

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

In July, the energy sector rose by 8.0%, with all energy markets except natural gas strengthening over the month. Though, the sector is still down 12.7% for the year. Within the sector, gasoline (+12.3%) was the best performing market and natural gas (-7.7%) was the worst. Natural gas is now down 32.3% for the year. The monitoring committee meeting between OPEC and non-OPEC countries that took place on 24th July largely supported market sentiment and prices. The meeting made no announcement of a steeper production cut and said that OPEC and non-OPEC countries would extend the agreement beyond March 2018 if necessary. The group would also consider how to focus more on crude exports, rather than crude output.

The industrial metals sector continued to strengthen, increasing by 3.4% in July. Nickel (+8.6%) was the best performing market and Aluminium was the worst with prices falling by 0.7% over the month. The industrial metals sector is now up 11.3% YTD and is the best performing sector within the asset class. In July, industrial metal prices increased amidst the continuing upswing in global economic activity with manufacturing PMIs remaining in expansion territory and robust Chinese economic data.

The precious metals sector increased by 1.8% over the month taking the sector up 8.4% for the year. In July, both gold (+1.9%) and silver (+1.0%) moved higher. Gold prices increased in July primarily due to the weakness in the dollar with the DXY Index falling by 2.9% over the month and reaching its lowest level since May 2016. In line with market expectations, the Federal Reserve kept interest rates steady at their July 26th meeting following weaker-than-expected inflation in the US. This caused a fall in US Treasury yields which was positive for gold. Geopolitical tensions in the beginning of the month after North Korea successfully launched its first ICBM also provided some support to prices.

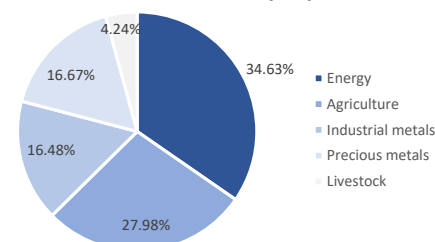
The grains sector (corn, wheat, Kansas wheat and soybeans) declined by 3.3% in July. All markets except soybeans (+5.5%) moved lower with Kansas wheat (-10.3%) declining the most. The grains sector is now up 0.8% YTD. The softs sector (cotton, coffee, sugar, and cocoa) strengthened by 5.9% over the month with all four markets moving higher. Within the sector, coffee (+10.8%) appreciated the most and cotton (+0.4%) the least. Despite the move higher, the sector is still down 13.1% for the year and is the worst performing sector across the asset class YTD.

The livestock sector declined by 4.3% in July and was the worst performing sector within the asset class. All markets moved lower with lean hogs (-6.4%) declining the most and feeder cattle (-0.8%) declining the least. Despite the decline in July, the livestock sector is up 7.3% for the year.

Key Figures

	NAV	MTD	YTD
Class I	43.34	2.14%	-5.10%
Benchmark	171.43	2.26%	-3.11%

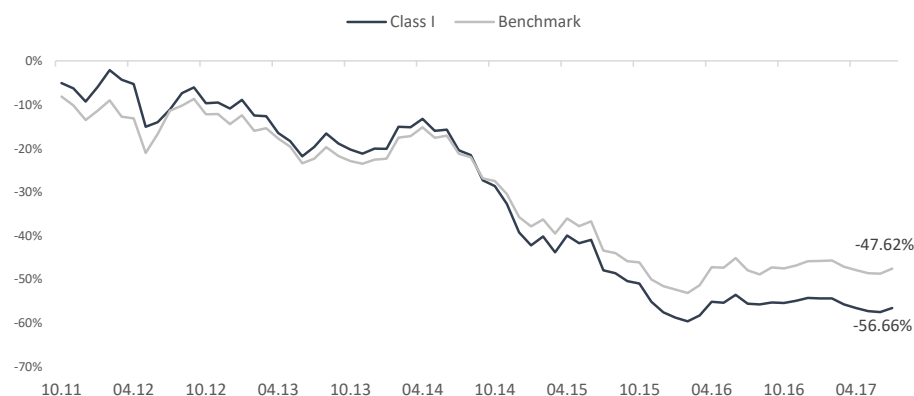
Benchmark Commodity Exposure



Performance and Volatility

	YTD	1 Year	3 Year	5 Year	Inception
Class I	-5.10%	-2.28%	-45.50%	-51.22%	-56.66%
Volatility		4.93%	14.46%	13.16%	14.38%
Benchmark	-3.11%	0.77%	-33.45%	-40.88%	-47.62%
Volatility		5.87%	13.17%	11.90%	13.92%

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	43.34	EUR	2.14%	-5.10%

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Swiss Distribution

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