

RESS CAPITAL

September-2019

Ress Life Investments A/S

NAV: 1918.35

AUM: 155.1 MUSD

MANAGER'S COMMENTS

Ress Life Investments posted a 1% return in September taking the year-to-date return to 5.8%. The annualised net return over the past five years currently stands at 6.8%, thus almost in-line with our return target of 7% per year.

The volatility of Ress Life Investments during the same period was 4.0%. This provides a risk-adjusted return, measured with a Sharpe-ratio, of 1.5. In comparison, the Sharpe-ratio for global equities (MSCI World), during the same period was 0.4, and the Sharpe-ratio for a global investment grade bond index (Barclays Global Aggregate Corporate Index) was 0.5. This implies that investing in Ress Life Investments will provide 3 times as much return per unit of risk to an investor, compared to global equities or global investment grade bonds.

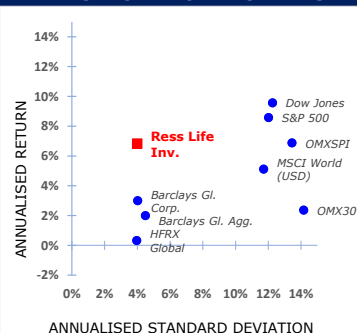
Resscapital continues to be very active in the secondary and tertiary markets for life insurance policies, and the deal flow coming to the market is very strong.

RETURN AND KEY FIGURES

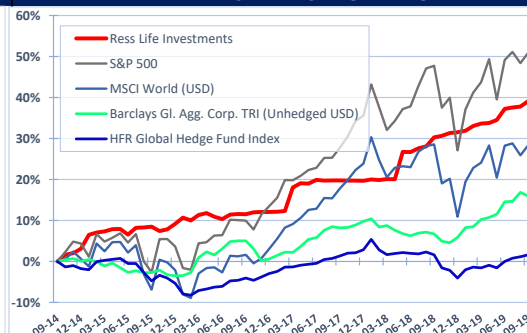
Data as of 30 September 2019

	Ress Life Investments (USD)	MSCI World (USD)	S&P 500	Barclays Global - Agg. Corp. Total Return Index (Unhedged USD)	HFR Global Hedge Fund Index
Return (Net after fees)					
September 30, 2019	1.0%	1.9%	1.7%	-0.8%	0.4%
Last 3 months	1.4%	0.1%	1.2%	1.2%	1.6%
Last 12 months, %	6.8%	-0.2%	2.2%	8.7%	0.0%
Year to date 2019, %	5.8%	15.7%	18.7%	9.6%	5.9%
5 year return	39.1%	28.4%	50.9%	16.0%	1.6%
Annualised return (5 years)	6.8%	5.1%	8.6%	3.0%	0.3%
Risk and key figures - 5 year period					
Annualised Standard deviation, %	4.0%	11.7%	12.0%	4.0%	4.0%
Downside deviation, annualised %	0.9%	7.9%	7.9%	2.3%	3.0%
Sharpe ratio	1.5	0.4	0.6	0.5	-0.2
Average losing month	-0.3%	-3.0%	-3.1%	-0.9%	-1.1%
Winning Months	76.7%	65.0%	68.3%	63.3%	63.3%
Best Month	5.6%	7.8%	8.3%	3.7%	2.4%
Worst Month	-1.3%	-7.7%	-9.2%	-2.8%	-3.1%
Max Drawdown	-1.3%	-14.9%	-14.0%	-5.3%	-8.9%
Longest recovery period in months	6	20	13	15	27

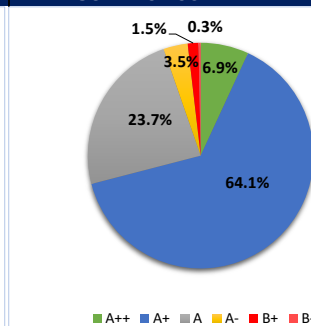
RISK vs. RETURN - 5 YEARS



NET PERFORMANCE - 5 YEARS



INSURANCE COMPANY RATING



MONTHLY RETURN - 5 YEARS (AFTER MANAGEMENT AND PERFORMANCE FEES)

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Annual	Net Asset Value (MUSD)
2014	0.36%	0.47%	0.29%	0.11%	0.09%	-0.15%	0.25%	0.01%	0.24%	1.60%	0.42%	1.04%	4.82%	39.9
2015	3.31%	0.51%	0.25%	0.55%	0.02%	-1.26%	1.53%	0.10%	0.18%	-0.98%	0.37%	1.23%	5.88%	63.8
2016	1.41%	-0.63%	1.24%	0.40%	-0.77%	-0.57%	1.02%	0.10%	-0.02%	0.43%	0.06%	0.01%	2.68%	81.6
2017	0.04%	0.15%	5.12%	0.86%	-0.06%	0.77%	-0.15%	0.02%	0.01%	-0.03%	-0.02%	-0.03%	6.77%	87.9
2018	0.27%	-0.11%	0.21%	-0.05%	5.57%	-0.03%	0.71%	0.38%	1.71%	0.29%	0.52%	0.15%	9.91%	117.1
2019	0.26%	0.90%	0.45%	0.08%	0.58%	1.99%	0.26%	0.15%	0.97%				5.76%	155.1

CORRELATION MATRIX - 5 YEARS

	Ress Life Investments (USD)	MSCI World (USD)	S&P 500	Barclays Gl. Agg. Corp. TRI (Unhedged USD)	HFR Global Hedge Fund Index
Ress Life Investments	1	0.02	0.01	0.03	-0.03
MSCI World (USD)	0.02	1	0.97	0.41	0.87
S&P 500	0.01	0.97	1	0.32	0.83
Barclays Gl. Agg. Corp. TRI (Unhedged USD)	0.03	0.41	0.32	1	0.40
HFR Global Hedge Fund Index	-0.03	0.87	0.83	0.40	1

RESS CAPITAL

EXECUTIVE SUMMARY

Strategy: To purchase US life insurance policies on the secondary market.

Goal: To manage a diversified life insurance portfolio, which generates stable and attractive returns over the long term.

Methodology: Selectively purchasing single US life insurance policies. Use of specially developed proprietary portfolio management and pricing models in order to optimise returns when purchasing policies that are held until maturity.

Target: Annual net return of 7% in USD.

WHY INVEST?

Risk diversification: Longevity, the main risk factor, is uncorrelated to equities, hedge funds and most other financial risk factors.

Alternative fixed income: The risk characteristics are similar to fixed income investments, but with a higher expected return

Stable performance: Realised volatility is 4% and the Sharpe ratio is 1.5 during the last five years.

Capital preservation: The strategy is suitable for investors where capital preservation is a key consideration.

Exchange-traded: The company is listed on Nasdaq Copenhagen and a market-maker provides daily prices.

INVESTMENT OBJECTIVE AND STRATEGY

Ress Life Investments aims to provide an annual return of 7% with low volatility by investing in the secondary market for US life insurance policies. The primary strategy is to hold the insurance policies until they pay out. The secondary market offers investors the opportunity to acquire life insurance policies at a discount to face value.

Resscapital has developed proprietary models for portfolio management and pricing in order to optimise returns when purchasing policies. Resscapital also collaborates with independent medical underwriters to assess longevity calculations on each policy acquired.

RISK MANAGEMENT

Policies are thoroughly analysed and at least two expert opinions are obtained on life expectancies, prior to purchasing. Portfolio risks and limits on portfolio diversification across insurance companies, life expectancies, age groups, etc. are monitored continuously. Resscapital only transacts with brokers who are registered and authorised, and all brokerage fees must be disclosed in a clear and transparent manner to the seller.

Diligent credit risk assessment with limits on each insurer has created a diversified life insurance portfolio. Policies are issued by over 50 different US life insurers. 75% of policies are issued by insurance companies with a credit rating of A+ (AM Best).

MANAGEMENT TEAM

Gustaf Hagerud: Managing Director, was previously Head of Asset Management at the public pension fund AP3 in Sweden and has over 30 years' experience in strategic asset allocation and investment management.

Anton Pozine: Head of Portfolio Management, has extensive experience in both life settlements and longevity-linked assets. Anton holds a M.Sc. in Industrial Engineering and Management from the Linköping Institute of Technology in Sweden.

Fredrik Thor: Portfolio Manager, has over 25 years of experience in the financial industry. Fredrik holds a Master of Science degree from the Royal Institute of Technology in Stockholm.

Jonas Mårtensson: Founder and Head of Sales, has an international finance background and has been working for major banks in Switzerland, Belgium and the UK, focusing on fund management and structuring derivative products to institutional investors.

Johan Jonson: Risk Manager, has over 25 years of experience in the financial industry. Primarily in risk management with alternative investment funds.

KEY FACTS

Legal Structure: Limited liability company, incorporated in Denmark

Investment Manager: Resscapital AB

Depositary: Nykredit Bank A/S

Administration: Citco Denmark ApS

Securities intermediary: Wilmington Trust

Auditor: Deloitte

Listing: Nasdaq Copenhagen

Market Maker: Carnegie Investment Bank

Liquidity: Monthly subscriptions. Redemptions, 205 days' notice period. 5% redemption fee with 30 days' notice period

Minimum Investment: USD 150 000

Management Fee: 1.5% per annum

Performance Fee: 15% above hurdle rate, The annual performance fee is capped at 1%

Hurdle rate: 4-week US T-bill +1% with a high watermark

Nasdaq short name: RLAINV

Bloomberg: RESSINV DC

ISIN: DK0060315604

HOW TO INVEST

Subscribe for shares: Ress Life Investments A/S issues new shares at the current Net Asset Value every month. The subscription agreement provides detailed instructions regarding the subscription process. Subscription agreement can be found at: www.resscapiital.com/invest/.

Buy shares on the stock exchange: Ress Life Investments A/S is listed on Nasdaq Copenhagen. The company's short name is RLAINV (ISIN DK0060315604). Shares can be bought through any stock exchange member. Current prices can be found on NasdaqOMXNordic at: www.nasdaqomxnordic.com/etp/alternativa-investeringsfonder

CONTACT INFORMATION

The Company: Ress Life Investments A/S. Holbergsgade 14, 2 tv, 1057 Copenhagen K, Denmark
Website: www.resslifeinvestments.com

Investment Manager (AIFM): Resscapital AB, PO Box 55916, Flanagan 2, 102 16 Stockholm, Sweden
Website: www.resscapiital.com
Phone number: +46 8 545 282 09
Mail: jonas.martensson@resscapital.com

Signatory of:



DISCLAIMER This information sheet (the "Information Sheet") does not constitute or form part of either an invitation, offer or recommendation. Neither Resscapital nor any of their respective directors, officers, employees or any other person makes any promise as to the fairness, accuracy or completeness of this Information Sheet, or of any other information or opinions, whether written or oral, that have been prepared or furnished by Resscapital. Without prejudice to the foregoing, neither Resscapital, nor any of their respective directors, officers, employees or advisers nor any other person shall be liable for any loss or damage (whether direct, indirect or consequential) suffered by any person as a result of relying on any statement in or omission from this Information Sheet. Nothing in this Information Sheet should be construed as legal, financial, accounting, tax or other advice.