

# Performa Balanced Cross-Asset Fund

October 2023

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### **Fund Objective**

The Fund aims to provide long-term capital growth with a focus on absolute return and diversification across multiple asset classes and geographical regions.

The goal is to achieve high risk-adjusted absolute returns through a strategic asset allocation framework by replicating a US university endowment model, while also protecting capital and profit from equity bear markets through dynamic asset allocation; hence targeting risk-adjusted absolute returns superior to a traditional long-only equity fund or a 60/40 balanced fund over a market cycle.

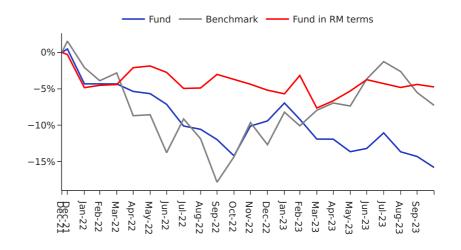
The firm's investment philosophy is to apply real-world discretionary trading strategies to the rigour of a quantitative process focusing on delivering superior risk-adjusted absolute returns.

#### **Fund Information**

Fund Int	formation				
Company SC License	Cross Light Capital Sdn. Bhd. eCMSL/A0367/2020				
Fund Manager	CIO Jason Lee, CFA				
SC License	eCMSRL/C0200/2020				
Trustee	Pacific Trustees Berhad				
Fund Administrator	Bolder Fund Services (Singapore)				
External Auditor	Crowe Malaysia PLT				
Fund Category	Hedge fund (Mixed assets)				
Fund Type	Growth				
Fund Style	Alternative, Use of Leverage, Long and Short Exposures, Tactical Asset Allocation				
Base Currency	USD				
Fund Inception	21 December 2021				
Unit NAV	USD 0.4209				
Min. Initial Investment	USD 50,000				
Min. Additional Investment	USD 10,000				
Benchmark	(1/3) x [iShares Core Growth Allocation ETF (AOR) + SPDR S&P 500 ETF Trust (SPY) + IQ Hedge Multi-Strategy Tracker				

ETF (QAI)]

### **Fund Performance**



### **Cumulative Performance (%)**

	1 Month	3 Months	6 Months	1 Year	3 Years	Since Fund's Inception	YTD
Fund	-1.76	-5.35	-4.42	-1.87	N/A	-15.82	-7.07
Benchmark	-1.86	-6.09	-0.34	8.25	13.57	-7.27	6.2

# Risk and Performance Metrics

CAGR         -8.59%         -3.86%           Estimated VaR (95%)         1.16%         1.28%           Annualized Volatility         7.47%         12.90%           Max Drawdown         -16.23%         -19.11%           Sharpe Ratio         -1.15         -0.30           Sortino Ratio         -1.87         -0.56           Correlation to SPY (Monthly)         0.26         0.98			
Estimated VaR (95%)   1.16%   1.28%		Fund	Benchmark
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		0.26	0.98

## **Exposure Metrics** (relative to NAV)

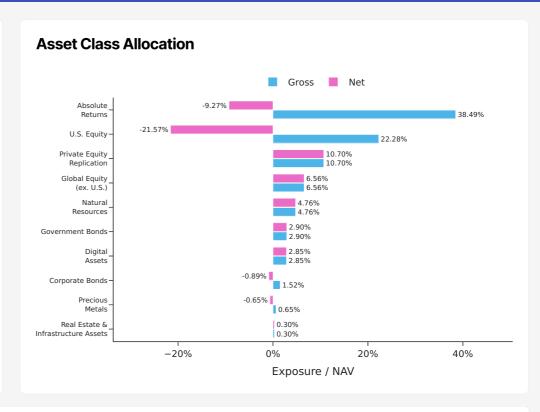
Gross Exposure	91.02%
Net Exposure	-4.31%
Net Beta-Adjusted Exposure	7.60%
Long Exposure	43.36%
Short Exposure	47.66%

### **Monthly Performance (%)**

	Jan	Feb	Маг	Арг	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YEAR
2023	2.72	-2.40	-3.00	-0.01	-1.96	0.51	2.47	-2.93	-0.74	-1.76			-7.07
2022	-4.78	0.03	-0.04	-1.08	-0.33	-1.55	-3.21	-0.50	-1.58	-2.54	4.78	0.78	-9.86
2021												0.49	0.49

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Fees and Liquidity Structure				
Sales Charge	Up to 5% Initial Sales Charge			
Annual Management Fee	2% of NAV			
Performance Fee	20% Performance Fee Subject to High-Water Mark			
Withdrawal Fee	2% in year 1 1% in year 2 0% after year 2			
Liquidity	Quarterly Liquidity			



### **Fund Commentary**

The Fund returned -1.76% for the month. The reference portfolio or benchmark was -1.86% for the month. The Fund's monthly correlation to equities (SPY) is 0.26.

Our <u>strategic asset allocation framework</u> replicates the US university endowment model by investing in a diversified portfolio of multiple asset classes (i.e., Private Equity replication, Absolute Returns, Precious Metals, Natural Resources, Real Estate and Infrastructure Assets, US and Global Equities (ex-US), Government Bonds and Corporate Bonds) using liquid, exchanged listed ETFs. The highlight of the **gross attribution** for the month was positive attribution from long and short exposures in the Precious Metals, Digital Assets, and U.S. Equity of 0.57%, 0.52%, and 0.31%. Exposures in the other asset classes resulted in negative attribution led by Absolute Returns, Private Equity Replication, and Global Equity (ex. U.S.) which delivered negative attribution of -1.72%, -0.48%, and -0.39% respectively.

We adopt <u>dynamic asset allocation</u> to adapt and adjust asset class allocations; highlights of our **asset class exposures at month end** include net long exposure in Private Equity Replication, Global Equity (ex. U.S.), Natural Resources, and Government Bonds representing 10.7%, 6.56%, 4.76%, and 2.9% respectively. Long exposures in Digital Assets closed higher at 2.85%. Our long exposures are hedged by net short exposure in the U.S. Equity class representing -21.57%.

<u>Disciplined risk management</u> is a key objective of the Fund. **Risk exposures** closed lower in the month with gross exposure at 91.02% (comprising long exposure of 43.36% plus short exposure of 47.66%) versus 99.40% last month. Net exposure closed the month lower at -4.31% (comprising long exposure of 43.36% minus short exposure of 47.66%) and net beta adjusted exposure closed the month higher at 7.60% versus 6.61% last month. Value at Risk (VAR) using 95% confidence level closed the month at 1.16% i.e., 95% confident that the worst daily loss will not exceed 1.16%. We employ a combination of both a systematic and discretionary approach to risk management aiming to reduce risk during periods of (1) higher volatility and (2) drawdowns in the NAV of the Fund. Our systematic risk reduction remained at -30.0%.

We continue to focus on a hybrid approach of discretionary fundamental investing and systematic investing emphasizing data-driven insights, scientific testing, and disciplined portfolio construction techniques.

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