

### Net Asset Value<sup>1</sup>

EUR I-P ACC HED	936.89
EUR I DIST HED	845.61
EUR I-P DIST HED	860.06
EUR I ACC	1075.90
EUR I-P ACC	1157.26

### Investment Objective

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 Information

Investment Manager	Tenax Capital Ltd
Manager	Bridge Fund Management Limited

### EUR Class I-P Acc Hedged - Monthly Performance %

IE00BDVK6S99

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
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
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	0.08	0.21	0.08	0.04									0.41

Structure	UCITS
Domicile	Ireland
Launched	9th June 2017
Base Currency	EUR
Liquidity	Fortnightly

### EUR Class I Dist Hedged- Monthly Performance %<sup>2</sup>

IE00BDVK6Q75

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
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
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
2022	0.06	0.18	0.05	0.01									0.31

Auditor	Deloitte
Legal Advisor	Dillon Eustace
Administrator	CACEIS Ireland Limited

### EUR Class I-P Dist Hedged - Monthly Performance %<sup>2</sup>

IE00BDVK6V29

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
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
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									0.41

Depository	CACEIS Bank, Ireland Branch
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### 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									4.10

### 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									3.97

### Fund Performance

In April our performance was driven by the same forces that are dominating the whole re/insurance market since the beginning of the 2022 wind renewal season. On the one hand, risk premia continue to trend higher and higher which make us relying even more on primary markets, on the other hand, this very same trend is hitting secondary prices, either in terms of valuations adjustments or actual sellers of old bonds to make room for new ones. This let the return basically flat on the EUR hedged classes, while strong USD continues to benefit the non-hedged ones. In this context we applied an even stricter discipline to our primary market investments, declining to participate in two Florida focussed deals (one of these eventually failed to issue) as we had concerns over the underlying quality of the subject business and on the negative effect of claims inflation in a post-event scenario. Conversely, we participated in the debut cat bond issued by Kin Insurance, a relatively recent company focussed on home insurance as we appreciated their underwriting standards and risk selection. The fund also invested in the new index bond issued by Vantage Risk, an insurtech venture launched by sectors' veterans. We increased our position on some low-risk, index trigger bonds that were offered below bid-side on secondary markets, taking advantage of forced sellers. We expect the market and fund returns to remain light ahead of the summer, while yield to maturity to continue to grow at no increased risk.

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

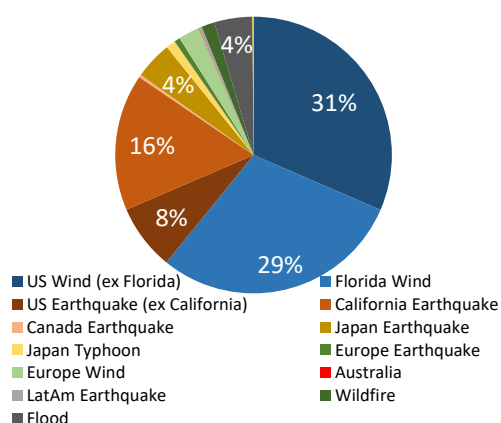
<sup>2</sup> The performance includes cash dividend distributions



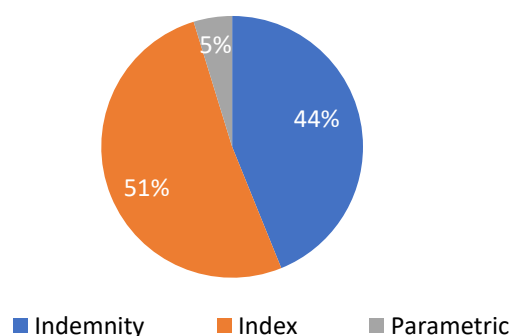
## Market Update

April is probably the busiest month in terms of new issuances, with new and repeat issuers placing their (re)insurance programs ahead of the Atlantic Hurricane Season. Pockets of the traditional reinsurance market remain highly distressed, with capital being pulled from the higher risk collateralised reinsurance and aggregate structures. Insolvencies and rating downgrades in Florida have further exacerbated the reduction in supply, as investors can cherry pick their positions and still receive attractive yields. The net result for the cat bond market has been healthy issuance coupled with high spreads. Investors continue to penalise what they deem poor quality deals, which either fail, are downsized or adjust pricing well up. A prime example is a bond announced by Citizens, the largest government-backed insurer in Florida, where pricing settled 50bps above the top end of guidance. Other deals from newer sponsors have seen more extreme pricing adjustments. Deals with an index trigger, which are often preferred by investors looking for trigger transparency, have also seen their spreads widen, confirming the favourable environment for investors. April new issues were dominated by Florida exposed carriers, with notable issuers Citizens (Everglades Re) and USAA (Residential Re) coming to the market. Two noteworthy deals failed at issue, one Florida Named Storm from Heritage P&C and one Italian Earthquake deal from UnipolSai. The failure of Azzurro Re was very telling, as investors demanded an increase from the initial pricing guidance, which was rejected by the sponsor. This is probably the strongest indication of market dynamics, as the knock-on effect of what is happening in the US market is filtering down to non-US perils, which are usually competitively priced. The primary and secondary markets remain active ahead of the Atlantic Hurricane Season, and we will continue to update you in our future newsletters.

### Expected Loss Contribution



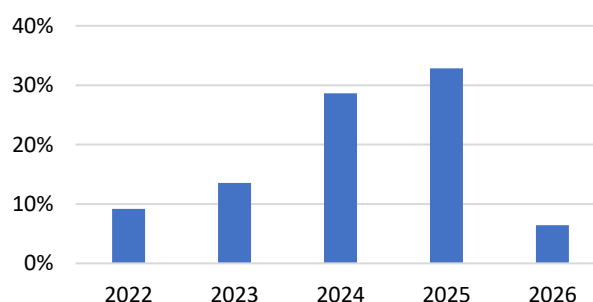
### Trigger Structure Type



### Portfolio Summary

Number of Positions	129
Yield to Maturity	6.87%
Modeled <sup>3</sup> Expected Loss	2.79%
AUM, EUR million	72.4

### Maturity Profile



### Investment Manager

Massimo Figna

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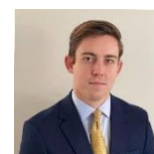
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<sup>3</sup> Modeled expected loss as calculated at issuance from the relevant risk modeling firm (RMS, AIR, CoreLogic)

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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.

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.

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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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