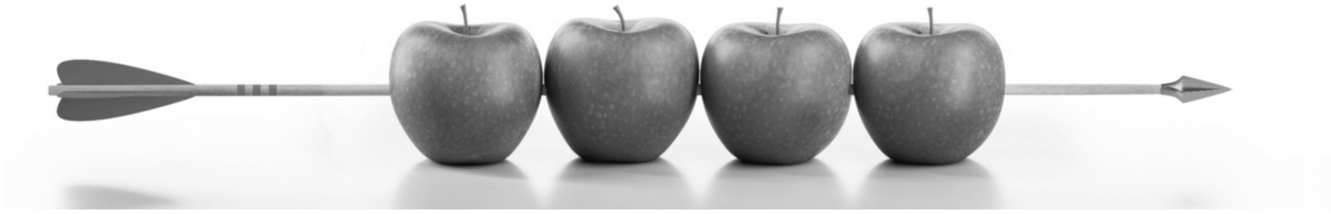
Plenum Europ. Insurance Bond Fund

S-Share Class I Capitalization I EUR I LI1103215128

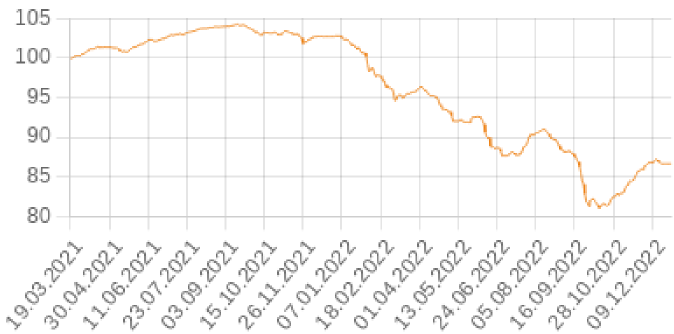
Benefit from sector-specific additional premiums, market inefficiencies in subordinated capital and from the market growth of rT 1 Kapital with «Deep DIVE». Value at Better Risk.



Investment Strategy

In order to reach the target return of Money Market + 3-4% p.a. we use the full breadth of bond types available to us. While doing so we make sure that the portfolio remains diversified across issuers, bond types, insurance segments and geographies.

Performance (Chart)



Portfolio Key Figures

Net Asset Value	EUR 43.3 Mio
Investment Degree	96.6%
Number of Positions	42
10 Largest Positions	40.2%
Average Position Size	2.3%
YteC (EUR)	6.14%
Yield to Worst (EUR)	5.48%
YteC without cash (EUR)	6.34%
Average Coupon	4.64%
Weighted Modified Duration (Years)	4.20
Average Bond Rating	BBB+/BBB

ESG-Profile

EU sustainability-related classification	Article 8
MSCI ESG Rating	AAA
ESG Coverage Ratio	97%

Statistic

NAV	86.63
MTD	0.80%
YTD	-15.69%
Last 12 Months	-15.69%
Last 36 Months	N/A
Total Return	-13.37%
Total Return annualized	-7.53%
Volatility (12M)	11.51%
Sharpe Ratio	(1.04)
% Positive Months	50.00%
Best Month	4.13%
Worst Month	-8.16%

Market Comment

The sub insurance market continued to rally in the beginning of December before market activity slowed down for the holiday break. While the recent interest rate changes were mostly in line with consensus the market corrected only slightly in the second half of the month. Still the fund ended the month with a gain. New issue activity and newsflow slowed down significantly as the year ended. The fund exploited some dislocations which emerged as a few individual bonds lagged the rally, most likely due to the seasonally lower liquidity. The last events of the conference season did not offer material game changers for bondholders but rather confirmed our market view and positioning. We remain bullish on sub insurance paper and expect the rally to resume in the new year. The fund remains somewhat cautious regarding the interest rate development and generally applies a Barbell strategy adding attractive dislocated short-duration T2 paper as well as long-duration rT1 paper with significantly improved yields.

Performance (Table)

	Jan	Feb	Mär	Apr	Mai	Jun	Jul	Aug	Sep	Okt	Nov	Dez	Jahr
2022	-2.04%	-4.41%	-0.15%	-2.73%	-1.01%	-5.25%	2.81%	-1.29%	-8.16%	1.03%	4.13%	0.80%	-15.69%
2021	-	-	0.32%	1.05%	0.06%	1.05%	0.85%	0.54%	-0.18%	-0.74%	-0.97%	0.76%	2.75%

In Focus

Capital goes Re®

In focus new issue activity 2023: New issue activity is likely to be unusually low in 2023 and will probably drop to slightly above EUR 10.0bn according to our estimates. This compares to around EUR24bn of average annual new issues since Solvency II came into force in 2016. Refinancing needs for 2023 will only be around EUR 7.0bn of subordinated debt in Europe. The low new issue volume is likely to support bond valuations on the secondary market. There are several reasons for the expected lower refinancing needs and new issues compared to the last couple of years in our view: a) Several bonds were already tendered over the last couple of years. b) New issue activity was already on a higher level in recent years due to very early refinancing of outstanding bonds. c) Low interest rates were an additional incentive to fund growth with subordinated debt issues or to come opportunistically to the market to optimize the balance sheet. d) The emergence and increased new issue activity of consolidators such as Phoenix, Rothesay or Athora elevated new issue activity in recent years. We expect green bond issuance to have reached an equilibrium slightly below 20% of total new is-sues. Most green bond issues are issued by the large players while smaller issuers shy away from the substantial reporting requirements for green bonds. We anticipate new issue activity to accelerate again in 2024 as the bonds issued just before the Solvency II cut-off date need to be refinanced.

Top 5 Positions

Security	% NAV	Rating	Duration	YteC*	Classification
5.250% Atradius	4.83%	Baa2	1.6	5.9%	SI - T2
4.375% Swiss Life	4.54%	A-	2.2	5.5%	Other
4.625% ASR	4.27%	Baa2	4.1	8.8%	SII - T1
4.875% Prudential	4.22%	BBB+	7.4	5.9%	SI - T1
4.75% Direct Line	3.92%	Baa3	4.1	11.7%	SII - T1

Domiciles

Benelux	20%
UK	33%
Germany	6%
France	9%
Italy	9%
Other	24%

Classes

Restricted Tier 1	31%
Tier 2	34%
Tier 3	0%
Tier 1 grandfathered	11%
Tier 2 grandfathered	12%
Other	12%

Sectors

Reinsurance	16%
Life	26%
Non-Life	13%
Composite	46%

Top 5 Issuer

Name	% NAV	SCR**	Rating	Domicile
Unipol	5.01%	216%	BBB+	Italy
Uniqa	4.86%	194%	A-	Austria
Atradius	4.83%	230%	Baa2	Netherlands
Scor	4.79%	226%	A+	France
Swiss Life	4.54%	223%	A+	Switzerland

Basic Data

Performance Target	Money Market + 3-4%
Fund Domicile	Liechtenstein
Fund Structure	UCITS V
Distribution	AT/CH/DE/LI
Base Currency	EUR
Assets under Management	EUR 43 Mio.
Assets in Strategy	EUR 43 Mio.
Appropriation of Income	accumulating
Fund Inception Date	3/22/2021
Financial Year	31.12.
Bewertungsintervall	daily
Order Cut-Off (Subscriptions)	T-3 (16:00 MEZ)
Order Cut-Off (Redemptions)	T-5 (16:00 MEZ)
NAV Publication (T + 1)	daily
Settlement	T+3
Minimum Investment in share class currency	100 or 1 share
Management Fee	0.25%
Performance Fee	keine
TER (30.06.2022)	0.54%
ISIN	LI1103215128
WKN	A2QQ91
Valor	110321512
BB Ticker	PLEIBSE LE