

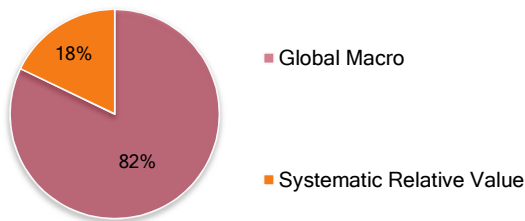
Areca Sicav SIF - Convexity Fund

October 2018

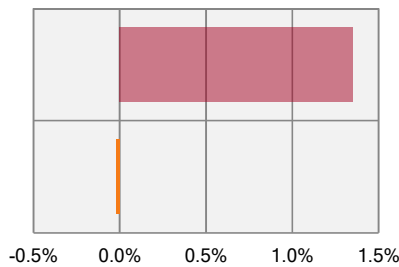
Share Class B USD NAV 102.10 (ISIN: LU1858081810)

	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	YTD
2018								0.82%	0.11%	1.16%			2.10%

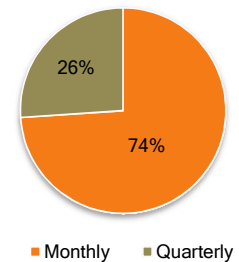
Strategy Breakdown



Strategy Contribution (gross)



Liquidity



Fund Description

Areca Sicav SIF - Convexity Fund seeks to offer a portfolio that is designed to benefit during systemic market crises while delivering a neutral performance in normal times. One part of the fund invests in specialized tail hedge fund strategies that exhibit a return profile that provides protection in case of extreme adverse events. The other part of the fund invests in convex strategies that generate a positive carry return in normal market environments to compensate the negative protection cost of the tail hedge funds. The objectives of the Areca Convexity Fund are low positive or negative returns in a normal market environment and high positive returns in an adverse market environment. The fund aims at low to negative correlation to equities, fixed income and commodities.

Investment Opportunity

- Global approach: Downside convex returns at minimal carry cost
- Focus on specialized hedge funds managers
- Concentrated portfolio of diversified hedge funds
- Targeting different crisis scenarios

Characteristics

- **Low to negative correlation** - Low correlation with the main asset classes
- **Asymmetry** - Minimized cost of carry and benefit from a large payoff during drawdowns
- **Convexity** - Non-linear returns: the larger the negative event, the exponentially higher the pay-off

Fund Details

Launch date: August 1, 2018
Fund Domicile: Luxembourg SICAV SIF
Investment Manager: Ayaltis AG, Zurich
Fund Administrator: Credit Suisse (Luxembourg)
Fund Depository: Credit Suisse (Luxembourg)
Fund Auditors: Ernst & Young (Luxembourg)

Subscription: Monthly, 5 business days notice
 Next Date: 19 December 2018
Redemption: Monthly, 100 days notice
 Next Date: 19 December 2018
Initial Investment Share Class A: EUR 125'000
Subsequent Investment Share Class A: EUR 1'000
Initial Investment Share Class B: EUR 800'000
Subsequent Investment Share Class B: EUR 1'000
Available Currencies: USD, CHF, EUR

Fund Size: USD 14 million
Share Classes Fees
A: 1.50% Mgmt Fee
 10% Perf Fee
B: 0.75% Mgmt Fee
 10% Perf Fee

Contact

Investor Relations, Tel.: +41 43 501 37 60, ir@ayaltis.com

Contact

Investor Relations, Tel.: +41 43 501 37 60, ir@ayaltis.com

The State of the origin of the Fund is Luxembourg. This document may only be distributed in or from Switzerland to qualified investors within the meaning of Art. 10 Para. 3, 3bis and 3ter CISA. The Representative in Switzerland is ACOLIN Fund Services AG, Affolternstrasse 56, CH-8050, whilst the Paying Agent is Bank Vontobel Ltd, Gotthardstrasse 43, 8002 Zurich. In respect of the units distributed in Switzerland, the competent Courts shall be at the registered office of the Representative in Switzerland. The Basic documents of the Fund as defined in Art. 13a CISO as well as the annual reports may be obtained free of charge at the office of the representative.

Alternative investments carry substantial risks. The nature and extent of some of these risks differ from traditional investments in stocks and bonds. There can be no assurance that the advice or information provided above will lead to superior performance. In particular, the performance of an alternative investment may vary substantially over time. Investors bear the risk of losing all or part of their investment and thus should carefully consider the appropriateness of such investments for their portfolio. While the information contained in this document has been obtained from sources deemed as reliable, no representation is made as to its accuracy or completeness, and it should not be relied on as such. The fund has been entered into the List of Restricted Schemes by the Monetary Authority of Singapore under paragraph 2(3) of the Sixth Schedule to the Securities and Futures (Offers of Investments)(Collective Investment Schemes) Regulations 2009. Past performance is not necessarily indicative of future performance. Before investing in the fund, prospective investors should read the prospectus of Areca SICAV SIF - Value Discovery, which may be obtained at the fund's investment manager Ayaltis AG, Bleicherweg 19, 8002 Zurich, Switzerland, ir@ayaltis.com