

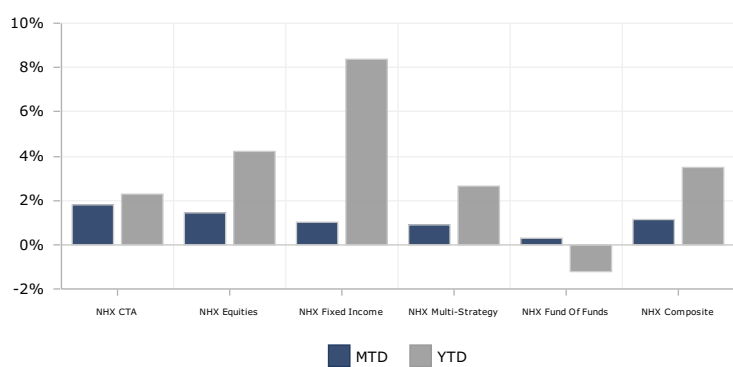
### Month in Review

Nordic hedge funds, as expressed by the Nordic Hedge Index NHX, gained an estimated 1.1% in December, bringing year-to-date performance to +3.5%.

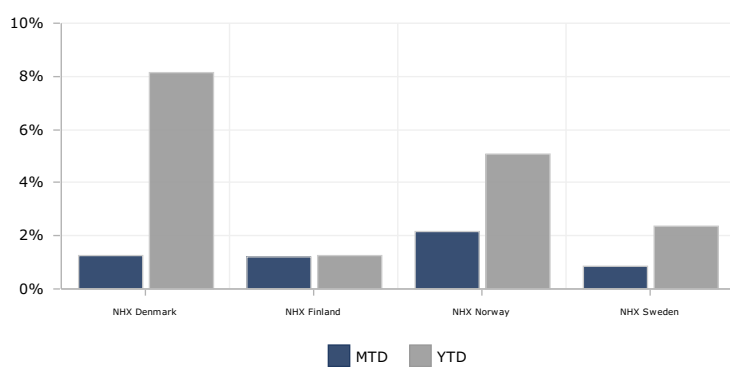
In terms of strategy attribution, gains were made across all sub-strategies with CTA and Equity strategies leading the way posting gains of 1.8 and 1.4 percent respectively.

For the year, Fixed Income strategies outpace other strategy groups by a wide margin with net gains of 8.4% followed by Equity and Multi-Strategy gaining 4.2% and 2.7% respectively. The only strategy group posting losses for the year is Fund of Funds showing a negative 1.2% return.

### Sub-Strategy and Country-by-Country Performance



- The NHX Composite gained an estimated 1.11% in November with CTA(+1.82%) and Equity(+1.43%) strategies leading the way. All strategy subsets were positive during the month.



- On a country-by-country level, Norway was the strongest performer during the month boosted by strong gains from Storm Bond Fund, Alchemy Trading and Sector Zen. For the year, Denmark is the clear winner given its reliance on strong performing fixed income hedge funds.

### NHX Composite Historical Monthly Returns (90% updated NAVs)

	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	Year
2016	-1.07	0.36	0.28	0.37	0.55	0.14	1.38	0	0.21	-0.07	0.17	1.11	3.48
2015	2.3	1.37	0.9	-0.13	0.4	-1.48	1.2	-1.46	-0.47	0.8	1.67	-0.5	4.62
2014	0.3	1.69	-0.09	0.07	1.24	0.27	-0.06	0.75	0.06	-0.03	1.15	0.03	5.48
2013	1.83	0.59	0.52	0.55	0.77	-1.29	0.68	-0.43	1	1.4	0.97	0.99	7.83
2012	1.76	1.46	0.25	-0.05	-0.36	-0.5	1.87	0.33	0.23	-0.58	0.43	0.9	5.85
2011	-0.2	0.47	0.26	1.32	-0.93	-1.5	0.02	-1.82	-1.05	0.71	-0.43	0.56	-2.59
2010	0.3	0.08	1.82	0.78	-1.56	-0.69	0.71	0.37	1.63	1.07	0.32	3.32	8.35
2009	0.44	-0.32	1.12	2.46	2.97	0.04	1.96	1.51	1.73	0.16	0.74	0.61	14.21
2008	-1.13	1.84	-0.73	0.52	1.22	-1.24	-1.43	0.05	-4.28	-3.6	-0.58	-0.47	-9.53
2007	1.11	0.17	0.93	1.44	1.07	0.3	-0.38	-1.45	0.89	1.06	-1.49	0.3	3.96
2006	1.7	0.75	2.22	1.02	-1.26	-0.07	-0.22	0.97	0.67	1.01	1.42	1.98	10.62
2005	0.76	1.45	0.37	-0.57	1.25	1.68	1.52	0.51	1.72	-1.39	1.75	2.01	11.56

### Top Performing Managers - December 2016

	MTD	YTD	12MROR	Total Return	St. Dev.	Sharpe
Atlant Edge	9.20	7.12	7.12	529.80	4.88	0.84
Atlant, Sharp Europe	8.00	-0.61	-0.61	-5.52	4.49	-0.22
Storm Bond Fund	5.80	17.62	17.62	48.34	3.26	0.48
RPMEvolving CTAFund	5.30	3.30	3.30	16.96	4.33	0.36
VSIO Allocator Fund	5.05	3.67	3.67	92.33	2.56	1.14
Alchemy Trading AS	4.80	4.81	4.81	87.07	2.37	1.84
Sector Zen Fund	4.58	3.60	3.60	165.04	4.33	0.68
Accendo	4.46	30.14	30.14	173.98	4.07	0.88
Shepherd Power Series	4.34	4.01	4.01	3.40	2.94	0.19
Asymmetric – Global Macro Fund	4.31	-5.75	-5.75	15.12	4.70	0.29

### Top Performing Managers - Year To Date 2016

	YTD	MTD	12MROR	Total Return	St. Dev.	Sharpe
Accendo	30.14	4.46	30.14	173.98	4.07	0.88
Formuepleje Penta	21.04	3.74	21.04	59.99	8.36	0.33
PriorNilsson Idea	18.74	2.32	18.74	163.67	5.28	0.58
Asgard Fixed Income Fund	18.31	2.01	18.31	503.42	1.90	2.06
Storm Bond Fund	17.62	5.80	17.62	48.34	3.26	0.48
Taiga Fund	17.56	0.37	17.56	261.48	2.43	2.09
Midgard Fixed Income Fund	17.36	-	21.03	201.54	2.11	2.16
Formuepleje Epikur	17.10	2.91	17.10	54.81	3.65	1.06
Nykredit MIRA Hedge Fund	16.70	3.52	16.70	130.79	1.89	1.60
Madrague Equity Long/Short	15.14	1.52	15.14	55.19	2.45	1.10

### NHX Equity - Top Performing Managers - December 2016

	MTD	YTD	12MROR	Total Return	St. Dev.	Sharpe
Atlant Edge	9.20	7.12	7.12	529.80	4.88	0.84
Atlant, Sharp Europe	8.00	-0.61	-0.61	-5.52	4.49	-0.22
Alchemy Trading AS	4.80	4.81	4.81	87.07	2.37	1.84
Sector Zen Fund	4.58	3.60	3.60	165.04	4.33	0.68
Accendo	4.46	30.14	30.14	173.98	4.07	0.88

### NHX Fixed Income - Top Performing Managers - December 2016

	MTD	YTD	12MROR	Total Return	St. Dev.	Sharpe
Storm Bond Fund	5.80	17.62	17.62	48.34	3.26	0.48
Nykredit MIRA Hedge Fund	3.52	16.70	16.70	130.79	1.89	1.60
Asgard Fixed Income Fund	2.01	18.31	18.31	503.42	1.90	2.06
Formuepleje Fokus	1.70	10.46	10.46	16.97	1.41	0.94
Borea, European Credit	1.53	10.93	10.93	44.38	1.74	1.26

### NHX Multi Strategy - Top Performing Managers - December 2016

	MTD	YTD	12MROR	Total Return	St. Dev.	Sharpe
VSIO Allocator Fund	5.05	3.67	3.67	92.33	2.56	1.14
Asymmetric – Global Macro Fund	4.31	-5.75	-5.75	15.12	4.70	0.29
Formuepleje Penta	3.74	21.04	21.04	59.99	8.36	0.33
Formuepleje Epikur	2.91	17.10	17.10	54.81	3.65	1.06
Formuepleje Safe	2.48	14.72	14.72	191.55	6.05	0.54

### NHX Managed Futures & CTA - Top Performing Managers - December 2016

	MTD	YTD	12MROR	Total Return	St. Dev.	Sharpe
RPM Evolving CTA Fund	5.30	3.30	3.30	16.96	4.33	0.36
Shepherd Power Series	4.34	4.01	4.01	3.40	2.94	0.19
Estlander & Partners Alpha Trend II - Class P	4.30	-10.34	-10.34	-14.20	11.25	0.14
SEB, AS Opportunistic	3.96	10.17	10.17	51.49	4.57	0.42
RPM Galaxy C (EUR)	3.50	4.35	4.35	48.72	4.72	0.36

### NHX Fund of Funds - Top Performing Managers - December 2016

	MTD	YTD	12MROR	Total Return	St. Dev.	Sharpe
Danske Invest Elixir FoHF	1.40	0.68	0.68	49.03	1.13	0.74
Accum Capital Growth Strategy	0.80	-0.40	-0.40	11.79	1.58	0.72
OPM Vega (Nordic Hedge)	0.75	1.10	1.10	51.66	0.96	0.94
Atlant, Multi-Strategy External	0.70	-2.27	-2.27	13.95	0.98	0.84
Sector Polaris Fund	0.57	-4.83	-4.83	53.15	1.56	0.75

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