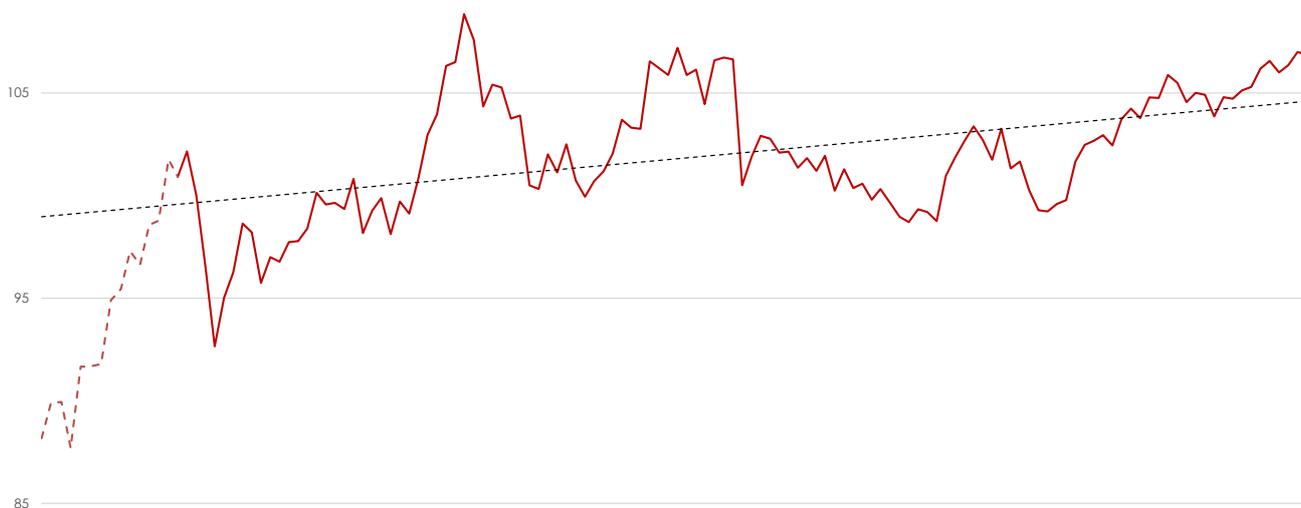


AURYN ABSOLUTE RETURN. THE FUND.

DESCRIPTION

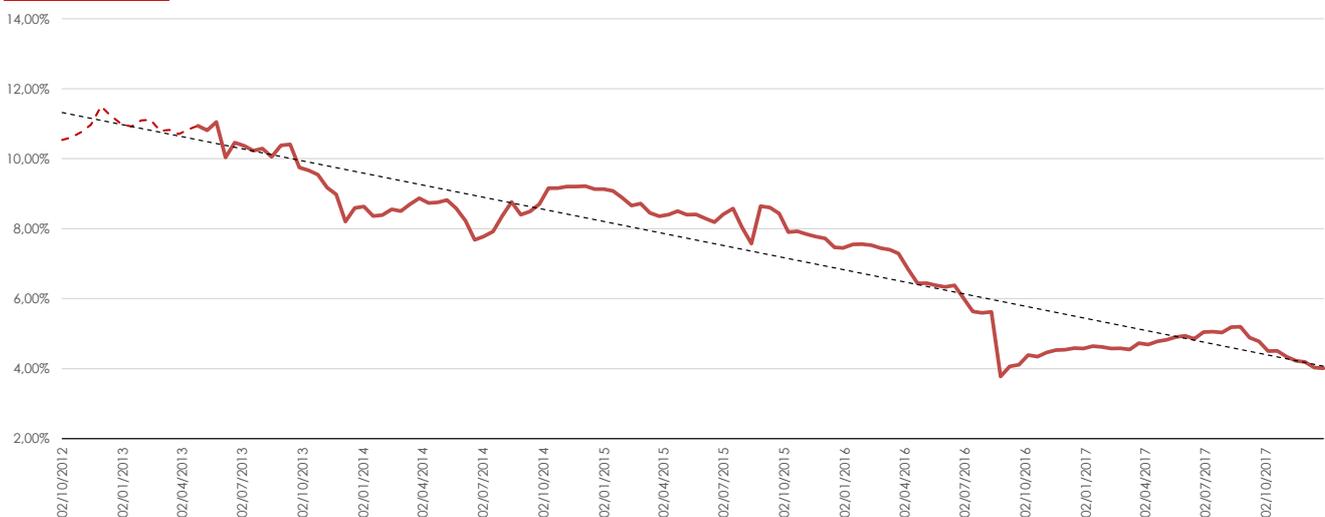
Auryn Absolute Return SICAV SIF is a multistrategy fund with a quantitative approach aimed for absolute return. Its main purpose is the achieving of stable, positive returns with no correlation with the equity market. It has the Bund volatility as a target but it has no rates risk, becoming a substitute for fixed income. This is achieved by the use and management of a portfolio of strategies designed to profit from sustainable market inefficiencies and not from the direction of the market, thus lowering market correlation while keeping returns and volatility stable.

FUND PERFORMANCE



*Dotted line shows Proforma

VOLATILITY



*Dotted line shows Proforma

For more information please call us at +346 54 78 54 35.

MONTHLY COMMENTS

December 2017

December has been another negative month for equities in Europe, while the US is still in record breaking mode. Volatility in 50 year lows does not allow much room for anything other than trend following strategies, which is the dominant approach of the passive flows that make up for one third of the markets.

Auryn Absolute Return (AAR) achieved a positive performance of +0.56% for the month, ending 2017 with a 7.11% return and a 4.01% volatility, well below the Bund's volatility.

The low Beta of 0.26 is a product of the strategies employed, that also don't have rates risk. A Sharpe ratio of 1.77 is a good measure of the year, but most importantly it is the spread of the performance against the several strategies that shows how strong the mesh of approaches can be in other market circumstances.

As usual we take no views on the market, we just manage the evolution of markets through quantitative strategies.

NAV	106,87
% return last month	0,56%
% return since inception	6,87%
Return YTD	7,11%
Return 3 months	1,49%
Return 6 months	2,22%
Return 12 months	7,11%
Annualized volatility 12 months	4,01%
Sharpe Ratio 12 months (0%)	1,77
Beta 12 months	0,26
Annualized volatility since inception	3,81%

MONTHLY RETURNS

	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DIC	YEAR
2014	-1.81%	1.72%	0.12%	1.13%	3.81%	1.85%	1.00%	-2.25%	-1.30	-2.84	0.67%	-0.94	0.66%
2015	0.51%	2.49%	-0.43%	2.87%	0.55%	0.48%	-0.53%	-5.84%	2.56%	-0.62%	-0.77%	0.45%	2.00%
2016	-0.65%	-0.69%	-0.43%	-1.5%	0.48%	1.83%	1.67%	0.76%	-0.54%	-1.53%	-1.67%	0.17%	-2.12%
2017	2.7%	0.44%	1.15%	0.58%	0.74%	-0.88%	0.34%	0.13%	0.48%	0.89%	0.10%	0.56%	7.11%

BETA 12M ROLLING



*Dotted line shows Proforma

HISTORIC PARAMETERS

Maximum volatility	11,64%
Minimum volatility	2,84%
Positive months	58,82%
Average monthly return	0,11%

Average return positive months	1,43%
Average return negative months	-1,78%
% positive months when positive markets	75,00%
% positive months when negative markets	20,00%

STRATEGIES COMMENTS

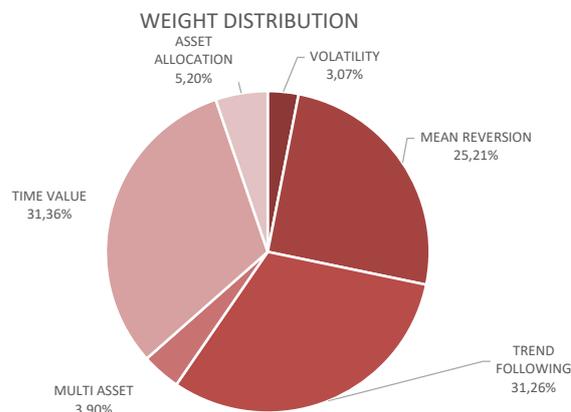
December 2017

A market that never ceases to amaze broke the markets synchronicity in November and widened the gap even more in December. Volatility is still missing, but a meltdown in the yields plus some tactical opportunities have been exploited for a profit.

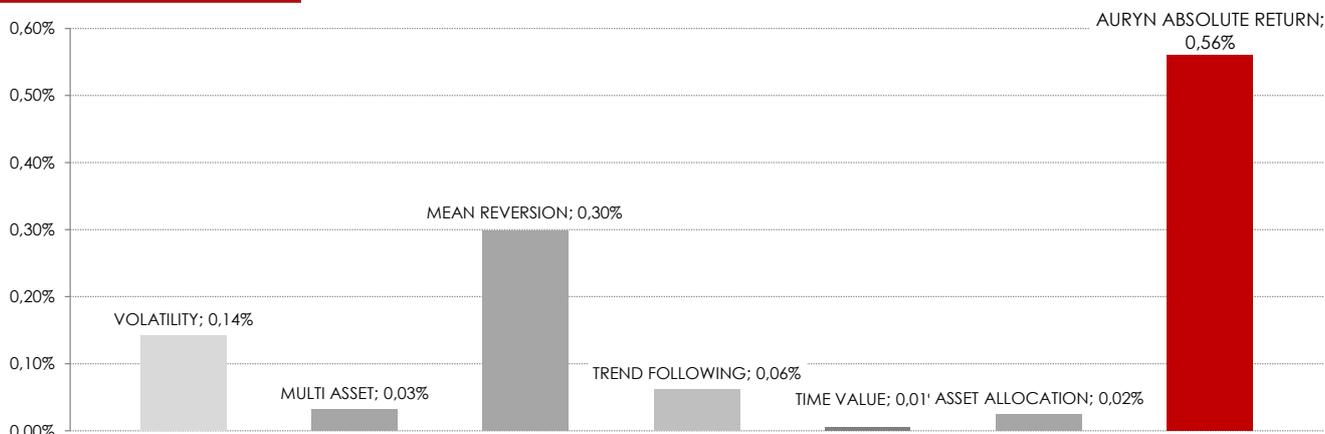
The best performing group has been the MEAN REVERSION GROUP, adding a 0.30% to the fund with a 25.21% weight. The worst performer has been TIME VALUE, which has become a drag due to the low premiums and strong trend.

This is how strategies relate to each other, providing with convex returns and decorrelation through changes in the market regime.

Once again, entries below the linear regression lines (in corrections) have been the best, historically.



PERFORMANCE ATTRIBUTION



STRATEGIES DESCRIPTION

VOLATILITY GROUP: Strategies that profit from different characteristics of volatility derivatives, such as the asymmetrical distribution of returns, negative correlation with the markets and its behaviour during contango periods

MEAN REVERSION GROUP: Strategies that profit from mean reversion behaviours after extreme movements, either euphorias or panics.

TREND FOLLOWING GROUP: Market Neutral strategies that invest in U.S.A equity (based on fundamental criteria) and Europe equity (based on relative low volatility). Both strategies use technical criteria to open and close trades. Additionally, beta of both strategies is neutralized in order to obtain the alpha provided by the design of the strategies.

MULTI ASSET GROUP: Strategy that invest in a diversified universe of assets using quantitative models based on Momentum (risk adjusted returns) criteria.

TIME VALUE GROUP: Strategies that profit from calm markets exploiting time decay of options.

ASSET ALLOCATION GROUP: Strategies that use third party funds with a monthly rebalance and intramonth adjustments to create a dynamic asset allocation process.

The weight distribution among groups is performed by a Metastrategy which allocates weights dinamicly. The main goal is to reduce volatility on the ensemble and adapt the fund to market conditions in order to achieve stable positive returns decorrelated with market oscillations.

"Information for institutional and professional investors only. This is not an investment advice"

FUND	Class A	Class B
ISIN	LU0890547374	LU0890547705
Bloomberg Ticker	AASABRA:LX	AASABRB:LX
Subscription / Redemption fees	0% / 0%	0% / 0%
Min. Initial investments / Min. Following	1M€ / 50.000€	125.000€ / 10.000€
Advisory fee Fixed / Success	1% / 10%	2% / 10%
NAV calculation	Weekly	
Cut Off	Friday 12:00 am	
Currency	EUR	
Management Company	Andbank Asset Management Luxembourg	
Auditor Company	Deloitte Luxembourg	
Depository Company	EFA	
Fund registration	Luxembourg Trade and Companies Register number B-147.174	

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Financial investments are risky. Some of the risk involved are market risk, interest rates risk, currency risk, credit risk, liquidity risk, etc. and thus they are not suitable for all types of investors.

Thus, financial investments in general as well as the ones described in the present document can be subject to the aforementioned risks in a direct way and also in an indirect way through the use of third party investment vehicles.

Past performance is not a reliable indicator of future results, the value of financial investments and the income from them may fall as well as rise and investors may not get back the amount originally invested.

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