

## Tungsten ZENTURIO UI

Tungsten ZENTURIO UI is a global convexity fund designed with the aim of providing a return stream with diversification and low correlation to broad based markets. Over the long run the return objective is Euribor plus 3 to 5% across the full business cycle.

The approach of the Tungsten ZENTURIO UI is based on the view, that there are inefficiencies in the pricing of implied vs. historical volatility. The Fund deploys a combination of multi-leg option positions with the capability to profit from volatility regime changes in both, high and low volatility environments. ZENTURIO utilizes exchange traded securities on equity and bond indices and single stocks, with an emphasis on an asymmetric risk reward profile, with liquidity and defined risk.

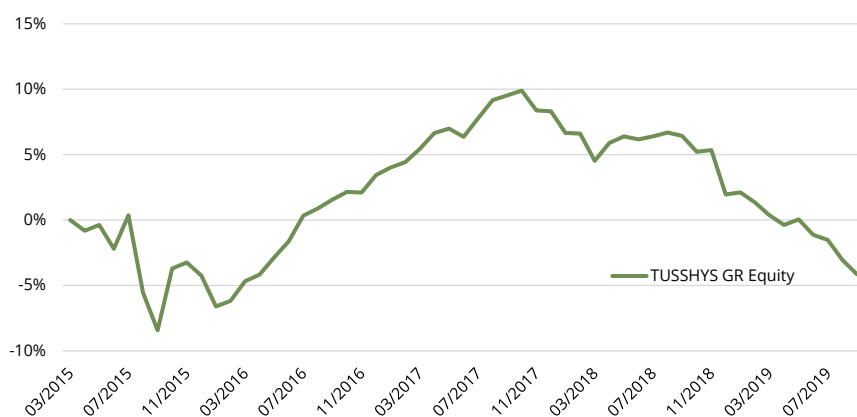
### Fund details

Subscription / redemption price	95.54
Fund domicile / currency	DE / EUR
ISIN / WKN	DE000A12BTA8 / A12BTA
Bloomberg	TUSSHYS
Total assets	EUR 7 mn.
Dividend policy	distributing
Management fee	0.50%
Administrator fee	0.21%
Performance fee	10%, HWM, Euribor (1m)

### Historical statistics

Accumulated return	-4.14%
Return p.a.	-0.93%
Volatility	6.61%
Sharpe Ratio <sup>1)</sup>	-0.10
Best month	5.17%
Worst month	-5.90%
Monthly average return	0.06%
% positive months	62%
Average gain	1.00%
Average loss	-1.50%
Max. drawdown (monthly)	-12.77%
Current drawdown (monthly)	-12.77%

### Historical return



### Monthly performance in % (net of fees)

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2019	0.17%	-0.76%	-0.98%	-0.72%	0.41%	-1.17%	-0.41%	-1.54%	-1.13%				-5.97%
2018	-1.54%	-0.05%	-1.95%	1.31%	0.47%	-0.21%	0.21%	0.28%	-0.24%	-1.15%	0.12%	-3.22%	-5.88%
2017	0.56%	0.39%	0.96%	1.16%	0.30%	-0.57%	1.34%	1.28%	0.32%	0.34%	-1.38%	-0.06%	4.71%
2016	-2.46%	0.46%	1.61%	0.50%	1.38%	1.27%	1.99%	0.56%	0.66%	0.58%	-0.05%	1.31%	8.04%
2015				-0.82%	0.44%	-1.82%	2.62%	-5.90%	-3.05%	5.17%	0.47%	-1.03%	-4.25%

1) Risk-free rate: Euribor (3m)

### Contact details

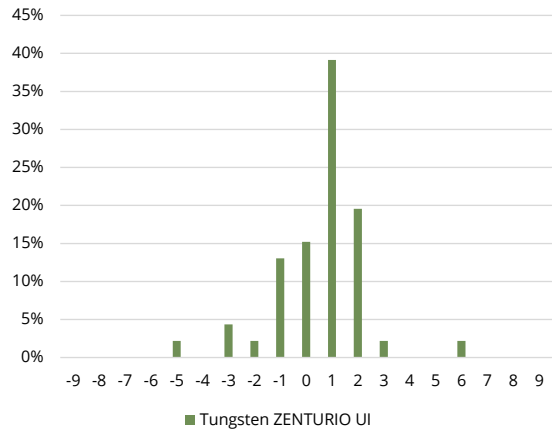
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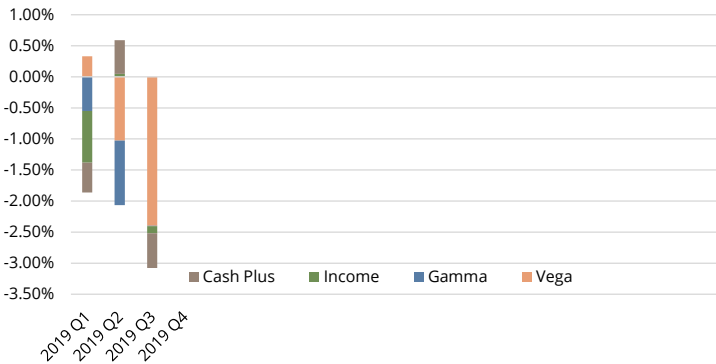
**Manager report**

September 2019 was characterized by rallying equities and sideways movement in the VIX. The Zenturio gamma and income books are generally challenged in months with strong market rallies, so these books roughly gave back their winnings from August. The vol book, primarily consisting of VIX, was also challenged with sideways movement. Specifically the current volatility regime is one of muted sideways equilibrium. Specifically the dominant theme of complacency with Fed omnipotence remains, despite considerable geopolitical and fundamental market concerns. The net effect is that our convexity does not pay off yet, but we have enough reasons maintain to it. The challenge will be to still own the convexity by the time, when it is needed.

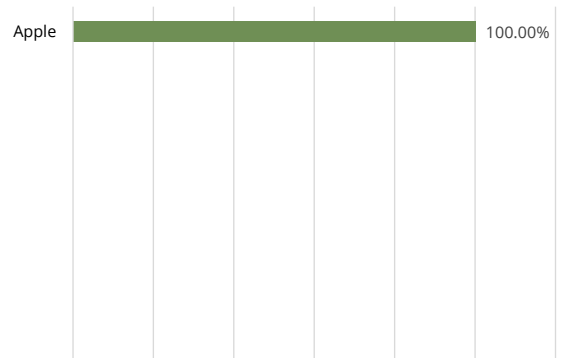
**Frequency distribution of MoM returns**



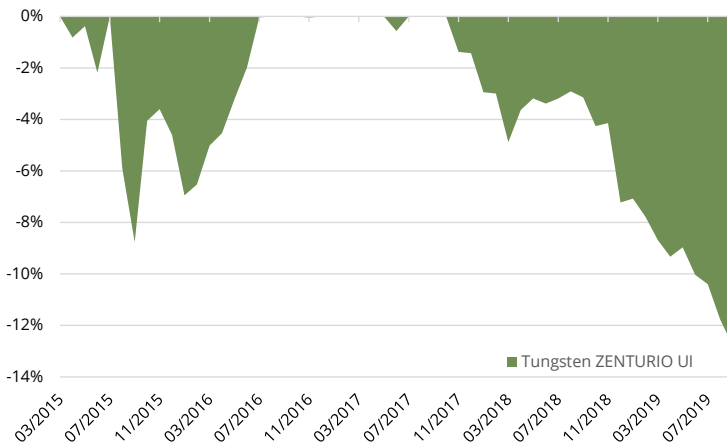
**Quarterly performance attribution**



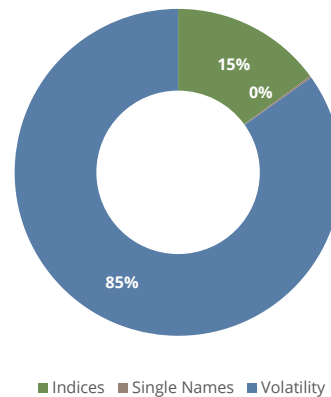
**Single Name Positions (Nominal Underlying)**



**Drawdown analysis**



**Portfolio Weights of Derivative Positions (market value)**



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