

## Strategy One Fund

Privium Fund Management BV  
Symphony Towers, 26th floor, Financial Offices  
Gustav Mahler Square 3, 1082MS Amsterdam  
[info@priviumfund.com](mailto:info@priviumfund.com) / [www.priviumfund.com](http://www.priviumfund.com)  
+31 (0)20 46 26 644



31 January 2019



Net asset value	NAV/ share Series A (Initial)	NAV/ share Series B (Initial)	NAV/ share Series A May '15
€ 13.581.605	€ 1.311,43	€ 1.239,77	€ 986,24

### Investment Objective Strategy One Fund

Strategy One Fund has a three to five year investment horizon. The Fund invests in a mixture of stocks, bonds and funds that are diversified amongst themselves. The investment allocation has two main characteristics: firstly, allocation is fairly dynamic among asset classes in an attempt to capture opportunities that emerge periodically. The second feature is a clear preference to fund managers that have been known to the team for many years. Due to the longstanding relationship with some of these managers and the economies of scale, Strategy One Fund has an opportunity to invest in funds and shareclasses that are not open to most private investors, saving the unit holder considerable costs.

### Track Record\*

%	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YEAR
<b>2006</b>								0,4%			19,5%		<b>20,0%</b>
<b>2007</b>		3,0%			0,7%			3,4%			3,3%		<b>10,8%</b>
<b>2008</b>		3,4%			0,7%			-0,9%			-14,9%		<b>-12,2%</b>
<b>2009</b>		4,9%			3,2%			1,5%			30,7%		<b>43,6%</b>
<b>2010</b>	2,4%	-0,6%	3,4%	0,9%	1,3%	2,2%	-1,9%	-0,1%	-1,2%	1,3%	3,0%	2,5%	<b>14,0%</b>
<b>2011</b>	-0,5%	0,5%	-1,4%	-0,3%	1,6%	-3,2%	3,3%	1,9%	1,1%	0,2%	0,6%	1,9%	<b>5,5%</b>
<b>2012</b>	1,4%	0,8%	2,1%	1,0%	-0,3%	0,4%	1,8%	-0,3%	0,6%	-0,8%	0,6%	0,5%	<b>8,1%</b>
<b>2013</b>	0,2%	2,2%	1,7%	0,7%	0,8%	-3,3%	1,7%	-1,4%	2,7%	1,9%	1,4%	1,3%	<b>10,2%</b>
<b>2014</b>	-0,5%	2,1%	-1,4%	-1,5%	2,1%	0,3%	-0,7%	1,0%	1,4%	-0,6%	2,9%	1,5%	<b>6,8%</b>
<b>2015</b>	4,4%	2,9%	2,6%	-2,9%	3,0%	-2,5%	2,4%	-4,3%	-1,8%	2,7%	1,6%	-1,9%	<b>6,0%</b>
<b>2016</b>	-4,7%	-3,2%	-0,7%	-0,8%	2,5%	-4,6%	2,3%	-0,1%	-0,4%	-1,0%	0,4%	2,5%	<b>-7,8%</b>
<b>2017</b>	0,5%	2,5%	1,9%	1,9%	1,1%	-1,2%	1,1%	-0,4%	2,1%	2,0%	0,1%	0,4%	<b>12,7%</b>
<b>2018</b>	1,5%	-2,4%	-1,4%	2,8%	2,0%	-0,6%	1,2%	0,3%	-0,3%	-4,2%	-0,9%	-3,8%	<b>-5,9%</b>
<b>2019</b>	4,9%												<b>4,9%</b>

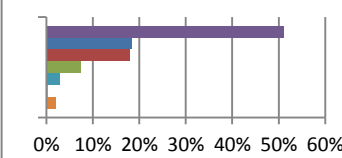
\* The track record prior to the launch of the fund (May 1, 2012) relates to the unaudited performance of the total personal portfolio of Hein Jurgens, drawn from historical records. The performance is net of brokerage and custody fees as they were charged. The performance does not take Investment Fund costs into account. This historical track record is for illustration purposes only. The fund performance is based on the returns of the initial series A.

### Monthly comment

Financial markets rebounded strongly during the month of January, US stocks had their best January performance in four decades. As we anticipated, the complete panic that erupted towards the end of 2018 proved to be without merit. The Italian budget crisis was "resolved", the "trade war" between the US and China is on "hold". We expect that it will be solved as it is in both economies interest to keep China's economy going and for Mr Trump to be re-elected. A hard Brexit is becoming a more remote possibility. The most important event however was Mr Powell's statement towards the end of the month that the FED's "autopilot" towards tightening (increasing interest rates) was being replaced by a much more dovish statement. This implicates that US interest rates might be on hold for a while, as long as inflation is muted. We had already discussed the likelihood of a fall in headline inflation in our December update, as the 30% fall in the oil price during the last three months is extremely deflationary for US consumers.

Within the portfolio, profits where broad based. Best performance came from Pershing Square and Alken Capital one, the latter strongly rebounding from last year. The same was the case for many of our defensive positions such as LondonMetric (up 10%) and Pictet Water (up 8,5%). Of note are also strong performance in our corporate bond holdings, specifically Teva and Rabobank both up by 7%, Teva on corporate announcement and Rabobank on a general bounce in financials. We are slightly disappointed that our listed funds did not manage to reduce their discounts on the back of the strong markets they operate in. On the currency front, Sterling bounced close to 3% as the risks of a hard Brexit seem to be receding and the Dollar weakened after Mr. Powell's latest statement. The Swiss Franc also lost ground as the "market" seems to believe the biggest risks are receding.

We are extremely pleased with the performance of the fund over the past months as it shows that in down months we are able to limit the losses and the fund benefits the rebounds to a large extend. The main reason, we cannot stress this enough, is through the performance of our concentrated bet on some of Europe's best and well known hedge funds. These funds have been able to successfully navigate through sometimes extremely difficult markets. We expect that the inflation outlook will stay muted and global growth to keep growing albeit at a slower pace. If this doesn't prove the case and we would face a slowdown, we would surely see a further round of QE (despite central bank announcements to the contrary) and we would see another prolonged period of strong asset price inflation.

Top 5 positions		Asset Allocation	
<b>Name</b>			
Egerton			
Phaidros Balanced Fund			
Pictet Water			
Adelphi Europe Fund			
Syncona			
<b>Fund overview</b>			
<b>Management fee:</b>	1,0%	<b>Subscription &amp; redemption:</b>	Monthly
<b>Performance fee:</b>	5,0%	<b>Redemption notice period:</b>	30 days
<b>High Water Mark</b>	Yes	<b>Base currency</b>	EURO
<b>Hurdle rate</b>	0,0%	<b>Minimum Investment</b>	EUR 100.000,-
<b>Redemption fee</b>	0,5% (credited to the fund)	<b>ISIN code (A class &amp; B class)</b>	NL0010187993 & NL0010556536
<b>Start date fund</b>	May 1, 2012	<b>Administrator:</b>	APEX Fund Services (Netherlands) B.V.
<b>Investment Manager:</b>	Privium Fund Management BV	<b>Depository:</b>	Darwin Depository Services
<b>Investment Team:</b>	Hein Jurgens	<b>Custodian</b>	ABN AMRO
	Mark Baak	<b>Accountant:</b>	EY
<p>Privium Fund Management B.V. (Privium) is authorised and regulated by the Dutch Authority for the Financial Markets (<a href="http://www.afm.nl">www.afm.nl</a>) as an Alternative Investment Fund Manager (AIFM). Both Privium as well as the Fund are included in the register of the AFM. This communication is neither an offer to sell nor a solicitation to invest. Past performance is not indicative of future results. The value of investments and any income generated may go down as well as up and is not guaranteed. For more information, please refer to the Key Investor Information Document or 'KIID' and the Prospectus on the website of Privium (<a href="http://www.priviumfund.com/funds">www.priviumfund.com/funds</a>).</p>			