



Monthly Review

Global equity markets continued their solid recovery in April (or continued to fly in the case of the US), rising by 2% to 5%. The Fund returned 2.3% in April and finished the month with an annualised return of 7.18% since it became fully invested in early 2014. It is heartening to see the Fund back to its target annualised return of 7%-8%. The recovery of the markets, particularly the UK large cap market, means that the Fund's investments have again pulled further away from their capital protection barriers (now 32.5% average buffer) and their positive return barriers (now 26.5% average buffer). Despite the Fund being back to its targeted return, the estimated performance looking forward remains relatively strong even in markets that are moderately down (please see scenario analysis estimates in the table below).

During the month, one of the Fund's gilt-backed investments matured. The UK market (price return) was lower than the market level when the investment was initiated four years ago, triggering the investment to mature on its fourth anniversary. It returned four years' worth of 8.35% coupons; 33.4%. The investment was replaced with a new gilt-backed investment which, despite the low-rate world we find ourselves in, meets our risk and reward criteria.

Scenario Analysis

We can "stress" the Fund's holdings to estimate their performance over certain time periods for given market movements. For example, the table below shows that we would expect the value of the Fund to rise by approximately 6.3% over the next year if markets remain at their current levels over that period.

We make several assumptions about interest rates, volatility and other option pricing parameters to generate these numbers and therefore the actual performance is unlikely to exactly correspond to the figures below, but it is, and has proved to be, a useful gauge.

| Market Move | -20% | -10% | 0% | +10% | +20% |
|-------------|--------|-------|-------|-------|-------|
| 3 months | -14.9% | -4.9% | 1.9% | 5.3% | 6.6% |
| 1 year | -11.2% | -0.7% | 6.3% | 9.2% | 10.0% |
| 2 years | -4.4% | 7.1% | 13.1% | 15.0% | 15.6% |
| 3 years | 6.9% | 14.6% | 18.2% | 19.4% | 19.7% |

Source: Atlantic House and Bloomberg. Based on derivative market pricing parameters

Performance Indicators if Assets Held to Maturity

The table below is a snapshot of the current shape of the Fund. Along with other calculations, these performance indicators are constantly monitored and analysed aiming to best achieve the Fund's objectives.

| Market Move | -20% | -10% | 0% | +10% | +20% |
|---|-------|-------|-------|------|------|
| Estimated Fund Move Assets Held to Maturity | 16.0% | 18.3% | 10.5% | 5.0% | 3.1% |
| Average Time to Holdings' Maturity (years) | 3.18 | 2.95 | 1.55 | 0.70 | 0.40 |
| Equivalent Annualised Return | 4.8% | 5.8% | 6.6% | 7.2% | 8.1% |

Past performance is not a guide to future returns.

Source for all data and figures in this document: Atlantic House and Solactive as at 30 April 2021.

→ ESTIMATED FUND MOVE or 'INTRINSIC VALUE'

The intrinsic value is the aggregate terminal value of the Fund considering estimated fees over the relevant period. The table above shows that, for example, if an investor bought the Fund today and none of the markets on which the investments were based moved between now and when the investments mature, the Fund would increase by 10.5%, a terminal value of GBP 1.8149 (based on current NAV of GBP 1.6424). What this does not tell us is the yield that is represented by these intrinsic values.

→ AVERAGE TIME TO HOLDINGS' MATURITY

The table above also shows the weighted average time to maturity of the investments held within the Fund. Currently this is 1.55 years because, at current market levels, most of the current investments are likely to mature within 1 to 3 years. This number gives the investor an idea of how long it will take for them to earn the Equivalent Annualised Return.



→ EQUIVALENT ANNUALISED RETURN

The table also shows the current expected yield of the Fund considering estimated fees for certain movements in the underlying indices. For example, if markets do not move, we would expect the Fund to yield 6.6% given its current make-up. You can also see that we expect a positive return if the market falls 20% and then stays at this level until all investments mature.

Important Information

Source for all data is Atlantic House Investments, Solactive and Bloomberg as at the date of this document, unless stated otherwise.

The price of shares and income from them can go down as well as up and past performance is not a guide to future performance. Investors may not get back the full amount originally invested. A comprehensive list of risk factors is detailed in the Prospectus and KIID and an investment should not be contemplated until the risks are fully considered. There is no guarantee that the Fund will achieve its objective. The Prospectus and KIID can be viewed at www.atlantichousefm.com and at www.geminicapital.ie.

Calculations do not consider credit spread movements of the issuers of the securities. The Mark to Market of the securities and therefore the Net Asset Value (NAV) of the Fund will decrease as credit spreads widen and vice versa if spreads narrow.

This document is issued by Atlantic House Investments Limited and does not constitute or form part of any offer or invitation to buy or sell shares. It should be read in conjunction with the Fund's Prospectus, key investor information document ("KIID") or offering memorandum. Atlantic House Investments Limited is authorised and regulated by the Financial Conduct Authority (FCA) FRN 931264. Atlantic House Investments Limited is a Private Limited Company registered in England and Wales, registered number 11962808. Registered Office: One Eleven Edmund Street, Birmingham. B3 2HJ.

The contents of this document are based upon sources of information believed to be reliable. Atlantic House Investments Limited has taken reasonable care to ensure the information stated is accurate. However, Atlantic House Investments Limited make no representation, guarantee, or warranty that it is wholly accurate and complete.

The Atlantic House Defined Returns Fund is a sub-fund of GemCap Investment Funds (Ireland) plc, an umbrella type open-ended investment company with variable capital, incorporated on 1 June 2010 with limited liability under the laws of Ireland with segregated liability between sub-funds.

GemCap Investment Funds (Ireland) plc is authorised in Ireland by the Central Bank of Ireland pursuant to the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations 2011 (S.I. No. 352 of 2011) (the "UCITS Regulations"), as amended.

Gemini Capital Management (Ireland) Limited, trading as GemCap, is a limited liability company registered under the registered number 579677 under Irish law pursuant to the Companies Act 2014 which is regulated by the Central Bank of Ireland. Its principal office is at Ground Floor, 118 Rock Road, Booterstown, A94 VOY, Co. Dublin and its registered office is at 1 WML, Windmill Lane, Dublin 2, D02 F206. GemCap acts as both management company and global distributor to GemCap Investment Funds (Ireland) plc.

GemCap UK Limited (FRN 924419) is an appointed representative of Connexion Capital LLP (FRN 480006), which is authorised and regulated by the Financial Conduct Authority and provides distribution oversight services to GemCap acting as global distributor and is responsible for the oversight of all distribution arrangements for the sub-fund.

The Fund is not sponsored, promoted, sold, or supported in any other manner by Solactive AG nor does Solactive AG offer any express or implicit guarantee or assurance either about the results of using the Index and/or Index trademark or the Index Price at any time or in any other respect. The Index is calculated and published by Solactive AG. Solactive AG uses its best efforts to ensure that the Index is calculated correctly. Irrespective of its obligations towards the issuer, Solactive AG has no obligation to point out errors in the Index to third parties including but not limited to investors and/or financial intermediaries of the Fund. Neither publication of the Index by Solactive AG nor the licensing of the Index trademark for the purpose of use in connection within the Fund constitutes a recommendation by Solactive AG to invest capital in said Fund nor does it in any way represent an assurance or opinion of Solactive AG about any investment in this Fund.

For more information, please call: 020 7043 0100 or

Email: distribution@atlantichouseinvestments.com