TENDERCAPITAL BOND TWO STEPS

Retail Class

December 2019

General Data

Inception Date:	16.06.2016
Start Date:	14.07.2010
Umbrella:	Tendercapital Funds plc
Investment Manager:	Tendercapital Ltd
Custodian:	European Depositary Bank
Auditor:	Grant Thornton
Legal:	A&L Goodbody
Currency:	EUR
Subscriptions/Redemptions:	daily
ISIN:	IE00B90F5P70
Bloomberg Ticker:	TCBTSRA ID Equity

Investment Objective

The fund seek to achieve a positive return over the medium term, primarily through investments in a diversified portfolio of debt securities mainly denominated in Euro and listed or traded on one or more Recognised Exchanges but with limited capacity to take equity exposure

Security Type

Corporate Bonds	90.16%
Short Term Instruments	6.08%

Statistical Analysis

Performances

1 Month	0.55%
YTD	4.50%
1 Year	4.50%
Since Inception	11.27%

Volatility

1 Month	0.98%
YTD	1.30%
1 Year	1.30%
Since Inception	1.50%

Sharpe Ratio

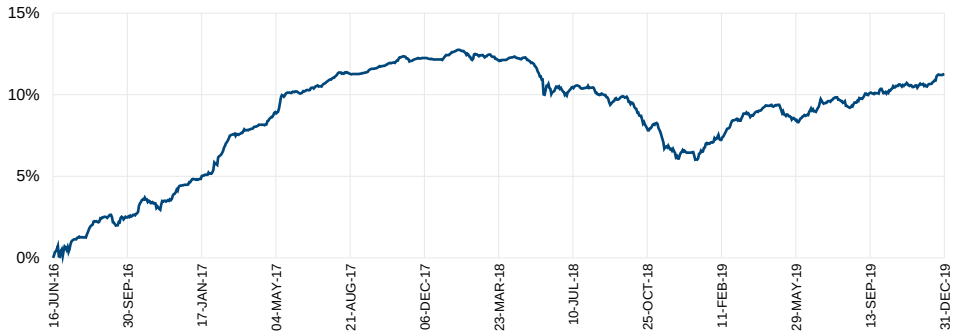
1 Month	0.56
YTD	3.47
1 Year	3.47
Since Inception	7.50

Portfolio Analysis

Number of Securities	85
Duration (years)	1.37
Average Maturity (years)	8.76
Yield to Maturity	1.05%
Coupon Interest Rate	1.62%
Average Rating	BBB
SRRI	4/7

Monthly Performance

EUR	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	TOT
2016	-	-	-	-	-	0.11	1.13	1.26	-0.04	1.09	-0.04	1.05	4.64
2017	0.50	2.20	0.40	0.67	1.42	0.25	0.60	0.14	0.35	0.51	0.00	-0.06	7.19
2018	0.47	-0.22	-0.26	0.12	-1.80	-0.19	0.35	-0.82	0.04	-1.47	-1.28	-0.09	-5.06
2019	0.81	1.02	0.36	0.50	-0.96	0.69	0.58	0.04	0.56	0.21	0.06	0.55	4.50

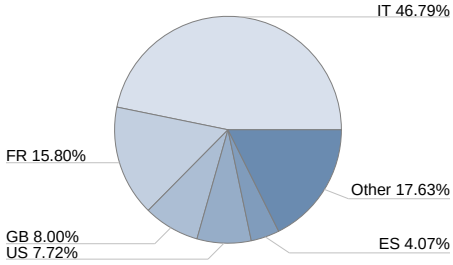


Manager's Comment

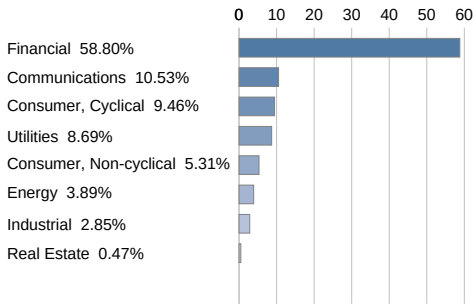
In December, the global fixed income market marked positive performance of 0.6% (+6.8% fy2019) generated by a generalised risk-on movement in the financial markets in the wake of easing trade tensions and at the same time expectations for an improvement in the macroeconomic context. This movement was accompanied by a sell-off phase in the government segment in various geographical areas, with losses of -1.0% in the Eurozone and -0.7% in the US. The risk-free rate in Euro rose by 10 basis points to 0.16% at 10 years. Phase of compression for risk premiums in the corporate segment.

The continuation of numerous factors of uncertainty at the geopolitical level within a late-cycle context of weak economic growth, and the limited term-premium on the European curve (45 bps in 10/2y), mean that a defensive investment profile on interest rate risk should be preferred. The coupon profile of the fund is 33% fixed, 40.0% variable, and 27.0% mixed. The specific risk is minor, with a weight of 22% for the largest ten positions and an average portfolio rating of BBB. The product has a duration of 1.4 years, a yield to maturity of 1.1%, a coupon yield of 1.6% and annualised volatility in the 12 months of 1.3%.

Country Allocation (of the invested portfolio)



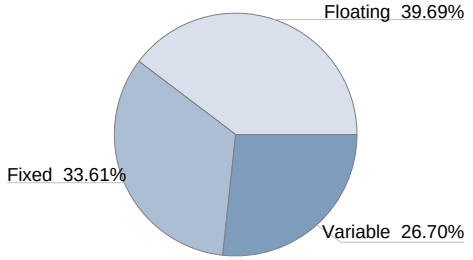
Industry Allocation (of the invested portfolio)



Top 10 Holdings

	%
Bnp Paribas Tv 0.421% 07.06.24	2.97
Goldman Sachs Tv 0.291% 26.09.23	2.95
Unicredit Spa Tv 2.421% 03.05.25	2.51
Unipolsai Spa Tv 2.172% 28.07.23	2.38
Bpce Sa Tv 0.171% 23.03.23	2.06
Rci Banque Sa Tv 0.253% 12.03.25	1.99
Salini Impregilo Spa 1.75% 26.10.24	1.95
Intesa Sanpaolo Spa Tv 2.04% 30.06.22	1.95
Mediobanca Spa Tv 0.471% 18.05.22	1.92
Societe Generale Tv 0.47% 22.05.24	1.78
Total	**22.45**

Coupon Type (of the invested portfolio)



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