

Net Asset Value per Share <sup>1</sup>		Investment Objective													
EUR I-P ACC HED	973.71	The Tenax ILS UCITS Fund aims to achieve a long-term risk adjusted absolute rate of return and capital growth from investments in insurance-linked securities, being primarily catastrophe (cat-) bonds. Investment in the fund puts your capital at risk and past performance is not a reliable indicator of future results.													
EUR I DIST HED	845.40														
EUR I-P DIST HED	862.95														
EUR I ACC	1135.69														
EUR I-P ACC	1218.80														
Fund Information		Investment Objective													
Investment Manager	Tenax Capital Ltd	The Tenax ILS UCITS Fund aims to achieve a long-term risk adjusted absolute rate of return and capital growth from investments in insurance-linked securities, being primarily catastrophe (cat-) bonds. Investment in the fund puts your capital at risk and past performance is not a reliable indicator of future results.													
Manager	Bridge Fund Management Limited	The Tenax ILS UCITS Fund aims to achieve a long-term risk adjusted absolute rate of return and capital growth from investments in insurance-linked securities, being primarily catastrophe (cat-) bonds. Investment in the fund puts your capital at risk and past performance is not a reliable indicator of future results.													
Structure	UCITS	The Tenax ILS UCITS Fund aims to achieve a long-term risk adjusted absolute rate of return and capital growth from investments in insurance-linked securities, being primarily catastrophe (cat-) bonds. Investment in the fund puts your capital at risk and past performance is not a reliable indicator of future results.													
Domicile	Ireland	The Tenax ILS UCITS Fund aims to achieve a long-term risk adjusted absolute rate of return and capital growth from investments in insurance-linked securities, being primarily catastrophe (cat-) bonds. Investment in the fund puts your capital at risk and past performance is not a reliable indicator of future results.													
Launched	9th June 2017	The Tenax ILS UCITS Fund aims to achieve a long-term risk adjusted absolute rate of return and capital growth from investments in insurance-linked securities, being primarily catastrophe (cat-) bonds. Investment in the fund puts your capital at risk and past performance is not a reliable indicator of future results.													
Base Currency	EUR	The Tenax ILS UCITS Fund aims to achieve a long-term risk adjusted absolute rate of return and capital growth from investments in insurance-linked securities, being primarily catastrophe (cat-) bonds. Investment in the fund puts your capital at risk and past performance is not a reliable indicator of future results.													
Liquidity	Fortnightly	The Tenax ILS UCITS Fund aims to achieve a long-term risk adjusted absolute rate of return and capital growth from investments in insurance-linked securities, being primarily catastrophe (cat-) bonds. Investment in the fund puts your capital at risk and past performance is not a reliable indicator of future results.													
Auditor	Deloitte	The Tenax ILS UCITS Fund aims to achieve a long-term risk adjusted absolute rate of return and capital growth from investments in insurance-linked securities, being primarily catastrophe (cat-) bonds. Investment in the fund puts your capital at risk and past performance is not a reliable indicator of future results.													
Legal Advisor	Dillon Eustace	The Tenax ILS UCITS Fund aims to achieve a long-term risk adjusted absolute rate of return and capital growth from investments in insurance-linked securities, being primarily catastrophe (cat-) bonds. Investment in the fund puts your capital at risk and past performance is not a reliable indicator of future results.													
Administrator	CACEIS Ireland Limited	The Tenax ILS UCITS Fund aims to achieve a long-term risk adjusted absolute rate of return and capital growth from investments in insurance-linked securities, being primarily catastrophe (cat-) bonds. Investment in the fund puts your capital at risk and past performance is not a reliable indicator of future results.													
Depository	CACEIS Bank, Ireland Branch	The Tenax ILS UCITS Fund aims to achieve a long-term risk adjusted absolute rate of return and capital growth from investments in insurance-linked securities, being primarily catastrophe (cat-) bonds. Investment in the fund puts your capital at risk and past performance is not a reliable indicator of future results.													



### Fund Performance

The first official month of the 2023 US wind season contributed to a general spread tightening as there were no events threatening the insurance market. In this context, the Fund posted a new monthly record return and closes H1 at about 10% total return, in what is developing as the best year for cat bonds, well above the 2007 record. As often mentioned, index trigger bonds tightening has been the main driver of the Fund performance year to date. For the second part of the year, the main performance catalysts will be the hurricane season and the high level of carry of the current portfolio. Investments wise, we declined to participate in most of the new issuances of the month as pricing has tightened excessively for the risks covered and we did not judge the deals as incrementally beneficial to the portfolio. Worth mentioning our investments in three new deals sponsored by AXA, Conduit Re and Korean Re, all structured on an industry loss basis and with a relatively low risk profile. We have also started to reduce the exposure to our peak risks or to bonds we were particularly overweight. We will marginally raise cash to be able to deploy it at more attractive spreads in a post-event scenario, if and when a major hurricane hit the US this season.

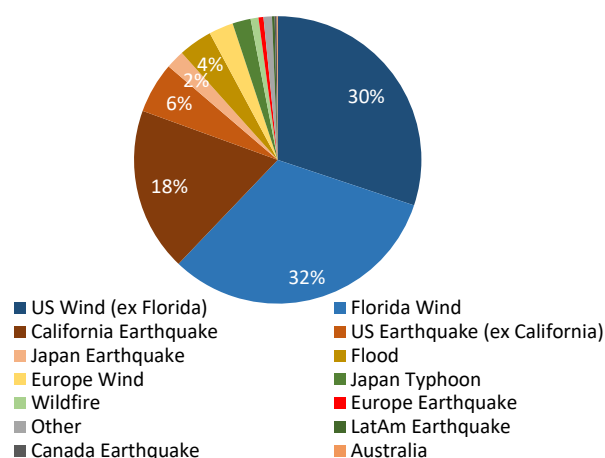
<sup>1</sup> Values as of June 30, 2023. All figures are stated on a net basis

<sup>2</sup> The performance includes cash dividend distributions

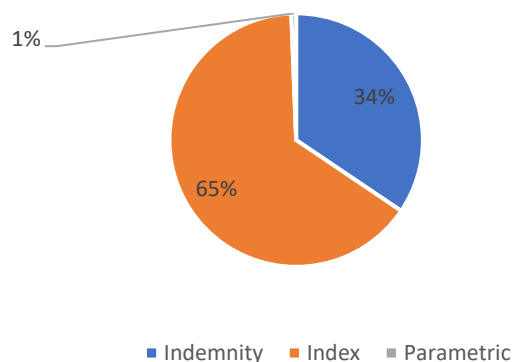
## Market Update

In June, the busy renewal season continued with 10 deals issued, totalling \$1,6 billion. Among the deals, five were repeat issuers, including Vermont Mutual, Oak Tree Assurance, The Hanover, California Earthquake Authority, and SureChoice Underwriters. Two first-time issuers, Conduit Re and Korean Re, covered US named storms and earthquakes based on an index-industry loss basis. Additionally, three sponsors returned to the market after a brief hiatus. AXA sponsored a European windstorm deal, and New Jersey Manufacturers Insurance Company issued a US named storm-only deal, both of which were returning to the market for the first time since 2013. Moreover, Massachusetts Property Insurance Underwriting Association issued their all-natural perils deal, their first since 2017. H1 2023 and the second quarter of 2023 both set records for ILS issuance, reaching \$10,3 billion and \$7,1 billion, respectively, reflecting the strong interest from sponsors and investors. With the exception of a few deals, the primary markets will now close until the end of the hurricane season in November. The secondary peril season remained active in June, with estimated storm losses ranging between \$5,5 billion to \$10 billion. Overall, industry losses in H1 2023 have been below the historical average, aligning with the levels observed in H1 2022. In June, two named storms, Bret and Cindy, formed in the Atlantic Basin, but they posed no threat to land. It is worth noting that August and September typically mark the peak months for hurricane activity. Currently, there is no new tropical cyclone activity expected in the Atlantic Basin for the next seven days.

### Expected Loss Contribution



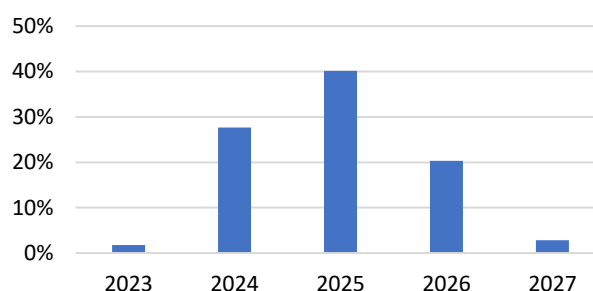
### Trigger Structure Type



### Portfolio Summary

Number of Positions	131
Yield to Maturity	14.7%
Average Mid Spread	9.8%
Collateral Return	4.8%
Modeled <sup>3</sup> Expected Loss	2.78%
AUM, EUR million	91.8
Average Life	1.8 years

### Maturity Profile



### Investment Manager

Massimo Figna

figna@tenaxcapital.com



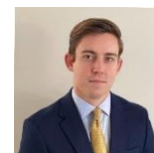
Marco della Giacoma

dellagiacomma@tenaxcapital.com



Toby Pughe

tpughe@tenaxcapital.com



<sup>3</sup> Modeled expected loss as calculated at issuance from the relevant risk modeling firm (RMS, AIR, CoreLogic)

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The Fund is organised under the laws of Ireland and authorised by the Central Bank of Ireland as UCITS for the purposes of the UCITS Regulations. Investment in the fund is only open to ‘Qualified Investors’, as defined in the Fund Prospectus. Any decision to invest must be based solely on the information contained in the Company’s Prospectus, Key Investor Information Document and the latest half-yearly report and unaudited accounts and/or annual report and audited accounts. Investors should read the fund specific risks in the Key Investor Information Document and the Company’s Prospectus, which are available from the Investment Manager.

In providing the information, no action has been taken to qualify any potential investor, in any jurisdiction, including without limitation in the United States under the Securities Act of 1933 or the US Investment Company Act of 1940. The Fund’s shares are not, and will not be registered under the US Securities Act of 1933, as amended, or qualified under any applicable state securities statutes. The Funds are not, and will not be registered as investment companies under the US Investment Company Act of 1940, as amended.

Past performance is not indicative of future results. The value of your investment may go down as well as up, and you may not receive upon redemption the full amount of your original investment. Participation in the Fund(s) should only be made by persons with experience of participating in unregulated schemes and any other person who receives this document should not rely upon it.

This is a marketing communication. Please refer to the Tenax ILS UCITS Fund prospectus supplement and to the Key Investor Information Document (KIID) before making any final investment decisions. A copy of the English version of the prospectus of the Fund and where relevant the KIID relating to the Fund may be obtained online from <http://www.tenaxcapital.com/> or alternatively obtained via email upon request by contacting the Head of Compliance & Risk at [blagden@tenaxcapital.com](mailto:blagden@tenaxcapital.com). A summary of investor rights associated with an investment in the Fund is available online in English at <http://www.tenaxcapital.com/> or it may be obtained upon request via email by contacting [blagden@tenaxcapital.com](mailto:blagden@tenaxcapital.com). A decision may be taken at any time to terminate the arrangements made for the marketing of the Fund in any EEA Member State in which it is currently marketed. In such circumstances, Shareholders in the affected EEA Member State will be notified of this decision and will be provided with the opportunity to redeem their shareholding in the Fund free of any charges or deductions for at least 30 working days from the date of such notification.

#### For Australian Wholesale Investors

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**Please visit our website where you can obtain further information about Tenax Capital and the Tenax ILS UCITS Fund, including downloads of previous newsletters.**

## TENAX CAPITAL LTD

**Registered Office:** Dominican House, 4 Priory Court, Pilgrim Street, London EC4V 6DE, United Kingdom

**Telephone:** +44 20 7003 8700

**Fax:** +44 20 7003 8701

**Url:** [www.tenaxcapital.com](http://www.tenaxcapital.com)

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