

Performance Update

February 2021 **Legends Fund 19.06% | YTD 23.55%**

Legends Fund Performance

Legends Fund gained 19.06% in February, bringing the year-to-date performance to +23.55%. The reference HFRX Global Hedge Fund Index (EUR) was +1.47% and +1.23% year-to-date.

Performance in February got a big boost from our holding in the Pantera Early Stage Token Fund. We established most of the position on July 1st 2020 and over the 8 month period since then, it has gained over 1100% net. It is an investment in early stage blockchain technology projects, some of which have seen tremendous value increases over the period driven by increased protocol usage and supported by real cash flows.

We have been early adapters of the emerging blockchain technology theme and have established a strong position in the industry, as evidenced by the recent launch of Theta Blockchain Ventures for which we raised USD 115 million. By investing in early-stage projects through a leading specialist like Pantera, we considered the risk-adjusted returns to be very attractive. Pantera has been dedicated to the space since 2013 and has an enormous edge in researching and accessing the best quality projects. Combine this with the vast asymmetry of the potential outcomes and the result is a highly attractive setup for achieving attractive risk-adjusted returns. This is now playing out. Whereas some projects will be unsuccessful and result in complete loss of capital, other projects will accrue enormous value and return large money multiples. We have seen several 50x+ returns amongst Pantera's portfolio companies already. Our investment approach is distinctly different from an investment in Bitcoin, to which Pantera has negligible exposure. While Bitcoin also performed strongly (over 500% over this 8-month period), we consider it a much more binary bet than investing broadly in the technology.

In our view, we are still at the very beginning of the disruption that will be caused by blockchain technology. There are still far less than 1 million people who use decentralized finance applications, one of the principal areas of disruption that we expect will see enormous growth. The tech is still clunky and difficult to use, but in the basis it works and improving the user experience will only be a matter of time.

We have been reducing the Pantera allocation to manage the position size and will continue to do so. At the same, time we expect the position to continue to be an important driver of returns for Legends Fund.

The success of our investment in blockchain technology showcases the attractiveness of an unconstrained portfolio. We saw this before in 2006/2007 around the short subprime mortgage trade. If there are highly attractive asymmetrical investment opportunities somewhere, then chances are that we will pick them up through our roster of managers.

The rest of the portfolio performed well in February, with an average return of 1.5%.

Results per Strategy

Long-Short Equity

Steve Cohen's [Point72](#) gained 8.4% in February, almost completely recovering from the loss in January. It illustrates the importance of staying power: not having to realize losses in the January market turmoil led to the sharp bounce back. John Armitage's [Egerton Long-Short Fund](#) gained 4.7% in February, driven by the long book. [Renaissance Technologies](#) was overall flat in February with long-biased RIEF gaining 1.5% and market neutral RIDGE shedding 1.5%.

Global Macro

Robert Gibbins' [Autonomy Global Macro Fund](#) had a tough month in February, with a -5.5% return. The fund experienced losses in the final week of the month as markets underwent swift rotation and reversion, along with idiosyncratic selloffs. One of the key market drivers in February – particularly in the final week – was a sharp selloff in U.S. fixed income as investors began to anticipate a sustained recovery accompanied by inflation and the prospect of Fed hikes as early as Q4 2021. Emerging market interest rate receivers broadly sold off due to the rise in U.S. rates. Alan Howard's [Brevan Howard Fund](#) fared better and gained 0.2% for the month.

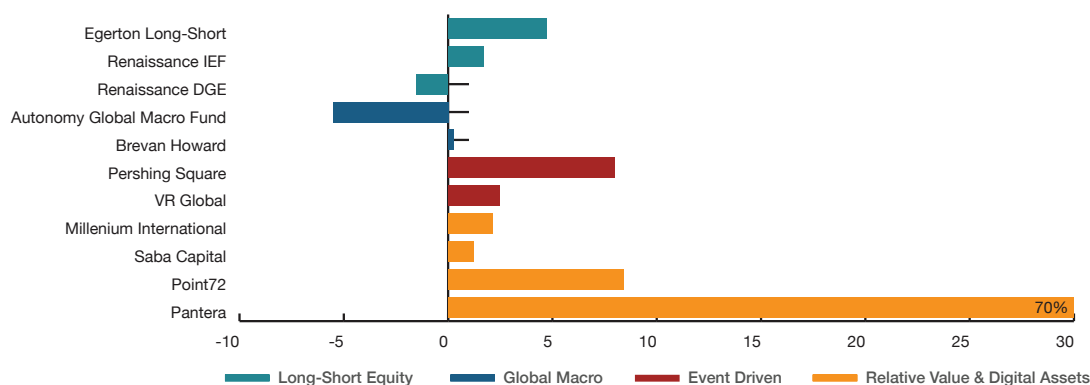
Event Driven

Richard Deitz' [VR Global](#) gained 2.5% while the [VR Argentina Recovery Fund II](#) gained 1.3%. There is now a clear divergence visible between the debt restructurings of the Argentina provinces versus the sovereign, validating Deitz' decision to focus his strategy on the provinces. Bill Ackman's [Pershing Square Holdings \(PSH\)](#) gained 8%, more than recovering from January's losses.

Relative Value & Digital Assets

Izzy Englander's [Millennium International](#) gained 2.1% and continues to deliver strong uncorrelated returns. Boaz Weinstein's [Saba Capital Masterfund](#) gained 1.2% following the very strong +6% in February. As mentioned in the introduction Dan Morehead's [Pantera Early Stage Token Fund](#) once again was the star performer as the fund gained 70% in February. Performance was driven by a wide range of positions, many of which were established in private rounds in just the last 9 months. The biggest contributors were Polkadot, a layer-1 interoperability protocol, and Flexa, a blockchain technology based payment system.

Results (%) per manager* for February 2021

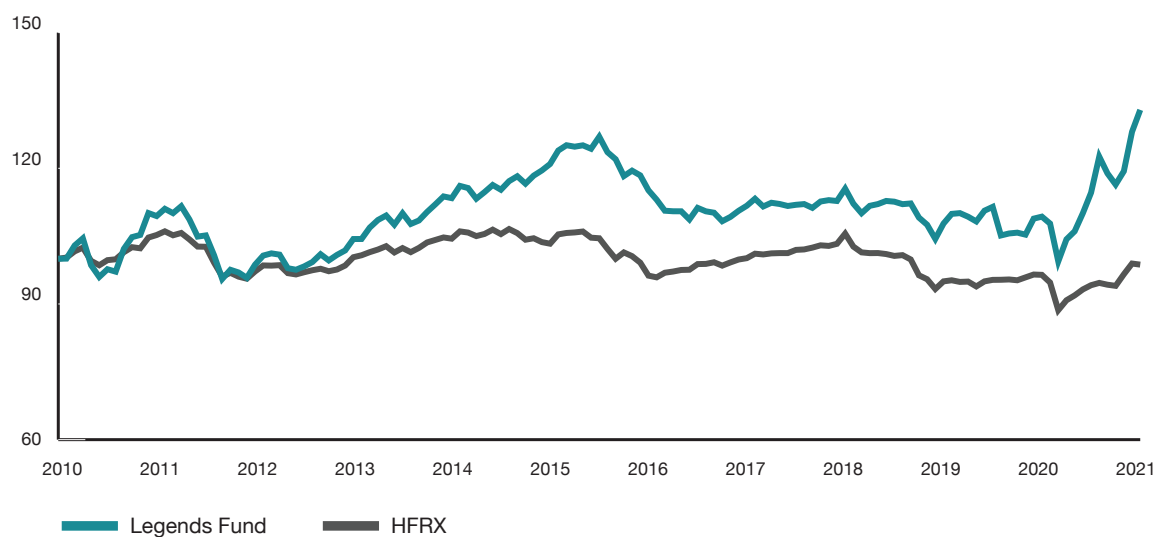


* Managers that have a weighting of less than 5% due the building or exiting of a position are excluded.

Returns (%)	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sept	Oct	Nov	Dec	Year	Index*
2021	3.78	19.06	-	-	-	-	-	-	-	-	-	-	23.55	1.23
2020	0.41	-1.40	-7.76	4.91	1.70	2.35	4.11	+6.96	-3.02	-2.08	2.53	7.31	16.04	3.00
2019	3.25	1.99	0.15	-0.73	-0.95	2.20	0.76	-5.67	0.42	0.17	-0.41	3.36	4.30	3.44
2018	2.41	-2.87	-1.88	1.48	0.35	0.62	-0.14	-0.49	0.14	-2.79	-1.45	-2.91	-7.43	-9.93
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

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 135.70
Participations	203,209
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.

