

December 2019 Statistics*

YTD	Month return	AUM (AUD)	Month change	Rolling 12M Volatility	Month change
12.34%	↓ -4.08%	6.4M	↑ 2.7M	9.09%	1.73pp

Ark Global Fund December 2019 Commentary

Ark Global Fund performance*

- December performance was -4.08% for AUD Unhedged units and -0.69% for AUD Hedged units
- Fund One Class B Shares (the underlying investment) have returned +23.69% for the 30 months since inception. Holders of AUD Unhedged units would have received a return of +37.38% for the same period
- The best-performing assets for the month were: S&P/TSX 60 Index (+2.57% of NAV), 10 Year T-Bond (+1.72% of NAV), and AUD/USD (+1.60% of NAV)
- The worst-performing assets for the month were: Platinum (-1.84% of NAV), E-mini S&P 500 (-1.12% of NAV), and 10 Year Government of Canada Bond (-0.96% of NAV)

Global forces in December

A historical month indeed.

British voters, finally and emphatically, gave Boris Johnson his Brexit mandate. The uncertainty that has dragged on since the referendum in June 2016 is over, and will soon be replaced by the chaos of extracting the 6th largest national economy in the world from the EU, the 2nd largest economic mass behind the US or China, depending which measure is used. The certainty was enough on its own to raise the the pound and British stocks by 2% the next day, although the pound was trading lower within a week.

The US Congress impeached Donald Trump for abusing his power and interfering with justice. Markets reacted there by reaching record highs, the S&P 500 closing above 3200 for the first time ever on impeachment day, 19 December. It's now up nearly 9% since the impeachment inquiry was announced back in September - a far cry from the 26% rally during Clinton's impeachment saga. The famous property tycoon has since taken back the initiative in the lead up to the 2020 election, assassinating top Iranian general Qassem Soleimani and has confirmed he will run a campaign ad during the Superbowl this year, paying just \$10m for the 30 second slot.

Time Magazine made Greta Thunberg its Person of the Year. The youngest ever to receive the reward, she was immediately mocked by the US president for being angry about the state of the world. If he meant the irony, telling the most famous climate activist ever to chill was pretty high comedy for such a witless man. At least, it might have been, if people weren't burning to death in unprecedented bushfires at the same time. Too late is the new too soon for that kind of humour.

Something to leave you with

As predictions flood in for what 2020 holds in store for investors, here's a short summary of some popular predictions: no global recession, no rate rises, some rate cuts, steady stock markets (thanks to the rate cuts), another good year for tech stocks, and Liverpool is widely expected to break a thirty year drought by adding the English Premier League trophy to the World and European titles it holds. Of course, not one expert predicted war would destabilise markets within a week of the New Year, so take these with a grain of pink Himalayan.

- All performance figures are estimates only and are subject to confirmation from the Fund's administrator. The Ark Global Fund was established in August 2019 and all performance data prior to this period has been simulated by using the performance of the underlying investment, Fund One. The simulation does not take into account the impact of bank fees, hedging costs, other expenses, and any uninvested operating cash balances.

Fundamentals

AUM (Dec. 31, 2019)	6.4M AUD
Inception	Aug. 1, 2019
Structure	Unit Trust
Domicile	Australia
UCITS?	No
Managed account?	No

Strategy Overview

Security Type	Fund of Funds
Style	Fund of Hedge Funds
Strategy	None
Methodology	Quantitative
Region Exposure	World

Contact Details

Name	Mike Gilbert
Phone	—
Website	arkglobalfund.com.au
Address	Sydney,

Management Team

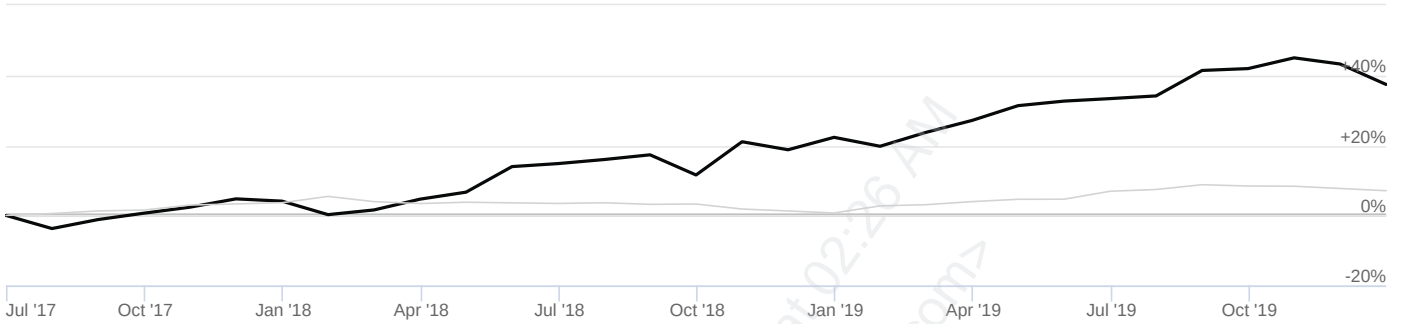
Director	Mike Gilbert
Director	Clint Maddock

Statistics - Since Inception*

	CAGR	Volatility	Sharpe	Max DD	Alpha	Beta
Ark Global Fund	13.55%	10.60%	1.09	-5.24%	12.25%	n/a
Eurekahedge Macro Hedge Fund NR LCL	2.76%	3.04%	0.32	-4.49%	-	-

Cumulative Returns since Inception*

■ Ark Global Fund ■ Eurekahedge Macro Hedge Fund NR LCL



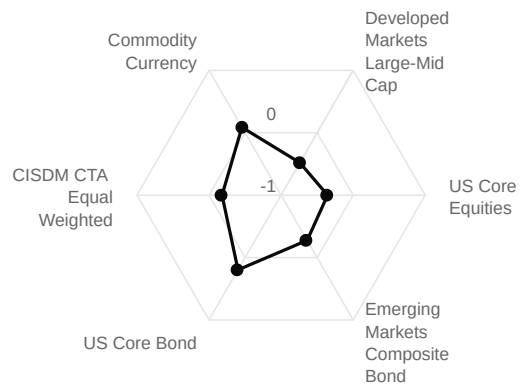
Monthly Returns over the Last 3 Years*

	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	YTD
2017	-	-	-	-	-	-	-3.75%	2.66%	1.85%	1.70%	2.32%	-0.62%	4.07%
2018	-3.70%	1.34%	3.03%	1.91%	6.85%	0.75%	1.00%	1.17%	-4.91%	8.51%	-1.89%	2.99%	17.51%
2019	-2.09%	3.32%	2.75%	3.32%	0.99%	0.54%	0.58%	5.42%	0.37%	2.16%	-1.21%	-4.08%	12.34%

Volatility and Tail Risk

	Ark Global Fund	Eurekahedge Macro H...
Annualized Volatility	10.60%	3.04%
Annualized Gain Volatility	7.16%	2.32%
Annualized Loss Volatility	5.30%	1.49%
Annualized Downside Volatility (5%)	6.15%	1.82%
Skewness	0.08	0.42
Kurtosis	0.48	0.17

Correlations to Morningstar Indices



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by Cameron Hardy,
<cameron.hardy@fundmonitors.com>
from arkglobalfund.fundportal.io.