



# Fund Introduction Profile

## Investor Information

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### Title: MC01 – Algorithmic trading of DAX futures

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#### Strategy Objectives & Approach

The fund invests using a computer algorithm, trading DAX futures using mean reversion. The strategy is systematic and only trades one instrument: the DAX future. The model has analysed all c. 14,000 days that the DAX has traded in its history, and now recognises short-term patterns that have occurred in the past, when similar patterns occur in the present.

The strategy employs no leverage. Positions are held for an average of 2 days. Returns are uncorrelated with those of other asset classes (including other systematic strategies) meaning that, by holding this strategy in a portfolio, an investor will reduce overall portfolio volatility. The fund aims for returns of 10% annualised (net of fees) with around 10% annual volatility.

#### How the Algorithm Works

- Step 1: The algorithm detects an up or down trend
- Step 2: The algorithm takes a view on the shape of the trend
- Step 3: Risk component – leverage is reduced as the volatility of the DAX rises, in a 100% systematic way.

The algorithm is short-term trend following, ensuring a losing position is quickly flattened. There is no set stop loss level.

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#### Track Record/Performance:

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
<b>2016</b>	<b>-4.16%</b>	2.45%	<b>-0.41%</b>	2.28%	<b>-4.93%</b>	4.91%	0.90%	2.85%	<b>-1.32%</b>	<b>-1.10%</b>	<b>-1.63%</b>	2.31%	<b>1.68%</b>
<b>2015</b>	4.31%	2.80%	4.44%	<b>-2.84%</b>	<b>-1.01%</b>	<b>-2.06%</b>	4.10%	2.40%	<b>-0.76%</b>	3.09%	1.09%	<b>-2.41%</b>	<b>13.50%</b>
<b>2014</b>				<b>-0.22%</b>	1.61%	0.28%	1.42%	0.88%	1.60%	<b>-3.09%</b>	2.93%	2.74%	<b>8.31%</b>

Past performance is not indicative of future performance. It cannot provide a guarantee of returns that you will receive in the future. The value of your investment and income from it may go down as well as up and you may not get back the amount you invested.

<b>Total Cumulative Return</b>	24.99%
<b>Annualised Return</b>	8.45%
<b>Annualised Volatility</b>	8.94%
<b>Return YTD</b>	1.68%
<b>Max Drawdown</b>	-7.21%

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#### Investor Profile

- HNWIs and UHNWIs
- Family Offices
- Seed Capital Investors
- Funds of Funds when applicable



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## Key Staff Overview

The two founders of the fund have a combined 36 years of financial markets experience, and backed by a group of ex-Rothschild Group and ex-JPMorgan Cazenove bankers.

The CIO has over 20 years of experience in the City and after starting as a closed-end funds analyst he moved onto developing a trading system that systematically traded long-short equities, relative value and directional futures. After this he went on to help write and develop a proprietary algorithm which was used in setting up a systematic long-short equity hedge fund.

The partner and CEO has over 16 years of experience in the City including managing \$1bn of pension fund money over 7 years. After this he continued in managing funds including a UK equity fund as well as managing an equity long-short book before working in equity sales.

The fund has seven employees and is part of a larger firm made up of forty.

This summary Term Sheet sets out some basic information relating to the Fund. It is not marketing material, nor is it intended as an offer or solicitation for the purchase or sale of any financial instrument or as an official confirmation of any transaction. All market prices, data and other information are not warranted as to completeness or accuracy and are subject to change without notice. Any comments or statements made herein do not necessarily reflect those of Linear Investments Limited, its subsidiaries and affiliates. This summary needs to be read in conjunction with the full formal Fund documentation which the Fund will provide you with subject to you being entitled to receive it in terms of the regulatory framework within which this Fund is governed and subject to you being in a jurisdiction in which this investment opportunity may be offered to you

If you are interested in more information regarding this fund, please contact  
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