

Net Asset Value per Share <sup>1</sup>		Investment Objective													
EUR I-P ACC HED	932.26	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	841.03														
EUR I-P DIST HED	855.82														
EUR I ACC	1097.47														
EUR I-P ACC	1170.69														
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
	Management 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	0.08	0.21	0.08	0.04	-0.30	-0.19							-0.09
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	-0.22							-0.31
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	-0.19							-0.09
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	0.60							6.19
		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	0.56							5.18

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WINNER



### Fund Performance

Seasonality and continued spread widening weighed on the June performance, as new issuances continued to be generously priced to attract demand. Despite the short-term impact, we welcome higher yields, especially as they allow us to focus on risks where the transparency of the book and the trigger is higher. June was another healthy month for new issuances and an efficient way for the Fund to deploy cash, some of which came from recent maturities. We invested in the new bonds issued by Everest Re, Swiss Re and Axis, who are regular issuers of US wind and earthquakes bonds with index triggers. We have finalised the target positioning for the upcoming hurricane season, and we will focus on adjusting our exposure based on how strong or soft the events will be for the next 2-3 months. There were no first-time issuers to highlight for June, nor any losses to report that concern our holdings. As the primary market will effectively be on hold during the summer, secondary trading becomes the focus, with our Fund still targeting to increase the exposure to high-quality bonds should these be offered during market volatility windows.

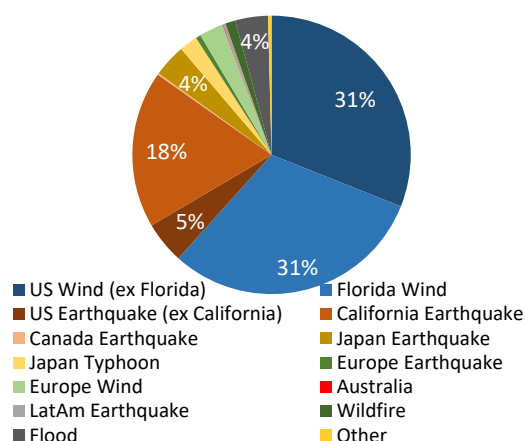
<sup>1</sup> Values as of June 17, 2022. All figures are stated on a net basis

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

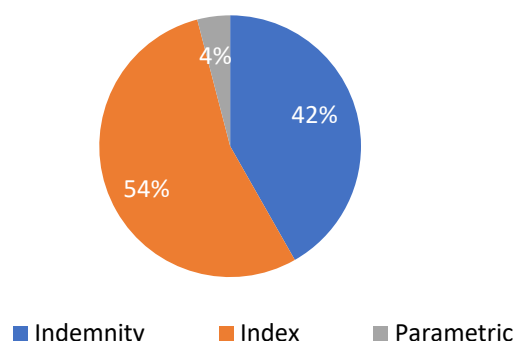
## Market Update

June was the first month of the 2022 Atlantic Hurricane Season, and in line with historical trends, it was quiet on the storm front. However, we did tick off the first named storm of the season with Hurricane Alex, which passed over Florida. Alex was a small event and there isn't anything for the ILS to worry about. As we move into July, hurricane activity will start to pick up, with models showing that 12% of hurricanes between 1900-2018 occurred in July (August and September being the peak months, at 28% and 34%, respectively). As always, we will update investors if any material events arise. In terms of issuances, June continued to be a busy month, with new and repeat issuers coming to the market. It was the strongest June on record for nominal issued, above the 10-year average by ~\$1bn. For reference, spreads in Q2 were also at a level not seen in the ILS market for over a decade. A notable new issue was Black Kite Re from Peak Re, the Hong Kong based (re)insurer. This was the first index-trigger deal covering Japan Typhoon and was well received among the investment community. Unlike past Asian deals, which are typically rich for investors versus US deals, the return profile was attractive. It carries a spread of 690bps over the collateral return, and upsized 100% to \$150m. Northshore (AXIS), Kilimanjaro (Everest Re), and Matterhorn Re (Swiss Re) were three other notable deals in June. All three were index-trigger and attractively priced. The market will quieten down for the next few months as we enter the wind season. We expect very few new issues in the next few months, so our future newsletters will focus on the development of the hurricane season.

### Expected Loss Contribution



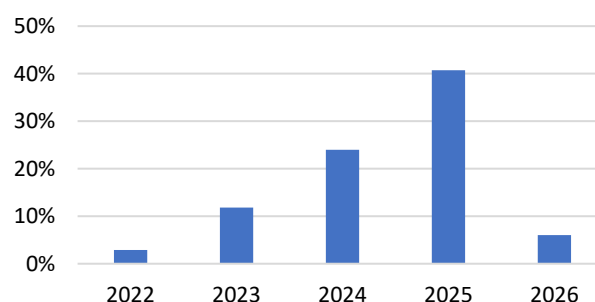
### Trigger Structure Type



### Portfolio Summary

Number of Positions	140
Yield to Maturity	7.55%
Modeled <sup>3</sup> Expected Loss	2.67%
AUM, EUR million	91.3

### Maturity Profile



### Investment Manager

Massimo Figna

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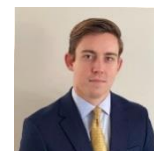
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<sup>3</sup> Modeled expected loss as calculated at issuance from the relevant risk modeling firm (RMS, AIR, CoreLogic)

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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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