

RETURNS

2017	+8,10%
CAGR *	8,32%
October 2017	0,16%

RISK/ RETURN

Volatility*	8,79%
Sharpe Ratio*	0,95
Sortino Ratio	1,32
VaR 99% daily	1,78%

TOP FIVE POSITIONS

Germany 10Y, 5Y bonds	-36,95%
AERNOVA AEROSPACE SA	7,12%
CREDIT AGRICOLE CMS perp	6,02%
BFCM CMS perp	5,96%
EIH INFRASTRUCTURE HOLD.	5,22%

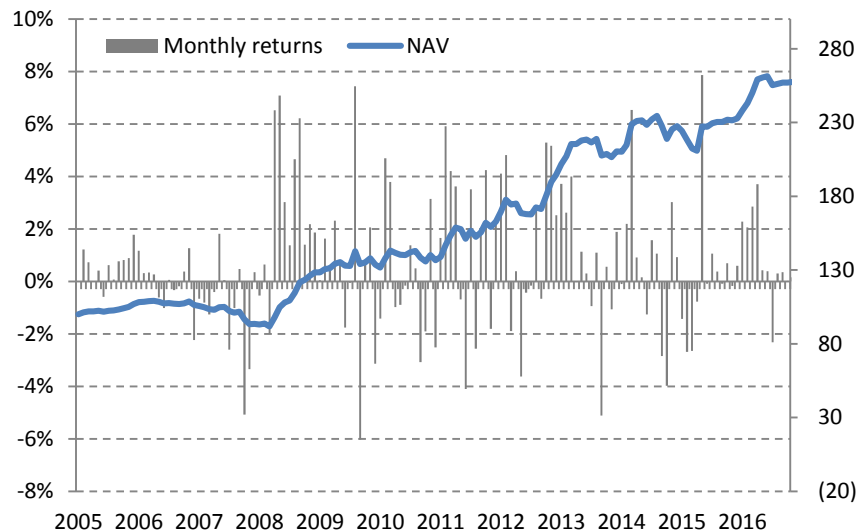
% EXPOSURE

Gross	267,37%
Net	98,82%

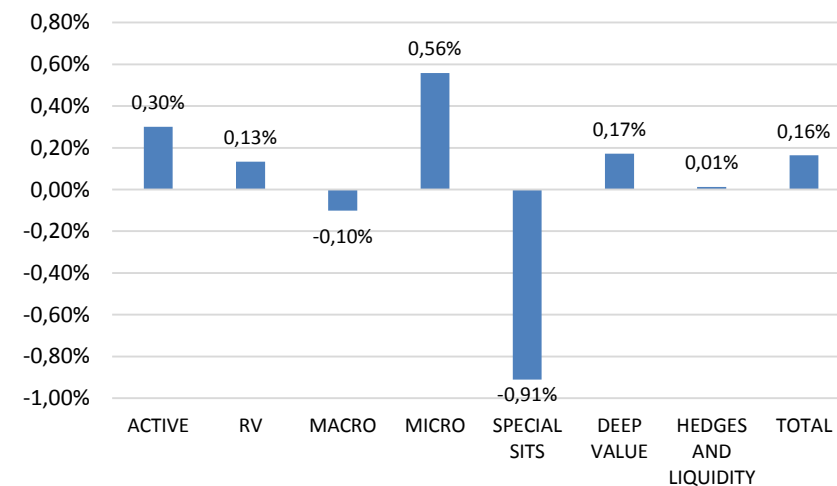
% of GROSS EXPOSURE per STRATEGY

Active	20,95%
Relative value	10,37%
Macro	14,01%
Micro	28,73%
Special Situations	8,91%
Deep Value	5,36%
Hedges	1,65%
Liquidity	9,89%

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
Telephone	+34 91 324 42 00
Fax	+34 91 324 41 86
Website	www.quadrigafunds.com
Middle Office	Daniel Arribas / Patricia Alfonso

MONTHLY RETURNS

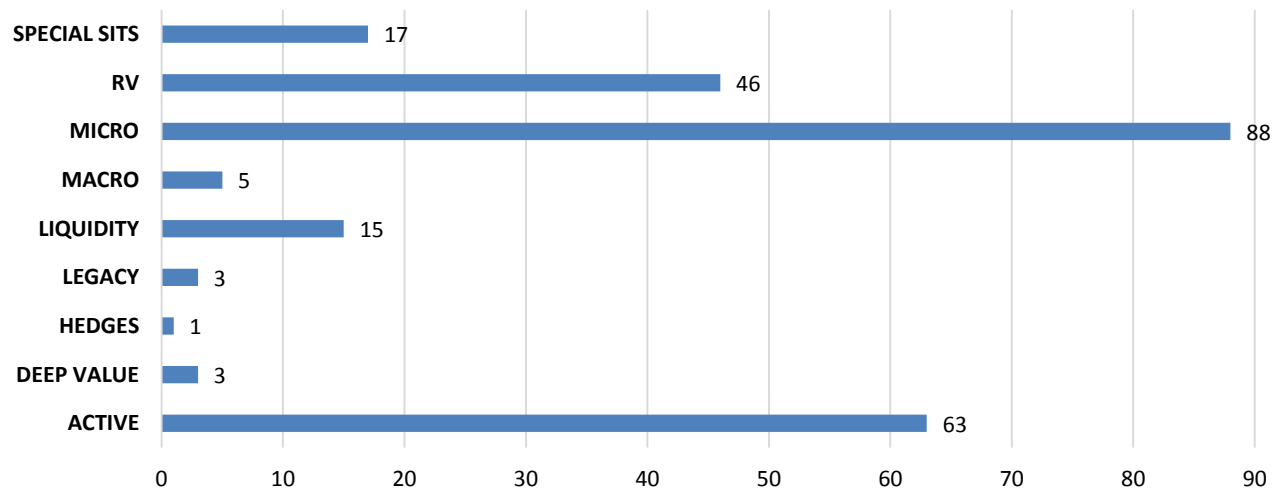
	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year	Volatility	Sharpe
2006	1,22%	0,73%	0,00%	0,42%	-0,59%	0,63%	0,07%	0,77%	0,82%	0,89%	1,78%	1,17%	8,17%	2,17%	2,03
2007	0,31%	0,35%	0,27%	-0,61%	-1,01%	0,06%	-0,33%	-0,18%	0,38%	1,27%	-2,23%	-0,66%	-2,41%	3,05%	-
2008	-0,81%	-1,25%	-0,41%	1,82%	0,05%	-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%			8,10%		

COMPARATIVE RISK/RETURN

	RETURNS (CAGR)			VOLATILITY		
	5 years	3 year	Since Inception	5 years	3 year	Since Inception
RHO Investments	9,60%	6,96%	8,32%	8,65%	8,17%	8,79%
Stoxx 600	7,46%	4,41%	2,07%	11,33%	13,07%	14,55%
Iboxx EUR Corporate	3,63%	2,42%	4,04%	2,82%	2,91%	3,95%

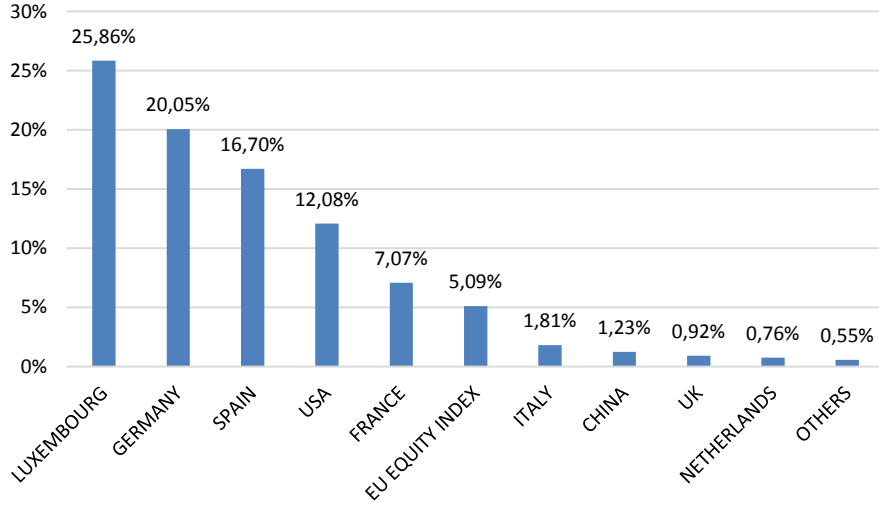
RISK CONCENTRATION AND DISTRIBUTION METRICS

Number of positions per strategy

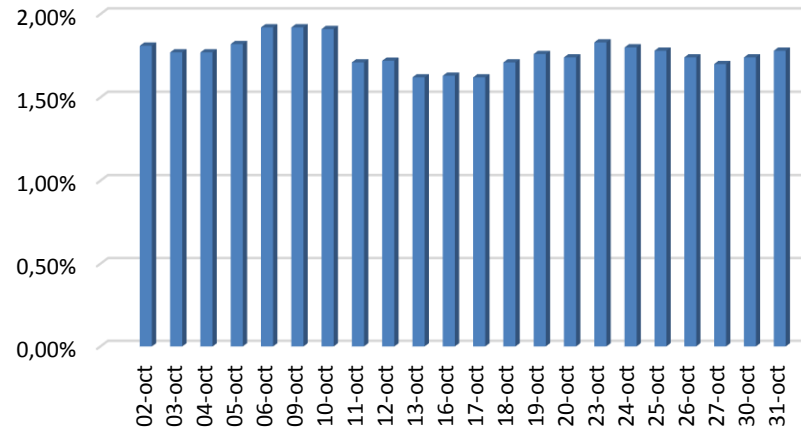


RISK CONCENTRATION AND DISTRIBUTION METRICS (2)

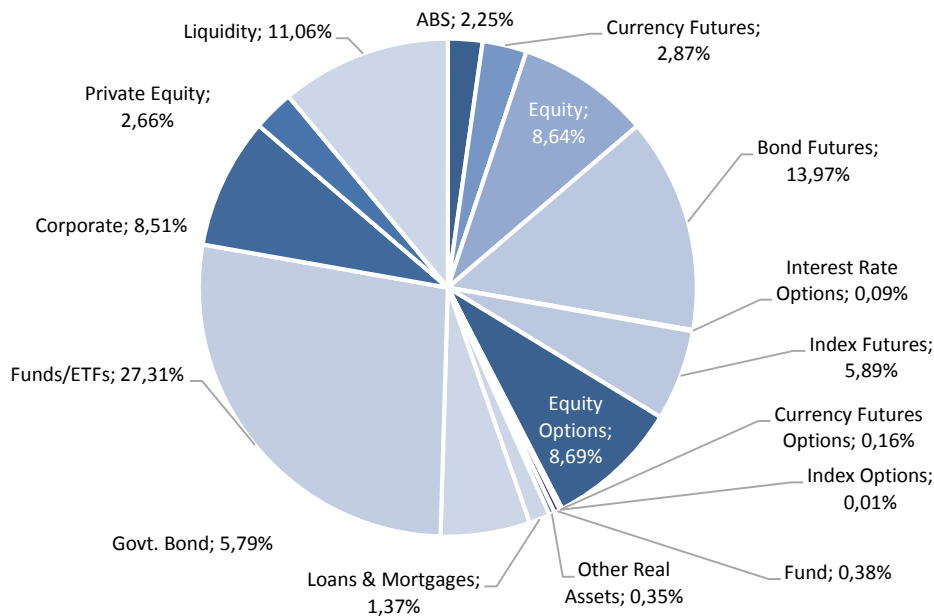
Net Notional Exposure by Country



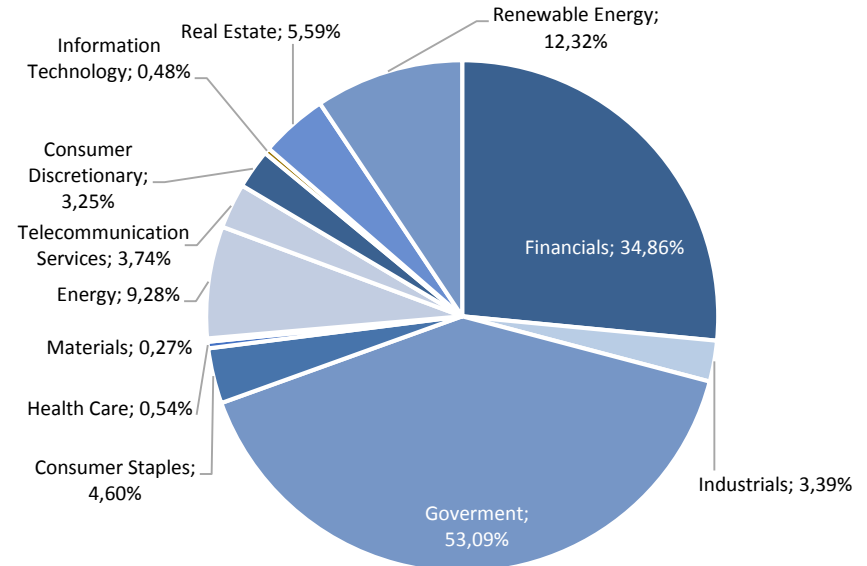
Daily VaR



Gross Notional Exposure by Asset Class



Gross Notional Exposure by Sector



PERFORMANCE AND RISK

- The fund gained 16bps in the month against a difficult backdrop for performance given rich valuations across asset classes and increased levels of political risk in the markets, and Spain in particular.
- During all the month of October Rho successfully navigated all the swings in Spanish risk premia across sovereign risk, equities and credit markets outperforming the Ibex 35 by 1.69%.
- At end of month the fund amid substantial underperformance of Spain-related risk the fund had pared down most Spain-related hedges and shorts, leaving only “cheap” tail risk protection in place.
- The fund increased single name directional exposure to capitalise on opportunities within Italian bank stocks and some Spanish industrial companies which pushed net exposure to c. 99% and total gross leverage to 2.67 times. However the overall risk profile of the fund remains relatively low with 1-day VaR usage down 0.13% month on month and still substantial liquidity buffers.
- Portfolio construction remains focused on very short-term trading Active strategies and Relative Value positioning. The fund has used the post ECB meeting bounce in EGB prices to reset shorts in core and peripheral rates, remains a constructive buyer of volatility given extreme levels of implied vol and has added risk on turnaround situations within peripheral Europe banks.