

RETURNS

2017	+8,04%
CAGR *	+8,20%
December 2017	+1,14%

RISK/ RETURN

Volatility*	8,75%
Sharpe Ratio*	0,94
Sortino Ratio	1,39
VaR 99% daily	2,96%

TOP FIVE POSITIONS

Germany 10Y, 5Y bonds	-38,38%
IBEX Index Future	13,73%
Italian Gvt. Bond Future	-10,48%
BFCM CMS perp	7,34%
AERNOVA AEROSPACE SA.	7,12%

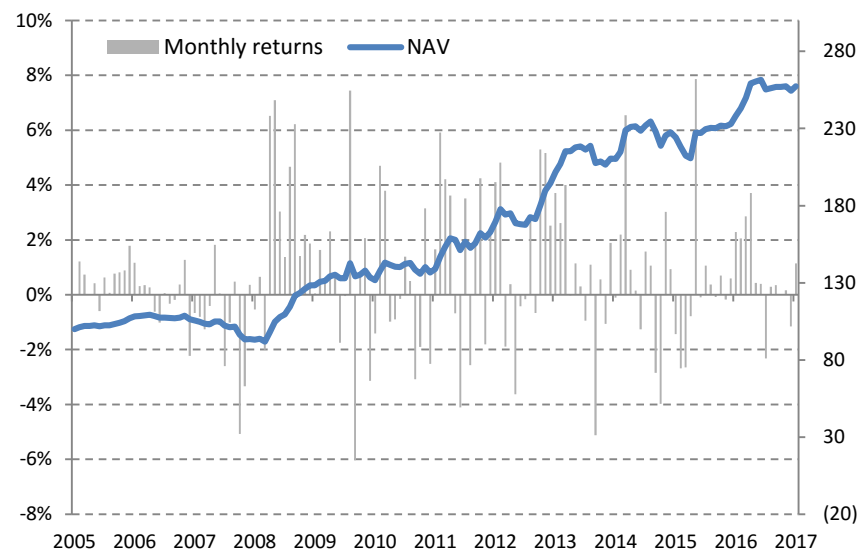
% EXPOSURE

Gross	194,11%
Net	68,80%

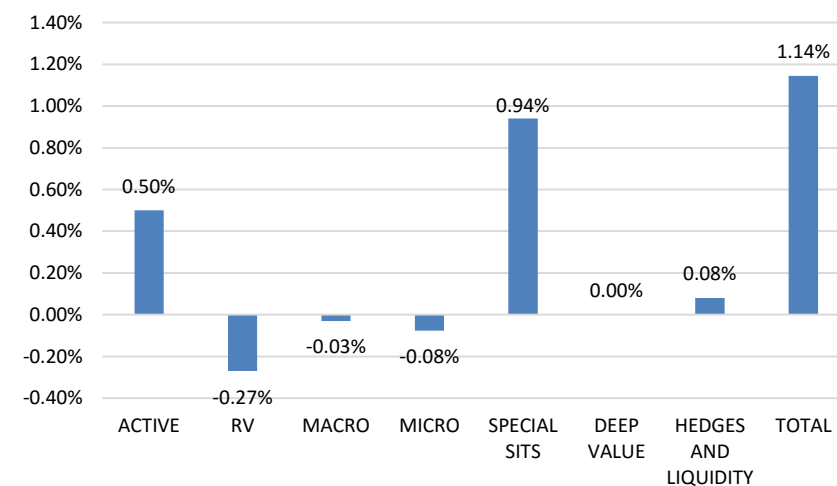
% of GROSS EXPOSURE per STRATEGY

Active	29,94%
Relative value	6,78%
Macro	14,76%
Micro	8,71%
Special Situations	10,50%
Deep Value	6,36%
Hedges	4,46%
Liquidity	18,49%

CUMULATIVE RETURN



PERFORMANCE ATTRIBUTION ACROSS STRATEGIES



Fund's objective

The fund's objective is to return net positive returns every year, regardless the behavior of traditional assets. To achieve it, the fund allocates to six different strategies: Active, Relative Value, Macro Selection, Micro Selection, Special Situations and Deep Value. The strategies are focused on finding cheap assets with asymmetric profiles.

FUND FACTS

Managers	Rodrigo Hernando José Mosquera Christoph Fischer-Antze Imanol Urquiza José Martín-Vivas Apostolos Saflekos
Fund's Structure	SIL
Domicile	Spain
Launch Date	December 2005
Strategy AUM	80m €
Currency	EUR
Liquidity	Weekly
Management Fee	0,50%
Performance Fee	0,00%
Minimum Investment	€50,000
ISIN	N/A
Bloomberg Code	S1412 SM
CONTACT DETAILS	
Address	Cuesta Sagrado Corazón 6. Madrid 28016
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Middle Office	Daniel Arribas / Patricia Alfonso

(*) Since Inception

MONTHLY RETURNS

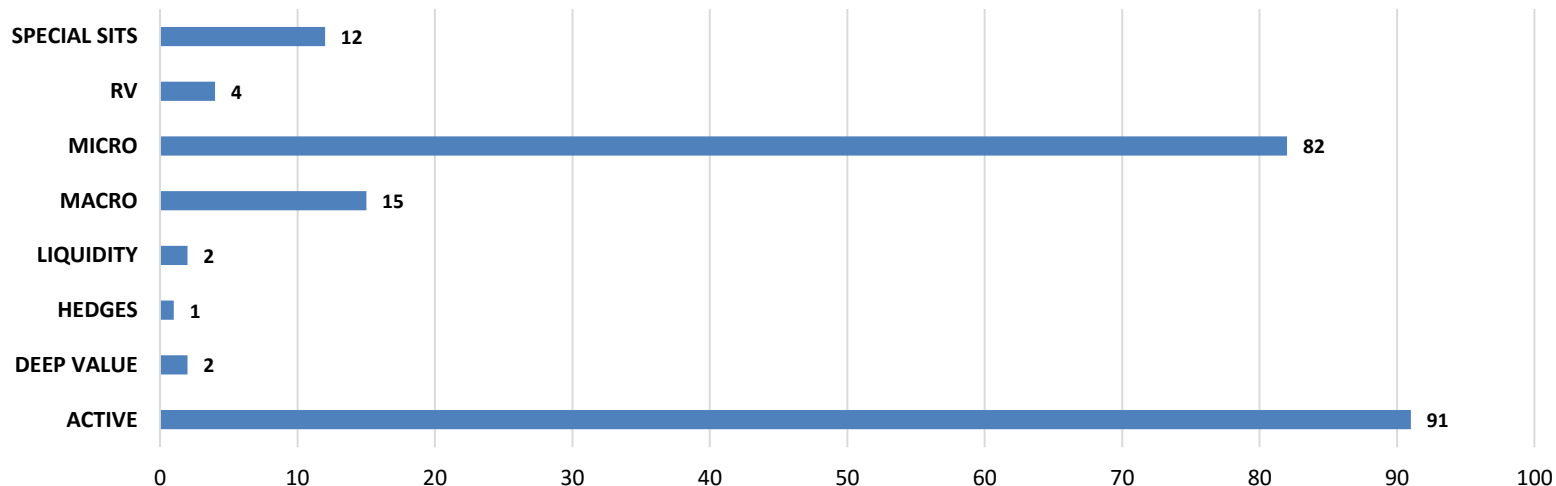
	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year	Volatility	Sharpe
2006	1,22%	0,73%	0,00%	0,42%	-0,59%	0,63%	0,07%	0,77%	0,82%	0,89%	1,78%	1,17%	8,17%	2,17%	2,03
2007	0,31%	0,35%	0,27%	-0,61%	-1,01%	0,06%	-0,33%	-0,18%	0,38%	1,27%	-2,23%	-0,66%	-2,41%	3,05%	-
2008	-0,81%	-1,25%	-0,41%	1,82%	0,05%	-2,60%	-1,01%	0,48%	-5,08%	-3,34%	0,36%	-0,53%	-11,82%	6,47%	-
2009	0,65%	-2,00%	6,52%	7,09%	3,03%	1,38%	4,66%	6,22%	1,41%	2,18%	1,87%	0,05%	37,98%	9,79%	3,88
2010	1,63%	0,51%	2,32%	0,77%	-1,75%	-0,05%	7,45%	-6,03%	0,73%	2,06%	-3,13%	-1,41%	2,52%	11,42%	0,22
2011	4,70%	3,80%	-0,98%	-0,89%	-0,16%	1,38%	0,50%	-3,08%	-1,90%	3,15%	-2,52%	1,66%	5,44%	8,73%	0,62
2012	5,92%	4,21%	3,62%	-0,68%	-4,10%	3,51%	-2,57%	1,93%	4,24%	-1,80%	2,28%	4,11%	22,07%	11,13%	1,98
2013	4,81%	-1,89%	0,39%	-3,62%	-0,42%	-0,16%	2,89%	-0,66%	5,30%	5,17%	2,52%	3,72%	19,05%	10,28%	1,85
2014	2,62%	4,00%	-0,02%	1,14%	0,31%	-0,94%	1,10%	-5,12%	0,56%	-1,06%	1,89%	-0,10%	4,19%	7,81%	0,54
2015	2,20%	6,55%	0,91%	0,16%	-1,26%	1,58%	1,06%	-2,85%	-3,98%	3,02%	0,93%	-1,43%	6,66%	9,67%	0,69
2016	-2,68%	-2,63%	-0,79%	7,87%	-0,09%	1,07%	0,37%	-0,09%	0,70%	-0,18%	0,59%	2,28%	6,22%	9,37%	0,66
2017	2,06%	2,85%	3,71%	0,43%	0,38%	-2,32%	0,30%	0,35%	0,02%	0,16%	-1,16%	1,14%	8,04%	5,67%	1,42

COMPARATIVE RISK/RETURN

	RETURNS (CAGR)			VOLATILITY		
	5 years	3 year	Since Inception	5 years	3 year	Since Inception
RHO Investments	7,70%	6,21%	8,20%	8,54%	8,20%	8,75%
Stoxx 600	6,26%	1,97%	1,91%	11,37%	13,03%	14,46%
Iboxx EUR Corporate	3,31%	1,38%	3,83%	2,90%	3,04%	3,95%

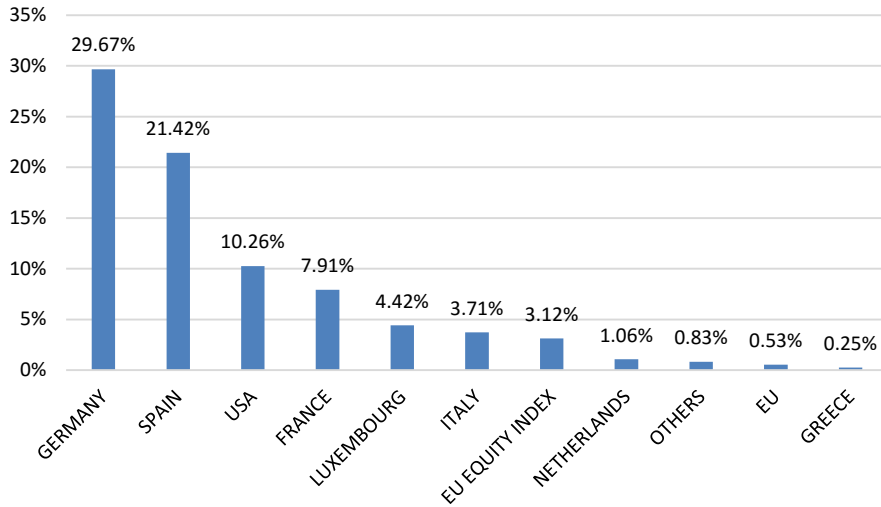
RISK CONCENTRATION AND DISTRIBUTION METRICS

Number of positions per strategy

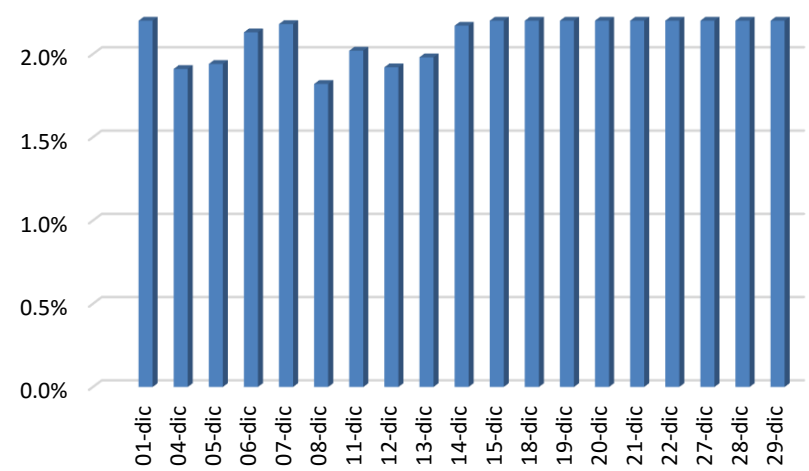


RISK CONCENTRATION AND DISTRIBUTION METRICS (2)

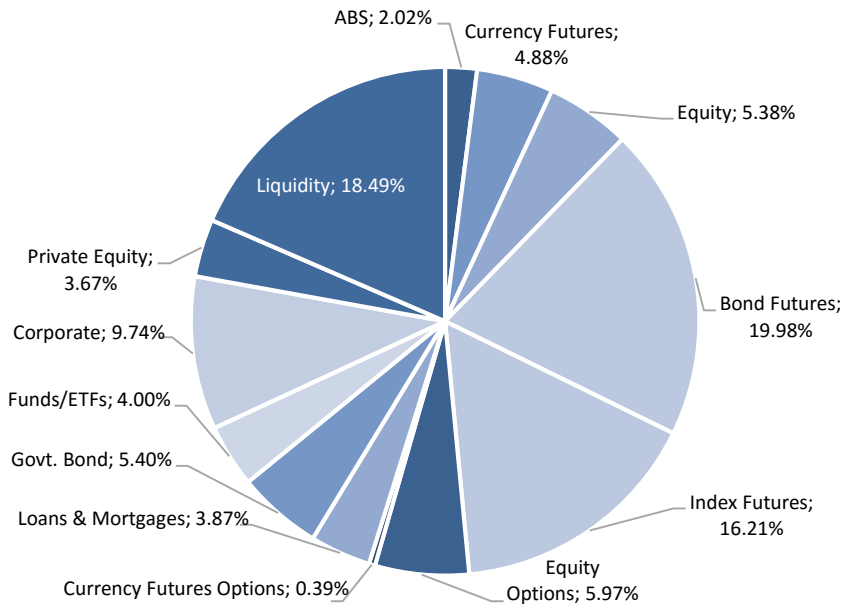
Net Notional Exposure by Country



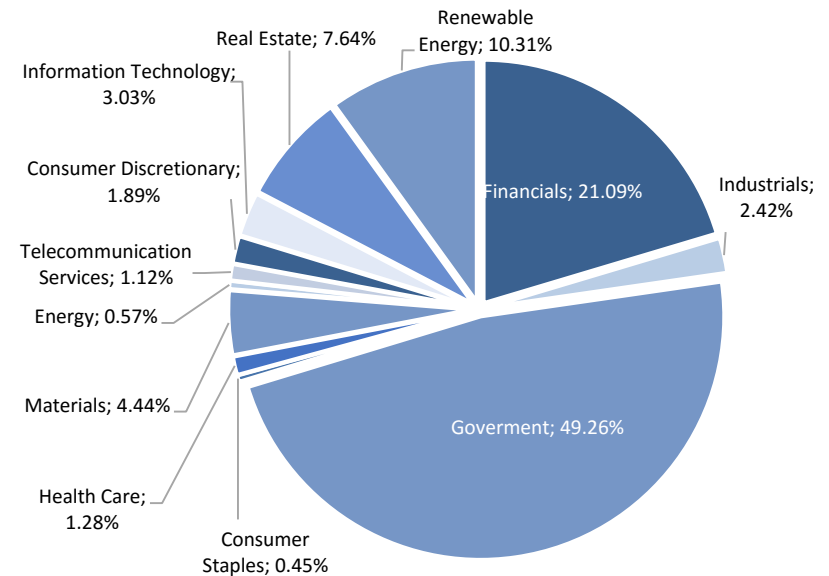
Daily VaR



Gross Notional Exposure by Asset Class



Gross Notional Exposure by Sector



PERFORMANCE AND RISK

- The fund posted a net gain of 1.14%bps in the month of December. Once again a very solid performance against a backdrop of total returns of +3bps for the Ibex 35 and -53bps for the Eurostoxx 50.
- During the month of December we have started to selectively and gradually increase the amount of overall risk, but with a particular emphasis to very short-term positioning (statistically and technically-driven Active strategies).
- We continued in particular the allocation of risk to Iberian-themed opportunities where we see a growing opportunity set with valuations standing out as particularly attractive vs. a grossly over-priced broader market in terms of risky-assets (and government bonds in particular).
- In terms of risk metrics, the fund's gross market exposure decreased to 1.94 times (from 3.07 times the month before) with net exposure also coming down to 69% at close of December (114% at close of November) . Despite the decrease in market exposure, overall 1-day 99% confidence VaR exposure has increased substantially (from 1.9% at close of November to 3.0% at close of December) which is accounted for by the fund's strategic short-term focus on Iberian risk which contributes substantial marginal risk per unit of leverage employed vs other exposures. Liquidity levels remain prudentially high, which are providing us plenty of dry powder as we see growing opportunities in domestic risk, where we expect to continue deploying this cash during Q1.
- In terms of sub-strategy allocation we will continue to substantially emphasize risk-taking in the Active bucket (very short-term tactical trading in rates, FX, equity indices and volatility) and Special Situations (distressed credit in particular) where market correlation remains very low, also increasing net exposure to selected Iberian equity opportunities within Directional Micro and adopting a short-risk-bias in our Directional Macro bucket.