

Investment Objective & Investment Selection

The Fund aims to provide enhanced market exposure to any positive return in the US equity market, relative to the S&P 500 Total Return Index, whilst providing for a level of capital preservation against negative market returns in anything but the bleakest of market conditions.

The Fund is invested in UK Gilts to minimise bank credit exposure. To gain US market exposure, the Fund sells puts, triggered only at their maturity (typically six years), if the Index has breached a pre-defined downside barrier and uses the premia generated and the yield from the Gilts to buy a combination of S&P 500 linked calls & call spreads. The combination of investments is optimised in order to maximise the Fund's intrinsic value relative to the S&P 500 Total Return across all time horizons and market move scenarios. Profit taking is undertaken when the Fund can replace existing investments with new ones which enhance the Fund's intrinsic value relative to the S&P 500 Total Return Index without materially changing the inherent risk profile of the Fund.

Monthly Review

The S&P 500 continued to rally in February as investors took solace from an improvement in monetary conditions and the positive tone of US-China trade negotiations. While the March deadline for the deal was missed, enough progress was made for the Trump administration to postpone further tariffs.

China's policy makers have stepped up their efforts to stimulate their economy with tax cuts and increased lending. Elsewhere, the fourth quarter slowdown in Europe should put the ECB on guard as it winds down its TLTRO (Targeted Long-Term Refinancing Operations) programme. A lowered bar for fourth quarter earnings allowed companies to exceed expectations. As we approach the end of the first quarter, it will be interesting to see if hard economic data rebounds. The market has clearly kicked the earning expectations can down the road. The fund remains well placed to deliver on its medium to long term outperformance goals.

All data is sourced from AHFM, Bloomberg and FE Analytics. The data is as at the date of this factsheet and has been reviewed and approved by AHFM.

Key facts:

Fund Size	USD 55,436,723
Fund Managers	Fahad Hassan (Lead Manager) & Tom May
I-Unit NAV	USD 1.4513
Launch Date	6th July 2015
Base Currency	USD
Liquidity	Daily
Share Type	Accumulation
Initial Charge:	I Class: 0%
Annual Management Charge	I Class: capped at 55bps
Total Expense Ratio	I Class: capped at 65bps
Minimum Subscription	I Class: \$5,000,000*
ISIN	I Class: IE00BVXVS028
SEDOL	I Class: BVXVS02
Bloomberg Code	AHFMUSI ID <Equity>
Pricing	Daily COB
Dealing Deadline	Daily at 10.30am
Dealing Line	+353 1 440 6555
Fax	+353 1 613 0401
Email	Dublin_TA_Customer_Support@rbc.com

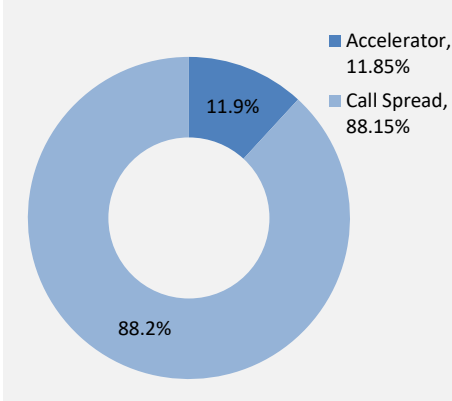
* Minimum Subscription Amount can be waived on application.

Performance Measures

Fund Performance since launch	+45.13%
Fund Monthly Performance	+3.08%
Current Put Barrier[^]	57.71%
Current Market Exposure	90.49%

[^] As a percentage of the S&P Capital Return Index as at the date of the fact sheet.

Current Asset Allocation



Largest Structured Investment Holdings

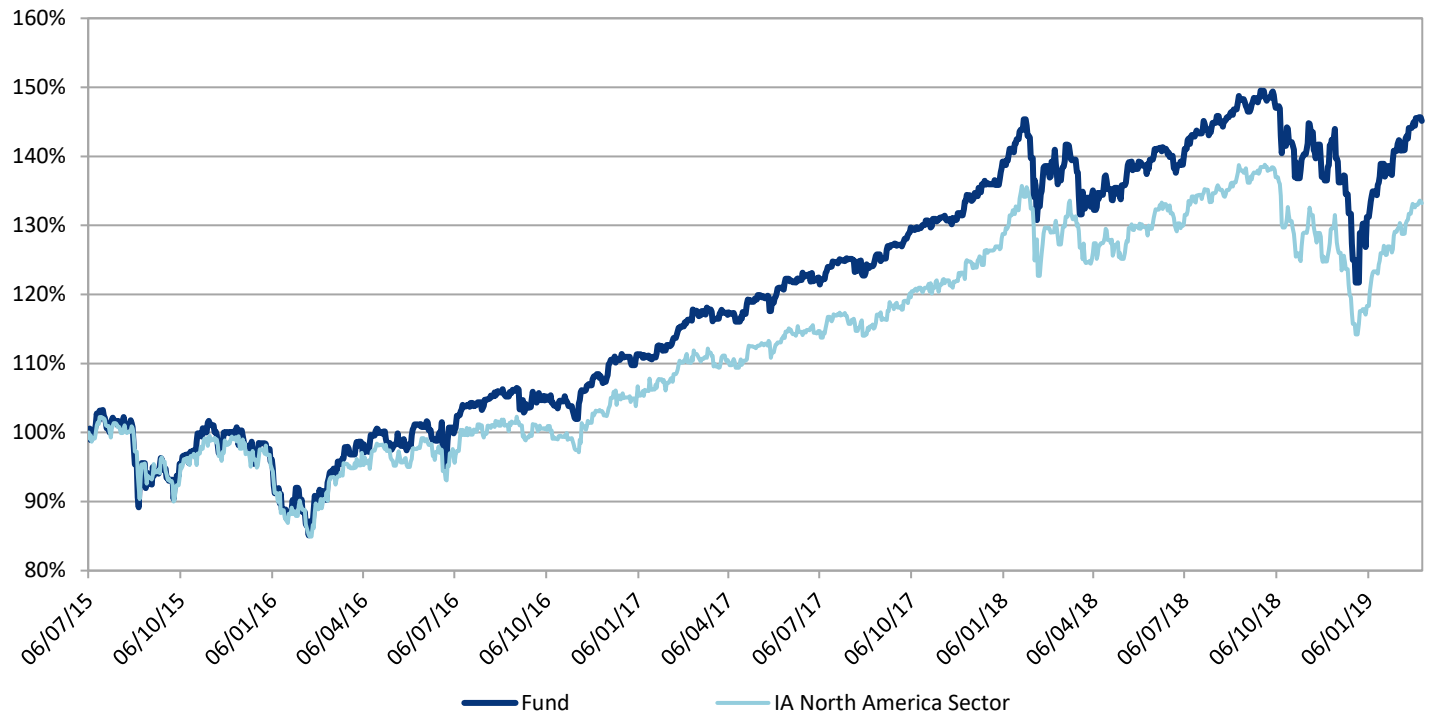
Description	%
Gilt-backed S&P Call Spread: 70% EKIP, 164% Gearing 100-180% Call Spread	20.17%
Gilt-backed S&P Call Spread: 70% EKIP, 229% Gearing 75-100% Call Spread	12.91%
Gilt-backed S&P Accelerator: 70% EKIP, 160% Gearing	12.39%
Gilt-backed S&P Call Spread: 70% EKIP, 205% Gearing 100-140% Call Spread	12.14%

Monthly NAV and YTD Performance Figures – B Class

Date	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2015							+1.70%	-6.06%	-3.68%	8.68%	-0.42%	-3.68%	-2.39%
2016	-5.74%	-1.93%	8.67%	0.44%	2.67%	-0.39%	3.61%	1.19%	-0.85%	-0.83%	3.69%	-0.85%	+12.4%
2017	1.92%	3.85%	1.00%	1.35%	1.51%	1.12%	2.26%	0.64%	1.95%	1.97%	2.93%	1.95%	+23.77%
2018	5.22%	-3.71%	-2.64%	0.43%	2.62%	0.45%	3.64%	3.12%	0.18%	-6.03%	2.01%	-8.53%	-4.13%
2019	8.12%	3.08%											+11.44%

Performance to date

The chart below displays the performance of the Fund to the S&P 500 Total Return and Price Return indices since its launch on the 6th July 2015.



Scenario Analysis & Intrinsic Value

Expected Outperformance versus S&P Total Return

Index PR	-40%	-30%	-20%	-10%	0%	+10%	+20%	+30%	+40%	+50%	+60%	+70%	+80%
Intrinsic	-1.66%	5.24%	2.23%	0.01%	0.56%	3.74%	5.33%	6.18%	3.14%	-5.08%	-13.29%	-21.50%	-29.71%

Expected Absolute Return

Index PR	-40%	-30%	-20%	-10%	0%	+10%	+20%	+30%	+40%	+50%	+60%	+70%	+80%
3 month	-41.26%	-30.14%	-19.42%	-9.22%	0.34%	9.04%	16.61%	22.98%	28.20%	32.45%	35.95%	38.90%	41.48%
1 year	-41.76%	-30.48%	-19.15%	-8.81%	1.10%	10.55%	18.78%	25.62%	30.95%	35.04%	38.28%	40.99%	43.38%
2 year	-41.99%	-30.54%	-19.20%	-8.57%	1.88%	12.04%	21.09%	28.58%	34.11%	38.05%	41.05%	43.56%	45.79%
3 year	-40.94%	-31.30%	-20.58%	-9.69%	1.43%	12.37%	22.25%	31.18%	36.73%	40.00%	42.67%	44.94%	46.97%
4 year	-41.65%	-33.04%	-22.47%	-11.88%	-0.51%	11.46%	21.81%	31.39%	37.21%	40.37%	42.76%	44.76%	46.62%
Intrinsic	-36.70%	-19.80%	-12.81%	-5.03%	5.51%	18.70%	30.28%	41.14%	48.09%	49.88%	51.67%	53.46%	55.25%

The tables above are snapshots of the projected performance of the Fund relative to the S&P Total Return Index and in absolute terms if the investments currently owned by the Fund are held to maturity. It also contains some scenario analysis which estimates the relative performance over time. Along with other calculations, these performance indicators are constantly monitored and analysed in order to best achieve the Fund's objectives. Whilst the intrinsic value numbers are based on the current holdings being held to maturity, the scenario analysis numbers are based on assumptions we have to make with regard to interest rates, volatility and other option pricing parameters and therefore the actual performance is unlikely to correspond exactly to the figures above.

Assuming a net dividend yield of 1.54% pa for the TR Index and inclusive of 65bps per annum TER across all scenarios.

This Scenario and Intrinsic Value analysis assumes the investments that currently make up the Fund are all held until maturity.

→ Intrinsic Value

The intrinsic value is the aggregate terminal value of the Fund after fees are taken, relative to the S&P 500 Total Return Index. This table shows that, for example, if an investor bought the investments within the Fund today and the S&P 500 PR Index did not move between now and when the investments mature, the Fund would outperform the S&P 500 TR Index by approximately 0.56% based on the dividend assumptions above.

→ Scenario Analysis

We are able to “stress” the structured investments to estimate their performance over certain time periods for given market movements. For example, the table below shows that we would expect the Fund to grow by 31.18% over the next three years if the S&P PR Index were up 30%. There are a number of assumptions we have to make with regard to interest rates, volatility and other option pricing parameters to generate these numbers and therefore the actual performance is unlikely to exactly correspond to the figures below, but it is a useful gauge.

Disclaimer

This is a marketing communication issued by Atlantic House Fund Management LLP and has not been prepared in accordance with legal requirements designed to promote independence of investment research and is not subject to any prohibition of dealing ahead of the dissemination of investment research. The contents of this document are based upon sources of information believed to be reliable. Atlantic House Fund Management LLP has taken reasonable care to ensure the information stated is accurate. However, Atlantic House Fund Management LLP make no representation, guarantee or warranty that it is wholly accurate and complete.

Any prices included within this communication are for indicative purposes only. Atlantic House Fund Management LLP makes no guarantee of its accuracy and completeness and is not responsible for errors of transmission of factual or analytical data, nor is it liable for damages arising out of any person's reliance upon this information. All charts and graphs are from publicly available sources or proprietary data.

The opinions in this document constitute the present judgment of Atlantic House Fund Management LLP, which is subject to change without notice. This document is neither an offer to sell, purchase or subscribe for any shares nor a solicitation of such an offer and should be read in conjunction with the Fund's prospectus. The price of shares and income from them can go down as well as up and past performance is not a guide to future performance. Investors may not get back the full amount originally invested. A comprehensive list of risk factors is detailed in the Prospectus and an investment should not be contemplated until the risks are fully considered. The Prospectus can be viewed at www.atlantichousefm.com/fundLiterature.php and www.gemini-im.com.

This document is intended for the use of institutional and professional customers and is not intended for the use of private customers. This document is not intended for distribution in the United States of America or to US persons. This document is intended to be distributed in its entirety. No consideration has been given to the particular investment objectives, financial situation or particular needs of any recipient.

The AHFM Defined Returns Fund is a Sub-Fund of GemCap Investment Funds (Ireland) plc, an umbrella type open-ended investment company with variable capital, incorporated on 1 June 2010 with limited liability under the laws of Ireland with segregated liability between Funds. The Company is authorised in Ireland by the Central Bank of Ireland pursuant to the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations 2003 (S.I. No. 211 of 2003) (the “UCITS Regulations”), as amended. Gemini Investment Management Ltd is the appointed Global Distributor and is responsible for the oversight of all distribution arrangements for the sub-fund.

Atlantic House Fund Management LLP registered in England and Wales, Registered Office: One Eleven Edmund Street, Birmingham, B3 2HJ.
Registration Number: OC376604, FCA Reference: 586302.

Note, Calculations do not consider credit spread movements of the issuers of the securities. The MTM of the securities and therefore the NAV of the Fund will decrease as credit spreads widen and vice versa if spreads narrow.

For more information, please call: 020 7043 0100 or
Email: tom.may@atlantichousefm.com