

LSF – AUS Alternative UCITS Strategies

Data as of 31 May 2019

Fund performance and risk analysis

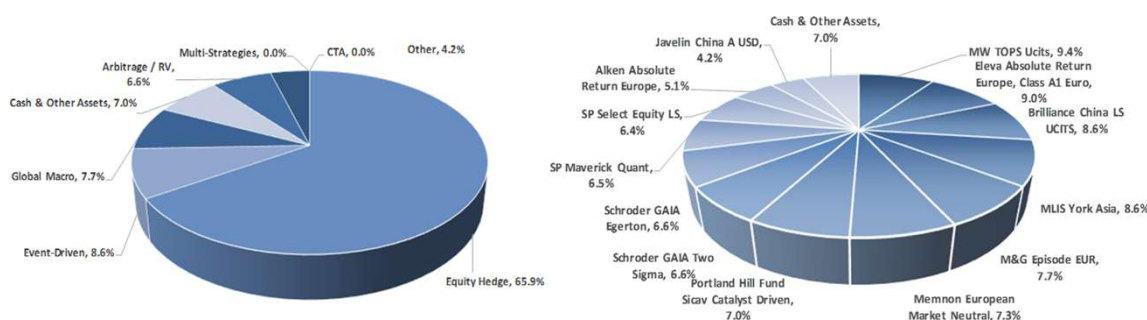
Monthly NAV



Historical monthly returns

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2015	0.24%	0.90%	0.42%	0.19%	0.89%	-0.74%	-0.58%	-1.89%	-1.09%	0.78%	0.92%	-1.04%	-1.04%
2016	-1.83%	-2.01%	1.48%	-0.51%	-0.03%	-1.00%	1.09%	0.01%	0.18%	-0.35%	-0.20%	0.55%	-2.64%
2017	0.27%	0.96%	0.32%	0.98%	0.84%	-0.19%	-0.07%	0.02%	-0.39%	0.85%	0.27%	0.06%	3.98%
2018	0.84%	-1.16%	-1.52%	-0.33%	0.40%	-0.80%	-0.77%	-1.56%	-0.40%	-3.73%	-0.69%	-3.35%	-12.40%
2019	3.66%	2.11%	0.44%	1.52%	-2.80%								4.91%

Asset allocation



Manager commentary

LSF - Alternative UCITS Strategies ended the month down by -2.44% in EUR compared with the MSCI AC World Hedged EUR down by -4.73% (Performance from Thursday May 2nd to last Wednesday, May 29th; -2.80% if we consider performance from April 24th – last Wednesday to May 29th). VIX (Implied Volatility) ended the month at 18.7% up from 13.1% whilst credit spread stayed almost flat. May saw the US-China trade reappearance into the markets that we can almost call now “US-Rest of the World” trade war as the US administration considers to take further tax measures against Germany and even Mexico!

Equity markets trembled measured by the MSCI indexes: China down by -13.1% in USD, USA down by -6.4% in USD and Europe finished also down by -5.1% in EUR. After nine months of operations, LSF- AUS is down -3.4% in EUR compared with its benchmark down by -4.6% with a much lower volatility of 5.7% versus 14.9% for the benchmark.

Best positive performances on the top positions came from: MW TOPS (+0.8%; L/S Europe), BG Absolute (+0.6%; Multi Strategies) and Two Sigma (+0.6%; Arbitrage Relative Value). Main detractors were Javelin (-10.8%; Others), Brilliance China (-5.8% ;L/S China) and Maverick (-4.7%; L/S US).

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Fund Description

The AUS Fund invests in UCITS funds pursuing alternative strategies displaying a good level of resistance in periods of market stress.

The objective of the Fund is to beat the MSCI AC World Hedged EUR with half of its volatility over an economic cycle.

To achieve this goal, the AUS Fund invests mainly in Long/Short Equities and Event Driven Equity-linked strategies. Global Macro and CTA (Managed Futures) are used time-to-time to obtain some decorrelations.

Normally, the AUS Fund will include between 12 and 20 target UCITS Funds. Heron Asset Management is responsible for the portfolio management. However, the due diligence process of the target Funds is delegated to third-party specialists. Within this process, the downside volatility of the target Funds and their robustness in periods of strong market turbulences play a very critical role.

Fund facts

Nav as of 31 May 2019: €92.07
AUM as of 31 May 2019: €4.5 mln

Currency classes: EUR, CHF
Base currency: EUR
Inception date: 29 Dec 2014
Management fee: 1.50%
Perf. Fee: 5% of net yearly performance with High Watermark
Liquidity: Weekly
Fund Type: UCITS IV
Investment manager: Heron Asset Management SA
ISIN: LU1136674279
Valoren: 25986746
Bloomberg: LSFASA1 LX

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