



TECUMSEH

ALTERNATIVES, LLC

October 2021 Portfolio Update

Tecumseh - AIR II Fund

Dear Tecumseh – AIR II Fund investor,

The Tecumseh AIR II fund had another successful month in October, recording a gain of 0.93% which brings the YTD to 10.41%. To give you an idea of the current breakdown of the three sub-funds we are invested in here is a chart with some pertinent information:

	AIR Policy Portfolio 1	AIR Life Opportunity Fund	AIR Annuity Fund
Number of Policies Owned on 10/31/21	136	62	77
Life Settlements purchased in 3rd quarter (7/1/21 - 9/30/21)	17	14	33
Average Policy Valuation on 10/31/21	\$606,331	\$763,461	\$188,555
Average Policy Net Death Benefit Policies Owned on 10/31/21	\$1,338,372	\$1,760,597	\$417,048

We are still expecting a monetization event in the AIR Annuity fund very soon which will boost returns even more than the 11.4% YTD. AIR Policy Portfolio I is also doing well with a YTD return of 14.7%. However, AIR Life Opportunity Fund has under performed this year with a return of 6.5%. This is due to maturities being lower than planned. However, maturities tend to be lumpy and we can expect over time that this fund will perform close to its historic average.

For those that follow the original AIR II fund we have slightly under performed this year (after over performing last year). This is due almost entirely to the relative under performance of AIR Life Opportunity Fund and our higher exposure to it. As the returns for the fund get back to expectations we should see the Tecumseh AIR II fund meet or even beat the returns of the original AIR II Fund.

If you have any questions or comments please, please feel free to contact either of us.

Chad Meyer

cmeyer@tecumsehalts.com

312-543-2204

Mike Belotz

mbelotz@tecumsehalts.com

646-469-5612