



Fund Overview

Developed global equity markets experienced a relatively stable month, increasing around 1% to 1.5% in May. Over the same period, the Fund rose by 1.07%. This time last year the Fund's sensitivity to equity market moves ('delta') was around 80% to 90%. That meant that the Fund's NAV moved by a similar amount to the market. At the end of May 2021, the Fund's delta was 46%. With markets up 1% to 1.5% in May, one would expect the Fund's NAV to increase in the region of 0.75%. The Fund increased by just over 1%. The difference is primarily because implied volatility (expectations of future volatility) dropped a little further during May. A fall in implied volatility means that investors believe markets are less likely to fall below the positive return barriers of the Fund's investments. Indeed, as markets have risen, the Fund's average cover to their positive return barriers has increased further and is now just under 27%.

During the month, a relatively small note (investment purchased directly from a bank) and a larger gilt-backed investment both matured. The maturities have been replaced with two gilt-backed investments that are linked to the performance of three global equity indices and should leave us well-placed to meet the Fund's long-term 7%-8% p.a. annualised target return. As a result of the new investments, the Fund is now over 95% backed by gilts.

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 | 15.9% | 17.1% | 10.1% | 3.4% | 3.0% |
| Average Time to Holdings' Maturity (years) | 3.26 | 2.85 | 1.58 | 0.55 | 0.47 |
| Equivalent Annualised Return | 4.6% | 5.7% | 6.3% | 6.3% | 6.4% |

Past performance is not a guide to future performance. The price of shares and income from them can go down as well as up. Investors may not get back the full amount originally invested. Other share classes are available for this Fund. Please see the prospectus for more information.

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 10.1%, a terminal value of GBP 1.8277 (based on current NAV of GBP 1.6600). 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 1.58 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 return 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 6.3% 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 28 May 2021, 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](http://www.atlantichousefm.com) and at www.geminicapital.ie.

**Important Information (continued)**

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

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