



LEVENDI

INVESTMENT MANAGEMENT

30th September 2021

LEVENDI THORNBRIDGE DEFINED RETURN FUND

INVESTMENT OBJECTIVE

The Fund aims to maximise the chance of generating an average medium-term annual return of 6% above GBP deposit rates. The Fund is a diversified portfolio of Defined Return Investments linked to major market equity indices. The product selection and portfolio management process leverages a proprietary product analysis platform in optimizing the risk and return metrics for each investment whilst adhering to the investment criteria of the Fund.

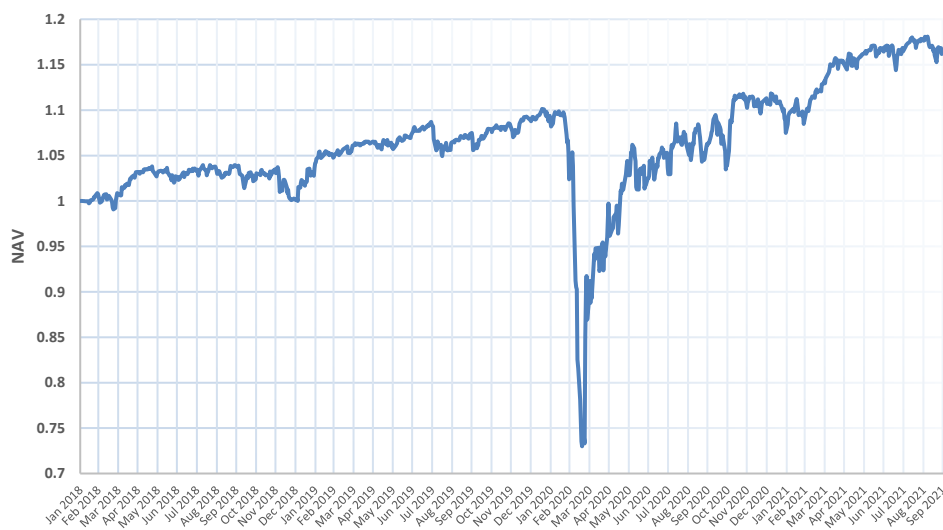
MANAGER COMMENTARY

September's spotlight was undoubtedly stolen by China's Evergrande, the heavily in-debt real estate conglomerate. China's markets for the year have clearly been characterized by political intervention in the economy, and on this occasion all eyes are on Beijing's actions (or non-action) regarding the potential default of Evergrande on substantial debts, totaling a reported \$300bn in liabilities - undoubtedly more when accounting for shadow banking. Somewhere between an LTCM and a Lehman situation, the way it is handled could have effects felt across the world if Evergrande can't raise enough money quickly. This comes at an unfortunate time when China's growth is slowing, and Central Banks are seriously considering taking the foot off the pedal. Australia for example ripped off the stimulus band-aid and confirmed that it would start to scale back its bond-buying program. The BoE is staying put but the ECB followed suit by saying asset purchases would be made at moderately lower pace. This must've rattled investors as the European markets logged a -3.53% drop for the month, quite significant when compared with the UK markets -0.47% drop. This backdrop erased the Fund's August 1% rise, logging a 1% drop for September. The European economy rebounded strongly after restrictions were eased, both the S&P and OECD report rapid improvements in economic output, labour market and corporate investment. Europeans amassed some estimated \$350bn in reserves, and are starting to spend, helping fuel a continued rebound in services. There are certainly reasons to remain positive on European markets, what with the bloc's recovery fund issuing big grants and cheap loans, and the steady but effective vaccine campaign.

Five positions rolled through their Autocall, and two new products were added to the portfolio. At current levels, the average fall required to result in losses of capital to the investment products within the portfolio at maturity is c. 49.8%. The average fall required to prevent the receipt of the coupons contained within the investments is c. 41.1%. The Fund sensitivities are as per usual, in line with expectations.

Source: Levendi Investment Management 30/09/21

FUND PERFORMANCE - B CLASS INSTITUTIONAL



Source: Levendi Investment Management 30/09/21. Graph starts at Fund launch date.
*Since Inception (31st of January 2018), rhs

KEY FACTS

FUND AUM ¹	£75.8M
BASE CURRENCY	GBP
LIQUIDITY	DAILY
SHARE TYPE	B CLASS: INSTITUTIONAL A CLASS: RETAIL
NAV	B ACCUM: £1.1647
	A ACCUM: £1.1410
	A DISTRIB: £1.1215
	I DISTRIB: £1.0695
INITIAL CHARGE	0%
ANNUAL MANAGEMENT CHARGE	B CLASS: 60BPS
	A CLASS: 75BPS
	I CLASS: 75BPS
OCF ¹	B CLASS: 76BPS
	A CLASS: 91BPS I CLASS: 166BPS
LAUNCH DATE	31 st JANUARY 2018
STRUCTURE	UCITS V
DOMICILE	IRELAND
	B ACCUM: IE00BYV3WJ85 A ACCUM: IE00BYV3WG54 A DISTRIB: IE00BYV3WH61 I DISTRIB: IE00BJ56QP20
SEDOL	B ACCUM: BYV3WJ8
	A ACCUM: BYV3WG5
	A DISTRIB: BYV3WH6
	I DISTRIB: BJ56QP2
BLOOMBERG	B ACCUM: SLSRFBA ID
	A ACCUM: SLSRFAA ID
	A DISTRIB: SLSRFAD ID
	I DISTRIB: SLSRFIG ID
PRICING	DAILY COB
DEALING DEADLINE	DAILY 10:30AM
DEALING LINE	+353 (0) 1 434 5124
FAX ORDER	+353 (0) 1 434 5285
EMAIL	davy_ta_queries@ntrs.com

¹ A full list of fees and expenses associated with your investment is in the Fund Supplement under the section titles "Fees and Expenses"

The Fund is actively managed with reference to Libor as per the Fund Supplement

FURTHER INFORMATION

LEVENDI INVESTMENT MANAGEMENT LTD
Cunard House, 15 Regent Street
St James's, London SW1Y 4LR
t: 0203 150 2842
www.levendi-im.com

LEVENDI INVESTMENT MANAGEMENT LTD IS AN APPOINTED REPRESENTATIVE OF THORNBRIDGE INVESTMENT MANAGEMENT LLP WHICH IS AUTHORISED AND REGULATED BY THE FINANCIAL CONDUCT AUTHORITY. THIS IS A MARKETING COMMUNICATION, NOT A CONTRACTUALLY BINDING DOCUMENT. PLEASE REFER TO THE FUND SUPPLEMENT AND TO THE KIID AND DO NOT BASE ANY FINAL INVESTMENT DECISION ON THIS COMMUNICATION ALONE



FUND PERFORMANCE - B CLASS INSTITUTIONAL

YEAR	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEPT	OCT	NOV	DEC	FY
2018	-	0.54%	0.34%	2.32%	(0.07%)	(0.44%)	0.77%	(0.47%)	0.95%	(0.86%)	(0.02%)	(2.96%)	0.11%
2019	4.15%	0.55%	1.21%	0.41%	(0.78%)	1.47%	0.96%	(1.71%)	0.98%	0.08%	0.60%	0.51%	8.66%
2020	(0.52%)	(5.37%)	(10.93%)	7.10%	5.31%	(0.32%)	0.42%	3.18%	(0.03%)	(2.14%)	6.09%	0.40%	1.76%
2021	(2.88%)	0.91%	4.13%	1.81%	1.02%	0.22%	0.04%	1.00%	(1.00%)				5.22%

Past performance does not predict future returns. Source: Levendi Investment Management 30/09/21

REQUIRED LEVELS

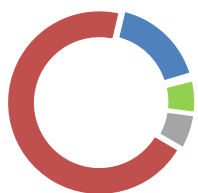
Percentage of Current Market Levels	Lowest	Average	Highest
To receive the target return	44.6%	58.9%	70.2%
Capital preservation at maturity	38.7%	50.2%	60.8%

PORTFOLIO COMPOSITION

Top 4 Holdings	
Gilt-Backed 10YR UKX/SX5E Autocall 8.0%	4.6%
Gilt-Backed 10YR UKX/SX5E Autocall 7.7%	3.8%
Gilt-Backed 10YR UKX/SX5E Autocall 7.9%	3.8%
Gilt-Backed 10YR UKX/SX5E Autocall 7.3%	3.8%

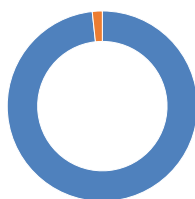
FUND EXPOSURES

ISSUER RATING EXPOSURE



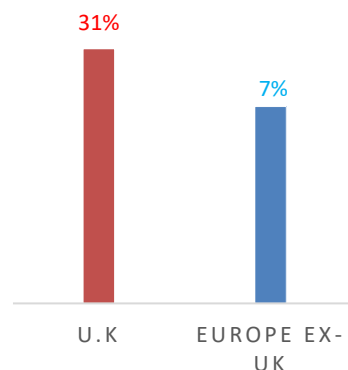
A+	22.3%
A	5.2%
BBB+	9.4%
Gilt-backed	60.1%

PRODUCT TYPE EXPOSURE



Autocall	97.0%
Cash	3.0%

MARKET RISK



Source: Levendi Investment Management 30/09/21

AVAILABLE VIA THE FOLLOWING PLATFORMS AND OTHERS

CANADA LIFE	PARMENION	OLD MUTUAL WEALTH	True Potential



STRESS TEST ANALYSIS

In the tables below, we show summary details for the fund. For each metric we show a figure that is weighted by the expected term to the maturity for each product within the fund. It is important to note that these values are not forecasts, they are estimates we have calculated based on the inputs to our stress testing process. This has been developed to allow us to compare one product with another, and with other assets.

In the below table, figures are calculated as an instantaneous fall. Where products autocall or mature, we assume that the proceeds are reinvested at a yield of GBP deposit rates plus 6% till the last product autocalls or matures.

MARKET MOVE	-40%	-30%	-20%	-10%	0%	10%	20%	30%	40%
IRR	-0.9%	1.2%	5.9%	5.9%	6.0%	6.1%	17.8%	17.8%	17.8%
DURATION	7.97	7.97	7.97	7.97	7.67	6.64	0.50	0.50	0.50

RETURN ESTIMATES	METRIC	VALUE
WHAT ARE THE BEST 10% OF POSSIBLE RETURNS?	VaR 10	18.4%
WHAT IS THE CHANCE OF A POSITIVE RETURN?	Chance of Gain	94.0%
WHAT IS THE AVERAGE GAIN WHEN THERE IS A POSITIVE RETURN?	Conditional Gain	8.3%
WHAT IS THE EXPECTED AVERAGE RETURN?	Arithmetic Return	6.1%

RISK ESTIMATES	METRIC	VALUE
WHAT IS THE LOSS BASED ON THE AVERAGE OF THE WORST 5% OUTCOMES	CVaR 95% Loss	-37.5%
WHAT IS THE CHANCE OF A LOSS ?	Chance of Loss	6.0%
WHAT IS THE AVERAGE RETURN IN THE SCENARIOS WHERE THERE IS A LOSS?	Conditional loss	-5.4%
WHAT IS THE REALISED VOLATILITY OF THE PORTFOLIO RETURNS?	Volatility (100d)	5.9%
HOW FAR DO MARKETS HAVE TO FALL BEFORE THE MATURITY VALUE IS LESS THAN 100% ON AVERAGE?	Average fall to capital breach	49.8%
WHAT IS THE AVERAGE PROBABILITY OF THE MATURITY VALUE OF EACH INVESTMENT HELD BEING LESS THAN 100%?	Avg Prob. of capital breach	3.6%
WHAT IS THE HIGHEST PROBABILITY OF THE MATURITY VALUE OF ANY INVESTMENT HELD BEING LESS THAN 100%?	Max Prob. of capital breach	6.2%

FACTOR EXPOSURE	METRIC	VALUE
CHANGE IN FUND PRICE IF ALL MARKET LEVELS CHANGE BY 1%	Delta	0.38
CHANGE IN FUND PRICE IF INTEREST RATES CHANGE +0.01%	Rho	+0.00%
CHANGE IN FUND PRICE IF VOLATILITY INCREASES +1%	Vega	-1.5%
CHANGE IN FUND PRICE FROM THE PASSAGE OF ONE DAY	Theta	0.01%
AVERAGE DURATION OF THE FUND PRODUCTS	Duration	2.5 years

DISCLAIMER

THE CONTENTS OF THIS DOCUMENT ARE COMMUNICATED BY, AND THE PROPERTY OF, LEVENDI INVESTMENT MANAGEMENT LTD. LEVENDI INVESTMENT MANAGEMENT LTD IS AN APPOINTED REPRESENTATIVE OF THORNBRIDGE INVESTMENT MANAGEMENT LLP WHICH IS AUTHORISED AND REGULATED BY THE FINANCIAL CONDUCT AUTHORITY ("FCA"). THIS IS A MARKETING COMMUNICATION, NOT A CONTRACTUALLY BINDING DOCUMENT. PLEASE REFER TO THE FUND SUPPLEMENT AND TO THE KIID AND DO NOT BASE ANY FINAL INVESTMENT DECISION ON THIS COMMUNICATION ALONE

THIS DOCUMENT IS DIRECTED AT PERSONS WHO FALL WITHIN THE DEFINITION OF 'PROFESSIONAL CLIENTS' OR 'ELIGIBLE COUNTERPARTIES' AS DEFINED IN THE RULES OF THE FINANCIAL CONDUCT AUTHORITY ("FCA") OF THE UNITED KINGDOM. THE INFORMATION AND OPINIONS CONTAINED IN THIS DOCUMENT ARE SUBJECT TO UPDATING AND VERIFICATION AND MAY BE SUBJECT TO AMENDMENT. NO REPRESENTATION, WARRANTY, OR UNDERTAKING, EXPRESS OR LIMITED, IS GIVEN AS TO THE ACCURACY OR COMPLETENESS OF THE INFORMATION OR OPINIONS CONTAINED IN THIS DOCUMENT BY LEVENDI INVESTMENT MANAGEMENT LTD OR ITS DIRECTORS. NO LIABILITY IS ACCEPTED BY SUCH PERSONS FOR THE ACCURACY OR COMPLETENESS OF ANY INFORMATION OR OPINIONS. AS SUCH, NO RELIANCE MAY BE PLACED FOR ANY PURPOSE ON THE INFORMATION AND OPINIONS CONTAINED IN THIS DOCUMENT. THE INFORMATION CONTAINED IN THIS DOCUMENT IS STRICTLY CONFIDENTIAL. THE VALUE OF INVESTMENTS AND ANY INCOME GENERATED MAY GO DOWN AS WELL AS UP AND IS NOT GUARANTEED. PAST PERFORMANCE IS NOT NECESSARILY A GUIDE TO FUTURE PERFORMANCE.