

Twelve Insurance Bond Fund R USD

THIS IS A MARKETING DOCUMENT THAT ONLY OUTLINES CERTAIN KEY FEATURES OF THE PRODUCT. PLEASE ENSURE YOU READ THE PROSPECTUS, KEY INFORMATION DOCUMENT AND RELEVANT SUPPLEMENT BEFORE YOU MAKE A DECISION TO INVEST IN THE FUND.

Commentary

In Europe inflation picked up slightly to 2% in revised numbers released in October, despite the fact that there are continuing concerns with respect to the strength of the broader European economies. The ECB moved to cut rates by a further 25bps, taking the deposit facility to 3.25%, in line with expectations. Credit in general continued to perform for the month, resulting in positive returns. AXA announced the call of their EUR 984m 3.941% 2024 bond, whilst CNP also called their EUR 500m 4.0% 2024 bond and Zurich issued USD 500m Tier 2.

Twelve Capital expects some new issuances from a number of insurance companies into year end.

Risk & reward profile²



Key Fund facts

ISIN	LU0812919776
NAV/share	USD 201.85
Fund size	EUR 6'159'205
Share class currency	USD
Distribution type	accumulating
Minimum investment	USD equivalent of 125'000 EUR
Dealing frequency	daily
Share class currencies	USD, EUR, CHF
Portfolio Management fee	0.60%
Performance fee	none
TER	1.52%
TER date	31.12.2023
Subscription fee	none
Redemption fee	none

Performance statistics¹

Month reported	0.15%	Best month	6.39%
Year to date	6.90%	Worst month	-10.18%
1 Year	13.14%	Positive months	70.55%
3 Years p.a.	0.91%	Max. drawdown	-18.69%
5 Years p.a.	2.32%	Volatility p.a. ³	4.61%
Since inception total	101.85%	Sharpe ratio	0.95
Since inception p.a.	5.94%		

Rolling performance¹

	10.2019 10.2020	10.2020 10.2021	10.2021 10.2022	10.2022 10.2023	10.2023 10.2024
Share class	2.72%	6.25%	-15.78%	7.84%	13.14%

Performance development¹



Monthly returns¹

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year
2019	2.87%	1.03%	0.59%	2.95%	-1.62%	3.10%	1.37%	1.00%	0.06%	1.31%	0.73%	1.33%	15.65%
2020	1.17%	-1.74%	-10.18%	6.39%	1.15%	1.15%	2.23%	1.65%	-0.42%	0.06%	2.92%	1.18%	4.80%
2021	-0.52%	-0.23%	1.25%	1.03%	0.11%	0.47%	0.22%	0.42%	0.04%	-0.77%	-0.87%	0.72%	1.87%
2022	-1.98%	-3.42%	0.07%	-2.36%	-0.59%	-4.71%	2.68%	-1.86%	-6.21%	1.85%	3.45%	0.68%	-12.15%
2023	2.41%	-0.41%	-1.16%	0.98%	-0.29%	0.21%	1.21%	0.08%	0.27%	0.23%	2.77%	2.98%	9.58%
2024	1.08%	0.23%	1.54%	-0.64%	0.82%	0.11%	1.96%	0.16%	1.31%	0.15%			6.90%

¹ Past performance is not indicative of future returns. Performance figures are net of fees and costs

² The Fund's risk & reward profile shows the variations in value an investment in this Fund would have undergone over the past five years, whereby simulated performance data is used in the case of missing history. The Fund's risk rating may change in the future

³ The volatility calculation is based on the frequency of the NAV calculation and is calculated since inception of the share class

Portfolio characteristics

Average coupon	5.09%
Yield to expected buyback in bond ccy	5.07%
Yield to expected buyback hedged to share class ccy	5.98%
Yield to next call	5.07%
Average bond price	99.97
Average issue rating	BBB to BBB+
Modified duration	4.24
Investment degree	97.76%
Number of positions	45

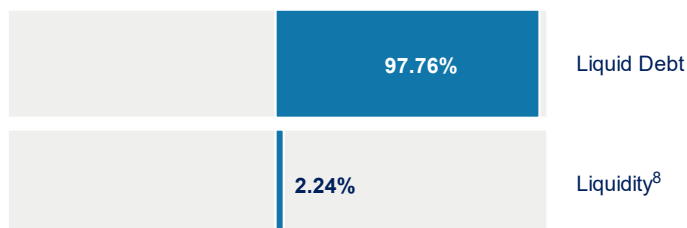
Top 10 portfolio positions

COFACE SA 5.750% 11/28/33	3.75%
AXA SA FLT PERP SR:EMTN	3.49%
QBE INSURANCE GROUP LTD FLT 09/13/38 SR:EMTN	3.39%
CREDIT AGRICOLE ASSRNCES 4.500% 12/17/34	3.30%
CHESNARA PLC 4.750% 08/04/32	3.29%
UTMOST GROUP 4.000% 12/15/31	3.24%
UNIQA INSURANCE GROUP AG FLT 10/09/35	3.21%
HISCOX LTD FLT 11/24/45	3.04%
LA MONDIALE FLT 01/26/47	3.01%
ASR NEDERLAND NV FLT 05/02/49	2.94%

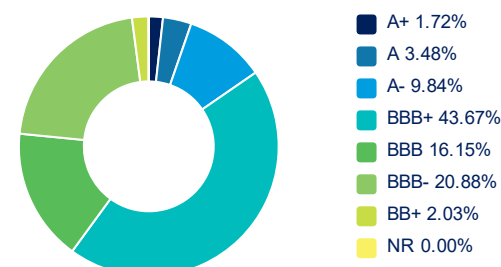
Top/bottom contributors⁵

CHESNARA PLC 4.750% 08/04/32	0.60%
QUILTER PLC FLT 04/18/33 SR:GMTN	0.54%
UTMOST GROUP 4.000% 12/15/31	0.50%
ADMIRAL GROUP PLC 8.500% 01/06/34	0.48%
COFACE SA 5.750% 11/28/33	0.44%
AVIVA PLC FLT 09/12/54	-0.01%
QBE INSURANCE GROUP LTD FLT 09/11/39 SR:MTN	0.00%
CAISSE NAT REASSURANCE FLT PERP	0.01%
JUST GROUP PLC 6.875% 03/30/35	0.01%
SOGECAP SA FLT 04/03/45	0.02%

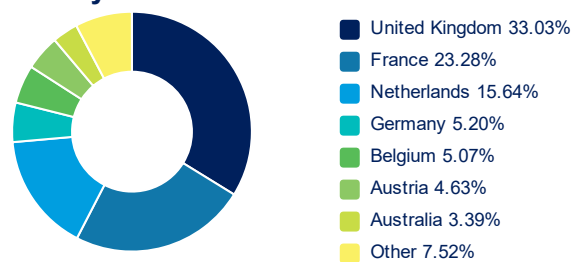
Asset allocation



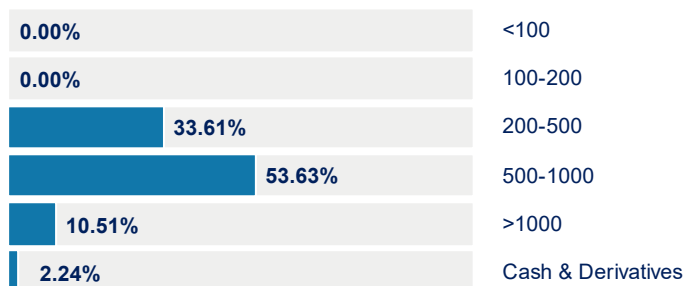
Rating profile⁷



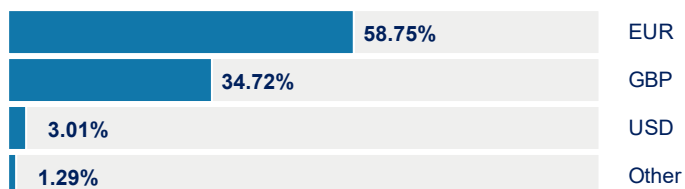
Country allocation⁴



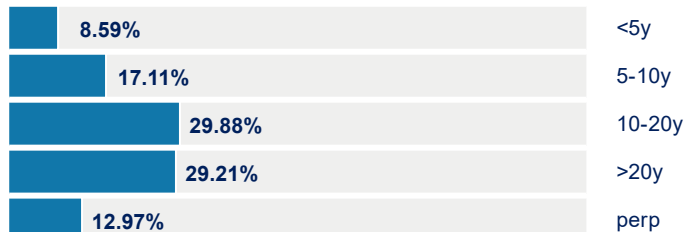
Allocation by issue size (in m EUR)



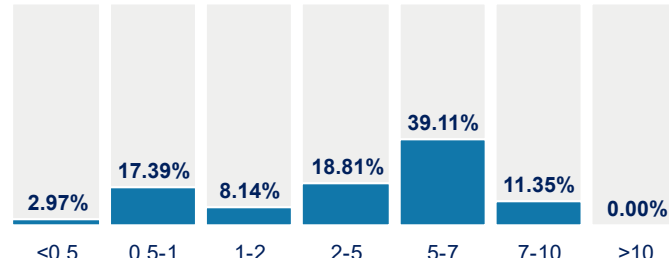
Currency allocation⁶



Maturity profile



Duration profile


⁴ % of investments

⁵ 12m rolling

⁶ The base currency of the Fund is EUR. Currency hedging is applied to hedge non-EUR currency exposures

⁷ Worst of S&P and Moody's presented as S&P equivalent rating

⁸ Liquidity: Liquidity includes cash, cash equivalents and FX related derivatives

Investment objective

The Fund invests in bonds issued by insurance and reinsurance companies, who primarily issue such instruments for regulatory and capital purpose. The investible universe enables the Fund to exploit global opportunities in a highly regulated and complex sector in multiple currencies and regulatory jurisdictions. The Fund may hold up to 20% of its net assets in debt securities rated below the investment grade (BBB (S&P), Baa3 (Moody's) or equivalent).

Fund facts

Domicile	Luxembourg
Legal structure	SICAV SIF
Inception date	31.08.2012
End of fiscal year	31.12.
Minimum investment	USD equivalent of 125'000 EUR
Dealing frequency	daily
Subscriptions	3pm LUX Time, 3 business days prior to the Calculation day
Redemptions	3pm LUX Time, 5 business days prior to the Calculation day
ISIN	LU0812919776
Swiss Sec. No.	19167464
WKN	A1J2S7
Bloomberg ticker	EXTWIRU LX Equity
Fund management company	MultiConcept Fund Management S.A.
Investment manager	Twelve Capital AG Dufourstrasse 101 8008 Zurich, Switzerland
Portfolio manager	Urs Ramseier and Dinesh Pawar

ESG

- The Fund promotes, among other characteristics, environmental and social characteristics (Art 8 SFDR - Sustainable Finance Disclosure Regulation).
- The investment process incorporates sustainability considerations, first by applying exclusions and then integrating sustainability scores into portfolio construction to enhance risk-adjusted returns.

Risk factors

An investment in the Fund is associated with various risks which include:

Concentration in one industry risk: When a portfolio is reliant on one industry or market segment (i.e., insurance industry), this creates concentration risk. Thus, it increases the likelihood that a single impact can have a big effect.

Counterparty risk: The counterparty in a credit, or trading transaction may not fulfil its part of the deal and may default on the contractual obligations.

Interest rate risk: In particular fixed rate securities may be affected by changing interest rates which may reduce or increase the market value of a bond.

Liquidity risk: Potentially, certain instruments may not be liquidated in a reasonable time frame.

Market risk: The price of investments may fluctuate and can decline in value due to factors affecting financial markets generally or particular industries, sectors, companies, countries or geographies represented in the portfolio.

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Glossary

Max. drawdown is the maximum cumulative loss from the historical peak to the following historical trough.

Volatility is a commonly used risk measure in the financial markets. It indicates variability in the return of an investment.

The Sharpe ratio expresses how much higher (or lower) a return an investor can expect compared to the risk-free rate of interest per unit of risk. The risk-free rate of interest varies from currency to currency and is set to the current annualised 1-month interest rate.

Asset weighted portfolio average **yield to expected buyback date**. Expected buyback dates are defined within the Twelve Capital proprietary analysis framework by reference to factors influencing capital utility. They represent Twelve Capital opinions on likely buyback dates and are not guaranteed.

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