

BCB Newton Strategies Fund



A Non-Directional Multi Strategy Total Return Fund

Nov. 2017

Fund Objective

The investment strategy of the fund is designed to deliver a stable evolution of attractive returns while largely avoiding market swings and have immediate liquidity.

Fund Strategy

To achieve its targets the fund relies on multiple uncorrelated investment strategies which generate returns from exploiting dislocations of asset prices or relative value.

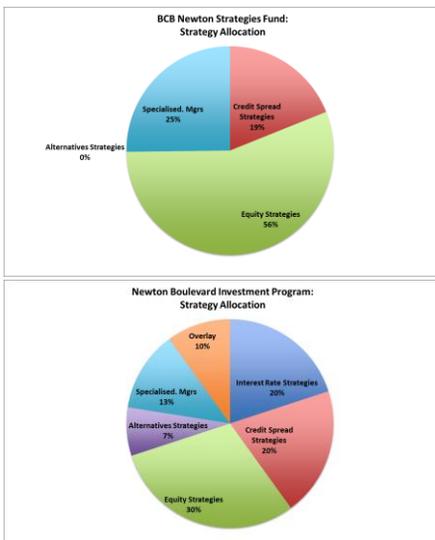
To control and manage risk the fund uses a strong and innovative risk management framework based on a Value-at-Risk limit and limits in five different risk factors.

Key Data

LU1372155868 BCB+PART.FD-BCB NEWTON STR.EUR R
 LU1372155942 BCB+PART.FD-BCB NEWTON STR.EUR I
 LU1372156080 BCB+PART.FD-BCB NEWTON STR.CHF R
 LU1372156163 BCB+PART.FD-BCB NEWTON STR.CHF I

BCBNSEU LX Equity BCB NEWTON STR.EUR R
 BCBNSIE LX Equity BCB NEWTON STR.EUR I
 BCBNSCH LX Equity BCB NEWTON STR.CHF R
 BCBNSIC LX Equity BCB NEWTON STR.CHF I
 Domicile: Luxembourg
 Investment Manager: BCB & Partners S.A.
 Management Company: UBS Third Party Management S.A.
 Depository Bank: UBS Luxembourg S.A.
 Auditor: Deloitte Luxembourg S.A.
 Min. Investment: 1,000,000 EUR (I) / 125,000 (R)
 Fund Currency: EUR / CHF hedged
 Return Target: Euribor 1M + 400 BPS
 Management Fee: 0.75% p.a. (I) / 1.5% p.a. (R)
 Performance Fee: 15% of return above target (high watermark)
 Redemption Fee: 2% (accruing to the fund)
 Launch date: 01/08/2016
 Subscriptions/Redemptions: Daily

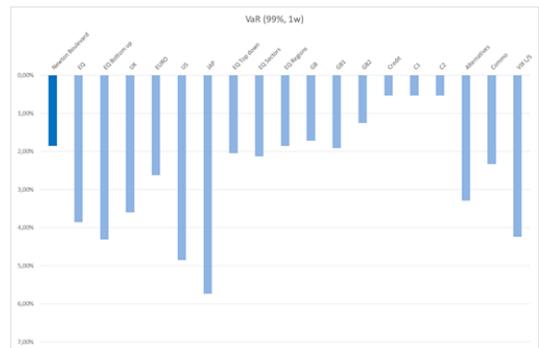
Investment Strategy Allocation



Performance

| 10/2003-06/2011: Out of Sample Test 07/2011-07/2016: Managed Accounts 08/2016 - BCB Newton Strategies Fund | JAN | FEB | MAR | APR | MAY | JUN | JUL | AUG | SEP | OCT | NOV | DEC | Return | Volatility |
|------------------------------------------------------------------------------------------------------------------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|------------|
| 2003 | | | | | | | | | | 2.86% | -0.36% | 1.02% | 2.53% | 1.17% |
| 2004 | 1.03% | 0.97% | 1.19% | 0.21% | -1.07% | 0.53% | 0.66% | 0.84% | 1.25% | 1.09% | 1.45% | 1.10% | 9.31% | 2.19% |
| 2005 | 0.07% | 0.57% | 0.35% | 0.02% | 0.73% | 1.12% | 1.38% | 0.46% | 0.49% | -0.77% | 1.33% | 0.85% | 6.61% | 2.01% |
| 2006 | 1.57% | 0.54% | 0.62% | 0.01% | -0.56% | 0.05% | 0.05% | 0.32% | 0.84% | 1.16% | 1.07% | 1.23% | 6.80% | 2.14% |
| 2007 | 0.72% | 1.69% | 0.32% | 1.12% | -0.01% | 1.00% | 1.02% | 0.23% | 1.64% | 0.83% | 0.28% | 0.45% | 9.30% | 1.81% |
| 2008 | 0.11% | 0.34% | -0.24% | 1.19% | 0.91% | -0.79% | 0.59% | 1.41% | -0.80% | 1.45% | 1.54% | 2.12% | 7.84% | 3.15% |
| 2009 | 1.29% | 0.81% | 1.12% | 1.32% | 2.13% | 1.21% | 2.01% | 1.30% | 1.12% | 0.20% | 0.67% | -0.51% | 12.86% | 2.36% |
| 2010 | 0.49% | 0.65% | 1.09% | 1.30% | 0.04% | 1.21% | 0.58% | 0.64% | 0.30% | 0.07% | 0.34% | 1.81% | 8.52% | 1.78% |
| 2011 | 0.38% | 0.74% | 0.17% | 0.43% | 0.05% | 0.22% | 1.28% | 0.32% | -0.01% | 0.02% | -1.14% | 2.32% | 4.79% | 2.73% |
| 2012 | 0.17% | 1.34% | 1.78% | -0.36% | 0.14% | 0.87% | 0.69% | 0.63% | 0.21% | 0.26% | 0.62% | 1.08% | 7.44% | 1.96% |
| 2013 | 1.80% | 1.18% | 0.56% | 1.45% | -0.09% | -0.78% | 0.56% | -0.21% | 0.77% | 0.67% | 0.36% | 0.19% | 6.66% | 2.35% |
| 2014 | 0.62% | 1.01% | -0.30% | 0.01% | 0.48% | 0.61% | 0.70% | 0.28% | 0.16% | 0.52% | 1.18% | 1.23% | 6.42% | 1.50% |
| 2015 | 2.49% | 1.13% | 1.27% | 0.64% | 0.10% | 0.31% | 1.26% | 0.66% | 0.31% | -0.58% | 0.08% | -0.46% | 7.22% | 2.82% |
| 2016 | 0.47% | -0.19% | 0.63% | 0.89% | -0.15% | 0.16% | 1.76% | -1.05% | -0.30% | -0.61% | -0.56% | -0.98% | 0.06% | 2.73% |
| 2017 | -0.78% | 0.26% | 0.15% | -0.50% | 0.40% | -1.78% | -1.36% | -2.15% | 0.15% | -0.09% | 0.00% | -5.58% | 2.92% | |

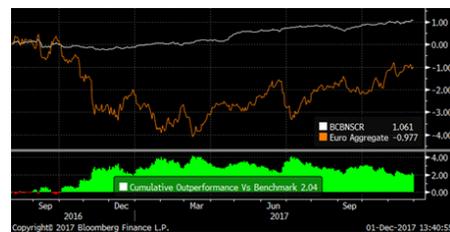
Risk Indicators



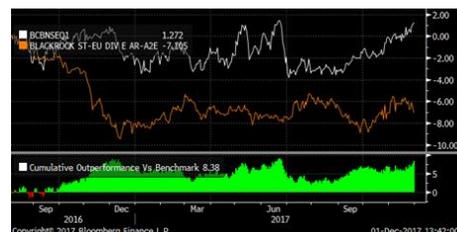
Monthly Comment

Our fund was flat in November. Compared to the full program, more than half of the fund is invested in just two bottom up equity strategies. Again the difficulty to gain diversification through more strategies and larger strategy portfolios was the main reason. Specifically on the investment strategies we run in the fund:

- The **CREDIT STRATEGY** investments had a flat performance during the month. In comparison with the Euro Aggregate Index we still do better since launch of the fund.



- The bottom up **EQUITY STRATEGY EURO** made a positive performance during November. Biggest positive contributors were Sunrise Communications, RTL Group, Neste OYJ and Covestro. Biggest detractors were Coloplast and Henkel. In comparison with the Blackrock European Diversified Equity Hedge Absolute return fund we continue to have a solid performance advantage.



* The performance up to July 2011 is based on an out-of-sample test. From 07/2011 until 07/2016 the results are based on the performance of private accounts. The fund started on 01/08/2016.



Monthly Market Comment

The second bottom up **EQUITY STRATEGY US** also had positive performance especially during the last days of November. Biggest positive contributions came from T Rowe Price, Union Pacific and Foot Locker. Largest detractor was Nvidia. In comparison with the Blackrock America Diversified Equity Hedge Absolute return fund we regained in terms of performance.



The **SPECIALIST MANAGERS** in sum had a negative performance in the month. Best performing was Salus Alpha, biggest negative contribution came from APUS Capital Revalue and the OSSIAM Global Macro ETF. We gained some performance advantage relative to the HFRX Global Hedge Fund Managers index in EUR.



With the launch of the fund in a difficult market environment we were not lucky and are not happy with the performance. The comparison with the peers as defined by HFR shows the difficult environment for non-directional investments.

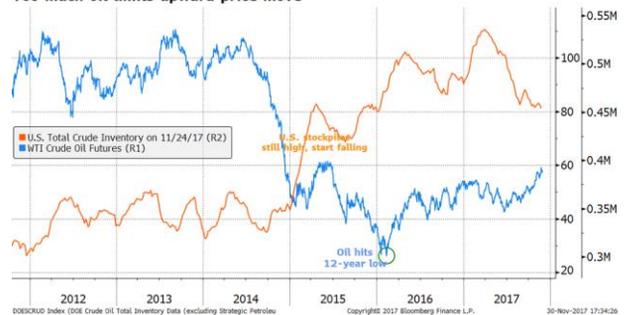
Markets have in November acted according to fundamental data. Longer-term interest rates moved sideways as there is currently no news which indicate an increase in inflation. Market participants seem also be accepting that there will be another hike by the **FED** in December. Only the US Dollar lost against the Euro, moving from 1.16 at the beginning of the month to 1.195 for probably more technical grounds.

Most equity markets gained on the back of positive economic data and higher earnings forecasts for the coming year and moved to new highs, especially the US markets. European markets could not follow and lost between 1.5% and 2%. The reasons lie probably in the political situation, ranging from the current problems to form a government in Germany and discussions around BREXIT.

Oil prices have been moving up almost 6% as US stockpiles have fallen and a potential escalation of tensions between Saudi Arabia and Iran was discussed. OPEC members seem to have been able to curb production somewhat. Whether this will continue into 2018 however is doubtful.

The Glut Effect

Too much oil limits upward price move



BCB Newton Strategies Fund is registered as an open-ended specialised investment fund in the form of an investment company with variable capital (SICAV) subject to the Luxembourg law of 13 February 2007 relating to specialised investment funds (SIF) and regulated by the "Commission de Surveillance du Secteur Financier" (CSSF), the Luxembourg financial services authority.

No guarantee is given or intended as to the completeness, timeliness, or adequacy of the information provided herewith. Past performance of any investment is not always indicative of future performance and investments are subject to fluctuations in stock prices, interest rates, exchange rates and other risk factors as further described in the Prospectus and the Key Investor Information Document of the fund. The information given on these pages does not constitute an offer nor a product recommendation, it is provided for individual information purposes only. For product advice or investment recommendation, please contact your bank or investment advisor. This is not a fund offering as specified by law. Any investment decision in BCB Newton Strategies Fund should be made on the basis of the current Prospectus, which is available, along with the Key Investor Information Document, the current annual and semi-annual reports, electronically in English free of charge by contacting BCB & PARTNERS S.A.

Key Investor Information Documents ("KIIDs") for the various share classes of the BCB Newton Strategies Fund are available from <http://bcblux.lu>

Switzerland: Please note that Banque Landolt & Cie. has been appointed as the Fund's representative and paying agent in Switzerland (the "Representative"). The principal documents of the Fund being the prospectus, the relevant supplements, the articles of association and the annual and semi-annual reports may be obtained from the Representative by Qualified Investors only, free of charge. In respect of shares distributed in or from Switzerland to Qualified Investors, the place of performance and jurisdiction is at the registered office of the Representative.