

Performance Update

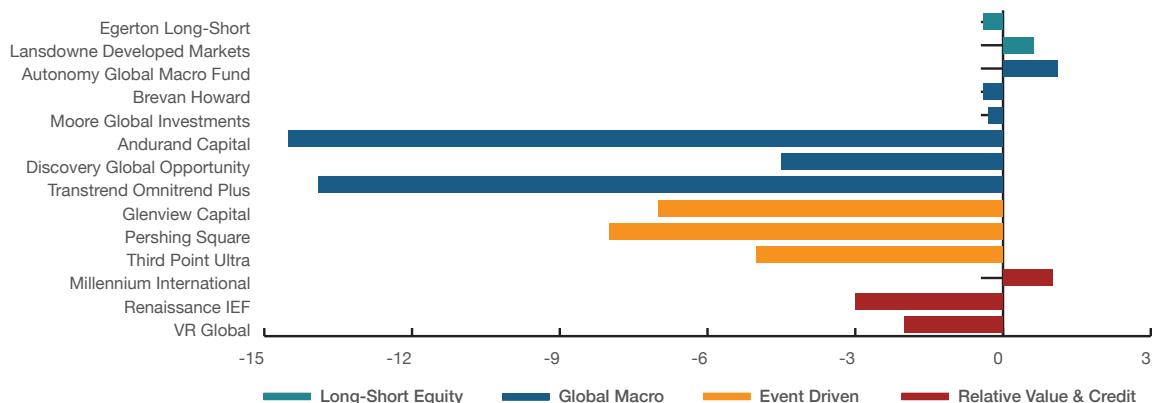
February 2018 **Legends Fund -2.87%**

Legends Fund Performance

In February Legends Fund lost 2.87%. Five of the underlying funds reported gains despite the highly volatile market environment and our long-short equity and global macro managers held up quite well. Our event driven funds however suffered significant losses, something which was not surprising given their current large net long positioning. What was less typical is that half of the losses were accounted for by two trading funds that in the long run exhibit little correlation to general markets. Both Transtrend and Andurand Capital reported double digit losses on the back of steep drops in equity and commodity markets, which was a sudden reversal of strong recent uptrends.

In the case of Transtrend we had taken our position down in October, being uncomfortable with the large net long exposure to equity markets. It did protect us somewhat in February, but did not fully immunize us against the losses. Pierre Andurand had done very well in the last few months as oil prices moved up as he anticipated. He gave back part of those gains in February but retains his bullish view on the outlook for oil.

Results (%) per manager* for February 2018



* Managers that have a weighting of less than 5% due the building or exiting of a position are excluded.

Results per Strategy

Global Macro

The 'traditional' Global Macro funds were largely unmoved in February, and held on to their strong performance in January. Louis Bacon's **Moore Global Investments** was down 26bps (as of Feb 22nd) and is still up over 6% YTD. Alan Howard's **Brevan Howard Fund** remains up over 2% year-to-date after losses of 0.40% in February. Robbert Gibbins' **Autonomy Global Macro**

Fund returned 1.10%. Part of that was driven by a recovery in Puerto Rican General Obligation Bonds, a position the manager has rebuilt after getting more confident about a recovery. Rob Citrone's [Discovery Global Opportunity Fund](#) was the only meaningful detractor in the strategy, losing 4.4%. On the quantitative side it was a different story with trend follower [Transtrend Omnitrend Plus](#) losing 13.9%. This was mainly driven by longs in equity markets, but also in commodities and currencies recent trends reversed and the fund suffered. While in the long run trend following strategies do offer attractive diversification, this is not always the case over shorter periods, especially during long bull runs. Our reduction in the position at the end of October proved timely, but the smaller position size still hurt Legends Fund considerably. Pierre Andurand's [Andurand Commodity Fund](#) suffered steep losses as oil prices tanked. The managers believes the oil price will hit \$85 in 2018 and will gradually rebuild his long exposure as the current period of volatility passes.

Long/Short Equity

Peter Davies' [Lansdowne Developed Markets](#) did well in February and posted a 0.61% gain. The result confirms our expectation that the fund will outperform in more volatile markets. John Armitage's [Egerton Long-Short Fund](#) suffered a small loss (-0.4%) which, given the 6% gain in January, was an excellent result. It puts the fund well ahead of equity markets on a year-to-date basis.

Relative Value, Quant & Credit

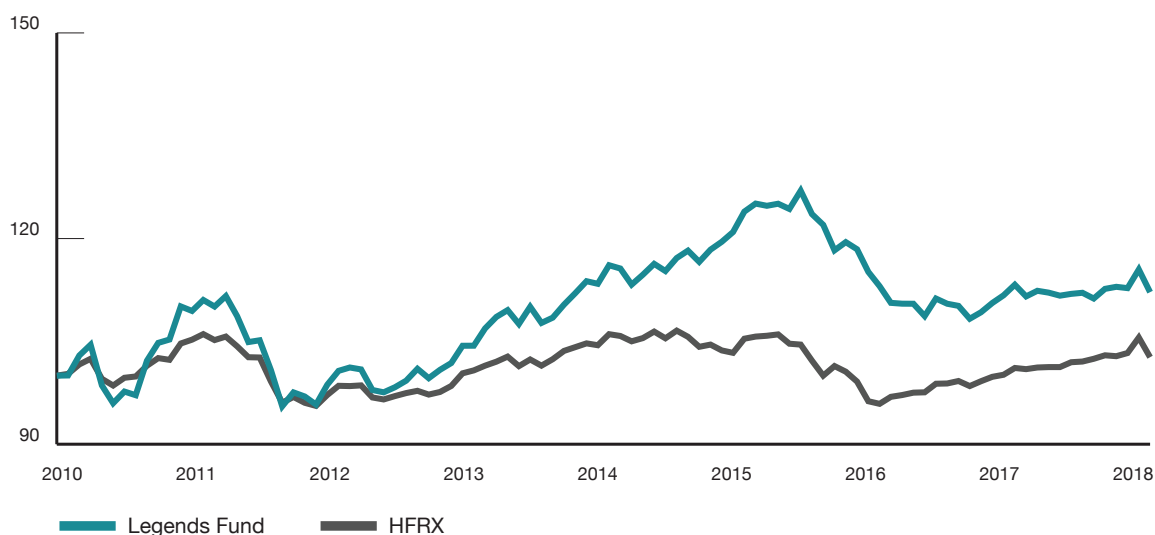
Izzy Englander's [Millennium International](#) gained 1.1% in February, adding to the 2.2% gains in January. The fund proved once again to be able to make money with zero market beta, a very rare capability proving valuable in volatile markets. The [Renaissance Institutional Equities Fund \(RIEF\)](#) lost 3% in February while the [Renaissance Institutional Diversified Global Equities Fund \(RIDGE\)](#) was down 2%. We expect RIEF to exhibit a market beta of 0.4 and RIDGE to have a market beta of 0, so the performance of both fund was a little disappointing, however we should not judge our manager on a single month' return. Richard Deitz' [VR Global](#) was down 1.75% in February, it's first negative result in 25 months. The fund was not immune to the volatile environment. Its position in Transportadora de Gas del Norte has grown a lot through performance and the managers expects further upside in the name, mainly from exporting opportunities. But the holding will contribute to the fund's volatility, and partly explained February's losses as its share price dropped 6%.

Event Driven

Dan Loeb's [Third Point Ultra Fund](#) was down 4.9% in February, and remains up slightly for the year. The listed vehicle, [Third Point Offshore Investors](#) did considerably better with a 2.4% loss. On March 1st, the manager announced several steps designed to address the persistent discount (15% at the time): an upgrade from a Standard to a Premium Listing and adoption of a Sterling quote. This potentially makes the fund eligible for FTSE index inclusion which would generate c. 5% of market-cap in incremental demand from index investors. The fund also removed the dividend policy and instead allowed for opportunistic share repurchases. The shareprice reacted positively with a 2% gain on March 1st, a day in which the MSCI world dropped 1.2%. Bill Ackman's [Pershing Square Holdings](#) lost 8.2% in February. The underlying fund was down 5% driven by losses in ADP, Restaurant Brands and the GSEs. The discount in the listed shares widened by 3%. The fund announced several important developments on March 1st. It has taken a new position in United Technologies. We are awaiting details of the investment thesis, but it could well have to do with the fact that he believes value can be created by this conglomerate spinning off one or more of its businesses. Ackman also announced the near full exit of his short position in Herbalife. It has been a costly crusade that started in 2012 in which Ackman has consistently accused the firm of being a ponzi-scheme. He wagered \$1bln at the bet, and while he still believes the firm is illegitimate, he has thrown in the towel to focus his attention elsewhere. In [this brief interview](#) Ackmans speaks about his exit. It was also announced that the Dutch regulator's interpretation of applicable rules made the anticipated \$300m tender offer no longer feasible. Now the fund itself intends to tender for \$300m instead, subject to shareholder approval at the April shareholders meeting. We view this is a net positive as the tender will be accretive to the fund's NAV. Larry Robbins' [Glenview Capital](#) also had a difficult month, losing 7%. The fund is positioned 100% net long given the favorable fundamental backdrop holding a portfolio of companies that are valued at less lofty PE ratios than the overall equity markets. The long position clearly hurt in February. Compounding the losses where double-digit selloffs in some of the fund's biggest positions, including FMC, CVC Health and McKesson.

Returns (%)	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sept	Oct	Nov	Dec	Year	Index*
2018	2.41	-2.87	-	-	-	-	-	-	-	-	-	-	-0.53	-0.60
2017	1.02	2.38	-1.51	0.74	-0.24	-0.39	0.23	0.14	-0.75	1.27	0.27	-0.17	1.96	3.49
2016	-2.78	-1.81	-2.16	-0.22	-0.01	-1.63	2.36	-0.68	-0.28	-1.71	0.88	1.23	-6.63	0.70
2015	1.19	2.46	0.95	-0.26	0.24	-0.61	2.14	-2.68	-1.27	-3.05	1.01	-0.87	-0.90	-4.38
2014	-0.33	2.39	-0.41	-2.03	1.28	1.37	-0.90	1.65	0.92	-1.39	1.53	0.99	5.08	-0.98
2013	2.47	0.01	2.41	1.57	0.91	-1.84	2.33	-2.14	0.72	1.75	1.51	1.56	11.72	6.31
2012	3.03	2.05	0.48	-0.27	-2.98	-0.34	0.75	0.98	1.74	-1.36	1.22	0.98	6.33	3.05
2011	-0.60	1.46	-0.86	1.39	-2.63	-3.48	0.25	-4.14	-5.23	2.12	-0.61	-1.22	-13.01	-8.70
2010	-	0.03	2.91	1.52	-5.67	-2.64	1.77	-0.54	5.19	2.53	0.47	4.58	9.62	4.63

* HFRX Global Hedge Fund Index Hedged to EURO

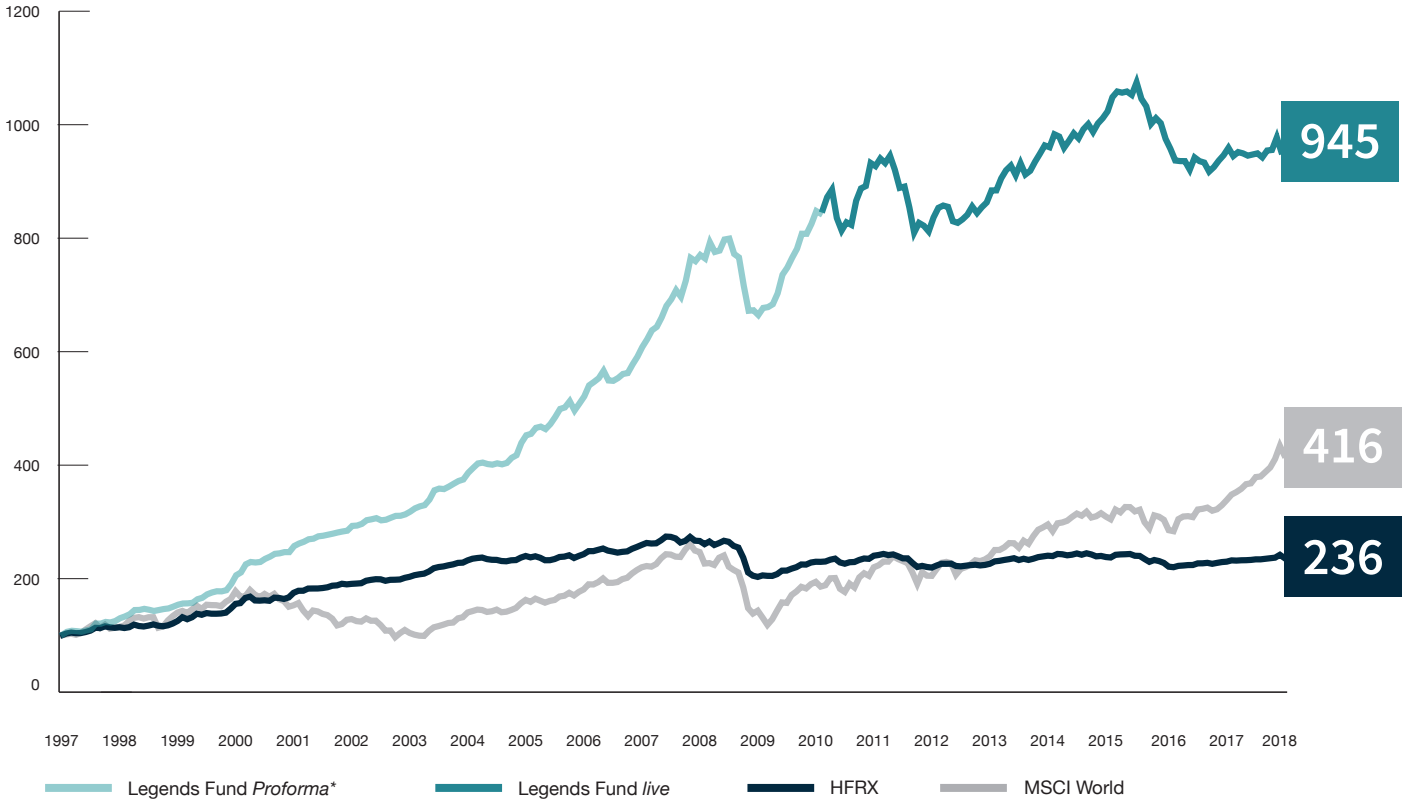


Long Term Statistics (1997 – February 2018)

	Legends Fund*	HFRX Index	AEX Index	Govt. Bonds	MSCI World
Annual Return (%)	11.2	4.1	2.9	4.7	7.0
Annual Standard Deviation (%)	7.3	6.1	19.6	2.8	15.5
Sharpe Ratio	1.2	0.3	0.1	0.8	0.4
Maximum Loss (%)	-16.9	-25.9	-68.5	-3.4	-54.6
Beta to MSCI World	0.30	0.30	1.00	-	1.00

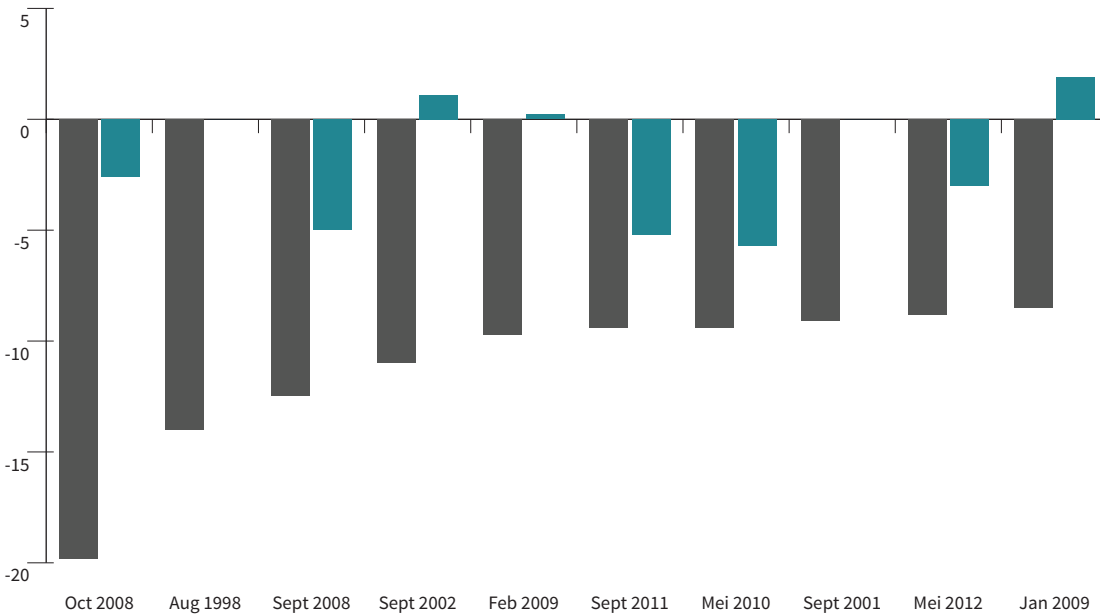
* Until February 1, 2010, returns based on a pro-forma portfolio of Legends with current target weightings and net of Legends Fund fees. Live results from February 2010. Results prior to Feb 2010 are shown for illustrative purposes only.

The chart below shows the cumulative returns of the Legends portfolio since 1997.



* Until February 1, 2010, returns based on a pro-forma portfolio of Legends with current target weightings and net of Legends Fund fees. Live results from February 2010. Results prior to Feb 2010 are shown for illustrative purposes only.

Performance of the Legends Fund portfolio in worst months for equity markets since 1997.



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Fund Characteristics

Return Target	Euribor +5%
AuM	EUR 250 Million in strategy
Month-End NAV	EUR 97.51
Participations	366,544
Subscriptions	Daily, through stock exchange
Redemptions	Daily, through stock exchange
Direct Fund Dealings	Daily subscriptions, monthly redemptions with 90 days notice
Management Fee	0.625%
Performance Fee	5% with High Watermark
Subscription Fee	0%
Redemption Fee	0%
Currency	EUR
ISIN Code	NL0009692839

About Legends Fund

Legends Fund offers unique access to some of the world's most renowned money managers. The underlying funds are mostly closed to new investors or require multi-million dollar minimums. Through its industry network and long standing history with these managers Legends Fund makes this unique investment talent accessible to all investors. Through its listing at Euronext Amsterdam, Legends Fund can be bought and sold on a daily basis without a minimum investment amount.

Legends Fund is managed by the hedge fund specialists of Theta Capital Management. Established in 2001, Theta Capital Management is one of the oldest and largest independent Dutch Alternative Asset Managers. Since its creation, Theta has been exclusively focused on managing portfolios of hedge funds for both private and institutional clients. Management and shareholders of Theta Capital are among the largest investors in Legends.