

Tendercapital Bond Two Steps Fund

THE FUND IN A NUTSHELL – SEPTEMBER 2018

Key Features

Fixed income fund, euro denominated, which invests in Corporate and Sovereign Debt after an accurate and fundamental analysis of the Issuer. The team has large discretion concerning portfolio choices. Achieved results are not necessarily linked to market conditions, as they may depend on the particular strategy chosen by the fund manager.

Investment Policy

Identification of undervalued opportunities according to our investment process and continued monitoring of the issues.

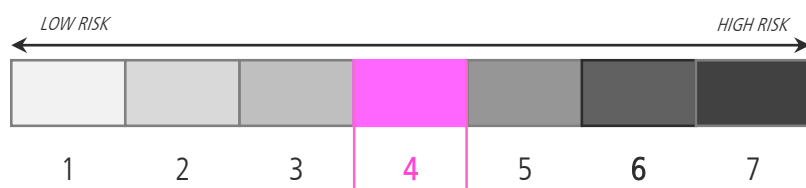
The portfolio will comprise of diversified single investment opportunities, according to macro conditions, while trying to maintain a medium risk profile. The main guidelines for the investment are:

- ✓ Euro denominated financial instruments issued by Governments/companies/spv
- ✓ Non-investment grade securities up to 30% of AuM
- ✓ Derivatives admitted only for portfolio hedging purposes
- ✓ High yield instruments (max 30% of AUM)

Portfolio

FIXED-INCOME MARKET VIEW	BONDS EXPOSURE	CASH EXPOSURE & DERIVATIVES	SECURITIES
POSITIVE	100% NAV	0%NAV	Long-term fixed interest rate notes
NEUTRAL	100% NAV	0% - 10% NAV	Medium-term fixed interest rate notes, Structured Notes (CMS)
NEGATIVE	100% NAV	10% - 20% NAV	Floating rate notes, Step-up bonds, fixed-to-float bonds, short duration fixed interest bonds

Risk/ Return Profile



The profile may change over time. For further information regarding the risk/return profile, please read the KIID.

TARGET

The fund is dedicated to investors who look for a balanced diversification of the portfolio in the current macroeconomic scenario, where interest rates are close to zero and inflation is low. The Fund seeks to produce positive returns with low/medium volatility thanks to an investment process that combines views on macroeconomic scenarios with a deep analysis of the issuers.

STRENGTHS

The portfolio is managed in a dynamic way across all bond instruments. Portfolio construction is connected with the fixed-income market view. The fund's composition is able to adapt rapidly to continuous macroeconomic changes, which characterise the current global economic world.

WHY SUBSCRIBE

Given the management's dynamic nature, the fund is based on three strategies that adapt to the different market phases which marked the latest scenarios. The strategies are:

- **Floater**, choice of Fix-to-Floater notes (Swap 5-7 y), CMS (Swap 10y) and indexed with the objective of creating value through the strengthening of the inflation rate and the increase of benchmarks yields. The choice of issuers depends on the evaluation of the financial structure and the sustainability of debt for hybrid issuers;
- **Fix**, choice of fixed rate FIGs/Government inflation-linked notes with short duration, with the objective of protecting the capital in the medium term;
- **Special Situations**, choice of companies that will generate value due to their business models and/or extraordinary company events; choice of underrated issuers with expected improvements in their credit profile.

To learn more

tendercapital.co.uk



HEAD OFFICE

42 Brook Street
W1K 5DB London

T. +44 (0) 203 427 6335
F. +44 (0) 203 427 6336

OPERATIONAL OFFICE

25 North Row
W1K 6DJ London

T. +44 (0) 203 691 6165
F. +44 (0) 203 691 6169
info@tendercapital.co.uk

ITALIAN BRANCH

Via Giosuè Carducci 5
20123 Milan

T. +39 02 4952 6333
F. +39 02 4952 7619
infoitaly@tendercapital.co.uk

TENDERCAPITAL FUNDS PLC

25/28 North Wall Quay
Dublin 1

T. +353 (1) 649 2000
F. +353 (1) 649 2649
info@tendercapitalfunds.ie

Follow us on



Fund Factsheet

Name and Class	BOND TWO STEPS INSTITUTIONAL ACC AI SHARE CLASS BOND TWO STEPS RETAIL ACC A SHARE CLASS
ISIN	Institutional: IE00BHZKJ842 / Retail: IE00B90F5P70
Bloomberg Ticker	Institutional: TCBIAEA ID EQUITY / Retail: TCBTSRA ID EQUITY
Key Features	Combination of three strategies; active management; aggregated fund; high conviction bond selection
Duration	1.47

Costs

Performance Fee	20% above EONIA Tot Ret Index +2% (A) 10% Absolute high watermark with annual reset (AI)
Management Fee	0,65% (AI) EUR (Institutional) / 1% (A) EUR (Retail)
TER	1,36% (AI) EUR (Institutional) / 1,74% (A) EUR (Retail)
Settlement Subscription	T+2
Settlement Redemption	T+3
Settlement Switch in / Switch out	T+3
Minimum subscription	Eur 500.000 (I) EUR AI (Institutional) / Eur 5.000 (R) EUR A (Retail)

Fund ID

Morningstar Category	EUR Flexible Bond
Morningstar Stars	* (Institutional) * (Retail)
Launch Date	21/03/2014 EUR AI (Institutional) 14/07/2010 EUR A (Retail)
NAV	Daily
Company	Tendercapital
Management Team	Tendercapital Research Team

DISCLAIMER

The information in this document does not constitute or form any part of, and should not be construed as investment advice or an offer, invitation, inducement or solicitation to sell, issue, purchase, subscribe for or otherwise acquire shares or other securities, or engage in investment activity of any kind nor shall it or any part of it form the basis of, or be relied on in connection with, any contract therefore. Only the latest version of the fund's prospectus, regulations, Kiid, annual and semi-annual reports may be relied upon as fund the basis for investment decisions. These documents are available on www.tendercapital.co.uk.

Information, opinions and estimates contained in this document reflect a judgment at the original date of its drafted and are subject to change without notice.

Past performance is not guarantee and it is not a reliable indicator of future results. Performance data does not include the commissions and fees charged at the time of subscribing for or redeeming shares and the historical statistics are calculated over a minimum of 5 years or less in connection with the date of the lunch of the fund. In any case the performance consider a period of one year.

Tendercapital Ltd is authorised and regulated by the Financial Conduct Authority (Registration nr. 540893).