

BLOCKCHAIN STRATEGIES FUND

www.blockassetmanagement.com

| | |
|-----------|----------|
| NAV | Sep 2019 |
| USD Class | 62.53 |
| EUR Class | 69.77 |

September 2019

Market commentary

September showed a high dispersion of performances between cryptocurrencies. Ethereum rallied 4.3%, Ripple was flat (-1.3%) while Bitcoin & Litecoin retreated 13.9% and 13.2% respectively (source: cryptocompare).

The Eurekahedge Cryptocurrency Hedge Fund Index (representing crypto hedge funds' performance) fell 10.5% for the month of September (www.eurekahedge.com as at 31.10.19).

Ripple benefited from renewed interests from investors following comments from Garlinghouse CEO that "the XRP ledger is roughly 1,000 times faster and 1,000 times cheaper per transaction [than bitcoin]", supporting the case for Ripple to be one of the long-term winners in the crypto space.

Gemini Custody service was also launched during the month, with the objective to allow customers to check balances, download account statements, initiate withdrawals and trade their crypto currencies without waiting for them to be transferred from cold storage.

Despite renewed market concerns regarding current trading conditions, it is interesting to note that the number of Bitcoin (BTC) wallet addresses holding a minimum of 10 BTC (worth over \$100,000) hit an all-time high, which points to the continuation of a secular underlying trend.

Portfolio commentary

Blockchain Strategies Fund's USD and EUR Share classes were down -7.6% and -7.0% respectively in September. The Fund's cumulated performance in 2019 (as of end of September) remains solid at +43.3% and +49.4% (USD & EUR). The Fund outperformed all major cryptos and its benchmark during the month, with a 2.8% outperformance vs the Eureka Cryptocurrency Hedge Fund Index (the index was down 10.5% in September, according to preliminary estimates).

The fund's outperformance in September was due to the systematic quant strategies and multi strategy funds, which were able to seize short term opportunities in a versatile market. Since launch, the Fund outperformed the Eurekahedge Cryptocurrency Hedge Fund Index by 26.2%. More importantly, performance was achieved with roughly half the volatility experienced by the index (36% volatility for the fund vs 64% volatility for the index).

Crypto markets' general trend remains positive and suggest further gains ahead - in the context of a developing new bull cycle. Current levels offer attractive long-term entry points for investors willing to build exposure on the crypto asset class, in our opinion.

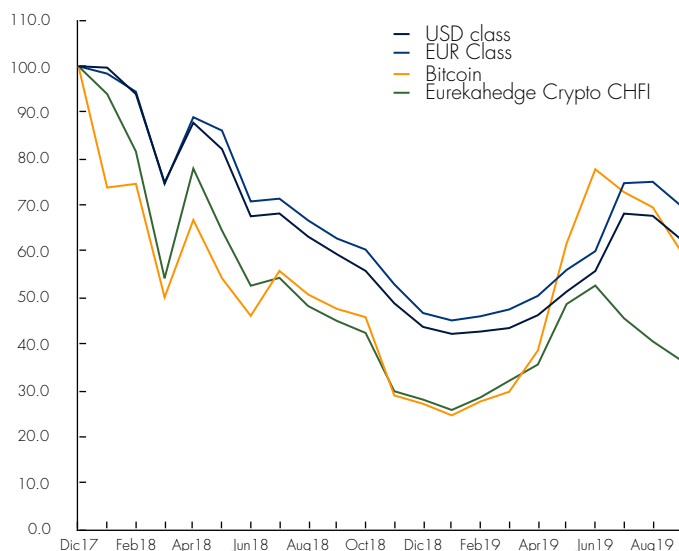
Performance

(as of September 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% | -5.73% | -29.83% | -5.26% | -71.81% | -71.81% |
| 2019 | | | | | | | | | | | | | | |
| BSF USD (Class A) | -3.33% | 1.22% | 1.73% | 6.42% | 10.99% | 8.67% | 22.23% | -0.70% | -7.62% | | | | 43.25% | -37.47% |
| BSF EUR (Class B) | -3.38% | 1.88% | 3.24% | 6.19% | 11.11% | 7.23% | 24.46% | 0.39% | -7.02% | | | | 49.37% | -30.23% |
| Bitcoin (BTC) | -8.92% | 12.02% | 7.57% | 30.10% | 59.81% | 25.94% | -6.35% | -4.51% | -13.88% | | | | 121.32% | -40.12% |
| *Eurekahedge Crypto CHFI | -8.60% | 10.56% | 12.58% | 10.96% | 36.69% | 8.23% | -13.43% | -10.94% | -10.45% | | | | 28.94% | -63.66% |

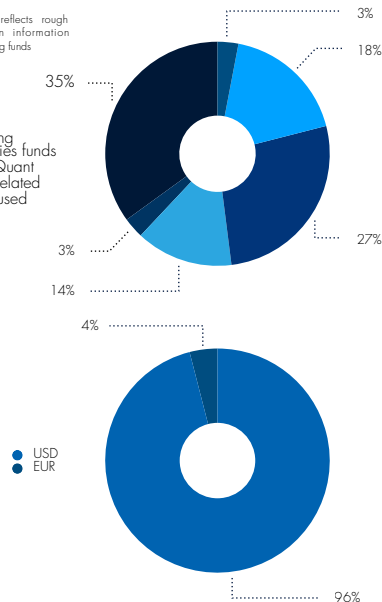
* Eurekahedge Crypto-Currency Hedge Fund Index : Based on 84.62% of funds which have reported September 2019 returns as at 31 October 2019 (please note that those figures are estimates and will be revised when all funds have reported their performance, and published by the Index provider).



Portfolio
(as of September 30, 2019) (1)

(1) asset allocation reflects rough estimate based on information provided by underlying funds

- Cash
- Index Tracking
- Multi strategies funds
- Systematic Quant
- Blockchain related
- PE/VCS focused

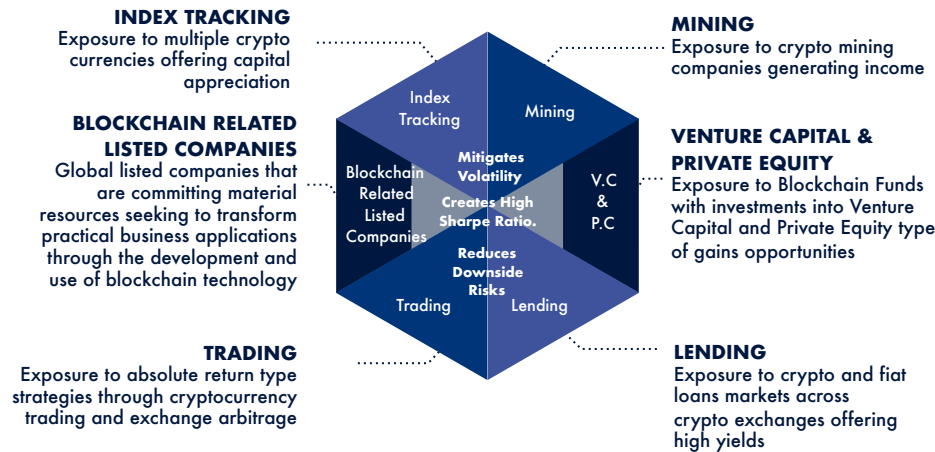


Investment Program

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.

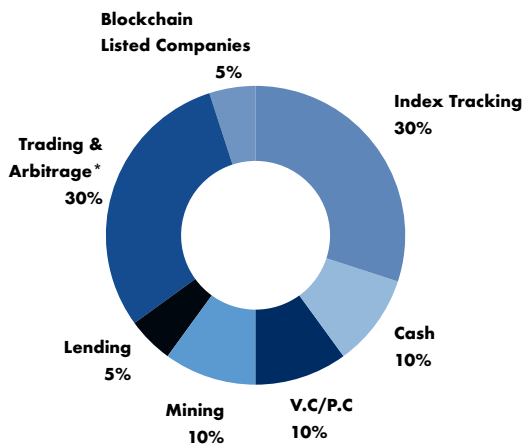
Investment Strategy

A diversified multi-strategy approach that captures the sector's development while reducing downside risk in what is still a volatile and complex sector.



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

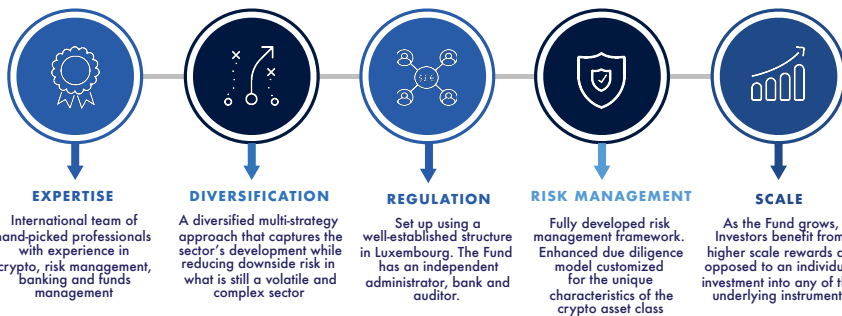
Model Portfolio



*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 & Iloyds).
- ▶ 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.

Executive Board Block AM

Manuel E. De Luque Muntaner
 Founder & CEO
Kevin Ballard
 Co-Founder & CCO
Daniel Vegue Domínguez
 Partner & CSO
Yannis Georgandelis
 Advisor
Antonio Llabrés
 Partner & CMO
Juan Carlos Serrano
 Partner & COO