

Net Asset Value per Share <sup>1</sup>		Investment Objective													
EUR I-P ACC HED	927.54	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	836.58														
EUR I-P DIST HED	851.48														
EUR I ACC	1129.28														
EUR I-P ACC	1198.68														
Fund Information		EUR Class I-P Acc Hedged - Monthly Performance %										IE00BDVK6S99			
Investment Manager	Tenax Capital Ltd	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD	
	Bridge Fund	2020	0.37	0.78	-0.54	-0.50	-0.08	0.56	0.96	1.20	0.99	0.37	-0.25	0.21	4.12
Manager	Management	2021	0.00	0.74	-0.15	0.14	0.07	0.09	0.13	0.67	0.25	1.02	0.14	0.09	3.23
	Limited	2022	0.08	0.21	0.08	0.04	-0.30	-0.83	0.14						-0.59
Structure	UCITS	EUR Class I Dist Hedged- Monthly Performance % <sup>2</sup>										IE00BDVK6Q75			
Domicile	Ireland	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD	
Launched	9th June 2017	2020	0.35	0.75	-0.57	-0.52	-0.10	0.53	0.94	1.17	0.99	0.35	-0.28	0.18	3.77
Base Currency	EUR	2021	-0.03	0.71	-0.17	0.12	0.04	0.06	0.12	0.65	0.22	0.99	0.11	0.07	2.92
Liquidity	Fortnightly	2022	0.06	0.18	0.05	0.01	-0.33	-0.87	0.12						-0.76
Auditor	Deloitte	EUR Class I-P Dist Hedged - Monthly Performance % <sup>2</sup>										IE00BDVK6V29			
Legal Advisor	Dillon Eustace	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD	
Administrator	CACEIS Ireland	2020	0.37	0.78	-0.54	-0.50	-0.08	0.56	0.96	1.20	0.99	0.37	-0.25	0.21	4.08
	Limited	2021	0.00	0.74	-0.15	0.14	0.07	0.09	0.13	0.67	0.25	1.02	0.14	0.09	3.23
		2022	0.09	0.21	0.08	0.04	-0.30	-0.83	0.14						-0.59
Depository	CACEIS Bank, Ireland Branch	EUR Class I Acc Non-Hedged - Monthly Performance %										IE00BDVK6P68			
		Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD	
		2020	0.53	3.15	0.86	-2.02	0.60	-2.31	-0.79	-1.25	0.53	1.47	-1.14	-2.53	-3.02
		2021	1.25	0.62	1.68	-0.50	-1.02	2.67	0.52	1.66	-0.19	2.00	2.46	0.44	12.64
		2022	-0.53	0.08	2.32	2.20	1.40	0.01	3.50						9.27
		EUR Class I-P Acc Non-Hedged - Monthly Performance %										IE00BDVK6T07			
		Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD	
		2020	0.41	2.49	0.69	-1.63	0.47	-1.95	-0.84	-1.32	0.48	1.42	-1.20	-2.59	-3.65
		2021	1.17	0.55	1.63	-0.10	-1.04	2.70	0.53	1.69	-0.17	1.63	2.03	0.40	11.51
		2022	-0.50	0.10	2.09	2.26	0.60	-0.02	2.98						7.69

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WINNER



### Fund Performance

The absence of notable wind evens in the US was the main supporting factor of tightening spreads in July. We note this is quite a regular pattern during summertime, when each day without events is in fact one less day of risk for that season, and this is quickly incorporated in prices. We also note that the hurricane season is far from reaching its peak. Expectations of a continued hard market in reinsurance pricing have kept investors skewed to the sell side, as risk premia could be even more attractive after January 2023 renewals. With muted primary markets, we took advantage of very attractive offers on some lower risk index bonds, while at the same time we reduced our exposure to the Texas state insurance association. The latter move was driven by a combination of factors including the potential effect of inflation on claims and concerns over deteriorating quality of their book of business. We remain strategically buyers of non-indemnity bonds, with an absolute preference for fort-event Vs aggregate. However, we will tactically consider adding more aggregate deals if the hurricane season will remain mute for longer, reducing the probability for losses to sum up to the attachment levels of aggregate bonds.

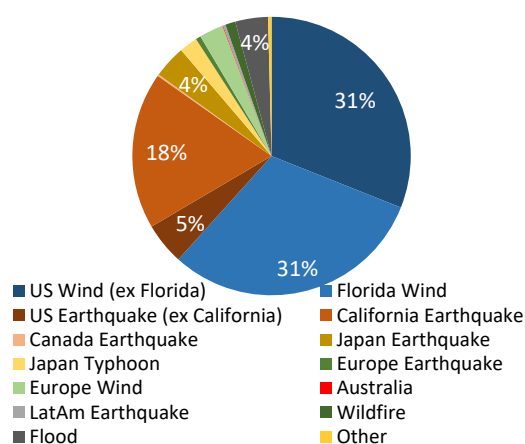
<sup>1</sup> Values as of July 15, 2022. All figures are stated on a net basis

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

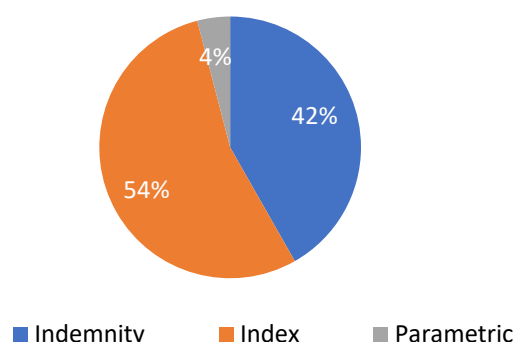
## Market Update

After a turbulent June renewal season, there were no new issues in July. The second month of the hurricane season was muted, and there were no losses, or potential losses, to note. August and September are the main months of focus, but historically hurricane activity has been present in July, so the quiet start to the season is welcome. Another Floridian bond, which was marketed to investors back in June, failed to issue. The sponsor, Weston Property and Casualty, is now heading for insolvency. Over a dozen Floridian carriers have had their ratings downgraded in the last couple of weeks and the number of insurers filing for insolvency is expected to increase. This is likely to prolong the hard market in Florida for the foreseeable future. A new vehicle has been created through the insurer of last resort, Citizens, who will pick up the outstanding policies of these insolvent insurers. The near collapse of the Floridian market has been coming for a while, and we are starting to see which insurers were ill-prepared for the inevitable judgement day. This doesn't impact any of our holdings. NOAA has downgraded their forecasts for an above-average hurricane season from 65% to 60% and the Colorado State University's tropical meteorology team, which predicted a hurricane season "well above average" has also reduced their forecasts. Although this is some positive news, it reflects the fact that July was a quiet month; the dangers of August and September remain. As always, we will keep you updated on the events in the market in our next newsletter, as well as any flash updates if required.

### Expected Loss Contribution



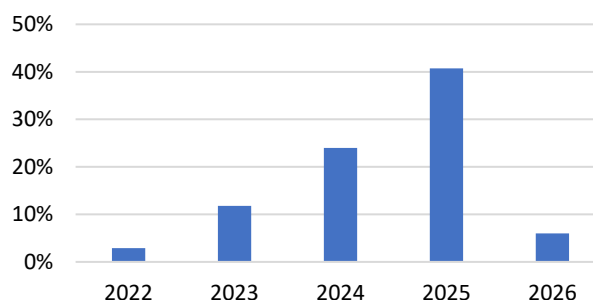
### Trigger Structure Type



### Portfolio Summary

Number of Positions	140
Yield to Maturity	8.83%
Modeled <sup>3</sup> Expected Loss	2.65%
AUM, EUR million	96.4

### Maturity Profile



### Investment Manager

Massimo Figna

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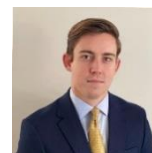
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<sup>3</sup> Modeled expected loss as calculated at issuance from the relevant risk modeling firm (RMS, AIR, CoreLogic)

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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.

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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.**

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