

### Strategy Description

Key Trends is a medium-to-long-term systematic trading system, investing in the most liquid futures markets. Based on its innovative probabilistic model, Key Trends is able to detect establishing trends quickly, to characterize high potential established trends, as well as detecting trend reversals sooner, thus elevating Key Trends' profit potential versus its peers. Moreover, thanks to a unique "Global Economic Factor" (GEF) <sup>®</sup>, Key Trends is able to assess the strength of global economic trends in order to optimize its portfolio exposure.

### Fund Characteristics

Strategy	Key Trends program
Type	Trend following
Process & Trading	100% Systematic
Traded Markets	31 financial futures
Target Volatility	10%
Underlying Holdings	Futures, forwards and cash

### Key Trends UCITS (A-EUR Shares) Net Monthly Performance

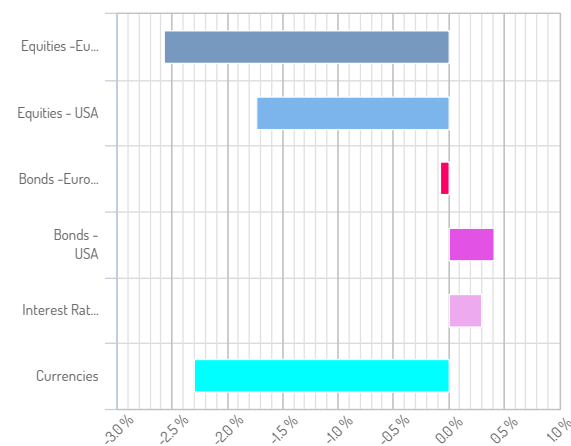
	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2018	5.73%	-5.32%	-	-	-	-	-	-	-	-	-	-	0.11%
2017	-3.49%	6.64%	-2.25%	0.70%	2.25%	-6.51%	2.17%	1.42%	-3.98%	3.45%	-0.46%	-0.82%	-1.59%
2016	4.08%	0.74%	-2.92%	-1.42%	-0.14%	4.07%	0.95%	-1.47%	-0.05%	-3.53%	0.51%	2.97%	3.51%
2015	6.97%	-0.31%	2.33%	-3.82%	-0.59%	-1.68%	0.88%	-2.10%	2.39%	-0.68%	1.42%	-2.78%	1.57%
2014	-2.45%	2.18%	-2.08%	1.79%	3.54%	-0.04%	-3.16%	6.51%	0.68%	1.79%	3.91%	0.98%	14.07%
2013	-	-	-	-	-2.67%*	-4.09%	-0.46%	-2.71%	0.66%	3.04%	2.04%	-2.92%	-7.12%

\*Inception date: May 24, 2013.

### Performance since Inception (May 24, 2013)



### Monthly Gross Sector Performance



### Key Statistics (Based on monthly data)

#### Rolling Statistics

Return over last 12 months	-4.28%
Trailing 12m Volatility	12.18%
Current Margin/Equity Ratio	4.82%
Current drawdown	-5.32%

#### Since Inception

Annualized Return	1.97%
Annualized Volatility	10.39%
Return / Volatility	0.19
Largest drawdown	-9.60%

#### Assets

NAV per Share	109.741416
Assets in Key Trends UCITS (approx.)	€ 21 000 000
Assets in Strategy (approx.)	\$ 380 000 000

### Leverage & VaR

Leverage	Adjusted Leverage <sup>[1]</sup>	VaR 99% 20 days
2 682%	376%	-3.76%

### Monthly Commentary

For the month ending February 28, 2018, the Key Trends UCITS (A-EUR shares) posted a net return of -5.32%, bringing the net YTD return to +0.11%.

Global equity markets fell during the first week of February. Driven by an upbeat Fed outlook on the economy, coupled with US tax cuts and overheated US equity markets, investors weighed in on a potentially more hawkish Fed. By February 8th, the S&P 500 had lost 8.6%, while the EuroStoxx 50 had shed 6.4%. These losses were pared in half by month-end. The dollar rallied, gaining 1.8% against the euro by month-end. Bonds rallied on the equity sell-off, but quickly reversed to finish the month lower, with the yield on the 2-Yr US Treasury rising 11 bps, and 10-Yr Treasury yield rising 16 bps to 2.86%.

The model came into February having already decreased 15% of the total exposure on the second last day of January (driving by the Global Economic Factor or GEF), reducing the ex-ante volatility from 14.4% to 12%. From February 1 thru the morning of February 5 (before the drop in the PM), the model made further reductions, decreasing the ex-ante volatility from 12% to 7.6%; this figure was at 6.1% by month-end. During February, the model reduced long exposure on equities by ¾, half of that reduction took place before the big sell-off in the afternoon (NY time) of February 5. The biggest reductions by sector took place on long equities and the short dollar position. At month-end, the Key Trends UCITS had outperformed the SG Trend Index (rebased to 10V) by nearly 300 basis points.

### Key Terms

Structure	Umbrella Investment Company	Administrator	CACEIS Bank, Luxembourg Branch
Type	SICAV	Depository	CACEIS Bank, Luxembourg Branch
Domicile	Luxembourg	Clearing Brokers	Société Générale International Goldman Sachs International
Investment Manager	KeyQuant SAS	Auditor	PricewaterhouseCoopers, SC

### Share Class Characteristics

Class of Shares	A-EUR	I-EUR	A-USD
Inception Date	May 24, 2013	April 12, 2013	October 7, 2016
Eligibility	Professional Investors only	Professional Investors only	Professional Investors only
Reference Currency	EUR	EUR	USD
Hedged Share Class	-	-	Yes
Liquidity	Weekly & end of Month (2 business days notice)	Weekly & end of Month (2 business days notice)	Weekly & end of Month (2 business days notice)
Minimum Initial Investment	EUR 10,000	EUR 2,000,000	USD 10,000
Management Fees	2%	1.25%	2%
Performance Fees	20%	20%	20%
ISIN Code	LU0904233987	LU0904234019	LU0904234449
Bloomberg Ticker	KEYKTAE LX	KEYKTIE LX	KEYKTAU LX

### Contact Details

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### Explanatory Notes

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**[1] Adjusted Leverage** : Total notional amount for futures contracts (duration adjusted for bonds and interest rates).

### Disclaimer

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