

Press Release

AI-based CTA Tungsten TRYCON with 6-year anniversary

Since September 2013, *Tungsten TRYCON* has been one of the first investment funds to use Artificial Intelligence (AI) at the core of its investment strategy.

Frankfurt (Germany), September 17, 2019 – As of August 30, 2019, Frankfurt-based asset management company **Tungsten Capital Management** has successfully been active in the market for six years with an AI-driven fund. The **Tungsten TRYCON Basic Invest HAIG** (ISIN: LU0451958309) was one of the first of a new generation of funds that use AI to steer the investment process. The fund has received several awards since its launch, including the *UCITS Hedge Awards* and the *CTA Intelligence European Performance Awards*.

AI-generated trading signals

The TRYCON fund trades 50 regulated, liquid markets including global equities, government bonds, currencies and volatility. The multi-asset strategy can hold both long and short positions and flexibly adapt to changing market conditions. Allocation decisions are based on the portfolio software **QuantMatrix**, which was developed by TRYCON founders Michael Günther and Pablo Hess. "*What makes the strategy different from traditional quant funds is the amount of data harnessed, and the way it is processed by the AI-based technology*", explains Pablo Hess. QuantMatrix crunches large amounts of data in order to find trading opportunities in the individual markets and redetermines its positions each day. The system is continuously fed with new information and benefits from the power of machine learning. "*Our investors benefit from trading models which are updated regularly based on the most recent market data*", adds Michael Günther.

Innovation leaders

The objective of the fund is to deploy state-of-the-art technology in order to find attractive trading opportunities. Over the period of the last six years, the fund has outperformed its peer group in risk adjusted returns. In addition, the fund has demonstrated low correlation (<0.2%) with other asset classes and thus offers a high diversification effect. "*With our six-year track record, we see ourselves as a pioneer for the application of AI in investment funds*", says Günther. The portfolio

manager counts 30,000 trades for his fund since the strategy has gone live, using the proprietary trading model: *“There is strong evidence that AI is capable of generating positive returns that have almost no correlation with the overall market”*.

The TRYCON team’s claim is to continue being an innovation leader in the field of AI in financial markets. A recent example is the expansion of the number of model families in the strategy.