



Solidum Event Linked Securities Fund Limited - SAC Fund 2

Classes I-1 and I-2

February 28, 2025

Fund objective

The Solidum ELS Fund is an open-end fund registered in Bermuda. The Fund's objective is to achieve long term capital appreciation and low correlation to fixed income, equity and non-traditional investments. The Fund holds a diversified portfolio of insurance linked securities which can have the structural format of catastrophe bonds, notes and derivatives, industry loss warranties, sidecars, reinsurance contracts or other instruments transferring insurance event risk or genuine insurance underwriting risk. As the insurance event linked securities market evolves, new products may become available and the Fund may also invest in such products. The portfolio is actively managed in an attempt to achieve optimal returns in the context of the prevailing market environment. Leverage can be used in order to enhance investment returns, and active hedging may be employed to minimize downside risk. In addition to its functional currency USD, the Fund offers CHF, EUR and GBP share classes. The equity capital of the non-USD share classes is hedged to reduce FX effects.

Key information

Fund name:	Solidum Event Linked Securities Fund Limited, SAC Fund 2	Share classes	
Strategy	Insurance linked securities	USD I-1	Bloomberg SLDEUI1 BH <Equity>
Focus	Cat bonds, reinsurance and retrocession		ISIN BMG827362192
Subscription	Monthly		Share class inception January 1, 2014
Redemption	Monthly		Current NAV 29'931.49
Lockup	none		Minimum investment 12'500'000
Redemption notice	95 days		Management fee 1.00%
Stepped redemption	25% each three months	USD I-2	Bloomberg
Leverage	possible		ISIN BMG827362507
Domicile	Bermuda		Share class inception June 1, 2019
Fund Type	Open-end segregated accounts company		Current NAV 21'804.35
Investment manager	Solidum Partners AG		Minimum investment 25'000'000
Administrator	Tromino Financial Services Ltd.		Management fee 0.80%
Custodian	Brown Brothers Harriman & Co		
Auditor	Ernst & Young		
Valuation day	Last day of month		
Reporting	Monthly		
Financial year-end	December 31		
Distribution	Accumulating		
Fund inception	December 1, 2006		
Performance fee	none		

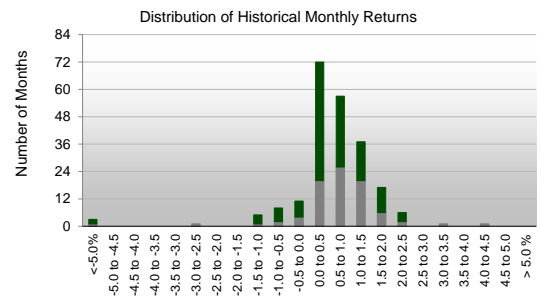
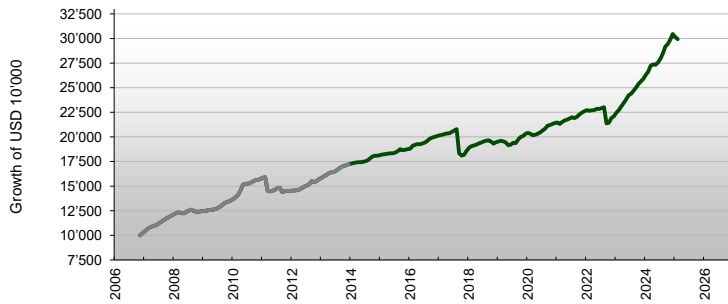
Historical performance¹

	Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year
Solidum ELS Fund	2025	-1.00%	-0.72%											-1.72%
SAC Fund 2	2024	1.58%	1.27%	2.21%	0.51%	-0.14%	0.81%	1.39%	1.95%	2.44%	0.88%	1.53%	1.92%	17.60%
Class USD I-1	2023	1.58%	1.24%	1.64%	1.49%	1.55%	1.80%	0.67%	1.17%	1.28%	1.49%	1.05%	1.02%	17.18%
	2022	0.53%	-0.31%	0.24%	0.02%	0.55%	0.05%	0.35%	0.36%	-7.08%	0.29%	2.21%	0.82%	-2.24%
	2021	0.32%	-0.72%	0.94%	0.73%	0.38%	0.54%	0.55%	-0.36%	0.63%	1.01%	0.87%	0.61%	5.62%
	2020	0.47%	-0.44%	-0.78%	0.33%	0.43%	0.71%	0.91%	0.91%	1.39%	0.42%	0.51%	0.40%	5.36%
	2019	0.37%	0.35%	-0.28%	-0.62%	-1.39%	0.29%	1.04%	-0.27%	1.84%	1.41%	0.42%	1.16%	4.36%
	2018	1.75%	0.84%	0.43%	0.37%	0.68%	0.47%	0.54%	0.44%	0.26%	-0.77%	-1.04%	0.78%	4.83%
	2017	0.34%	0.23%	0.42%	0.30%	0.10%	0.65%	0.70%	0.64%	-11.7%	-1.31%	0.41%	2.18%	-7.56%
	2016	0.21%	1.55%	0.59%	0.44%	-0.10%	0.35%	0.45%	0.89%	1.14%	0.60%	0.39%	0.41%	7.14%
	2015	0.31%	0.34%	0.24%	0.22%	0.15%	0.06%	0.35%	0.80%	1.12%	-0.69%	0.32%	0.31%	3.58%
	2014	0.33%	0.38%	0.27%	0.18%	0.04%	0.24%	0.37%	0.75%	1.26%	0.95%	0.12%	0.12%	5.10%
	2013	0.76%	1.07%	0.83%	1.13%	0.51%	0.21%	0.92%	1.05%	1.12%	0.58%	0.43%	0.59%	9.59%
	2012	0.22%	0.07%	0.20%	0.51%	0.97%	1.09%	0.65%	1.04%	1.88%	-0.72%	0.82%	1.25%	8.26%
	2011	0.80%	0.36%	-8.65%	-0.44%	0.43%	0.72%	1.12%	0.29%	-2.98%	0.63%	0.28%	-0.06%	-7.66%
	2010	1.21%	1.28%	1.79%	3.25%	4.07%	0.39%	0.22%	0.31%	1.10%	0.81%	0.26%	0.52%	16.20%
	2009	0.22%	0.16%	0.42%	0.18%	0.30%	0.59%	0.93%	1.25%	1.68%	1.17%	0.63%	0.76%	8.60%
	2008	1.13%	0.97%	0.35%	-0.69%	0.02%	1.34%	0.82%	0.73%	-1.20%	-0.43%	-0.13%	0.59%	3.51%
	2007	2.10%	2.14%	1.59%	0.92%	0.82%	0.96%	1.45%	1.40%	1.50%	1.41%	1.16%	1.24%	18.01%
	2006												1.98%	
Solidum ELS	2025	-0.99%	-0.71%											-1.69%
SAC Fund 2	2024	1.59%	1.29%	2.23%	0.53%	-0.13%	0.83%	1.40%	1.97%	2.46%	0.90%	1.54%	1.94%	17.84%
Class USD I-2	2023	1.60%	1.26%	1.65%	1.50%	1.56%	1.82%	0.69%	1.19%	1.29%	1.51%	1.07%	1.03%	17.41%
	2022	0.54%	-0.29%	0.25%	0.04%	0.57%	0.06%	0.37%	0.38%	-7.06%	0.31%	2.23%	0.83%	-2.04%
	2021	0.34%	-0.70%	0.95%	0.75%	0.40%	0.56%	0.57%	-0.34%	0.65%	1.03%	0.88%	0.62%	5.84%
	2020	0.48%	-0.42%	-0.76%	0.34%	0.44%	0.72%	0.93%	0.93%	1.41%	0.43%	0.53%	0.41%	5.57%
	2019						0.30%	1.06%	-0.25%	1.86%	1.42%	0.44%	1.18%	6.15%

¹ The institutional classes were launched on 1.1.2014 and 1.6.2019 respectively. Returns until 2013 are based on the formerly existing USD class with 1.5% mgmt. and 15% perf. fee structure. Performance of the SAC Fund 2 master portfolio: w/o performance of a recovery fund (USD -2.54%) established for the 2011 events, closed in 2015.



Historical performance (USD)



Historical return analysis since inception share class (USD I-1)

Historical return characteristics		Historic Performance	Monthly	Annualised
Current NAV per USD I-1 share	29'931.49	Average return	0.42%	5.07%
Return year-to-date	-1.72%	Standard Deviation	1.43%	4.95%
Return last 12 months	12.36%	Sharpe Ratio (3m US Gov.)	0.28	0.98
Return last 36 months, p.a.	9.73%	Correlation Analysis		
Return last 60 months, p.a.	8.06%	(monthly return data)		
Return since inception, p.a.	5.07%	S&P 500		0.13
Return since inception (cumulative)	73.79%	NASDAQ Composite		0.14
Best month (since inception)	2.44%	Global Sov. USD hedged		0.15
Worst month (since inception)	-11.73%	S&P 500 Inv. Grade Corp Bond Total Return		0.18
Maximum drawdown (since inception)	-13.05%	S&P 500 HY Corp Bond Total Return		0.12
Longest recovery period	35 months	HFRI FOF		0.13
Positive month (since inception)	86%			

Manager comment

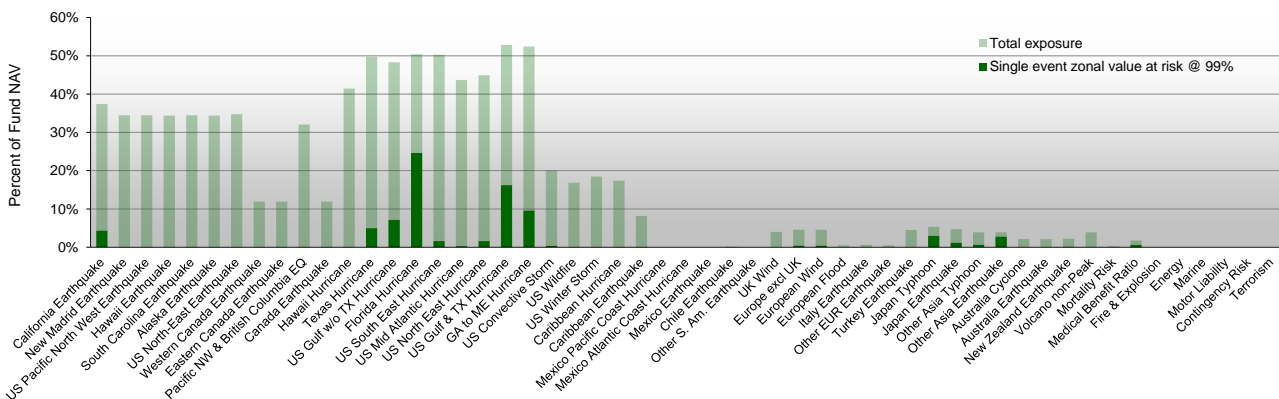
In February, the performance continued to be impacted by the two major fire disasters in the greater Los Angeles area. The Palisade and Eaton fires both broke out on January 7 and were not fully contained until early February. The California Department of Forestry and Fire Protection (Cal Fire) reports 18'300 structures damaged or destroyed, and Property Claims Services (PCS) estimates insured losses at \$18.7 bn and \$15.2 bn, respectively.

The exact impact of the two fires is only beginning to become clear as more insurers release initial claims estimates. Cat bonds in the Fund's portfolio with single loss coverage will not be affected by the events. There has been a significant erosion of the deductibles in aggregation structures, with a corresponding increase in the risk of these bonds for the remainder of their respective risk periods. This development is reflected in the secondary market prices at the end of February. The Fund's private transactions are not affected by the fires.

In the primary market, issuance activity stabilized at high levels. In February, seven new Cat Bond programs with a volume of more than \$2.5 billion were issued. While the ILS market is generally not affected by social or economic events, it is worth noting that the wide-ranging staffing decisions at federal US agencies have had an unexpected impact on the ILS industry: FEMA will not renew its long-standing FloodSmart program covering hurricane-induced flood damage due to staffing shortages. Hurricane research is also experiencing a dampener this year, with a significant number of scientists leaving the National Oceanic and Atmospheric Administration NOAA, which among other things is tasked with hurricane research and the severe weather forecasts for the U.S.

Exposure information

Total exposure and annual value at risk (99%) by region and line of business



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