

NAV	Apr 2019
<b>USD Class</b>	<b>46.24</b>
<b>EUR Class</b>	<b>50.41</b>

## April 2019

### Market commentary

Blockchain Strategies Fund (BSF) reports for April 2019 its third consecutive month with positive returns. This significant development has also been reflected across major crypto currencies. Bitcoin rallied 30.1%, Ethereum 15.4% and Litecoin 23.6%. Ripple continued to underperform, with a flat month at 0.1% (source: CryptoCompare). This leads us to a cumulated return of 42.8% for Bitcoin, 23.1% for Ethereum and -12.6% for Ripple. The Eurekahedge Cryptocurrency Hedge Fund Index (ECHFI), achieved a 26.2% return year-to-date.

Several high-profile companies endorsed blockchain technology and crypto assets this year. JP Morgan admitted that Bitcoin has an intrinsic value and recently, Bank of Canada and the Monetary Authority of Singapore completed a digital currency swap on the blockchain - a first for cross-border payments involving central banks.

Amongst other factors, this certainly helped shift investors' sentiment towards a more constructive approach than in 2018. Such initiatives demonstrate that the crypto asset class is gaining mainstream acceptance and is here to stay.

### Portfolio commentary

BSF's USD and EUR share class increased in April by 6.4% and 6.2% respectively. As a result, the Fund's cumulated performance in 2019 (as of end of April) is now positive in both classes and stands at +5.9% (USD) and 7.9% (EUR). Compared to the abovementioned ECHFI the Fund has still outperformed it since inception, with a positive alpha of +10.68% (01/01/18 to 30/04/19).

April's gap in performance is mainly due our overweighting on systematic quant strategy that was not able to capture the rally during the month with the current market volatility. Additionally, we are assessing the opportunity to overweight several of our funds, as we are seeing a market rebound, increasing our exposure to investments whose performance and risk/return profile are in line with our long-term expectations.

We saw in April the confirmation that the Q1 rally has legs. The ongoing V-shaped recovery has increased significantly the odds that the bear market low is actually "in". We reduced our cash exposure to position our portfolio for a developing bull market. We are now focusing our efforts on increasing the "alpha" and volatility, generated by our fund and manager selection.

While year-to-date gains seem impressive, crypto markets remain at drawdown levels offering interesting long-term entry points for investors willing to build exposure on the crypto asset class. We remain cautious on the short-term volatility, but positive on long-term.

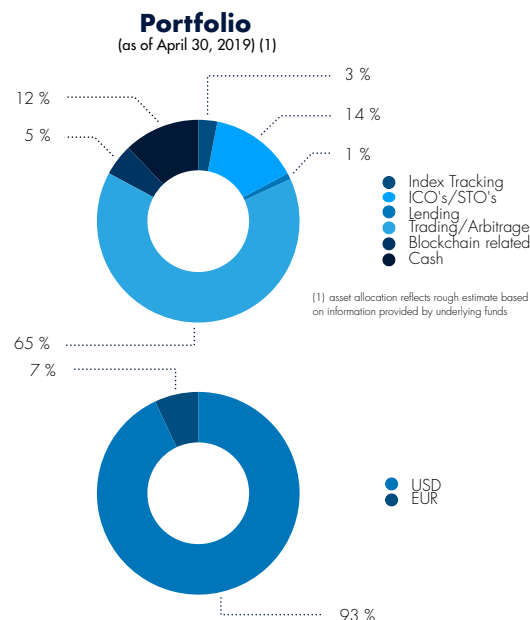
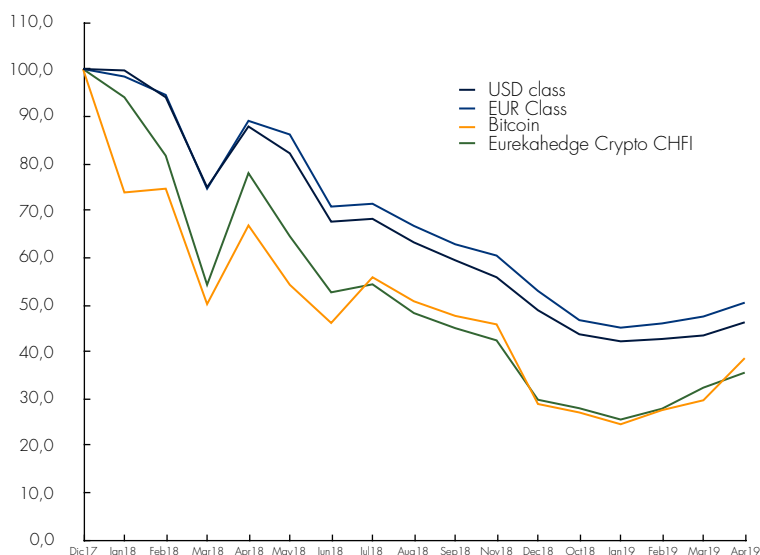
### Performance

(as of April 30, 2019)

Past performance is not an indicator of future performances.

2018	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD	Since Inception
BSF USD (Class A)	-0.31%	-5.74%	-20.34%	17.23%	-6.48%	-17.59%	0.81%	-7.36%	-5.91%	-6.18%	-12.45%	-10.59%	-56.35%	-56.35%
BSF EUR (Class B)	-1.65%	-3.96%	-21.07%	19.42%	-3.36%	-17.69%	0.79%	-6.54%	-5.94%	-3.70%	-12.54%	-11.63%	-53.29%	-53.29%
Bitcoin (BTC)	-26.16%	1.04%	-32.80%	33.19%	-18.88%	-14.89%	21.14%	-9.16%	-6.15%	-3.83%	-36.78%	-6.54%	-72.94%	-72.94%
Eurekahedge Crypto CHFI	-6.04%	-13.11%	-33.67%	43.80%	-17.20%	-18.39%	3.11%	-11.22%	-6.63%	-3.86%	-39.83%	-5.41%	-71.86%	-71.81%
2019														
BSF USD (Class A)	-3.33%	1.22%	1.73%	6.42%									5.93%	-53.76%
BSF EUR (Class B)	-3.38%	1.88%	3.24%	6.19%									7.92%	-49.59%
Bitcoin (BTC)	-8.92%	12.02%	7.57%	30.10%									42.78%	-61.37%
*Eurekahedge Crypto CHFI	-9.10%	10.81%	12.81%	10.68%									26.16%	-64.44%

\* Eurekahedge Crypto-Currency Hedge Fund Index : based on 84.62% of funds which have reported April 2019 returns as at 3 June 2019 (please note that those figures are estimates and will be revised when all funds have reported their performance).

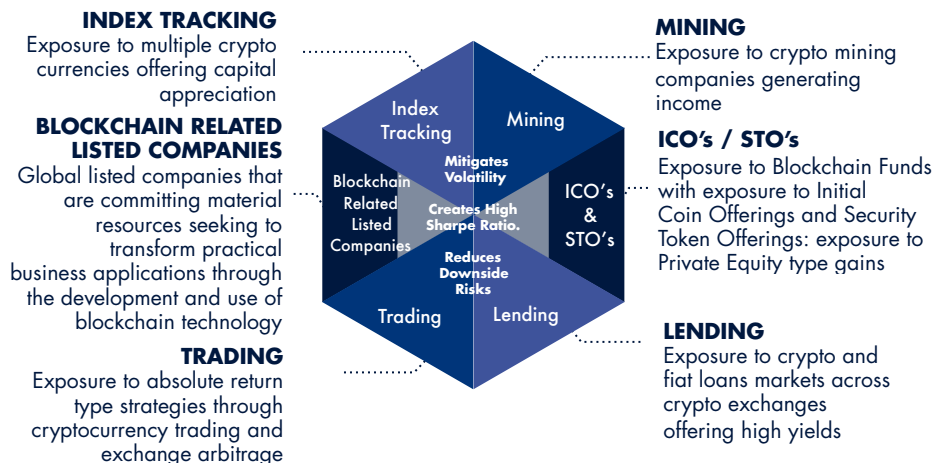


## Investment Program

Blockchain Strategies Fund (BSF) is the world's first fund of funds focusing on blockchain technology investment opportunities such as Funds focusing on all aspects of digital currencies and listed companies using blockchain technology. The Fund has been designed to offer investors full access to the world's newest and fastest growing asset class with the benefits of sound risk management and portfolio diversification to reduce volatility.

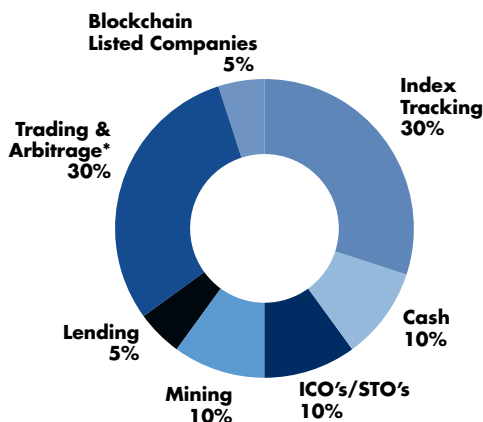
## Investment Strategy

By combining exposure to multiple cryptocurrencies together with Trading, Mining, Lending, Private Equity (ICO) and Blockchain related listed companies' strategies, the Fund aims to create better risk/return profile by reducing volatility.



## A MULTI STRATEGY DIVERSIFYING INTO VARIOUS MARKETS, MANAGERS AND BLOCKCHAIN INVESTMENT STYLES.

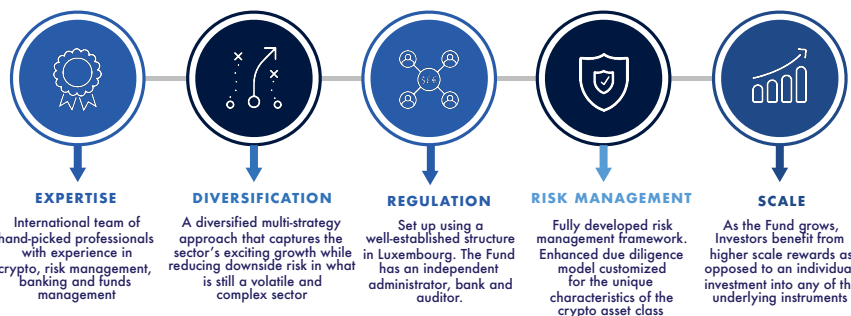
### Model Portfolio



\*Including systematic strategies

## Your Specialist Asset Manager

The Fund bridges the gap between fiat and crypto asset classes by applying risk management techniques and customizing them to the crypto emerging asset class.



### Disclaimer

This document does not constitute an offer of investment advisory services by Block Asset Management S.a.r.l. nor does it constitute an offering of limited partnership interests in the Fund; any such offering will be made solely pursuant to the Funds private placement memorandum. An investment in the fund is suitable only for qualified investors that fully understand the risks of such investment and only in jurisdictions in which such an offer is lawful. Interests in the Fund are speculative and involve a high degree of risk. You should be aware that you could lose all, or a substantial amount, of your investment in the Fund. Cryptocurrencies can be extremely volatile and subject to rapid fluctuations in price, positively or negatively. Investment in one or more crypto-currencies may not be suitable for even a relatively experienced and affluent investor and independent financial advice should be sought where applicable.

The domicile of the Fund is Luxembourg. The Representative of the Fund in Switzerland is OpenFunds Investment Services AG, with its registered office at Seefeldstrasse 35, CH-8008 Zurich, Tel +41 44 500 31 08, www.open-funds.ch. The Paying Agent in Switzerland is Società Bancaria Ticinese SA, Piazza Collegiata 3, 6501 Bellinzona (Tel: +41 (0) 91 821 51 21, http://www.bancaria.ch/). The distribution of Units of the Fund in Switzerland must be made exclusively to Qualified Investors. The place of performance and jurisdiction for the Units of the Fund distributed in Switzerland is at the registered office of the Representative. Publications to Swiss investors in respect of the Interests in the Fund are effected on the electronic platform www.fundinfo.com.

## Key Fund Facts

Fund Name: **Blockchain Strategies Fund**  
Fund Manager: **Block Asset Management**  
Admin.: **Banque de Patrimoines Privés**  
Bank: **Banque de Patrimoines Privés**  
Auditor: **Mazars Luxembourg**  
Legal: **Eversheds Sutherland**  
Swiss Representative: **OpenFunds**  
Dealing / Liquidity: **Monthly**  
Currencies: **USD / EUR**  
Registration: **CSSF Luxembourg**  
Fund type: **Open ended**  
Incorporation: **Luxembourg**  
Management Fee: **2.5%**  
Performance Fee: **25% (10% Hurdle)**  
Redemption Fee: **5% (in first 12 months)**  
Eligibility: **Qualified Investors**  
ISIN USD: **LU1738364063**  
ISIN EUR: **LU1738363925**  
Bloomberg Ticker USD: **BLCSUSD LX**  
Bloomberg Ticker EUR: **BLCEUR LX**

## Key Benefits

- ▶ Blockchain Strategies Fund offers a diverse and broad access to the blockchain technology and crypto currencies. The Block Asset Management team includes experts with over 100 years combined experience in the fund & asset management industry (Credit Suisse, Citibank, Societe General, UBS, Barclays & Lloyds).
- ▶ The Fund bridges the gap between fiat and crypto asset classes by applying proven risk management techniques and customizing them to the emerging crypto asset class. Via the Fund, investors gain diversified exposure to this dynamic new asset class by way of the funds unique six-prong investment approach.
- ▶ Maximum drawdowns can be reduced applying active Risk Management to a diversified portfolio of underlying Funds/cryptocurrencies thus creating a smoother investment journey (less volatility).
- ▶ Blockchain Strategies Fund has strict fund concentration, strategy allocation and liquidity rules limiting maximum exposure single manager, single fund, single exchange & single currency.
- ▶ Block Asset Management is registered as AIFM with the CSSF in Luxembourg. The Fund has an independent Administrator, Custodian & Auditor. The Funds legal advisor is Eversheds Sutherland.
- ▶ Whilst the Funds is still within its first year of trading the underlying funds do have an established track record ranging from 1 to 3 years. The combined AUM of the underlying funds is over \$1 bn.

## Executive Board Block AM

**Manuel E. De Luque Muntaner**  
Founder & CEO  
**Kevin Ballard**  
CCO & Head Investor Relations  
**Daniel Vegue Domínguez**  
Partner & Chief Strategy Officer  
**Yannis Georgandelis**  
Advisor  
**Antonio Llabrés**  
Partner & CMO  
**Juan Carlos Serrano**  
COO

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CEO Coinshares  
Blockchain/Crypto Advisor  
**Marco Abele**  
Founder & CEO Tend Swiss  
Blockchain & ICO Advisor  
**Peter Kambolin**  
CEO Systematic Alpha Advisor