



LEVENDI THORNBRIDGE DEFINED RETURN FUND

INVESTMENT OBJECTIVE

The Fund aims to generate medium to long-term growth via exposure to a diversified portfolio of defined return investments linked to global equity markets. The Fund will invest primarily in a mixture of transferable securities, financial derivative instruments and government bonds (currently UK gilts) to gain such exposure. At the outset, a defined return investment will only be eligible for inclusion if it provides a high probability for a long-term positive return in most market conditions.

MANAGER COMMENTARY

The Fund launched on the 31st January, which proved to be the eve of a notable downturn in equity market levels and an increase in market volatility. The Fund took the opportunity to invest cautiously during February and March. The geo-political risks, dominated by the U.S. – China trade-war spat, intensified during the months of February and March resulting in an extended window of opportunity in which to invest at attractive index levels and at elevated implied equity volatilities.

Since the Fund launch, the FTSE 100 has declined 6.20% with the Eurostoxx 50 also falling 7.10%. The Fund achieved a positive return of 0.88% during the same period. Such strong out-performance is mainly attributed to a disciplined approach to product selection, identifying the most competitive issuers and market-timing by investing at attractive index levels when volatilities were elevated.

The Fund currently has FTSE 100 and Eurostoxx 50 index exposures only. For the time being, we consider the U.S. markets to be elevated in terms of valuations and perhaps vulnerable to a continuation of downward price pressure.

FUND PERFORMANCE - B CLASS INSTITUTIONAL

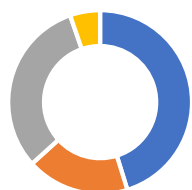
	JAN	FEB	MAR	YTD
LEVENDI FUND*	-	0.54%	0.34%	0.88%
FTSE 100	(2.01%)	(3.92%)	(2.28%)	(8.21%)
EUROSTOXX 50	3.01%	(4.86%)	(2.21%)	(4.07%)

Source: Levendi Investment Management to 31.03.18. *Launched 31st January 2018

FUND METRICS – DURATION WEIGHTED AVERAGES

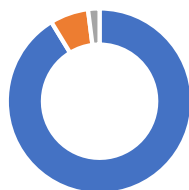
PORTFOLIO RISKS	
AVERAGE COVER FOR PRESERVATION OF POSITIVE RETURN	40.25%
AVERAGE COVER TO CAPITAL LOSS	48.80%
RANGE OF COVER FOR PRESERVATION OF POSITIVE RETURN	37.4% - 44.2%
RANGE OF COVER TO CAPITAL LOSS	39.0% - 50.5%

ISSUER RATING EXPOSURE



A	45.2%
A+	18.1%
BBB+	31.4%
CASH	5.3%

PRODUCT TYPE EXPOSURE



AUTOCALL	91.3%
BOOSTER	6.7%
CASH	2.0%

MARKET RISK



CASH	54%
UK	25%
EUROPE (EX UK)	21%

KEY FACTS

FUND AUM ¹	£25.6M
BASE CURRENCY	GBP
LIQUIDITY	DAILY
SHARE TYPE	B CLASS: INSTITUTIONAL A CLASS: RETAIL
NAV	B ACCUM: £1.0088 A ACCUM: £1.0000 A DISTRIB: £1.0000
INITIAL CHARGE	0%
ANNUAL MANAGEMENT CHARGE	B CLASS: 60BPS A CLASS: 75BPS
OCF ¹	B CLASS: 76BPS A CLASS: 91BPS
LAUNCH DATE	31ST JANUARY 2018
STRUCTURE	UCITS V
DOMICILE	IRELAND
ISIN	B ACCUM: IE00BYV3WJ85 A ACCUM: IE00BYV3WG54 A DISTRIB: IE00BYV3WH61
SEDOL	B ACCUM: BYV3WJ8 A ACCUM: BYV3WG5 A DISTRIB: BYV3WH6
BLOOMBERG	B ACCUM: IE00BYV3WJ85 A ACCUM: IE00BYV3WG54 A DISTRIB: IE00BYV3WH61
PRICING	DAILY COB
DEALING DEADLINE	DAILY 10:30AM
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¹as of 30th March 2018

FURTHER INFORMATION

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Source: Levendi Investment Management to 31.03.18.

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STRESS TEST ANALYSIS

In the tables below, we show summary details for the Fund. For each metric we show a figure that is weighted by the nominal exposure and the expected term to the maturity for each product within the Fund. It is important to note that these values are not forecasts, they are estimates we have calculated based on the inputs to our stress testing process. This has been developed to allow us to compare one product with another, and with other assets.

RETURN ESTIMATES	METRIC	VALUE
WHAT ARE THE BEST 10% OF POSSIBLE RETURNS?	VaR 10	8.2%
WHAT IS THE CHANCE OF A POSITIVE RETURN?	Chance of Gain	92.3%
WHAT IS THE AVERAGE RETURN WHEN THERE IS A POSITIVE RETURN?	Conditional Gain	7.6%
WHAT IS THE EXPECTED AVERAGE RETURN?	Arithmetic Return	5.7%

RISK ESTIMATES	METRIC	VALUE
WHAT IS THE LOSS BASED ON THE AVERAGE OF THE WORST 5% OUTCOMES	CVaR 95% Loss	-30.1%
WHAT IS THE CHANCE OF A LOSS ?	Chance of Loss	7.7%
WHAT IS THE AVERAGE RETURN IN THE SCENARIOS WHERE THERE IS A LOSS?	Conditional loss	-4.14%
WHAT IS THE EXPECTED VOLATILITY OF THE PORTFOLIO RETURNS?	Volatility	6.4%
HOW FAR DO MARKETS HAVE TO FALL BEFORE THE MATURITY VALUE IS LESS THAN 100% ON AVERAGE?		48.8%
WHAT IS THE AVERAGE PROBABILITY OF THE MATURITY VALUE OF EACH INVESTMENT HELD BEING LESS THAN 100%?	Probability of barrier breach	3.5%
WHAT IS THE HIGHEST PROBABILITY OF THE MATURITY VALUE OF ANY INVESTMENT HELD BEING LESS THAN 100%?	Probability of barrier breach	5%

FACTOR EXPOSURE	METRIC	VALUE
CHANGE IN FUND PRICE IF ALL MARKET LEVELS CHANGE BY 1%	Delta	0.46%
CHANGE IN FUND PRICE IF INTEREST RATES CHANGE +0.01%	Rho	0.02%
CHANGE IN FUND PRICE IF VOLATILITY INCREASES +1%	Vega	-1.20%
CHANGE IN IN FUND PRICE FROM THE PASSAGE OF ONE DAY	Theta	0.01%
AVERAGE DURATION OF THE FUND PRODUCTS	Duration	2.9 years

**FOR PROFESSIONAL INVESTORS, ADVISERS & INSTITUTIONAL
CLIENTS ONLY**



LEVENDI

INVESTMENT MANAGEMENT

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