



# VT Protean Capital PROCSI CoRE Fund

Protean Capital LLP



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# Protean Capital LLP

## Specialist Investment Manager

- Investment banking expertise
- Independence
- UCITS funds, closed-ended funds/ PCCs and managed accounts

## Structured Products

- Development
- Advisory
- Clients include asset managers and family offices

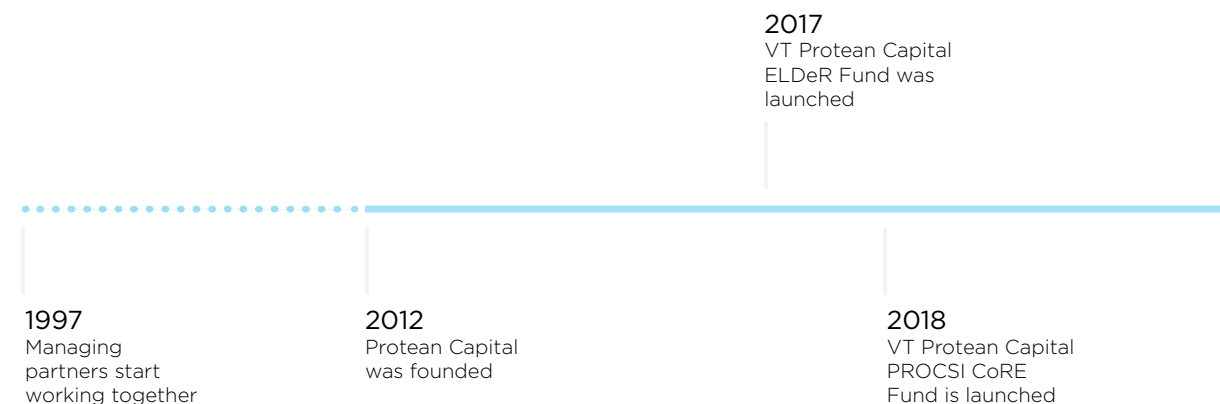
## Quantitative Strategies

- Liquid
- Risk-managed
- Cutting-edge research

### Highlights\*:

- Truly independent with institutional pricing from more than 20 investment banks
- Over £2bn structured investments for clients
- Investment manager on two UCITS funds

### Our History:



\*As at 31 March 2021

# Partners

## Bob Champney – working relationship with the other partners for 23 years\*

Roles & Expertise:	Head of European Structuring	Global head of Exotic Derivative Trading	
Institutions:	Paribas	Merrill Lynch	
Highlights:	Ranked No. 1 globally for derivative research by Extel three years in a row	Key member of the team behind Merrill Lynch's ELDeRS closed-ended platform	Special advisor to Treasury Select Committee

## Mike Egerton – working relationship with the other partners for 23 years\*

Roles & Expertise:	Risk Manager	Bond & Derivative trading	Head of UK & Ireland Institutional Structured Products
Institutions:	Merrill Lynch	Deutsche Bank	Dresdner Kleinwort Wasserstein
Highlights:	Key member of the team behind Merrill Lynch's ELDeRS closed-ended platform	Launched the UK's first structured product UCITS fund	Launched nine structured UCITS funds to date

## Eduardo Montero – working relationship with the other partners for 19 years\*

Roles & Expertise:	Co-Head of European Structured Products	Head of Iberian Derivatives	
Institutions:	Deutsche Bank	UBS	CIBC
Highlights:	Built a European derivative and quantitative investment business	Key member of the team that created and distributed several UCITS funds	

\*As at 31 March 2021

# VT Protean Capital PROCSI CoRE Fund: Overview

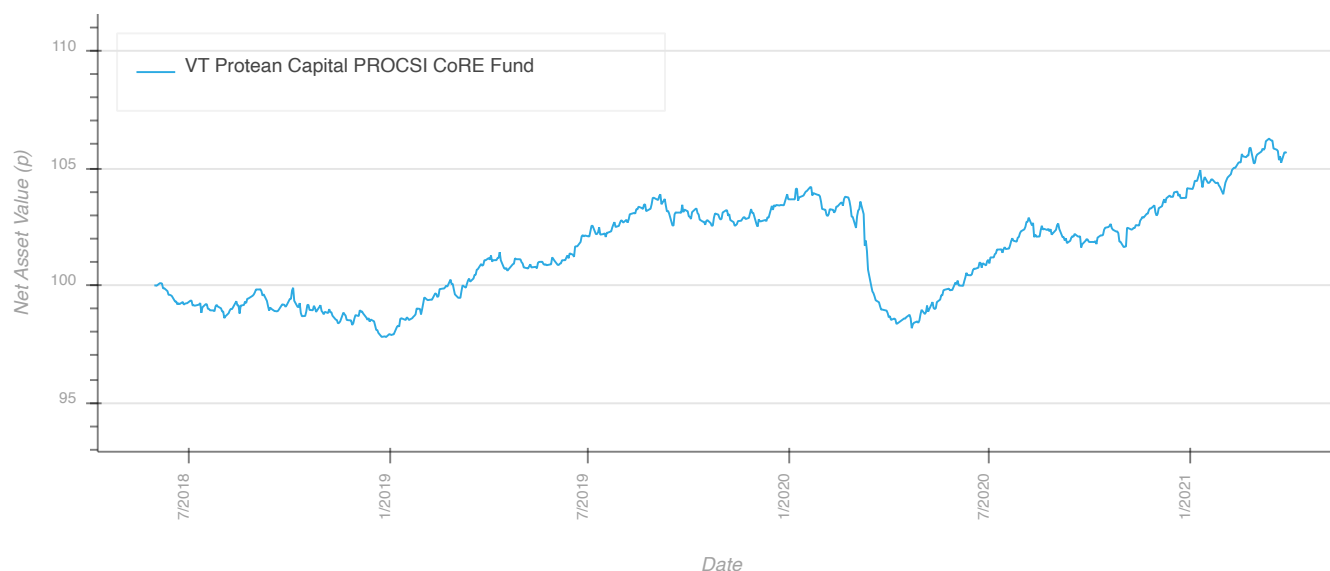
The Fund objective is to generate capital growth over the medium to long term.

The Fund will aim to meet its investment objective primarily through entering into one or more swaps each of which will provide exposure to multiple asset classes including global equities, global fixed income and commodities.

Under current market conditions, the manager anticipates annual capital growth of circa 2% - 5% over the medium to longer term.

Through the use of a resetting target floor the Fund strategy seeks to provide an element of wealth preservation that increases in line with performance, and an exposure to a liquid, globally diversified, risk managed multi-asset investment strategy.

## Fund NAV (30/05/2018 - 31/03/2021)



Source: Bloomberg.

\*As at 31 March 2021

## Key Information\*

Fund Size	£46m
Launch Date	30th May 2018
Currency	GBP
Liquidity	Daily
Initial Charge	0%
AMC	50bps
OCR	62bps

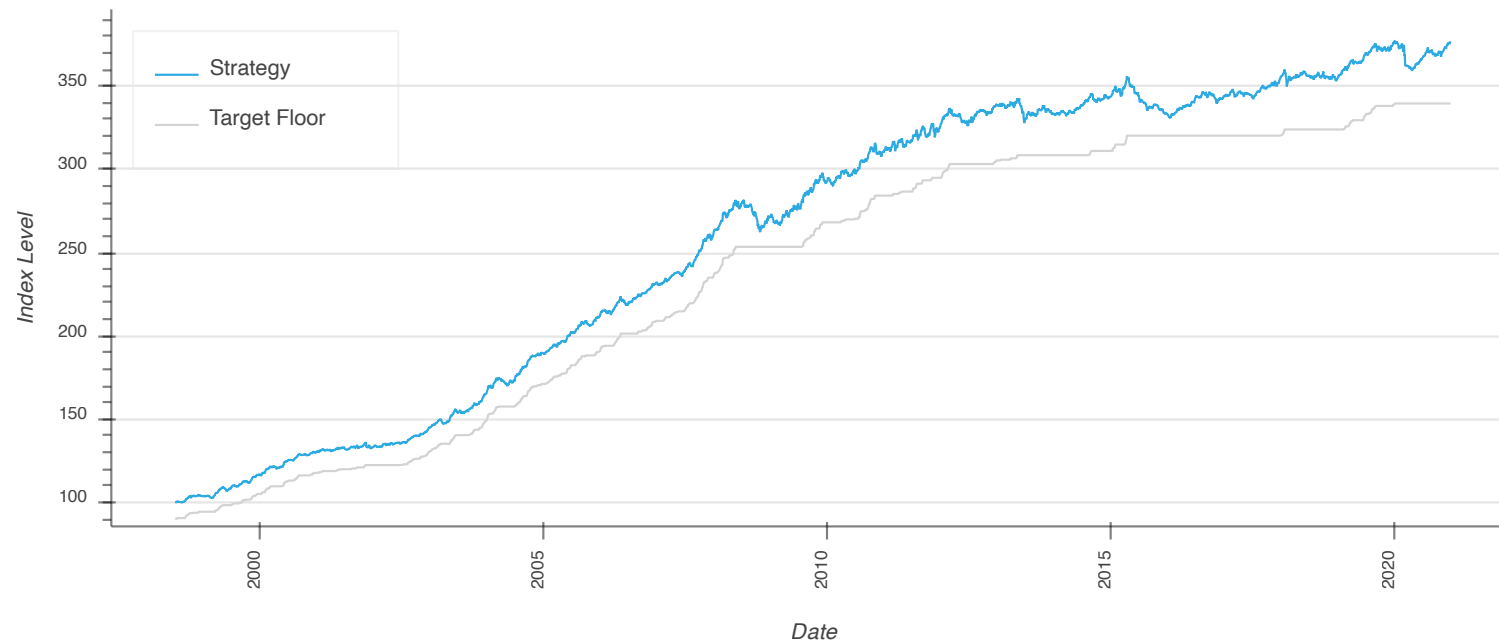
## Identifiers

Share Class	ISIN	Bloomberg
A Net Acc	GB00BF4J8R02	VTPPCAG LN

# VT Protean Capital PROCSI CoRE Fund: Strategy

- The Fund aims to generate capital growth through risk driven exposure to a globally diversified, liquid, multi-asset strategy.
- The Fund strategy can provide exposure to equity, fixed income and commodity futures.
- Through the use of a target floor, the Fund strategy seeks to provide wealth preservation that remains relevant by increasing in line with performance, reducing drawdown risk.
- The strategy aims to protect 90% of its historical maximum level.
- Rebalancing underlying assets in line with a risk-weighting methodology helps maintain a constant risk profile.
- Highly liquid underlying investments with very narrow bid-offers allow frequent portfolio reallocations at minimal cost.

Illustration of Strategy Aims



# VT Protean Capital PROCSI CoRE Fund: Returns

## Monthly Returns\* (%)

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec
2018						-0.76	-0.35	0.94	-0.68	-0.30	-0.12	-0.82
2019	1.34	0.61	1.24	0.04	-0.05	1.06	0.63	0.94	-0.56	-0.30	0.24	0.56
2020	-0.39	-0.33	-3.99	-0.05	1.04	1.24	1.26	-0.14	-0.21	-0.09	1.53	0.70
2021	0.06	1.60	-0.17									

\*Month end to month end performance.  
Source: Bloomberg.

## Cumulative Returns Since Inception (30/05/2018) (%)

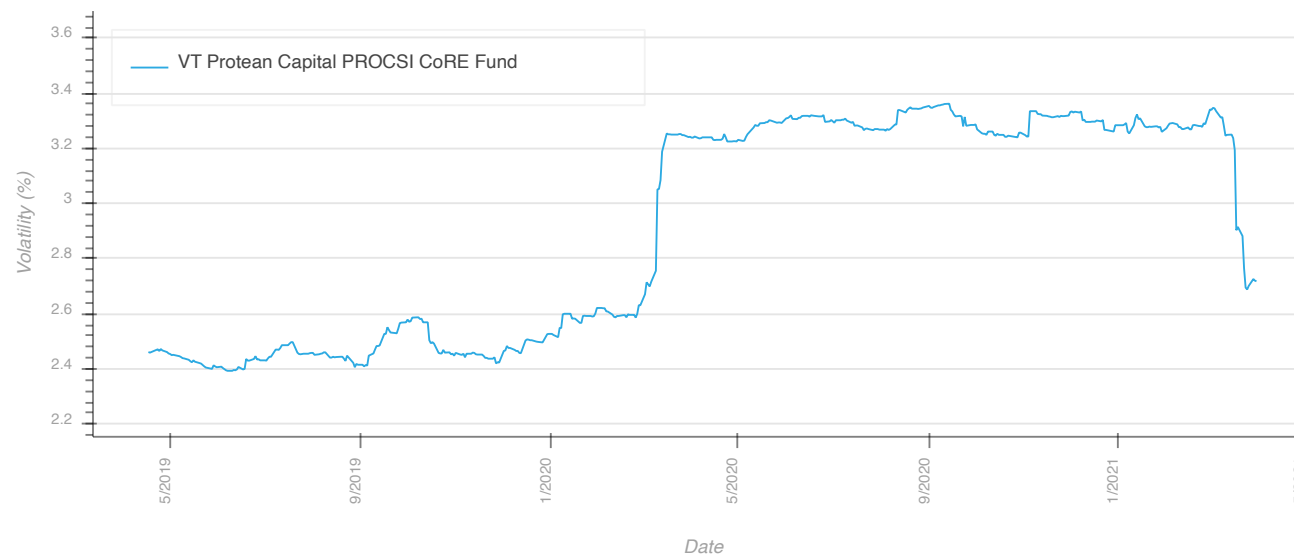
	31/12/2018	31/12/2019	31/12/2020	31/03/2021
Class A Net Accumulation Total Return	-2.08	3.67	4.13	5.69
Class A Net Accumulation Annualised Return	-3.50	2.30	1.57	1.97

Source: Bloomberg.

# VT Protean Capital PROCSI CoRE Fund: Volatility

- The Fund currently (31/03/2021) has a UCITS Risk Rating of 3.
- Fund volatility has remained stable since inception, increasing slightly in response to the COVID-19 financial market crash.

Rolling 260-Day Volatility Since Launch (17/04/2018 - 31/03/2021)



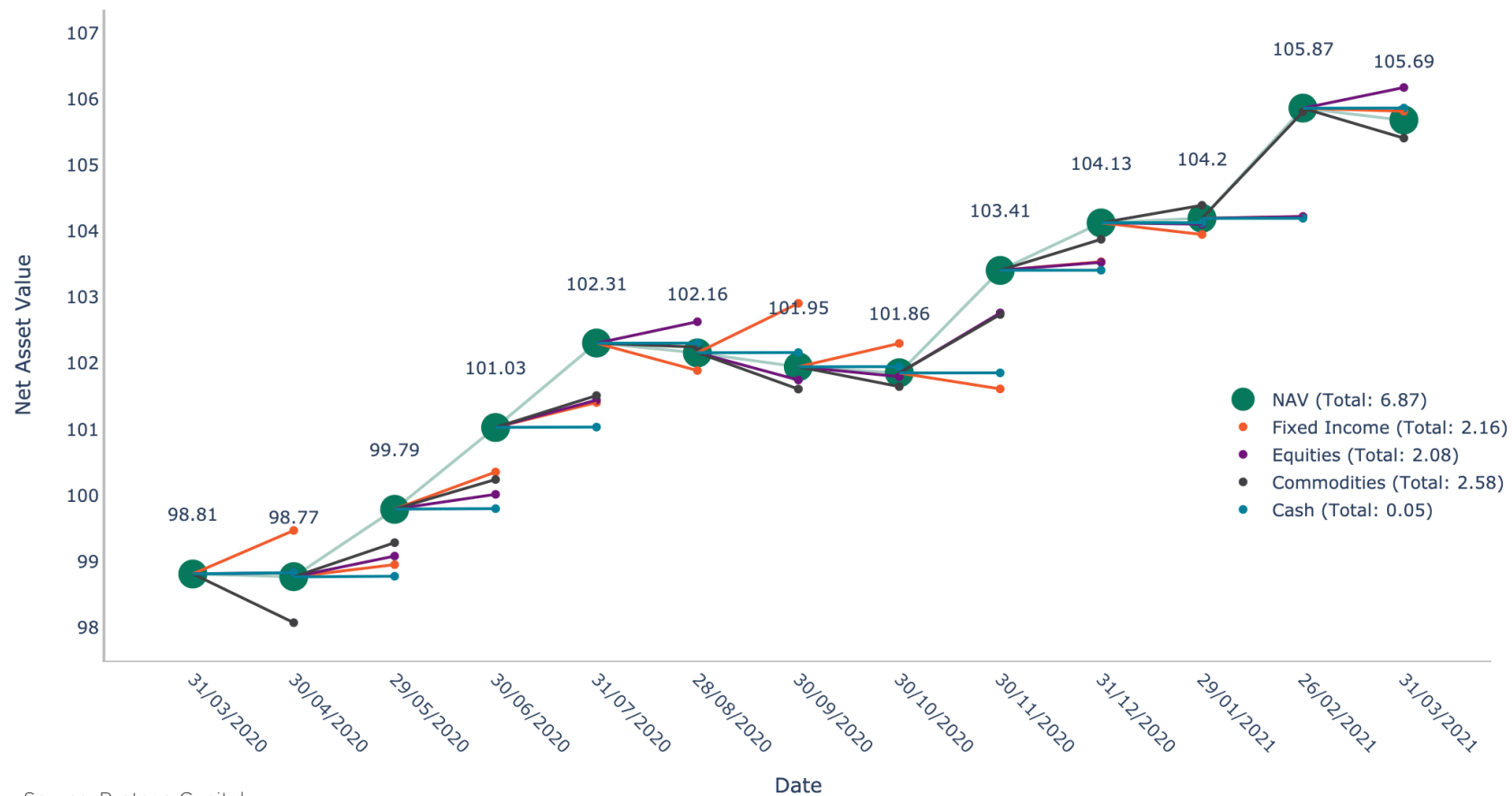
Source: Bloomberg.



# VT Protean Capital PROCSI CoRE Fund: Asset Class Contributions

- The Fund can provide exposure to equity, fixed income and commodities futures in the underlying strategy through OTC swaps.

## Monthly Asset Class Contributions (31/03/2020 - 31/03/2021)

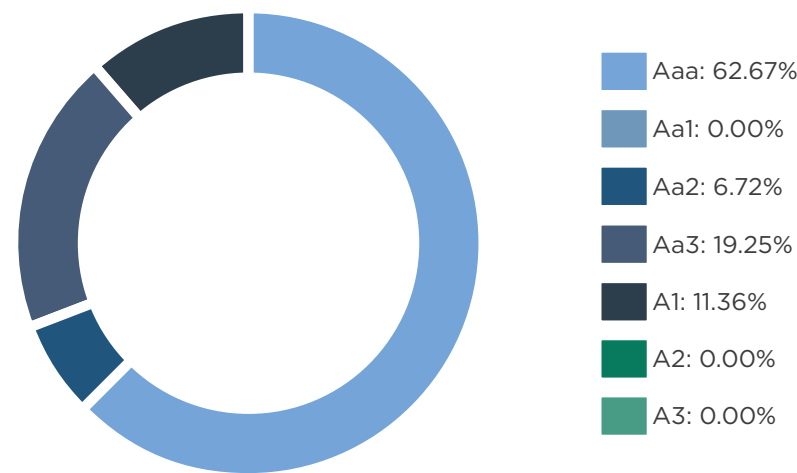


Source: Protean Capital.

# VT Protean Capital PROCSI CoRE Fund: Exposure

- The Fund’s exposure is spilt between OTC Swaps and investments in a short duration bond portfolio used to maintain a stable risk profile.

Credit Exposure\*



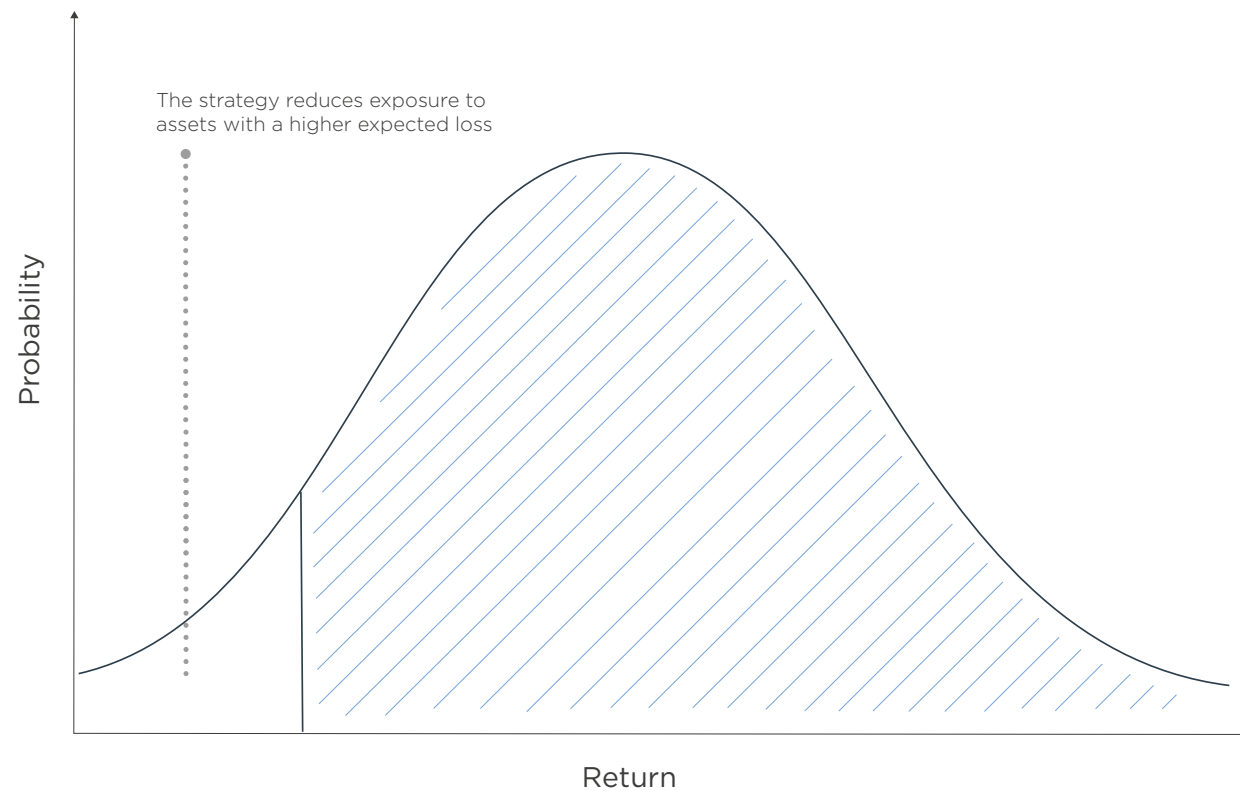
Source: Protean Capital.

\*As at 31 March 2021

# VT Protean Capital PROCSI CoRE Fund: Tail Risk Management

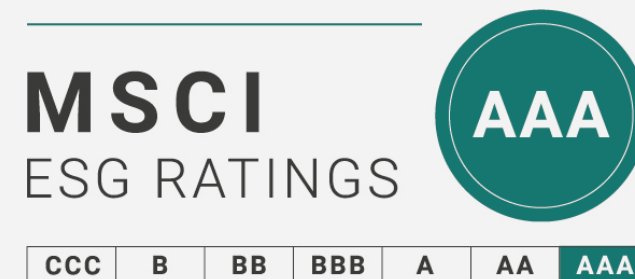
- The strategy's approach to risk management views risk in terms of expected loss of value.
- The strategy's allocation mechanism involves weighting assets to manage the tail risk while providing upside potential.
- The method leaves asset characteristics largely unchanged, allowing tail risk managed strategies to benefit from portfolio diversification.

## Tail Risk Management



## VT Protean Capital PROCSI CoRE Fund: ESG

- As part of the risk and cost-efficiency analysis, we are committed to incorporating ESG criteria into our investment process.
- As a company, we believe that ESG considerations are intrinsically linked to investment performance.
- It is our belief that long-term success is intrinsically linked to a holistic analysis of the impact of our investment decisions.
- The VT Protean Capital PROCSI CoRE Fund has been awarded an AAA MSCI ESG Rating\*.



Produced by MSCI ESG Research as of 31/03/2021

Disclaimer: MSCI ESG Research LLC's ("MSCI ESG") Fund Metrics and Ratings (the "Information") provide environmental, social and governance data with respect to underlying securities within more than 31,000 multi-asset class Mutual Funds and ETFs globally. MSCI ESG is a Registered Investment Adviser under the Investment Advisers Act of 1940. MSCI ESG materials have not been submitted to, nor received approval from, the US SEC or any other regulatory body. None of the Information constitutes an offer to buy or sell, or a promotion or recommendation of, any security, financial instrument or product or trading strategy, nor should it be taken as an indication or guarantee of any future performance, analysis, forecast or prediction. None of the Information can be used to determine which securities to buy or sell or when to buy or sell them. The Information is provided "as is" and the user of the Information assumes the entire risk of any use it may make or permit to be made of the Information.

\*As at 31 March 2021

# Quantitative Strategies: Specialist Managers

- Truly independent investment manager.
- No conflict of interest in the development/selection of quantitative strategies.
- Relevant quantitative expertise, experience and skills

## Comparing Manager Types:

	Investment Bank	Generalist Manager	Specialist Manager
Independence	✗	✓	✓
Open Architecture	✗	✓	✓
Quantitative Expertise	✓	✗	✓
Fund Management Expertise	✗	✓	✓
Low Cost Base	✗	✓	✓

# Contact

For additional information about the VT Protean Capital PROCSI CoRE Fund or Protean Capital LLP, please contact us directly.

Protean Capital LLP  
4th Floor Hazelwood House,  
53 New Oxford Street,  
London, WC1A 1BL

T: +44 (0)207 183 4864  
E: [info@protean-capital.com](mailto:info@protean-capital.com)

[www.protean-capital.com](http://www.protean-capital.com)

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