

**SRRI – Risk and Reward Profile**



**Investment objective**

Diapason Commodities - Global is a Luxembourg long only UCITS IV commodity fund, authorized for distribution in France, in Spain and in Austria, The fund aims to increase the value of its assets over the medium term. It strives to achieve this objective through an active tactical allocation strategy within UCITS IV compliant global or sectorial commodity indices covering the 3 sub-segment of the commodities asset class (energy, metals, agriculture). The investment decisions are based on an investment process relying on 5 pillars : market structure analysis, macro economy and monetary issues, fundamental analysis, quantitative analysis and risk management.

**Class details**

Inception date :	01/02/2011
Currency :	EUR
ISIN :	LU0438064593
Bloomberg :	DCGLOBI LX
Telekurs :	10300508
Other classes :	EUR A; GBP A; GBP I

**Fees**

Subscription fees	2% max
Redemption fees	0%
Conversion fees	1% max
Management fees	0.95%
Admin. And other fees	0.55%
Performance fees	10% with a 10% hurdle

**Benchmark :**

Bloomberg Commodity Index Total Return

Daily Valuation - Orders cut off : 16:00 (CET) on previous business day

Legal form : UCITS IV fund registered in Luxembourg

Investment Manager : Twenty First Capital

Fund custodian & administrator :  
CACEIS Bank Luxembourg (Luxembourg)

Delegated registrar and transfert agent :  
CACEIS Bank Luxembourg (Luxembourg)

**Market comment**

The industrial metals sector decreased for the third consecutive month, with the sector weakening by 1.2% in May (-2.7% YTD). Aluminium was the best performing market with prices increasing by 0.6% over the month. All other metal markets moved lower, with lead (-6.2%) declining the most. In May, industrial metal prices declined as the Chinese PMI for April, released in the beginning of the month, was weaker than the expected 51.7, with 51.2. Furthermore, six government agencies in China resolved to implement stricter oversight of projects that use government money to control rising local government debt. Collectively, these raised demand concerns relating to infrastructure and construction projects. Doubts also increased on the ability of the Trump administration to deliver on its agenda, hurting the prospects for growth and stability.

Copper continued to decline for the fourth consecutive month with prices moving lower by 1.1% in May. According to customs data in China, copper imports plummeted by over 30% over the month, taking imports to the lowest in six months. The International Copper Study Group (ICSG) also reported that the copper market was in a surplus of 150,000mt in the first two months of 2017 primarily due to subdued Chinese demand. Prices were somewhat supported by the strike at the Grasberg mine in Indonesia that started in the beginning of the month.

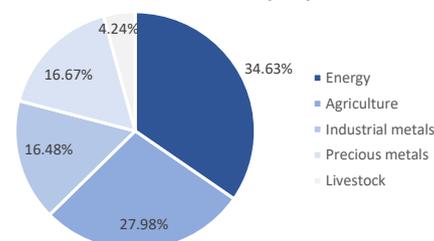
Aluminium prices rose due to robust demand growth across all aluminium-intensive industries but particularly in the packaging and transportation sectors. Data from the International Aluminium Institute (IAI) showing strained global production, with reductions in the US, South America, and Europe, also supported prices.

The precious metals sector was largely flat in May with a slight increase of 0.3%. Within the sector, both silver (+0.8%) and gold (+0.3%) moved higher. The sector is currently up 9.6% for the year. Gold prices rose in May amid political turmoil surrounding the Trump administration and a weaker US dollar, with the DXY index declining by 2.1% over the month. President Donald Trump's sudden firing of FBI Director James Comey sparked uneasiness among investors and increased demand for gold. The President's interference in an investigation into his campaign ties with Russia also increased safe-haven demand for gold. Political uncertainty has been bolstered by renewed geopolitical tensions in the Middle East and the Korean peninsula, while conditions in financial markets gave investors a further incentive to buy gold.

**Key Figures**

	NAV	MTD	YTD
Class I	43.36	-1.79%	-5.06%
Benchmark	170.22	-1.51%	-3.80%

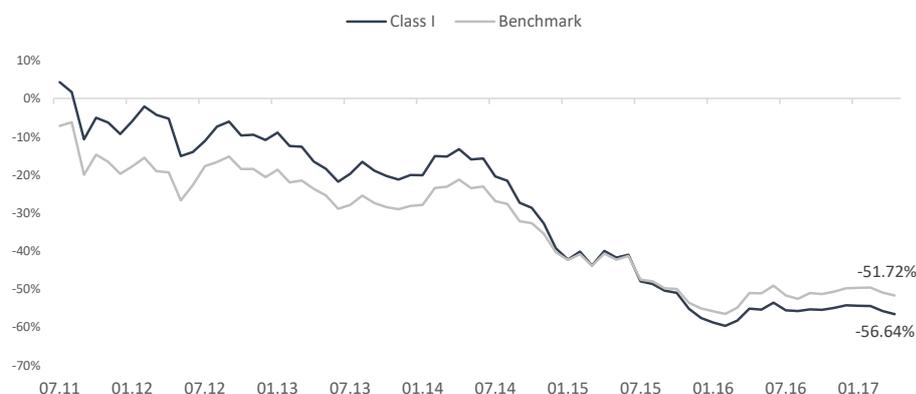
**Benchmark Commodity Exposure**



**Performance and Volatility**

	YTD	1 Year	3 Year	5 Year	Inception
Class I	-5.06%	-3.17%	-49.99%	-54.21%	-56.64%
Volatility		7.27%	14.51%	13.89%	14.61%
Benchmark	-3.80%	-1.32%	-38.65%	-40.09%	-51.72%
Volatility		8.41%	13.27%	13.11%	14.15%

**Performance chart**



Past performances are not a reliable indicator of future performances and are not constant over time.

The Fund presented in this report offers no guarantee of yield or return. Nor is its principal guaranteed. See the last page for a full notice regarding this Fund.

**For more information**

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			MTD	YTD
Class I	<b>43.36</b>	EUR	-1.79%	-5.06%

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