

# Performance Update

December 2020 **Legends Fund Performance** Month **+7.31%** | Annual **+16.04%**

## Legends Fund Performance

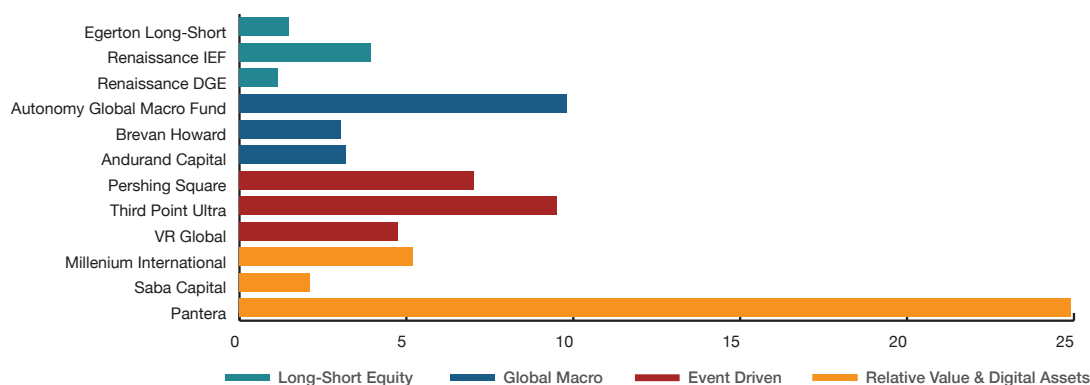
Legends Fund was up 7.31% in December and finished the year up 16.04%, in Euro. The reference HFRX Global Hedge Fund Index (EUR) returned 2.27% for the month and +3.00% year-to-date.

December gave a strong finish to a strong year for Legends Fund. Of the 11 underlying managers, 8 were up – some by a lot –, 2 were flat, and only one was negative. We provide the highlights below:

- We have been active investors in the blockchain technology space for over three years now and added exposure to [Pantera LT ICO Fund](#) in 2020. The fund returned 325% and was the largest contributor for the year. We remain excited about the strategy and the outlook for the fund. We refer to the [December 8th webinar with Dan Morehead](#), the founder of Pantera for more background and to the [January 14th webinar with Olaf Carlson-Wee](#), the founder of Polychain. Both are managers in the dedicated Theta Blockchain Ventures Fund, for which we are holding a first close January 31st, with a second and final close on February 28th. If you are interested in this, please [contact us](#).
- [Pershing Square Holdings](#) gained 83.67%. Bill Ackman has made a very strong comeback, returning 170% over the last 2 years. His complete re-focus on the investment process has clearly paid off. In 2020, Ackman made the trade of year, buying cheap credit protection in fear of the coronavirus, realizing gains of 2.5bln only a few months later. He redeployed the gains into his long portfolio, optimally profiting from the sharp recovery in stock prices.
- [Andurand Capital](#) gained 68% shorting oil after recognizing the potential impact of the virus early on. We have redeemed from the fund at year-end as we do believe trading energy markets is extremely challenging and we see better risk-adjusted returns elsewhere.
- [Millennium International](#) gained 25% this year, an excellent result for this fund which carries a low risk profile. In the sharp downturn in March, Millennium kept losses to a minimum (12bps) while posting strong returns every other month of the year. We have been holding a maximum sized position in Millennium. About 20% of this position got redeemed by year-end, as the manager distributes profits to investors and only allows limited new capital into its new 5-year shareclass.
- We added [Point72](#) to the portfolio, a fund with a similar strategy to Millennium albeit slightly less diversified and therefore a bit more volatile. Point72 also had an excellent year with 17.5% gains. The fund is closed, but we have secured capacity for Legends Fund and our direct investors.
- After suffering significant losses in Q1, emerging markets focussed funds [Autonomy Global Macro](#) and [VR Global](#) had made back the losses by the end of the year. The [VR Argentina Fund](#) actually ended with a 5% yearly gain, a remarkable result given the unfolding events in 2020.

- **Brevan Howard** did very well, returning 27%, most of which was made in the first quarter. With that the fund continues to deliver reliable protection in challenging markets while not losing its shirt during more normal times.
- Our new addition **SABA Master Fund** has a somewhat similar profile to Brevan Howard, offering attractive upside optionality when markets become more volatile; albeit focused on credit markets in their case. The fund delivered a staggering 81% return in 2020 as it profited from the sharp widening of credit spreads in the first quarter. With corporate credit spreads returning to pre-virus levels, we believe the position still offers very timely protection against new credit market volatility.
- **Egerton Capital** had a decent year gaining 9.7%, turning more net long after the market correction in Q1. Longs contributed 24% while shorts cost 10%.
- The only detractor and real disappointment in 2020 was **Renaissance Capital**. The systematic strategy evidently struggled with the sudden standstill of the economy. The long-biased and market-neutral funds lost respectively -19% and -31%. Losses were primarily suffered on the short side. We do expect double digit drawdowns from these funds from time to time and we believe that the long term returns do compensate for that. The reason to invest with Renaissance and not with smaller players in this strategy, is that they have the staying power to weather these drawdowns, while sticking to their strategy. Other, smaller, funds may be forced to make adjustments or even close down. With 40% internal capital, the firm is well aligned with its investors and we are confident that returns going forward will get back in line with their historical norm.

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

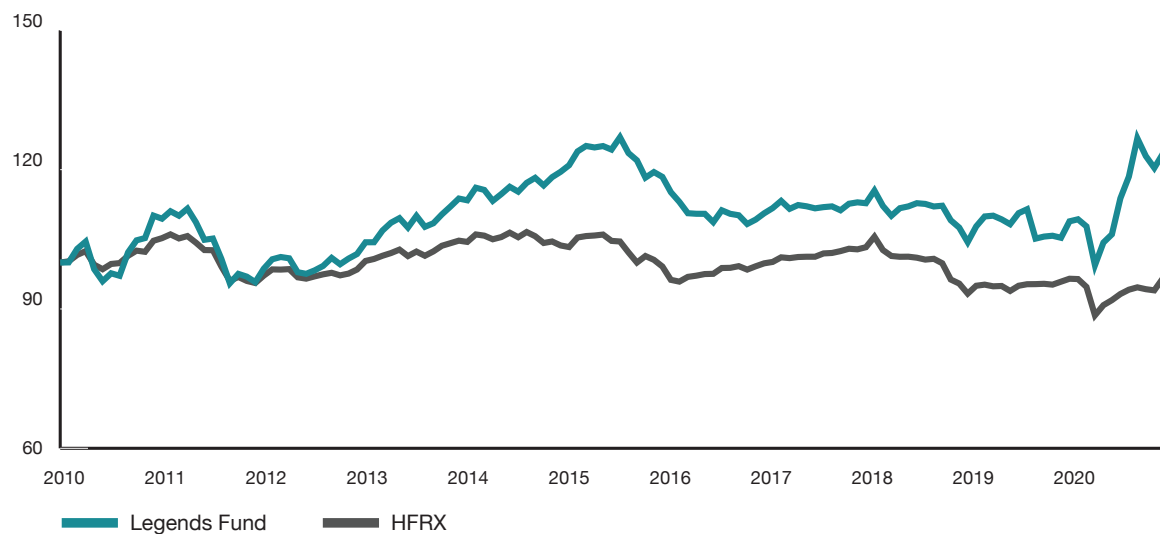


\* Managers that have a weighting of less than 5% due the building or exiting of a position are excluded.

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	4.11	+6.96	-3.02	-2.08	2.53	7.31	<b>16.04</b>	<b>3.00</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 109.83
Participations	205,212
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.

