

# Performance Update

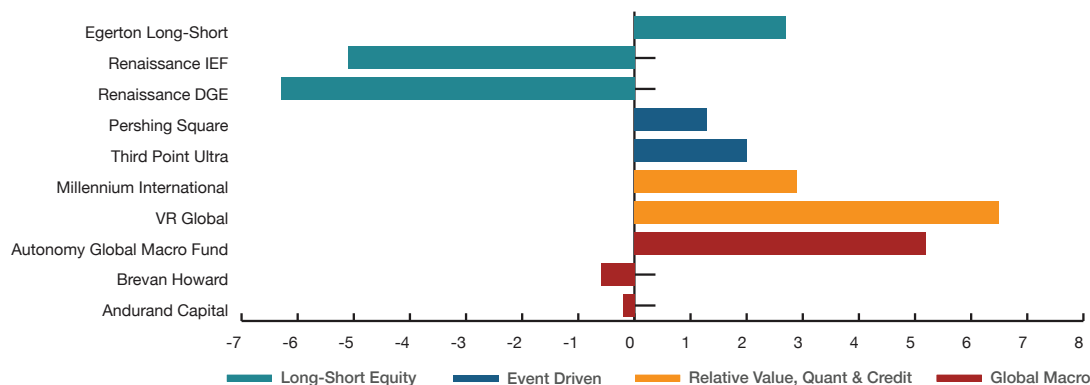
June 2020 **Legends Fund +2.35%**

## Legends Fund Performance

Legends Fund gained 2.35%, bringing year-to-date performance to -0.27%. The reference HFRX Global Hedge Fund Index was up 1.44% for the month and is down -3.34% for the year.

We added Boaz Weinstein's Saba Capital Master Fund to the portfolio per July 1st. The recent Institutional Investor Profile provides some good background on the manager. We have known Mr. Weinstein for over 10 years and the reason to start investing now is that mispricings in credit markets, and with that relative value opportunities, haven't been as abundant ever before in his career. The reasons that these mispricings exist is that market pricing is overwhelmingly driven by market technicals and there are only very few relative value hedge funds left, while proprietary trading desks at banks these days have very little capital to play with.

## Results (%) per manager\* for June 2020



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

## Results per Strategy

### Global Macro

Robert Gibbins' **Autonomy Global Macro Fund** was up 5.22% in June (-5.9% YTD). About half the returns were driven by long credit positions in Puerto Rico and Argentina, which were amongst the main detractors earlier in the year. Interest rate receiver positions in Brazil, South-Africa and Mexico provided the other half of the gains. These latter positions were largely entered during and after March as the manager saw significant mispricing's in these markets' yield curves. Alan Howard's **Brevan Howard Fund** was down -0.61% (+21.3% YTD). With volatility coming in and risk assets performing strongly we are not surprised. We expect the fund to do well again when investors turn more risk averse. Pierre Andurand's **Andurand Commodity Fund** was close to flat in June (-0.2%, +66.7% YTD). We rebalanced the position on June 30th, realizing part of the profits. The manager believes the second half of 2020 will hold a decent risk of renewed price declines in oil as new lockdowns could dent demand while a Democratic victory in the U.S. election could bring Iranian oil back onto the market. As a result, he is looking for a good entry-point to express his bearish views once again.

### Event Driven

Bill Ackman's **Pershing Square Holdings (PSH)** gained 1.29% in June, bringing year-to-date gains to 22.6%. Interestingly, Ackman has re-entered the credit protection position, as the sharp credit rally has provided him an opportunity to re-instate cheap hedges once again (see SABA above) – albeit at much smaller size than before. Dan Loeb's **Third Point Ultra Fund** was up 2% in June with year-to-date losses still at 10%. Prudential was the main contributor with a 16.4% gain in June. Prudential is the fund's largest position and its biggest detractor year-to-date.

### Long-Short Equity

John Armitage's **Egerton Long-Short Fund** gained 2.7% in June, and has now largely recaptured the lost ground of the first quarter, being down -1.3% year-to-date. The **Renaissance Institutional Equities Fund (RIEF)** shed 5.03% (-15.9% YTD), while the **Renaissance Institutional Diversified Global Fund (RIDGE)** lost 6.3% (-19.0%). It is clear that the funds continue to have difficulties navigating these markets with all of its rotations and the unpredictable individual stock beta's.

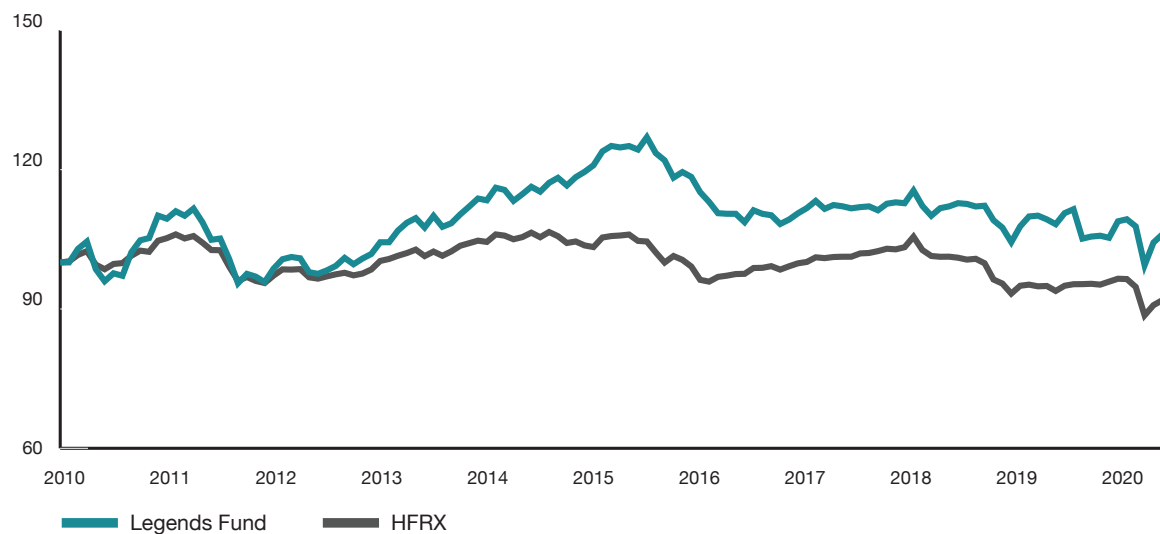
### Relative Value, Quant & Credit

Richard Deitz' **VR Global** gained 6.5% in June, and the **VR Argentina Recovery Fund II** gained 15.3%. The funds are down 10.2% and 9.0% respectively for the year. While Deitz has been frustrated by the attitude of Argentina and especially its Minister of Economics in the debt restructuring process, positions are now back to flat since the launch of the Argentina Fund in October of last year. It shows that even with the incredible setback delivered by Covid-19 and an even less co-operative government attitude than expected, the positions were originally entered at fire-sale prices providing downside protection. There remains about a 25% gap between the trading prices for the sovereign debt and the latest government restructuring proposal. More importantly, for VR, 80% of the Argentina exposure (which is 30% of the flagship fund and 100% of the Argentina Fund) is outside of the sovereign (provinces and corporates) which offer additional upside. Izzy Englander's **Millennium International** gained 2.93% in June and is up an impressive 10.0% year-to-date. The manager is raising another \$3bln in a 5 year shareclass with a drawdown structure, for the money to put to work when they have sufficient capacity. We cherish our legacy quarterly liquidity shareclass that allows us to hold a large position in Legends Fund.

Returns (%)	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sept	Oct	Nov	Dec	Year	Index*
<b>2020</b>	0.41	-1.40	-7.76	4.91	1.70	2.35							<b>-0.27</b>	<b>-3.34</b>
<b>2019</b>	3.25	1.99	0.15	-0.73	-0.95	2.20	0.76	-5.67	0.42	0.17	-0.41	3.36	<b>4.30</b>	<b>3.44</b>
<b>2018</b>	2.41	-2.87	-1.88	1.48	0.35	0.62	-0.14	-0.49	0.14	-2.79	-1.45	-2.91	<b>-7.43</b>	<b>-9.93</b>
<b>2017</b>	1.02	2.38	-1.51	0.74	-0.24	-0.39	0.23	0.14	-0.75	1.27	0.27	-0.17	<b>1.96</b>	<b>3.49</b>
<b>2016</b>	-2.78	-1.81	-2.16	-0.22	-0.01	-1.63	2.36	-0.68	-0.28	-1.71	0.88	1.23	<b>-6.63</b>	<b>0.70</b>
<b>2015</b>	1.19	2.46	0.95	-0.26	0.24	-0.61	2.14	-2.68	-1.27	-3.05	1.01	-0.87	<b>-0.90</b>	<b>-4.38</b>
<b>2014</b>	-0.33	2.39	-0.41	-2.03	1.28	1.37	-0.90	1.65	0.92	-1.39	1.53	0.99	<b>5.08</b>	<b>-0.98</b>
<b>2013</b>	2.47	0.01	2.41	1.57	0.91	-1.84	2.33	-2.14	0.72	1.75	1.51	1.56	<b>11.72</b>	<b>6.31</b>
<b>2012</b>	3.03	2.05	0.48	-0.27	-2.98	-0.34	0.75	0.98	1.74	-1.36	1.22	0.98	<b>6.33</b>	<b>3.05</b>
<b>2011</b>	-0.60	1.46	-0.86	1.39	-2.63	-3.48	0.25	-4.14	-5.23	2.12	-0.61	-1.22	<b>-13.01</b>	<b>-8.70</b>
<b>2010</b>	-	0.03	2.91	1.52	-5.67	-2.64	1.77	-0.54	5.19	2.53	0.47	4.58	<b>9.62</b>	<b>4.63</b>

Results from Feb 2010 to Dec 2012 are the results of Legends Fund predecessor fund (same strategy, but no listing).

\* The HFRX Global hedge Fund index hedged to Euro



## Fund Characteristics

Return Target	Euribor +5%
AuM	EUR 250 Million in strategy
Month-End NAV	EUR 94.39
Participations	205,436
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.

