

Church House Tenax Absolute Return Strategies Fund

Fund at a glance

The Tenax Fund is a long-only, multi-asset fund that aims for positive returns in excess of cash + fees over rolling 12-month periods at a low level of volatility.

Background

Tenax was launched in 2007, when a private client of Church House Investments sold his business and needed a safe place for £10 million. Having taken risk throughout his working life to accumulate his wealth, his objective was the long-term preservation of his capital with avoidance of the worst excesses of financial market volatility.

An excellent option for investors looking for a relatively simple, absolute return-focused fund with low volatility

Stewart Smith – RSMR

Investment philosophy

- ◆ Diversification across multiple, liquid asset classes.
- ◆ Strict risk controls with limits on allocations to asset classes, sectors and individual holdings.
- ◆ No upper limit on the allocation to money-market instruments and cash.
- ◆ Cash is the benchmark – don't be afraid of it!

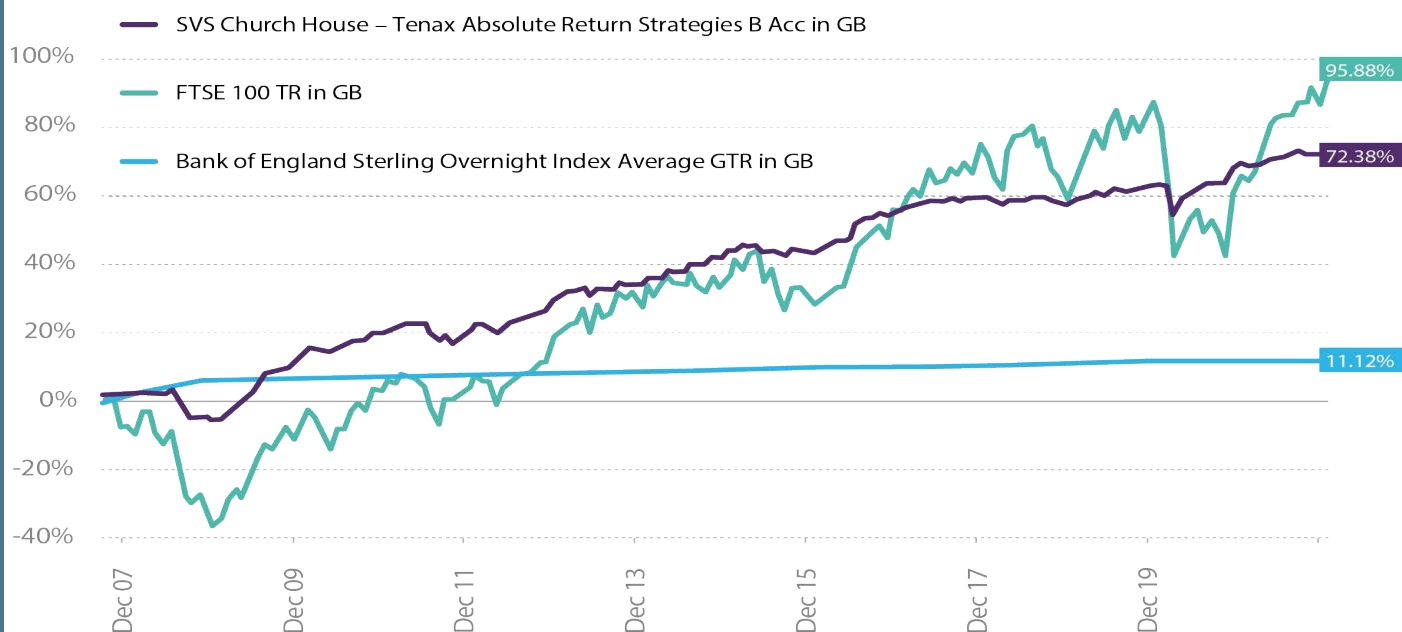
Why invest in this Fund?

Although long-term preservation of capital may not be an attribute sought by portfolio managers blending different investment styles, they do value the Fund's low volatility of returns as a contribution to reducing portfolio drawdowns and lowering volatility in their model portfolios.

The Fund is widely used as an investment for SIPP's in drawdown, either as a stand-alone solution or as part of a drawdown portfolio. The very low volatility (low sequence of returns risk) coupled with an annualised return since launch of approximately 5% make the Fund particularly suitable for this.

The Fund is an attractive alternative to cash and bonds during a prolonged period of low interest rates.

Proven performance



Source: Bloomberg 30th Nov 2007 to 31st Dec 2021.

The Tenax Fund Investment Process

The bedrock of the Tenax Absolute Return Strategies Fund Investment Process is a sound methodology, based on the company's long-standing investment philosophy of risk management being the key to performance. The methodology combines a multi-asset framework derived from historically successful precedents, with robust risk controls.

Idea generation is derived from tactical asset allocation, in turn leading to bottom-up, valuation-driven portfolio construction.

It is a process that combines intuitive fund management skills with long-held, proven investment principles, and at its core is a constant awareness of the aims, objectives and risk tolerances of the Fund's investors.

Portfolio Construction

Combining patience and opportunism; a truly multi-asset, long-only, highly liquid portfolio

Idea Generation

Internal and external research; investments with a good probability of delivering positive returns

Risk Controls

Regular risk committee meetings, and monitoring by internal compliance as well as compliance at the Fund's ACD

Tactical Asset Allocation

Aims to defend against downside risk whilst seeking to exploit miss-pricing of assets

Strategic Asset Allocation

The backbone of the Fund and the product of the Managers' experience over many years

Methodology

Embrace diversification across multiple liquid asset classes within a strict limit structure to achieve the absolute return objective

CH Core Values

The money we manage belongs to our clients and they want to see it rise in value. We invest with our clients aims in mind, not benchmarks.

ch-investments.co.uk

CH Church House Investment Management