LFIS Vision UCITS - Diversified Market Neutral (Class R EUR)

LU1012219207

KEY FIGURES

Total Fund AUM: 26.71 M€

Class R EUR AUM: 2.26 M€

Class R EUR NAV: 994.49 €

INVESTMENT HORIZON

Minimum recommended

1 year	2 years	3 years	4 years	5 years

SYNTHETIC RISK INDICATOR

1	**2**	3	4	5	6	7

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: Sub-fund of the Luxembourg SICAV LFIS VISION UCITS.

Fund inception date: 05/14/2014.

Valuation: Daily, each exchange business day "D" as defined in the prospectus.

Currency: Euro.

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

Settlement: D+3 business days.

Investment Manager: LFIS Capital.

Custodian and administrator: BNP Paribas SA, Luxembourg Branch.

SHARE CLASS FEATURES

ISIN Code - Class R EUR: LU1012219207.

Bloomberg code: LFVRPRE LX Equity.

Share class inception date: 02/17/2016.

Investors: All investors.

Allocation of income: Capitalization.

Subscription fees: None.

Redemption fees: None.

Dilution rate: Up to 2%.

Management fees: 2.00% per annum.

Performance fees: 20.00% of the outperformance.

Hurdle rate: ESTR +0.085% capitalized.

Initial min. subscription: EUR 10 000.

Document for the use of professional investors only, within the meaning of Markets in Financial Instruments Directive 2004/39/CE. Promotional document. Before subscribing, please refer to the Fund documentation available on request. Source: LFIS Capital, Bloomberg.

UCITS Hedge Awards 2019 — Alternative Risk Premia/Quantitative Best Performing Fund over a 3 Year Period — LFIS Vision UCITS Premia (La Française Investment Solutions)

UCITS Hedge Awards 2018 — Alternative Risk Premia Best Performing Fund over a 2 Year Period — LFIS Vision UCITS Premia (La Française Investment Solutions)

MONDO ALTERNATIVE AWARDS 2019

The reference to awards or nominations is not an indicator of future awards or nominations.

INVESTMENT STRATEGY

The investment objective of LFIS Vision UCITS - Diversified Market Neutral (the "Fund") is to seek stable returns with a low correlation to traditional markets and a target annualized volatility between 5% and 10%, under normal market conditions.

The Fund implements an investment policy seeking to capture premia linked to several risk/style factors across different asset classes including: (i) "academic" premia such as value, medium-term momentum, short-term reversal, low-risk and asset-class beta; (ii) "liquidity/carry" premia; and (iii) "implied" premia such as value and carry.

NET PERFORMANCE IN % (1)

	1 month	3 months	2026 YTD	1Y	3Y (3)	5Y (3)	Inception (3)
Fund (Class R EUR)	**1.0%**	**0.5%**	**-1.1%**	**-4.1%**	**-1.1%**	**1.0%**	**-0.1%**

MONTHLY NET PERFORMANCE IN % (1) (2)

	Jan.	Feb.	March	Apr.	May	June	July	Aug.	Sept.	Oct.	Nov.	Dec.	Year
2026	-0.6%	1.3%	0.5%	-0.4%	-1.6%	-0.8%	0.4%	-0.9%	1.0%				**-1.1%**
2025	-0.3%	0.0%	2.1%	-0.9%	0.1%	-1.6%	-1.5%	0.0%	-0.4%	-1.4%	-0.5%	-1.2%	**-5.5%**
2024	1.2%	1.1%	0.1%	0.5%	-0.1%	-0.5%	0.5%	-0.8%	-0.3%	0.4%	0.7%	1.1%	**3.9%**
2023	-0.1%	1.2%	0.8%	-0.1%	0.5%	-0.3%	0.0%	0.8%	2.0%	-0.3%	0.3%	-0.5%	**4.4%**
2022	-0.2%	-0.3%	-0.2%	0.0%	-0.5%	-1.5%	1.3%	0.9%	2.3%	0.7%	0.6%	-0.4%	**2.8%**
2021	0.3%	-1.4%	1.4%	-1.7%	0.9%	-0.2%	-0.5%	-0.2%	1.0%	-1.3%	1.8%	0.2%	**0.2%**
2020	0.5%	-1.1%	-10.5%	0.7%	-0.1%	-1.3%	1.0%	-0.6%	1.4%	-0.4%	1.5%	-0.4%	**-9.5%**
2019	1.1%	1.3%	0.0%	0.2%	-0.9%	1.0%	0.2%	-0.8%	0.7%	0.0%	0.5%	-0.8%	**2.4%**
2018	0.3%	-0.6%	-0.4%	0.2%	-0.1%	-0.4%	-0.2%	-0.6%	0.6%	-0.4%	-0.2%	-0.9%	**-2.5%**
2017	-0.4%	0.3%	-0.6%	0.0%	-0.3%	0.2%	0.7%	0.1%	0.7%	1.0%	-0.1%	-0.6%	**1.0%**
2016		0.3%	0.7%	0.7%	-0.3%	0.3%	0.7%	0.4%	1.1%	-0.3%	0.5%	0.2%	**4.3%**

MAIN RISK/RETURN INDICATORS (4)

	3Y	Incep.
Annualized return	-1.1%	-0.1%
Annualized volatility (5)	3.1%	4.3%
Sharpe ratio	-1.3	-0.2
Sortino ratio	-1.9	-0.2
Downside risk	2.1%	4.2%
Skewness		-2.7
Kurtosis		29.8

Average positive monthly performance	0.7%
Average negative monthly performance	-0.7%
% month > 0	50.8%
Max drawdown	-16.9%
Recovery	57 months
Var 90% 1 month (ex-post)	-0.9%
Cvar 90% 1 month (ex-post)	-2.1%

PERFORMANCE ATTRIBUTION (6)

	Sept 26	YTD
Multifactor / X-asset systematic	0.5%	0.2%
Implied Parameters & Credit	0.6%	1.6%
Cash Management	0.2%	1.6%
Global Hedge	-0.1%	-2.1%

VOLATILITY (EX-POST) PER STRATEGY (3)

	Inception
Multifactor / X-asset systematic	1.9%
Implied Parameters & Credit	4.1%

(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) The cumulative net performance figures related to the period from March 23, 2020 to March 30, 2020 are based on the NAV including a swing factor.
(3) Annualized data. The class was created on February 17, 2016.
(4) Definitions of all terms are available from the Investment Manager upon request.
(5) Calculated by using weekly data.
(6) Gross of fees.

ASSET CLASSES EXPOSURE [1]

	Equity	Commodities	Foreign exchange	Credit (5 years HY duration)	Interest rates (7,5 years duration)	Volatility
Long	1.2%	0.0%	2.2%	2.2%	0.9%	0.1%
Short	-23.1%	0.0%	-4.5%	0.0%	0.0%	0.0%
Total	-21.9%	0.0%	-2.3%	2.2%	0.9%	0.1%

LEVERAGE (COMMITMENT METHOD)

Leverage (Commitment method)	0.9x
VaR 99% 1 day (ex-ante)	-0.4%

CORRELATION BETWEEN STRATEGIES

	Multifactor / X-asset systemaic
Implied Parameters & Credit	5.4%

PORTFOLIO MANAGER COMMENTARY

No hope for peace between the US and Iran materialized during the month of September. Demands from each side remain irreconcilable, while fresh strikes hit oil tankers, petroleum infrastructure, and military bases. The US even rejected an Iranian ceasefire proposal late in the month, such that Brent crude rallied sharply over the month, trading between $100 and $110 per barrel.

The central banks' back-to-school meetings were keenly anticipated. Faced with inflation running hot, above target, against a backdrop of a resilient, job-creating economy, the Federal Reserve hiked rates by +25bps, as expected. The ECB and the BOJ also raised their policy rates this month on the back of inflationary pressures, and investors are pricing in further hikes before year-end. This coordinated tightening weighed on 10Y yields, which rose +30/+50bps on the month and +75/120bps over the quarter. Even though CPI and Core PCE prints as of end-September were fairly encouraging and showed signs of easing in the US (alongside a change in calculation methodology), investors remain wary of second-round effects and are growing increasingly uneasy about the large stock of government debt and persistently elevated deficits.

Economic data otherwise stayed fairly mixed and volatile. While ISM Manufacturing and Services indices held in expansion territory, payrolls surprised strongly to the upside (+162k) after the prior month's disappointment, while consumer confidence (Michigan) remains near historic lows.

The sharp rise in long-end yields did not meaningfully weigh on equity markets. Mega-cap tech names and the strength of their latest earnings single-handedly held up US markets (notably Microsoft, Meta). Other global indices were more fragile, with losses of up to -5% on the month. All in, the MSCI World posted a loss of -1.3%.

In this context, our multi-strategy funds posted a positive performance.

Quantitative and systematic strategies delivered a positive month. FX strategies were the main contributor, all alpha having a positive contribution. Rates strategies delivered a slightly positive month.

Implied Volatility strategies had a positive performance as well. Dispersion strategies and Long short positions on rates volatilities posted gains in MtM after July losses. Carry strategies delivered a flat contribution whereas repo positions posted MtM gains.

Hedging positions had a slightly negative contribution this month.

(1) Definitions of all terms are available from the Investment Manager upon request.

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Please also note the following details concerning specific awards and nominations: Hedge Fund Journal: decided based on risk adjusted returns as calculated using the Sharpe Ratio. MondoAlternative: Funds registered for sale in Italy and present in the MondoAlternative database are eligible, quantitative process based on Sharpe ratios and returns over the relevant time period.