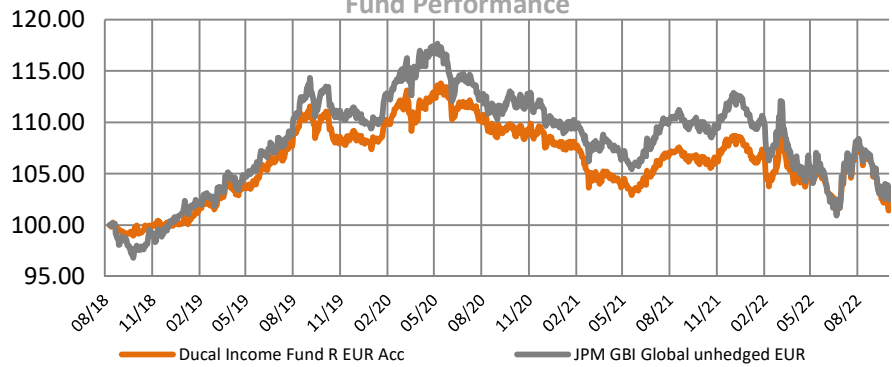


Investment Strategy

The objective of Ducal Income Fund is to generate income and long-term capital growth by investing globally (including emerging markets) in debt and short term securities. Debt and short term securities may include investment grade as well as non-investment grade and unrated debt. The Fund's benchmark is the JPM GBI Unhedged EUR.

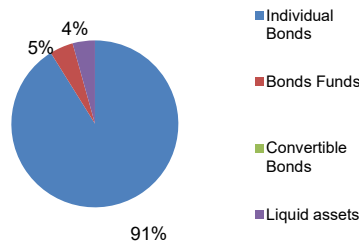
The Fund will invest mainly, directly or indirectly, in a portfolio of investment grade and non-investment grade debt securities without sectoral, rating or geographical constraints. The Fund may invest up to 33% of its net assets in non-investment grade bonds. However the fund does not invest in securities rated CCC+ or below by S&P (or equivalent). The average rating of the fund will never be below BBB-. The Fund may invest up to 10% of its net assets in convertible securities. The Fund may invest up to 10% of its assets in other UCITS or other UCI's. The Fund can invest in derivative instruments. The Fund may temporarily keep 100% of its assets in cash and cash equivalents.



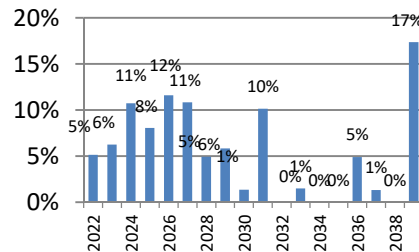
	QTD	YTD	1Y	3Y	5Y	10Y
Ducal Income Fund R EUR Acc	-1.1	-3.7	-2.0	-0.9		
JPM GBI Global unhedged EUR	-2.5	-6.6	-4.5	-1.2		

Fund holdings

Asset allocation



Maturity allocation



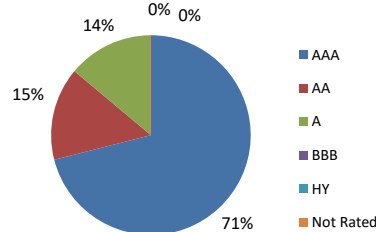
Top 5 Bonds

USD US TREASURY N/B 0.5% 2027	8.8%
USD US TREASURY N/B 2.375% 2042	6.2%
USD US TREASURY N/B 2.625% 2029	5.6%
JPY JAPAN GOVT CPI 0.005% 2031	5.2%
USD TSY INFL IX N/B 0.5% 2024	5.1%

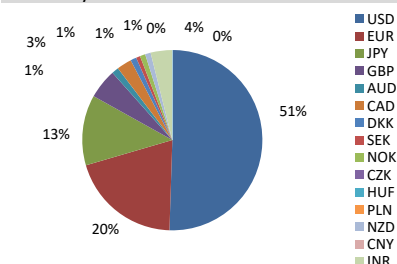
Characteristics

Launch date	10/08/2018
NAV	101.44 EUR
Total net assets (all share classes). in Mn	5.89
Legal structure	SICAV
Share class type	Accumulation
ISIN Code	LU1856981656
Benchmark	JPM GBI Global Unhedged EUR
Entry charge	Max. 2 %
Exit charge	Max. 1 %
Frequency NAV	Daily
Ongoing charges	2.08%
Annual Management charges	1.00%
Performance fees	none
Minimum subscription	1 unit
Relative risk profile	1 2 3 4 5 6 7
Depositary bank	CACEIS Bank, Luxembourg
Management Company	Branch Crestbridge Management Company S.A

Rating breakdown (Composite)



Currency breakdown



Bonds

Modified Duration	6.4
Yield To Maturity	2.2%
Avg. Credit Rating (WARF)	AA-
Avg. Credit Rating	AAA

Commentary of the manager

The past quarter, despite an attempt to rebound in July, ended once again in the red, with the Stoxx 600 index of European equities falling by 4.7% over the period, the third consecutive decline since the 2008 financial crisis. If the trend is not reversed in the final quarter, stock markets are likely to have their worst year since the financial crisis.

The situation is no better on the other side of the Atlantic, with the S&P 500 down 5.3%.

Since the beginning of the year, these indices have lost more than 20%. The decline of the US technology stock index, the Nasdaq, is down nearly 30%. The Japanese and British stock exchanges limited the decline with respectively -8 and -4%.

The Bund (German government bond) ten-year interest rate ended the quarter slightly above 2%, whereas it was still only 1.3% at the end of June, and slightly negative at the beginning of the year! Even at the time of the last bond crash (1994) the rate had not risen so sharply. European sovereign debt indices have fallen again this quarter by about 4%, reaching a year-to-date decline of over 16%.

The rise in interest rates is also present in other markets, with US rates rising from 3 to 3.8% and UK rates from 2.2 to 4.1%! Note that Japanese rates remained stable at 0.2%.

Gold prices fell by 8.1% (in USD) during the quarter, while oil prices fell by almost 25% (in USD).

The US dollar was one of the few currencies, like the CHF, to appreciate against the euro in the previous quarter, with +6.2% and +3.4% respectively. The other dollars, as well as the various crowns, depreciated by 0.8% (CAD) to 3.6% (NOK).

The financial markets remain in a state of flux, swayed between fundamentals suggesting a slowing economy, an energy crisis, especially in Europe, and rampant inflation in most countries. Central banks are acting to try to curb inflation, through a succession of interest rate hikes. A possible slowdown in the pace of rate hikes by central banks would be a positive catalyst for the market in the short term, but this is not yet the case. In the meantime, we remain cautious and have adopted a neutral approach to the market.

In the past quarter, the portfolio's average duration was slightly lower than its benchmark, mainly due to the underweighting of long-term bonds, while favoring high-quality EUR-zone bonds. The position in inflation-linked government bonds remains unchanged for the time being. The position in USD remains slightly overweight (+3%), while the position in Japanese yen remains underweight (about 5.5%).

Disclaimer

Source (unless otherwise stated): Ducal Investment Fund S.A.. Period under consideration (unless otherwise stated): month prior to the date of publication of this document. Performance calculated NAV to NAV (net of fees and Luxembourg taxes) gross income and dividends reinvested, in the base currency of the respective sub-fund, excluding initial and exit charges at the date of this document. Initial and exit charges could affect the value of the performance. The performance represented is historical; past performance is not a reliable indicator of future results and investors may not recover the full amount invested. The value of shares can greatly fluctuate as a result of the sub-funds investment policy and cannot be ensured. If the base currency of the respective sub-fund differs from the currency of the country where the investor resides the represented performance might vary due to currency fluctuations. The sub-funds mentioned are part of Ducal Investment Fund, SICAV, an open-ended Luxembourg-based investments company (Société d'Investissement à Capital Variable), validly formed and existing in accordance with laws of Luxembourg and European Council Directive 2009/65/EC of 13 July 2009. This document is advertising material and does not disclose all relevant information concerning the presented sub-funds. Any investment decision in the sub-funds should be made on the basis of the current prospectus, which is available, along with the Key Investor Information Document, the current annual and semi-annual reports, electronically in English and in the local language of the market where the mentioned SICAV is authorised for distribution, without charge upon request from Ducal Investment Fund S.A., 5, Allée Scheffer, L-2520 Luxembourg, from the local representatives or information agents, or from our distributors. Investments in derivative and foreign exchange transactions may be subject to significant fluctuations which may affect the value of an investment. Investments in Emerging Markets involve a higher element of risk. The value of shares can greatly fluctuate as a result of the sub-funds investment policy and cannot be ensured. For further details of investment risks associated with these sub-funds, please refer to the relevant Key Investor Information Document, available as described above. Ducal Investment Fund S.A. only publishes product-related information and does not make any investment recommendations. Published by Ducal Investment Fund S.A., which is authorized by the Commission de Surveillance du Secteur Financier in Luxembourg. Further information can be obtained from your financial advisor. He/she can advise you independently of Ducal Investment Fund.