription value of ten euros each, at the start of the CIU.

The value of the share for subscription purposes is the value of the first valuation subsequent to the day of subscription. The reimbursement price is ascertained using the same calculation, based on the value of the CIU's net worth on the day following the reimbursement request.

During the period ending on 31 December 2023, the movement in the capital of the CIU was the following:

(Eur)						
Description	31/12/2022	Subscriptions	Redemptions	Others	Profit or Loss for the Period	31/12/2023
Base value	-	5 117 290	( 20 000)			5 097 290
Difference for Base Value	-	-	41			41
Accumulated Retain Earnings	-			-		-
Profit or Loss for the Period	-				150 039	150 039
TOTAL	-	5 117 290	( 19 959)	-	150 039	5 247 369
Nº Shares	-	511 729	( 2 000)			509 729
Net asset value per unit	-	10,0000	9,9796			10,2945

As at 31 December 2023, there were no shares with ongoing redemption requests.

The net asset value of the CIU, the value of each share and the number of outstanding shares were as follows:

	Date	Net asset value per unit	VLGF	Nº Shares
Year 2023	31/12/23	10,2945	5 247 369	509 729
	30/09/23	10,0433	5 119 327	509 729
	30/06/23	9,9339	5 063 554	509 729
	31/03/23	-	-	-

As at 31 December 2023, participants in the CIU may be grouped according to the following tiers:

Ranks	Nº Shareholders
	Category A
Nº Shares $\geq$ 25%	-
$10\% \leq$ Nº Shares $<$ 25%	3
$5\% \leq$ Nº Shares $<$ 10%	-
$2\% \leq$ Nº Shares $<$ 5%	-
$0.5\% \leq$ Nº Shares $<$ 2%	33
Nº Shares $<$ 0.5%	80
Total	116

## 2. SECURITIES TRANSACTIONS IN THE PERIOD

The volume of transactions in 2023, by type of security, measured by the sale price of the respective trades, is the following:

Description	Purchases (1)		Sales (2)		Total (1) + (2)	
	Market	OTC	Market	OTC	Market	OTC
Other Debt Instruments	5 243 707	-	338 778	-	5 582 485	-
Total	5 243 707	-	338 778	-	5 582 485	-

The amounts of subscriptions and redemptions, as well as the respective amounts charged as subscription and redemption fees, are broken down as follows:

Description	(Eur)	
	Value (Note 1)	Commissions
Subscriptions	5 117 290	-
Redemptions	19 959	998

### 3. SECURITIES PORTFOLIO AND CASH EQUIVALENTS

As at 31 December 2023, this item is made up as follows:

(Eur)						
Investment Description	Acquisition value	Gains	Losses	Portfolio value	Accrued interest	Total
<b>1. LISTED SECURITIES</b>						
<i>EU listed Investments</i>						
-Other Debt Instruments						
AIB Group PLC Var 04/07/26	246 493	3 613	-	250 105	4 457	254 562
Banco de Sabadell SA Var 08/09/26	199 276	4 826	-	204 102	3 348	207 450
Banco Santander SA Var 27/09/26	197 830	2 592	-	200 422	1 882	202 304
Bank of America Corp Var 27/10/26	236 913	5 855	-	242 768	865	243 633
Bank of Ireland Group Var 05/06/26	191 316	3 272	-	194 588	2 141	196 729
Bankinter SA 0.875% 08/07/26	180 712	7 590	-	188 302	842	189 144
Barclays Plc Var 31/01/27	191 652	5 126	-	196 778	5 280	202 058
BNP Paribas Var 23/01/27	189 144	5 320	-	194 464	3 982	198 446
BPCE SA 1.375% 23/03/26	186 444	5 648	-	192 092	2 126	194 218
CaixaBank 0.375% 18/11/26	181 746	6 432	-	188 178	88	188 266
Credit Mutuel Arkea 1.625% 15/04/26	187 158	5 422	-	192 580	2 309	194 889
Danske Bank A/S Var 17/02/27	229 993	8 358	-	238 350	2 985	241 335
Deutsche Bank AG Var 03/09/26	184 648	7 072	-	191 720	894	192 614
Erste Group Bank AG 0.875% 22/05/26	184 962	4 756	-	189 718	1 066	190 784
HSBC Holdings PLC Var 13/11/26	228 028	7 583	-	235 610	101	235 711
Ing Groep NV Var 23/05/26	191 620	4 118	-	195 738	2 578	198 316
KBC Group NV Var 10/09/26	182 610	6 082	-	188 692	77	188 769
La Banque Postale 0.5% 17/06/26	185 254	5 844	-	191 098	538	191 636
Lloyds Bank PLC Var 01/04/26	246 830	2 585	-	249 415	6 551	255 966
Natwest Markets PLC 1.375% 02/03/27	181 480	6 904	-	188 384	2 284	190 668
Nykredit Realkredit AS 0.75% 20/01/27	175 814	8 440	-	184 254	1 418	185 672
Societe Generale 0.875% 01/07/26	181 566	6 494	-	188 060	875	188 935
Wells Fargo & Company 1.375% 26/10/26	228 995	7 323	-	236 318	620	236 937
	4 590 482	131 253	-	4 721 735	47 308	4 769 043
<i>Non EU listed Investments</i>						
-Other Debt Instruments						
Citigroup, Inc 2.125% 10/09/26	94 770	1 619	-	96 389	650	97 039
UBS Group AG Var 03/11/26	178 480	9 158	-	187 638	79	187 717
	273 250	10 777	-	284 027	730	284 757
<b>TOTAL</b>	<b>4 863 732</b>	<b>142 030</b>	<b>-</b>	<b>5 005 762</b>	<b>48 037</b>	<b>5 053 799</b>

### 4. PRESENTATION BASIS AND MAIN ACCOUNTING POLICIES

The Financial Statements were prepared on the basis of the accounting records of the CIU, kept in accordance with the Chart of Accounts for Collective Investment Undertakings, established by the Portuguese Securities Market Commission (CMVM), and complementary regulations issued by this entity, within the scope of its powers assigned by Decree-Law no. 27/2023, of 28 April, which approves the new Asset Management Framework.

The most significant accounting policies used in the preparation of the Financial Statements were the following:

#### ACCRUAL BASIS

The CIU records its income and expenditure on an accrual basis, recognizing them as and when they are generated, regardless of when they are received or paid.

Interest on investments is recorded on a gross basis under the item "Interest and similar income".

## SECURITIES PORTFOLIO AND VALUATION OF SHARES

- a) The share value is calculated daily on business days and is determined by dividing the net asset value of the CIU by the number of outstanding shares. The net asset value of the CIU is calculated by deducting from the sum of the amounts which make up the portfolio the amount of fees and charges up to the moment of portfolio valuation.
- b) The value of the shares will be calculated at 5 PM Lisbon time, this being the reference time for the calculation.
- c) Assets denominated in foreign currency will be valued daily using the exchange rate published by Banco de Portugal and the European Central Bank, with the exception of those assets whose currencies are not listed. In this case, exchange rates published at midday Lisbon time by specialized entities, which are not in a control or group relationship with the Management Company in accordance with Articles 20 and 21 of the Portuguese Securities Code, will be used.
- d) Transactions on securities and derivatives traded for the CIU and confirmed up to the reference time shall count for share valuation purposes on the day of the transaction. Subscriptions and redemptions received on each day (in relation to orders of the previous business day) count for share valuation purposes on that same day.
- e) The valuation of securities and derivative instruments accepted for listing or trading on regulated markets shall be based on the last known price at the reference time; in the absence of price quotation on the day on which the valuation is being made or if such quotation cannot be used, namely because it is considered to be unrepresentative, the last known closing price shall be taken into account, provided such price was published within the 15 days preceding the day on which the valuation is being made.
- f) In the case of debt securities accepted for trading on a regulated market, if the prices charged on the market are not considered representative, may be considered for valuation purposes:
  - a. firm purchase offers or, if these cannot be obtained, the average value of the purchase and sale offers, based on information disclosed by specialized entities, which are not in a control or group relationship with the Management Company, as per Articles 20 and 21 of the Portuguese Securities Code.
- g) When the last price quotation is older than 15 days, securities and derivative instruments are considered unlisted for valuation purposes, and the following paragraph applies.
- h) The valuation of securities and derivative instruments not accepted for listing or trading on regulated markets will be based on the following criteria:
  - a. firm purchase offers or, if these cannot be obtained, the average value of the purchase and sale offers, based on information disclosed by specialized entities, which are not in a control or group relationship with the Management Company, as per Articles 20 and 21 of the Portuguese Securities Code;
  - b. theoretical valuation models, which the Management Company deems more appropriate in view of the characteristics of the asset or derivative instrument; the valuation may be performed by a subcontracted entity.

- i) Amounts representing short-term debt shall be valued based on the daily recognition of interest inherent to the operation.
- j) The FIFO criteria is used to determine the cost of securities sold.

## TAXATION

The tax regime applicable to collective investment undertakings (established by Decree-Law No. 7/2015, of January 13) is based on a method of taxation of “exit” income, that is, taxation is essentially in the sphere of the participants.

Even so, the CIU is subject to the general corporate income tax rate on its net income calculated in each year, expunged, however, of the income (and respective associated expenses) from capital, property and capital gains, as qualified for Personal Income Tax (provided that such income does not come from entities resident or domiciled in a country, territory or region subject to a clearly more favorable tax regime included in the list approved by ordinance of the member of the Government responsible for the area of finance, in which case they will be taxed). Income, including discounts, and expenses related to management fees and other fees payable to securities investment funds, as well as non-deductible expenses provided for in article 23rd – A of the IRC – Corporate Income Tax Code, will likewise be considered irrelevant for purposes of determining taxable income.

Regarding Stamp Duty, Funds are subject to this tax on their net asset value at a rate of 0.0125%, per quarter.

Since 1 January 2019, management and deposit fees borne by the Fund and subscription and reimbursement fees borne by participants have been subject to stamp duty at a rate of 4%.

In accordance with article 17 of CMVM regulation 2/2015, the calculation of global exposure in derivative financial instruments is carried out using the commitment approach.

## 5. COMPONENTS OF THE FUND'S INCOME

The components of the Fund's income (Revenues) are as follows:

Nature	Capital Gains			Interest Gains		Securities income	Total
	Unrealized capital gains	Capital gains realized	Total	Overdue interest and commissions	Accrued interest		
SPOT OPERATIONS							
Obligations	142 030	2 096	144 126	3 730	48 037	-	51 767
Deposit	-	-	-	-	1 658	-	1 658
OTHER OPERATIONS							
Subscription/redemption Commissions	-	-	-	998	-	-	-
TOTAL	142 030	2 096	144 126	4 728	49 695	-	53 425

(Eur)

The components of the Fund's income (Expenses) are as follows:

Nature	Capital Losses			Interest and Commissions Supported		
	Unrealized capital gains	Capital gains realized	Total	Overdue interest and commissions	Accrued interest	Total
COMMISSIONS						
Management	-	-	-	31 827	5 771	37 598
Deposit	-	-	-	1 527	277	1 805
Supervision	-	-	-	(200)	200	-
Portfolio	-	-	-	441	-	441
Other	-	-	-	3 200	-	3 200
TOTAL	-	-	-	36 796	6 248	43 044

## 9. BREAKDOWN OF TAXES ON CAPITAL GAINS AND WITHHOLDING TAXES

As at 31 December 2023, taxes on capital gains and withholding taxes can be broken down as follows:

Description	(Eur)	
	31/12/2023	31/12/2022
Indirect taxes		
Stamp duty	3 083	-
TOTAL	3 083	-

## 12. EXPOSURE TO INTEREST RATE RISK

As at 31 December 2023, the fixed interest rate assets held by the CIU can be summarized as follows:

Maturity	Portfolio value (A)	Off-balance sheet (B)				Total (A)+(B)
		FRA	Swaps (IRS)	Futures	Options	
from 0 to 1 year	-	-	-	-	-	-
from 1 to 3 years	2 596 675	-	-	-	-	2 596 675
from 3 to 5 years	819 733	-	-	-	-	819 733
from 5 to 7 years	-	-	-	-	-	-
more than 7 years	-	-	-	-	-	-



## 15. ASCRIBED COSTS

The costs ascribed to the CIU during the period ending on 31 December 2023 have the following composition:

(Eur)		
Expenses	Value	%NAV (1)
Management fee	39 102	1,30%
Deposit fee	1 877	0,06%
Supervision tax	3 200	0,11%
Audit expenses	2 460	0,08%
Stamp duty on the value of the OIC	1 500	0,05%
Other expenses	415	0,01%
<b>TOTAL</b>	<b>48 555</b>	
<b>TOTAL EXPENSE RATIO</b>		<b>1,61%</b>

# Audit Report

## Statutory auditor's report

(Free translation from a report originally issued in Portuguese language. In case of doubt the Portuguese version will always prevail)

### Report on the audit of the financial statements

#### Opinion

We have audited the accompanying financial statements IMGA Financial Bonds 3,5Y – Fundo de Investimento Mobiliário Aberto de Obrigações (the “Fund”) managed by IM Gestão de Ativos – Sociedade Gestora de Organismos de Investimento Coletivo, S.A. (“Management Company”), which comprise the statement of balance as at December 31, 2023 (showing a total of 5 254 614 euros and a total net equity of 5 247 369 euros, including a net profit of 150 039 euros), the income statement by nature, the statement of cash flows for the year then ended, and the notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view, in all material respects, of the financial position of IMGA Financial Bonds 3,5Y – Fundo de Investimento Mobiliário Aberto de Obrigações managed by IM Gestão de Ativos – Sociedade Gestora de Organismos de Investimento Coletivo, S.A. as at December 31, 2023, and of its financial performance and its cash flows for the year then ended in accordance with generally accepted accounting principles in Portugal for investment funds.

#### Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) and further technical and ethical standards and guidelines as issued by Ordem dos Revisores Oficiais de Contas (the Portuguese Institute of Statutory Auditors). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section below. We are independent of the Fund in accordance with the law and we have fulfilled other ethical requirements in accordance with the Ordem dos Revisores Oficiais de Contas code of ethics.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### Responsibilities of management and the supervisory body for the financial statements

Management is responsible for:

- the preparation of financial statements that give a true and fair view of the Fund's financial position, financial performance and cash flows in accordance with generally accepted accounting principles in Portugal for investment funds;
- the preparation of the management report in accordance with applicable laws and regulations;
- designing and maintaining an appropriate internal control system to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error;
- the adoption of accounting policies and principles appropriate in the circumstances; and

- assessing the Fund's ability to continue as a going concern, and disclosing, as applicable, the matters that may cast significant doubt about the Fund ability to continue as a going concern.

The supervisory body is responsible for overseeing the Fund's financial reporting process.

### **Auditor's Responsibilities for the Audit of the Financial Statements**

Our responsibility is to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control;
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the asset management company internal control;
- evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by asset management company;
- conclude on the appropriateness of asset management company use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Fund to cease to continue as a going concern;
- evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation; and
- communicate with those charged with governance, including the supervisory body, regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Our responsibility also includes the verification that the information contained in the management report is consistent with the financial statements and our pronouncement on additional matters established in no. 5 of article 27 of CMVM Regulation no. 7/2023, of the Portuguese legislation for investment funds («RGA»).

## **Report on other legal regulatory requirements**

### **On the management report**

In our opinion, the management report was prepared in accordance with the applicable legal and regulatory requirements and the information contained therein is consistent with the audited financial statements, and we have not identified any material misstatements.

### **On matters established in no. 5 of article 27 of CMVM Regulation no. 7/2023, of the Portuguese legislation for Investment Funds («RGA»)**

Under the terms of no. 5 of article 27 of CMVM Regulation no. 7/2023, we must assess the compliance with the valuation criteria and assumptions for evaluating the assets that make up the investment fund's portfolio.

On the matters indicated, we did not identify material situations to report.

Lisbon, April 29, 2024

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**Mazars & Associados, Sociedade de Revisores Oficiais de Contas, S.A.**

Represented by Pedro Miguel Pires de Jesus (Revisor Oficial de Contas nº 1930, registered at CMVM under nº 20190019)

*This report is a translation of a report originally issued in Portuguese. Therefore, according to Portuguese Institute of Statutory Auditors instructions, the report is not to be sign*