LFIS Vision - Dispersion Opportunities (Class EB USD)

LU2554998828

KEY FIGURES

TOTAL FUND AUM: 33.65 M€

Class EB USD AUM: 1248.62 $

Class EB USD NAV: 1248.62 $

INVESTMENT HORIZON

Minimum recommended

1 year | 2 years | **3 years** | 4 years | 5 years

Main risks incurred: capital loss, interest rate risk, default risk, spread risk, currency risk, counterparty risk, equity risk, risk linked to credit derivatives, correlation risk, concentration risk, volatility risk, risk linked to leverage, liquidity risk, model risk, risks linked to relative value/arbitrage strategies, merger arbitrage, and event-driven strategies, risk linked to non-sustainable investment.

FUND FEATURES

Legal form: Compartment of the Luxembourg SICAV LFIS Vision.

Fund inception date: 11/23/2022.

Valuation: Monthly, the last day of each month "D", an exchange business day as defined in the Private Placement Memorandum.

Currency: Euro.

Cut-off time: D-2 at 12.00 noon (Luxembourg time).

Settlement: D+3 exchange business days.

Investment Manager: LFIS Capital.

Custodian & Administrator: BNP Paribas, Luxembourg branch.

SHARE CLASS FEATURES

ISIN Code - Class EB USD: LU2554998828.

Bloomberg code: LFVDEBU LX Equity.

Share class inception date: 03/31/2023.

Investors: Professional clients.

Allocation of income: Capitalization.

Subscription fees: None.

Redemption fees: None.

Dilution rate: up to 3%.

Management fees: 0.75%.

Performance fees: 10% of excess performance above Hurdle rate.

Hurdle rate: SOFR capitalized.

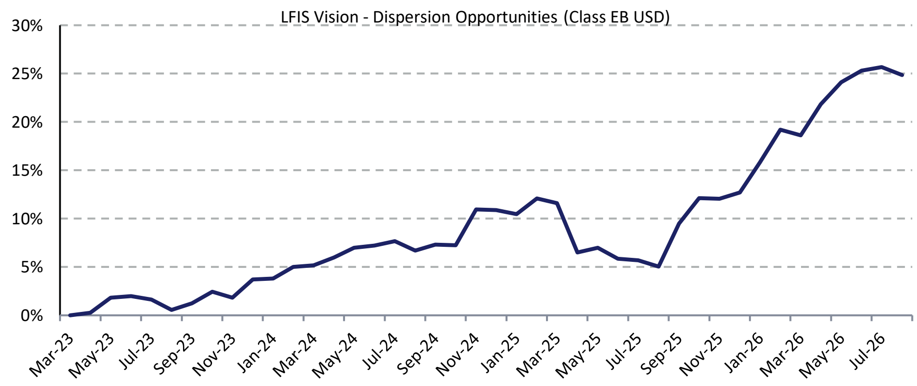
Initial min. subscription: None.

INVESTMENT STRATEGY

The investment objective of the Sub-Fund is to seek stable returns with a low correlation to traditional markets and a target annualised volatility comprised between 8% and 12%, under normal market conditions (it being understood that the Sub-Fund realised annualised volatility could be higher or lower).
To achieve this investment objective, the Sub-Fund will implement a dispersion strategy linked to equity markets,which consists in building a long exposure on volatility of single stocks versus a short exposure on index (or basket of single stocks) volatility.
The Sub-Fund's portfolio will be allocated to different dispersion strategy trades seeking to deliver a recurrent return through diversification. Such allocation will evolve over time as a function of perceived market opportunities and risks.

NET PERFORMANCE IN % (1)

	1 month	3 months	2026 YTD	1 year	3 years (2)	Inception (2)
Fund (class EB USD)	**-0.6%**	**0.6%**	**10.8%**	**18.9%**	**7.5%**	**6.7%**



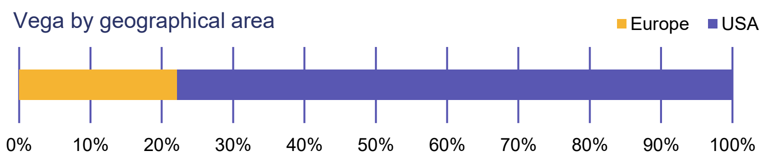
MONTHLY NET PERFORMANCE HISTORY IN % (1)

	Jan.	Feb.	March	Apr.	May	June	July	Aug.	Sept.	Oct.	Nov.	Dec.	Year
2026	2.8%	2.9%	-0.5%	2.7%	1.9%	1.0%	0.3%	-0.6%					**10.8%**
2025	-0.4%	1.5%	-0.4%	-4.6%	0.5%	-1.1%	-0.1%	-0.6%	4.2%	2.4%	-0.1%	0.6%	**1.6%**
2024	0.1%	1.2%	0.1%	0.8%	0.9%	0.2%	0.4%	-0.9%	0.6%	-0.1%	3.5%	0.0%	**6.9%**
2023				0.3%	1.6%	0.1%	-0.3%	-1.1%	0.7%	1.2%	-0.6%	1.8%	**3.7%**

RISK INDICATORS

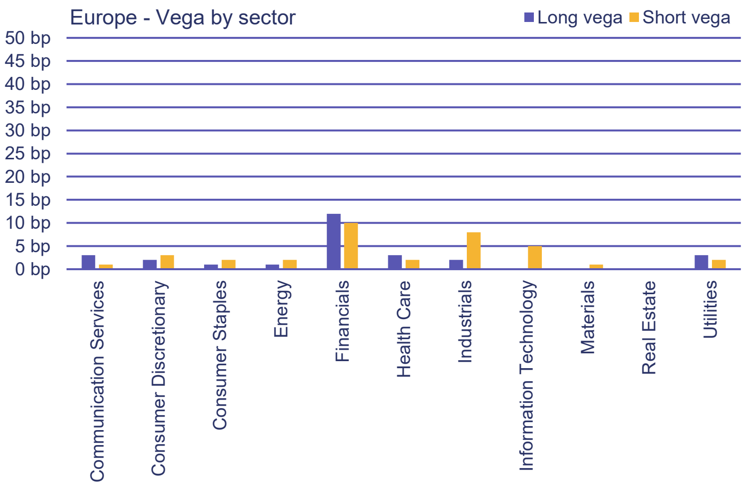
Leverage (AIFM method)	1.4x
VaR 99% 1 day (ex-ante)	-0.5%
Total long vega	1.2%
Total short vega	-1.5%

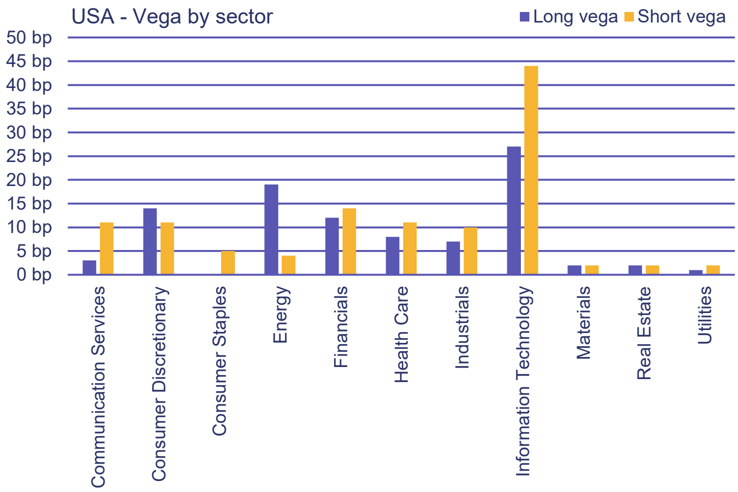
VEGA BREAKDOWN



(1) The figures provided relate to previous months or years and past performance is not a reliable indicator as to future performance. Past performance does not guarantee future results. Results are not constant over time. Performance calculations do not take into account fees and expenses related to subscription and redemption of shares.
(2) Annualized data. The class was created on march 31, 2023.

VEGA BREAKDOWN (continued)





PORTFOLIO MANAGER COMMENTARY

Monthly Fund Performance Overview – August

In August, the Fund posted a negative performance. In the US, carry parameters generated positive returns whilst implied parameters posted losses. In Europe, carry parameters produced moderate gains whilst implied parameters returned losses.

US Market Highlights

In the US, Top 50 1M realized dispersion remained at a high 21.38%. Equity volatility remained relatively muted over the period with dispersion being propped up by significant cross-sectional rotations at the index level. First, renewed tensions in the Middle East and relatively sticky inflation prints led Fed chair Warsh to deliver a surprising hawkish tone at Jackson Hole weighing on Cyclicals whilst boosting the Energy complex. Secondly, the AI trade broadened beyond semiconductors as software stocks rebounded sharply on resilient earnings and easing concerns around AI disruption. Finally, some earnings idiosyncratic risk materialised with the likes of SNOW and NVDA propelling realised dispersion slightly higher over the period. On the side of implied parameters, dispersion spreads repriced materially lower amidst this reduction of realised vol at the single stock level which enabled the portfolio management team to reload some risk into the Fund. Overall, the Fund benefited from its selection bias, with exposure to names such as Crowdstrike, Freeport McMoran and Applied Material.

European Market Highlights

In Europe, SX5E 1M dispersion realised at a moderate 14.28%. Like in the US, dispersion was propped up by a relatively muted index volatility amidst important sectorial rotations under the surface. Higher yields and sticky inflation propped up the likes of Basic Resources and Financials whilst Defensives and Cyclicals suffered from this backdrop. On top of this, country differentiation played a significant role as Germany benefited from its industrial and technology exposure whilst France lagged amidst renewed fiscal and political uncertainty. On the side of implied parameters, dispersion spread repriced lower in sympathy with reduced single stock volatility. Overall, the Fund benefited from its selection bias, with exposure to names such as Flughafen Zurich, Zalando and Orange.

DISCLAIMER