



## Selected Alternatives

December-17

### DISCLAIMER

This publication is for general information only. It is not intended as an offer or solicitation for the purchase or sale of any financial instrument. Past performance is no guarantee for future results. You should note that high performance targets can only be achieved by accepting higher risk of the portfolio. Where included in this document, benchmarks and index data provided are for illustrative purposes only. The portfolio / strategy mentioned does not formally track any such benchmarks or indices and no representation is made as to relative future performance or tracking deviation. In some circumstances it may be difficult for the investor to sell or realise such investments or obtain reliable information about their value. Where an investment is denominated in a currency other than the investor's currency, changes in rates of exchange may have an adverse effect on the value, price of, or income derived from the investment. The investments discussed may not be suitable for all investors. Before committing to an investment, you should seek for the professional investment, legal, tax or accounting advise.

All information provided in this publication is considered reliable. In the event of changing market circumstances MC Investments will not be held responsible for any damages experienced by investors.

<b>RELATIVE VALUE STRATEGY</b>		Dec-17	2017 (YTD)	CAGR	Ann. Stdev	SHARPE
HFRI Relative Value (Total) Index		0,76%	5,11%	5,75%	4,70%	1,13
<b>SELECTED RV Fund #1</b>		<b>1,28%</b>	<b>17,94%</b>	<b>21,21%</b>	<b>3,20%</b>	<b>6,49</b>
Inception date: <b>June-09</b>				<b>Strategy:</b>	The Fund represents yield alternative sub-strategy with its exposure to life settlement market. It invests in carefully selected life insurance policies that are beyond the contestability period. <u>Vehicle: Luxembourg SICAV SIF.</u>	
AUM (M): <b>\$949M</b>	2016	18,80%				
Liquidity: <b>Quarterly, 90 d. n.</b>	2015	24,09%				
Minimum: <b>€125 000</b>	2014	22,08%				
<b>SELECTED RV Fund #2</b>		<b>0,43%*</b>	<b>7,62%</b>	<b>13,38%</b>	<b>1,88%</b>	<b>6,88</b>
Inception date: <b>April-10</b>				<b>Strategy:</b>	The Fund focuses on short term, senior secured debt transactions and associated advisory services primarily for listed small medium enterprises. The Fund has diligent crediting procedure and targets 75% loan to value ratio. <u>Vehicle: Cayman Islands/US Master/Feeder structure.</u>	
AUM: <b>\$474 M</b>	2016	9,66%				
Liquidity: <b>Monthly, 30 d. n.</b>	2015	9,38%				
Minimum: <b>\$100 000</b>	2014	11,82%				
<b>SELECTED RV Fund #4</b>		<b>0,26%</b>	<b>5,54%</b>	<b>7,63%</b>	<b>6,63%</b>	<b>1,09</b>
Inception date: <b>June-09</b>				<b>Strategy:</b>	The Fund invests in the best European relative value across corporate and structured credit in both performing and distressed securities, applying fundamental value analysis. It uses structure and documentation arbitrage, and investor activism. <u>Vehicle: Cayman Islands Master/Feeder structure.</u>	
AUM: <b>€379 M</b>	2016	1,43%				
Liquidity: <b>Monthly, 90 d. n.</b>	2015	0,22%				
Minimum: <b>€150 000</b>	2014	6,55%				
<b>SELECTED RV Fund #5</b>		<b>0,50%</b>	<b>7,21%</b>	<b>6,59%</b>	<b>3,51%</b>	<b>1,76</b>
Inception date: <b>July-11</b>				<b>Strategy:</b>	The Fund invests in senior, real estate debt securities backed by commercial and residential property in the UK and Europe. The investment approach emphasises a rigorous valuation of the underlying RE property and a detailed understanding of the loan structure. <u>Vehicle: Cayman Islands Master/Feeder structure.</u>	
AUM: <b>£682 M</b>	2016	5,25%				
Liquidity: <b>Monthly, 30 d. n.</b>	2015	2,92%				
Minimum: <b>£100 000</b>	2014	6,79%				
<b>SELECTED RV Fund #6</b>		<b>1,01%</b>	<b>12,90%</b>	<b>19,92%</b>	<b>4,20%</b>	<b>4,64</b>
Inception date: <b>August-11</b>				<b>Strategy:</b>	The Fund seeks to maximize risk-adjusted returns with low downside risk by investing in out-of favor, analysis-intensive mortgage-backed securities while also strategically investing in closed-end funds, municipal bonds and small business administration securities. <u>Vehicle: Delaware General/Limited partnership.</u>	
AUM: <b>\$357 M</b>	2016	8,22%				
Liquidity: <b>Quarterly, 60 d. n.</b>	2015	8,12%				
Minimum: <b>\$1 000 000</b>	2014	13,87%				
<b>SELECTED RV Fund #7</b>		<b>8,46%*</b>	<b>1,71%</b>	<b>23,35%</b>	<b>16,13%</b>	<b>1,42</b>
Inception date: <b>July-11</b>				<b>Strategy:</b>	The Fund relies on proprietary fundamental analysis and quantitative models to discretionally trade the US natural gas market. The Manager expresses its view on outright price and calendar spreads by applying directional, relative value and option strategies. <u>Vehicle: BVI offshore Fund.</u>	
AUM: <b>\$160 M</b>	2016	8,11%				
Liquidity: <b>Monthly, 45 d. n.</b>	2015	-2,07%				
Minimum: <b>\$1 000 000</b>	2014	26,06%				

\* - as of November

<b>MACRO</b>		Dec-17	2017 (YTD)	CAGR	Ann. Stdev	SHARPE
HFRI Macro (Total) Index		0,62%	2,20%	3,19%	4,63%	0,60
<b>SELECTED M Fund #1</b>		<b>2,89%</b>	<b>31,44%</b>	<b>16,85%</b>	<b>16,69%</b>	<b>0,98</b>
Inception date: <b>December-05</b>				<b>Strategy:</b>	It is an opportunistic, global macro fund with the exposure to liquid asset markets. The Fund enters into tactical, catalyst-driven, long-term anomaly trading opportunities. It's positioning is based on their own global macro and fiscal policy believes. <u>Vehicle: Cayman Islands Master/Feeder structure.</u>	
AUM: <b>\$384 M</b>	2016	14,37%				
Liquidity: <b>Monthly, 3 d. n.</b>	2015	-21,48%				
Minimum: <b>\$100 000</b>	2014	31,90%				
<b>SELECTED M Fund #3</b>		<b>-0,50%</b>	<b>7,95%</b>	<b>8,50%</b>	<b>4,15%</b>	<b>1,94</b>
Inception date: <b>April-12</b>				<b>Strategy:</b>	The Fund invests in both long and short positions in liquid Asian market themes across FX, rates and credit markets. The focus is on identifying long-term trades that can be locked in at attractive valuation levels due to market dislocations. <u>Vehicle: Cayman Islands Master/Feeder structure.</u>	
AUM: <b>\$219 M</b>	2016	5,47%				
Liquidity: <b>Monthly, 60 d. n.</b>	2015	-0,95%				
Minimum: <b>\$250 000</b>	2014	9,91%				
<b>SELECTED M Fund #5</b>		<b>-2,15%</b>	<b>2,21%</b>	<b>8,63%</b>	<b>10,94%</b>	<b>0,75</b>
Inception date: <b>December-07</b>				<b>Strategy:</b>	The Fund's strategy is based on proprietary investment models that provide unique insights into how fundamental drivers interact with the dynamics of asset price returns. The strategy trades liquid instruments such as currencies, government bond futures and equity index futures. <u>Vehicle: Cayman Islands Master/Feeder structure.</u>	
AUM: <b>\$1095 M</b>	2016	7,35%				
Liquidity: <b>Monthly, 7 d.n.</b>	2015	4,47%				
Minimum: <b>\$100 000</b>	2014	14,86%				
<b>EQUITY HEDGE</b>		Dec-17	2017 (YTD)	CAGR	Ann. Stdev	SHARPE
HFRI Equity Hedge (Total) Index		1,32%	13,46%	4,47%	8,19%	0,49
<b>SELECTED EH Fund #2</b>		<b>11,70%</b>	<b>52,38%</b>	<b>37,52%</b>	<b>26,45%</b>	<b>1,40</b>
Inception date: <b>June-10</b>				<b>Strategy:</b>	Global long-short equity fund with concentration to biotechnology and specialty pharmaceutical companies. Fund manager's academic background in biotechnology and long experience in the field are the key issues that makes the strategy exceptionally profitable. <u>Vehicle: Cayman Islands Master/Feeder structure.</u>	
AUM: <b>\$1150 M</b>	2016	6,04%				
Liquidity: <b>Quarterly, 60 d. n.</b>	2015	19,18%				
Minimum: <b>\$1 000 000</b>	2014	73,54%				
<b>SELECTED EH Fund #3</b>		<b>0,55%</b>	<b>7,66%</b>	<b>11,70%</b>	<b>6,61%</b>	<b>1,71</b>
Inception date: <b>May-09</b>				<b>Strategy:</b>	It is a real estate investment trust fund that invests in US perpetual securities with focus to fixed-rate coupons. Experienced management team use bottom up company and security analysis coupled with top down macro views. <u>Vehicle: US 3C7 commingled Fund.</u>	
AUM: <b>\$220 M</b>	2016	10,35%				
Liquidity: <b>Quarterly, 60 d. n.</b>	2015	2,17%				
Minimum: <b>\$250 000</b>	2014	14,61%				

<b>EVENT DRIVEN</b>			Dec-17	2017 (YTD)	CAGR	Ann. Stdev	SHARPE
HFRI Event-Driven (Total) Index			1,40%	7,75%	5,26%	6,24%	0,77
<b>SELECTED ED Fund #1</b>			<b>1,40%</b>	<b>19,97%</b>	<b>39,33%</b>	<b>24,88%</b>	<b>1,56</b>
Inception date: <b>June-09</b>							<b>Strategy:</b> Global long-short equity fund that follows a fundamental research approach for event driven and special situation cases. Proprietary models, quantitative analyses and private relationships are the main investment selection sources. While fund does both (long and short) however it concentrates its total exposure on the long side. <u>Vehicle: Cayman Islands Master/Feeder structure.</u>
AUM: <b>\$162 M</b>	2016		-2,03%				
Liquidity: <b>Quarterly, 45 d. n.</b>	2015		16,39%				
Minimum: <b>\$1 000 000</b>	2014		13,98%				
<b>SELECTED ED Fund #2</b>			<b>0,14%</b>	<b>5,75%</b>	<b>16,45%</b>	<b>8,03%</b>	<b>1,99</b>
Inception date: <b>August-10</b>							<b>Strategy:</b> The Fund employs an opportunistic driven credit strategy seeking attractive risk adjusted returns by investing in a portfolio of credit based instruments primarily in leveraged loans, junior CLO tranches and high yielding bonds. <u>Vehicle: Cayman Islands Master/Feeder structure.</u>
AUM: <b>€650 M</b>	2016		12,54%				
Liquidity: <b>Quarterly, 60 d. n.</b>	2015		8,49%				
Minimum: <b>\$1 000 000</b>	2014		8,92%				
<b>SELECTED ED Fund #3</b>			<b>2,64%</b>	<b>30,73%</b>	<b>18,47%</b>	<b>12,89%</b>	<b>1,40</b>
Inception date: <b>December-08</b>							<b>Strategy:</b> The Fund invests primarily in equities, derivatives and special situations trading at meaningful discrepancies to fair value. The Fund seeks mispriced securities with a margin of safety. Investments are categorized as Special situations and Event driven. <u>Vehicle: Cayman Island Exempted Company.</u>
AUM: <b>\$300 M</b>	2016		10,81%				
Liquidity: <b>Quarterly, 90 d. n.</b>	2015		12,43%				
Minimum: <b>\$1 000 000</b>	2014		8,98%				
<b>SELECTED ED Fund #4</b>			<b>0,13%</b>	<b>5,88%</b>	<b>12,36%</b>	<b>4,46%</b>	<b>2,67</b>
Inception date: <b>August-07</b>							<b>Strategy:</b> It conducts a macro overlay strategy with focus on fundamentally cheap or expensive equities. It is not constrained by any market or asset class however most investments are concentrated in G7 assets. <u>Vehicle: BVI Master-Feeder Fund.</u>
AUM: <b>\$388 M</b>	2016		5,84%				
Liquidity: <b>Monthly, 60 d. n.</b>	2015		6,13%				
Minimum: <b>\$250 000</b>	2014		11,13%				
<b>SELECTED ED Fund #5</b>			<b>2,08%</b>	<b>24,17%</b>	<b>10,98%</b>	<b>7,93%</b>	<b>1,33</b>
Inception date: <b>August-13</b>							<b>Strategy:</b> The Fund employs two - "Event Driven" and "Merger Arbitrage" strategies. Uniqueness lays in activism and fundamental investment process which relies on sharp financial analysis techniques, proprietary models and valuation methodologies as well as diversified and proprietary sources of information. <u>Vehicle: Luxembourg SICAV SIF.</u>
AUM: <b>\$155 M</b>	2016		-1,12%				
Liquidity: <b>Monthly, 5 d. n.</b>	2015		9,84%				
Minimum: <b>€250 000</b>	2014		14,55%				