

### Fund Overview

Base Currency	USD
Fund Inception	01.06.2016
Benchmark	HFRX Macro Multi-Strategy, HFRX Macro/CTA Index
Fund Type	Hedge Fund
Min Investment	USD 200,000

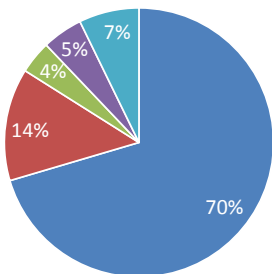
### Fund Managers

Eng Guan Lim, M.Eng, M.Sc  
Patrick Ling Lee-Ee, M.Sc

### Fund Terms

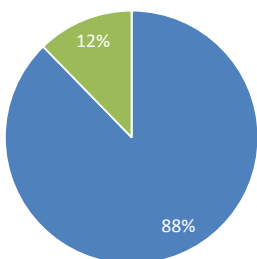
Fund Domicile	Cayman Islands
Product Type	Open-Ended
NAV Reporting	Monthly
Management Fee	2%
Performance Fee	20%
High Watermark	Yes
Lock Up Terms	None
Subscription	Monthly
Redemption	Monthly

### Asset Allocations<sup>1</sup>



■ Equity ■ Bond ■ Commodity  
■ Volatility ■ Reit

### Region Allocations<sup>1</sup>

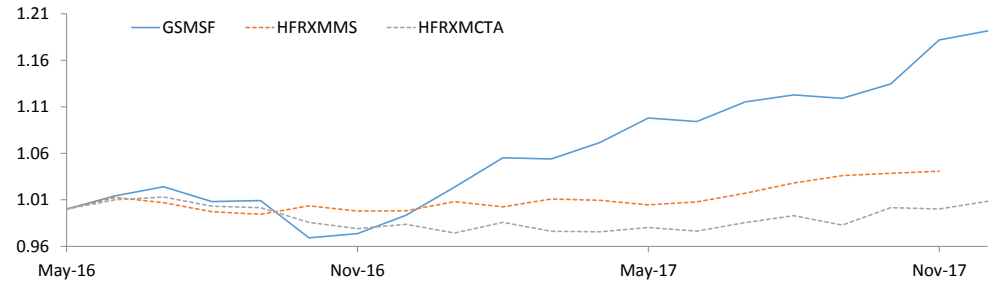


■ N. America ■ Europe  
■ Asia Pacific ■ Latin America

### Investment Objective

The Global Systematic Multi-Strategy Fund (GSMSF) is an all-weather fund that seeks to achieve a stable annualized payout of 15-20% with low volatility over the long term across different market conditions. The Fund employs a diversified systematic approach across asset classes, geographical regions, time frames and strategies to capture different market opportunities and inefficiencies in order to deliver a consistent risk-adjusted return.

### Performance



GSMSF: Global Systematic Multi-Strategy Fund  
HFRXMMS: HFRX Macro: Multi-Strategy Index  
HFRXMCTA: HFRX Macro/CTA Index

Gross %	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2016						2.0	1.4	-1.8	0.3	-4.0	0.6	2.2	0.5
2017	3.8	4.0	0.0	2.3	3.2	-0.3	2.6	1.0	-0.2	1.9	5.4	1.2	27.8

Gross are returns without fees

Net %	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2016						1.4	1.0	-1.6	0.1	-4.0	0.5	2.0	-0.7
2017	3.0	3.1	-0.1	1.7	2.5	-0.3	1.9	0.7	-0.3	1.4	4.2	0.8	20.0

Returns are net of all expenses and fees

Payout	2016	2017
%	0.0	20.0

This is what an investor who invested at the start of each year will receive. Individual investor may receive different amounts depending on when they invest

	GSMSF	HFRX MMS	HFRX MCTA
Month To Date	0.8%	0.2%	0.8%
Year To Date	20.0%	4.3%	2.5%
Inception To Date	19.2%	4.1%	0.8%
3M Returns	6.5%	1.2%	2.6%
Annualized Returns	11.7%	2.7%	0.5%
Annualized Volatility	6.4%	2.4%	3.2%
Sharpe Ratio	1.8	1.1	0.2
Max Drawdown	-5.4%	-1.8%	-3.8%
<b>2017 Payout</b>	<b>20.0%</b>	-	-

### Service Providers

Investment Manager	Hengfai Asset Management Pte Ltd
Fund Broker	Interactive Brokers LLC, Bank Pictet & CIE (Asia) Ltd
Fund Custodian	Interactive Brokers LLC, Bank Pictet & CIE
Fund Administrator	Maples Fund Services (Cayman) Limited
Fund Auditor	BDO LLP
Legal Advisors	Maples and Calder (Singapore) LLP, Shook Lin & Bok LLP

<sup>1</sup> Allocations are based on gross exposures

### Manager Commentary

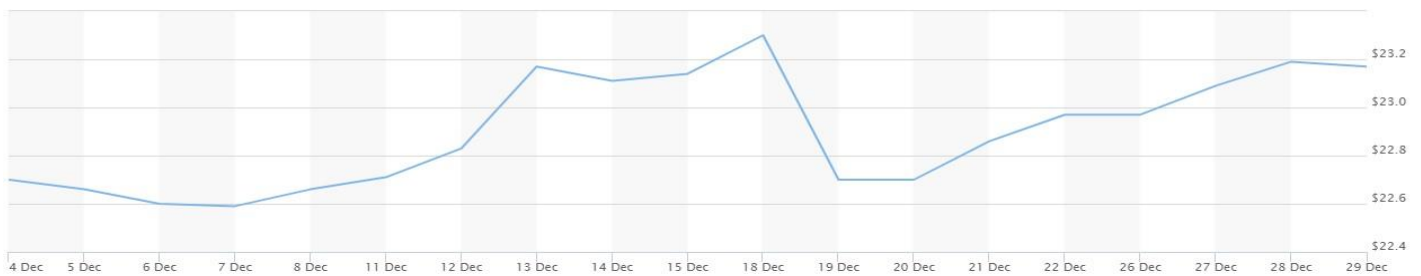
#### The Year Extraordinaire

If there were a Guinness Book of World Records for capital markets, 2017 would certainly win an award. We will write a separate piece shortly to explain why 2017 was such an extraordinary year but for now, let's review the final month of 2017. December was a quiet month as most market participants were either on holidays or were winding down for year end festivities. Hence, there was not much by way of market movements. S&P500 was up 1% while both the US 10yr treasuries and US REITs were flat. Gold was the stand-out, up about 2%, likely due to the weakening of the USD as the Fed made sure to communicate to markets that they are in no rush to tighten monetary policy.

#### Portfolio Summary

All our strategies generated profits. The returns are driven again by the upward equity trend as well as tactical trades from our mean reversion strategy. Although markets were generally quiet, there were some swings in selected markets around the world that we were able to capitalize on, particularly in Australia and Taiwan. On the flip side, our hedge overlay detracted a fair bit from gains due to the steep contango in the VIX term structure. Our overall portfolio delivered a net returns of 0.8% for December closing 2017 with a net returns of 20.0%. Investors that invested at the start for 2017 will receive a profit payout of 20%.

• US:EWA



• US:EWT



Swings in Australia (EWA) and Taiwan (EWT)



FROM THE PORTFOLIO MANAGERS, PATRICK AND ENG GUAN

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