

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) [®], 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 (I-EUR Shares) Net Monthly Performance

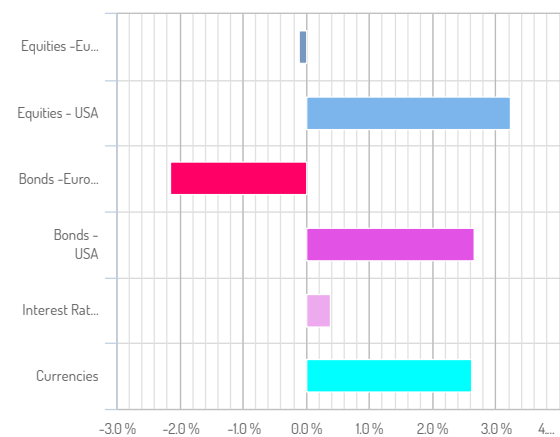
	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2018	5.63%	-	-	-	-	-	-	-	-	-	-	-	5.63%
2017	-3.43%	6.68%	-2.20%	0.74%	2.30%	-6.39%	2.23%	1.39%	-3.82%	3.46%	-0.33%	-0.76%	-0.84%
2016	4.13%	0.83%	-2.91%	-1.37%	-0.09%	4.12%	0.99%	-1.42%	0.00%	-3.48%	0.56%	3.03%	4.13%
2015	7.02%	-0.22%	2.39%	-3.77%	-0.54%	-1.63%	0.93%	-2.05%	2.44%	-0.63%	1.47%	-2.73%	2.22%
2014	-2.39%	2.24%	-2.01%	1.85%	3.60%	0.02%	-3.09%	6.18%	0.61%	1.68%	3.96%	1.04%	14.12%
2013	-	-	-	1.53%*	-1.78%	-4.03%	-0.40%	-2.65%	0.72%	3.10%	2.10%	-2.86%	-4.42%

*Inception date: April 12, 2013.

Performance since Inception (April 12, 2013)



Monthly Gross Sector Performance



Key Statistics (Based on monthly data)

Rolling Statistics

Return over last 12 months	8.46%
Trailing 12m Volatility	12.46%
Current Margin/Equity Ratio	9.38%
Current drawdown	-

Since Inception

Annualized Return	4.15%
Annualized Volatility	9.95%
Return / Volatility	0.42
Largest drawdown	-8.60%

Assets

NAV per Share	121.608800
Assets in Key Trends UCITS (approx.)	€ 22 000 000
Assets in Strategy (approx.)	\$ 410 000 000

Leverage & VaR

Leverage	Adjusted Leverage ^[1]	VaR 99% 20 days
2 491%	547%	-8.41%

Monthly Commentary

For the month ending January 31, 2018, the Key Trends UCITS (I-EUR shares) posted a net return of +5.63%.

For most of January, positive economic data from the U.S., Europe and China helped power US equities upward, with the S&P 500 TR Index posting a monthly gain of 5.72%. In the last three trading days of the month, the index gave up 1.7%. In the bond market, inflation fears, a loser fiscal policy, and a tighter monetary policy drove losses on short to medium term Treasuries (3-Month to 10-Yr), with the biggest declines occurring on the short-end of the US yield curve. In Europe, interest rose as well, all-be-it at a much slower pace. Defying what we have learned in Economics 101, a stronger US equity market couple with higher interest did not lead to a higher US Dollar; in fact it led to the opposite: The US dollar index was down by more than 3% in January. Most of the energy complex moved higher, while metals and ags were mixed.

The model continued pushing the bond positioning to a short-bias; the duration decreased from 7.30 to -13.70. The net long currency positions (vs USD) increased more than three-fold, with the CHF and MEP switching from short to long. In equities, small changes were made on US equities (reduction) and European equities (increase) throughout January. In the last three days of January, the GEF decreased from 1.12 to 0.95, cutting the ex-ante volatility from 14.8% to 12.0%. During these three days, long equity exposure was reduced on average by 30% on all twelve equity markets traded.

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

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Explanatory Notes

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

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