



NOVEMBER 2016

Diapason Commodities - Global Fund\*  
UCITS IV



DIAPASON COMMODITIES - GLOBAL CLASS A  
DIAPASON COMMODITIES - GLOBAL CLASS I

|                                       | MTD   | YTD   |
|---------------------------------------|-------|-------|
| DIAPASON COMMODITIES - GLOBAL CLASS A | 1.06% | 5.72% |
| DIAPASON COMMODITIES - GLOBAL CLASS I | 1.10% | 6.24% |



DIAPASON  
COMMODITIES



■ **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-segments 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.

■ **Market Comment**

The month of November was a tale of two parts, the turning point being the 8th of Nov which saw D. Trump elected as the 45th president of the USA.

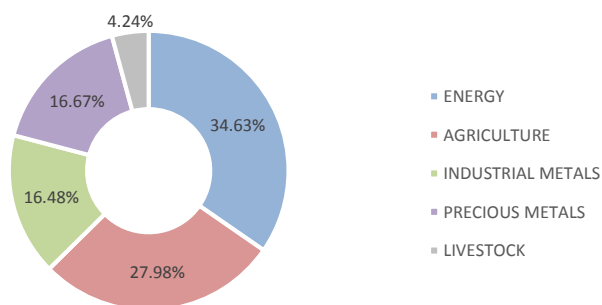
From then on, the yield of the 10 y US TNote rose from a low of 1.715% on the 9th to 2.41% at the end of the month, giving a huge support to the USD which rallied continuously for 2 weeks, the Dollar index climbing from 95.885 on the 9th to 102.25 on the 24th ; a massive 6.63% increase.

In the first phase of what is now described as the Great Rotation, money flowing out of the Bonds markets flew in the Equity markets; with the SP 500 gaining 5.5% in the last 3 weeks of the month.

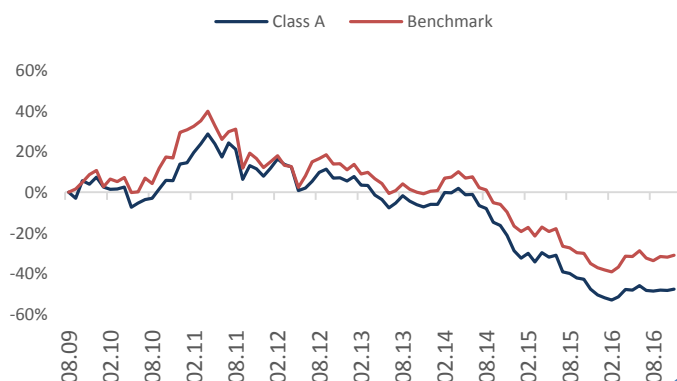
Although put under pressure initially by the fast increase in the USD; commodities finally joined the party from mid-month onwards and ended up the month on a positive performance of 1.29% on the BCOM index, and +2.45% on the DCI Index.

In particular, the energy sector rose by 3.8%. The move higher in petroleum prices was largely a function of the OPEC meeting in Vienna on 30 November where OPEC agreed to cut crude output and set out production targets for individual member states. This drastically improved market sentiment on expectations of a more balanced oil market in the next year.

■ **Benchmark Commodity Exposure Breakdown**



■ **Performance Chart since inception**



■ **Key Figures<sup>(1)</sup>**

|  |        |
|--|--------|
| Last Nav per share                       | 50.65  |
| Month to date performance <sup>(2)</sup> | 1.06%  |
| Benchmark                                | 1.33%  |
| Year to date performance <sup>(2)</sup>  | 5.72%  |
| Volatility                               | 15.31% |

■ **Cumulative Performances (%)<sup>(2)</sup>**

|       | 3M   | 1Y   | 3Y     | Incep. |
|-------|------|------|--------|--------|
| EUR A | 1.6% | 0.0% | -43.8% | -47.8% |
| EUR I | 1.8% | 0.5% | -42.9% | -55.2% |

■ **Class details<sup>(1)</sup>**

|                          |                          |
|--------------------------|--------------------------|
| Inception Date           | 07/08/2009               |
| Currency                 | EUR                      |
| ISIN                     | LU0437830176             |
| Bloomberg                | DCGLOBA LX               |
| Telekurs                 | I0300508                 |
| Other available classes: | - EUR I<br>- GBP A, GBPI |

■ **Fund facts**

|                   |         |
|-------------------|---------|
| Subscription fees | max. 2% |
| Redemption fees   | 0%      |
| Conversion fees   | max. 1% |

| Management / Administration & other fees |               |
|--|---------------|
| Class A                                  | 1.45% / 0.55% |
| Class I                                  | 0.95% / 0.55% |

| Performance fees |                                  |
|------------------|----------------------------------|
| Class A          | None                             |
| Class I          | 10% with a 10% annualized 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 by delegation**  
 Twenty First Capital

**Fund custodian & administrator**  
 CACEIS Bank Luxembourg (Luxembourg)

**Delegated registrar and transfer agent**  
 CACEIS Bank Luxembourg (Luxembourg)

**SRRI - Risk and Reward Profile**



(1) Data related to Class EUR A  
 (2) Performances net of fees

#### DISCLAIMER

Past performance is not a guide to future results. The value of investments can both rise and fall. Investors may not get back the amount invested. Income derived from investments may vary and is not guaranteed. This report has been prepared for informational purposes only and should not be deemed an offer to buy or sell or a solicitation of an offer to buy or to sell an interest in this fund or strategy. This information is for distribution only as permitted by applicable law and in particular not available to residents and/or citizens of the United States of America. Any disclosure, distribution, copy, reproduction by any means whatsoever of the contents of this document without the prior written consent of Twenty First Capital is strictly prohibited. References made to portfolio holdings or features are subject to change without notice. Opinions and statements of financial market conditions and/or trends constitute the Investment Manager's judgment at the time of publication which may prove to be wrong. The information contained herein should not be construed as a recommendation or solicitation to buy or sell any particular security. The statements contained herein may include statements of future expectations and other forward-looking statements that are based on the Investment Manager's current views and assumptions and involve known and unknown risks and uncertainties that could cause actual results, performance or events to differ materially from those expressed or implied in such statements. The Investment Manager assumes no obligation to update any forward-looking statement. The investment opportunities described herein do not take into account the specific investment objectives, financial situation, knowledge, experience or specific needs of any investor. Investors should confer with their independent financial, legal or tax advisors prior to any investment in the fund. The data used is derived from various sources, and assumed to be correct and reliable, but has not been subject to independent verification; its accuracy or completeness is not guaranteed and no liability is assumed for any direct or consequential losses arising from its use, unless caused by gross negligence or wilful misconduct. The investment described herein carries substantial risks and potential investors should have the requisite knowledge and experience to assess the characteristics and risks associated therewith. Investment in the commodities markets may entail various risks for investors including, but not limited to, liquidity risks, risks related with the use of financial derivative instruments, market risks and counterparty risks. For a full list of risks applicable to this fund, please refer to the Prospectus. Prior to investing, investors should read the Prospectus and Key Investor Information Document (KIID) for each fund in which they want to invest, which may be obtained free of charge from the Investment Manager. Twenty First Capital S.A.S. is the Investment Manager of the fund and is authorized and regulated in France by the Autorité des Marchés Financiers ("AMF"). Registered address: 53 quai d'Orsay, 75007 Paris, France.

#### Swiss Distribution

Representative address: CACEIS (Switzerland) SA, route de Signy 35, CH-1260 Nyon

Paying Agent address: Caceis Bank Luxembourg, Luxembourg, Nyon Branch, Route de Champ-Colin 2C, CH-1260 Nyon

This Sub-Fund is authorised for distribution in or from Switzerland to qualified investors only. In Switzerland, the prospectus, articles of association, annual and semi-annual reports of the Sub-Fund may be obtained, free of charge, at the representative in Switzerland.

#### Trademarks

All rights reserved. "DIAPASON COMMODITIES INDEX", "DCI", "DIAPASON COMMODITIES MANAGEMENT" and "DIAPASON" are trademarks and service marks of Diapason. "BNP Paribas" and "BNPP" are trademarks and service marks of BNP PARIBAS. Diapason and BNP PARIBAS have all proprietary rights with respect to the DCI BNP Paribas Enhanced Index and any component thereof (collectively the "Index"). In no way do Diapason or BNP PARIBAS make any representation or warranty, express or implied, to the holders of a product based on the Index regarding the advisability of investing in a product or commodities generally or in futures particularly, or as to results to be obtained from the use of the Index or from a product based thereon. Diapason and BNP PARIBAS disclaim any liability to any party for any inaccuracy in the data on which the Index is based, for any mistakes, errors, omissions or interruptions in the calculation and/or dissemination of the Index, or for the manner in which it is applied in connection with the issue and offering of a product. Diapason and BNP PARIBAS make no warranty, express or implied, as to results to be obtained by owners of products, or any other person or entity from the use of the Index, any data included therein or products based thereon. Diapason and BNP PARIBAS do not make any express or implied warranties, and expressly disclaim all warranties of merchantability or fitness for a particular purpose or use with respect to the Index and any data included therein.

Without limiting any of the foregoing, in no event shall Diapason or BNP PARIBAS have any liability for any lost profits or indirect, punitive, special or consequential damages or losses, even if notified of the possibility thereof.

#### Copyright

© Twenty First Capital 2016.

Any disclosure, copy, reproduction by any means, distribution or other action in reliance on the contents of this document without the prior written consent of Twenty First Capital is strictly prohibited and could lead to legal action.