

Performance Update August 2022 - NAV: EUR 132.80

Legends Fund returned +0.36% in August, bringing the year-to-date performance to -19.75%. The reference HFRX Global Hedge Fund Index (EUR) was +0.81% in August and -4.65% YTD.

The market continued to be stuck between a rock and a hard place in August as central banks doubled down on commitments to keep inflation under control, whilst the global economy continued to cool down in a hot summer. The global PMI index for instance dropped to a 22-month low. This cauldron of malignant macro inputs led to very challenging markets in both equity and bonds after a rebound in July.

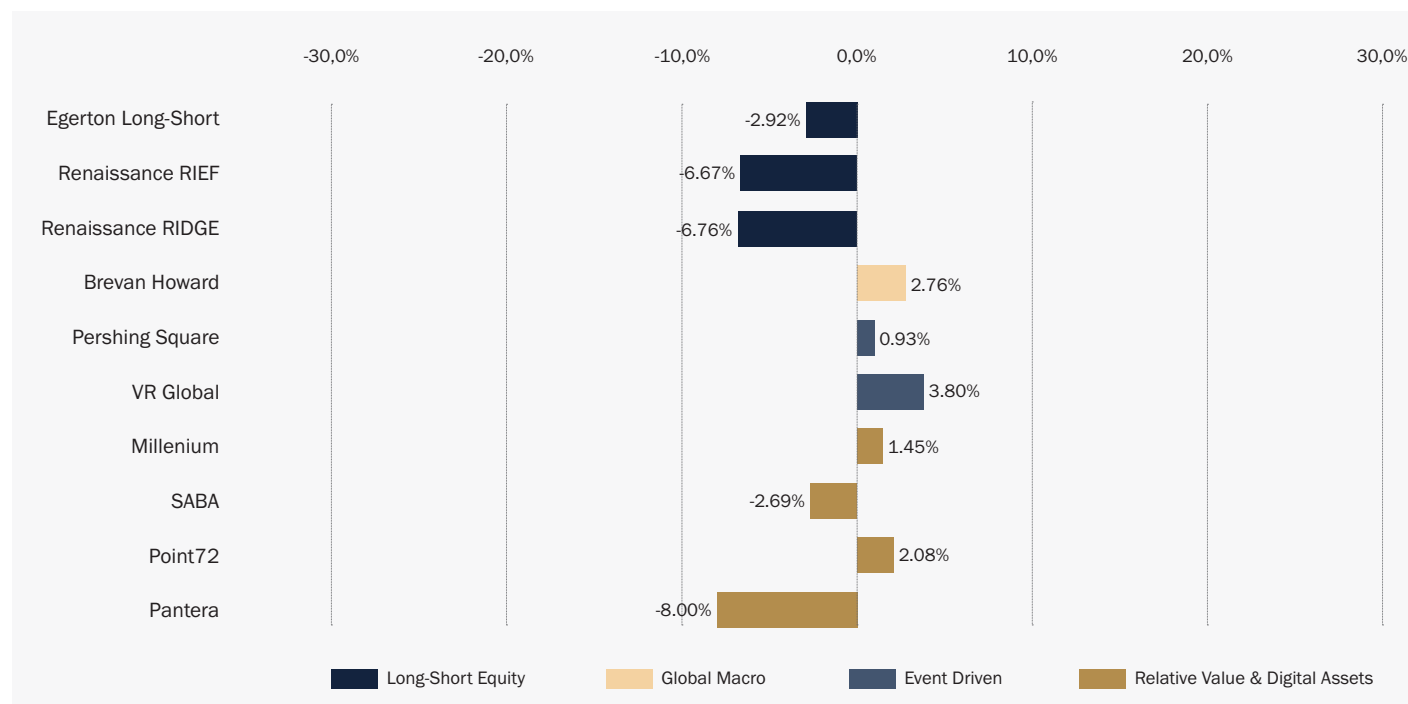
In fixed income markets, higher sovereign yields led to negative returns in pretty much all fixed income sectors. It was therefore encouraging to see that both VR Global and Saba, both operating in the credit space, put in a positive performance. Saba even surpassed the +30% YTD mark, highlighting its contra cyclical credentials.

In the multi strategy and macro space, Point72, Millennium and Brevan Howard continued their strong runs. Especially the latter is having a very strong year as it has successfully placed bets on rising interest rates in the US, rising inflation and rising volatility. What the 3 aforementioned funds also have in common is that they are pushing ahead with their digital asset expansion, despite a significant liquid market correction. Although later stage blockchain asset valuations have come down with the rest of the market, we firmly believe we are just at the start of filling in the huge development white space that comes with this nascent technology. After exceptionally strong gains in 2021, Pantera has been the main detractor in the Legends fund year to date. Our view on the eventual outcome remains the same and hence we feel this is a time to be looking extra hard at blockchain now that valuations have come back significantly.

Of the major asset classes, it is equities that has had the most challenging time this year. After a brief rally in July, August was once again choppy and even the most seasoned equity hedge fund manager had a tough time navigating this extremely volatile market. Pershing Square posted a positive month, but the same can not be said for Egerton and Renaissance.

The outlook for global markets remains uncertain. With inflation coming in higher than expected, central banks are taking more aggressive action than expected. This means the risk of recession remains high. We believe the well-diversified, uncorrelated portfolio of the best hedge fund managers that makes up the Legends Fund, is well placed to weather this storm.

Results per manager for August 2022



*Managers that have a weighting of less than 5% due the building or exiting of a position are excluded.

Theta Legends Fund

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Performance Summary per sub sector
Long-Short Equity
Egerton Long-Short Fund (John Armitage): -2.92% in August, -16.54% YTD

Renaissance Technologies (Jim Simons): RIEF -6.67% in August, -8.57% YTD and RIDGE -6.76% in August, -6.44% YTD

Global Macro
Brevan Howard Fund (Alan Howard): +2.76% in August, +16.42% YTD

Event-Driven
Pershing Square Holdings (Bill Ackman): +0.93% in August, -18.46% YTD

VR Global (Richard Deitz): +3.80% in August, -15.99% YTD

Relative Value & digital assets
Millennium International (Izzy Englander): +1.45% in August, +7.60% YTD

Saba Capital Masterfund (Boaz Weinstein): -2.69% in August, +31.60% YTD

Point72 (Steve Cohen): +2.08% in August, +6.51% YTD

Pantera Early Stage Token Fund (Dan Morehead): -8.00% in August, -68.53% YTD

Returns (%)	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year	Index*
2022	-6.64	-2.19	3.46	-3.98	-7.98	-4.07	-0.16	0.36	-	-	-	-	-19.75	-4.65
2021	3.78	19.06	9.79	7.24	-3.91	-0.96	2.42	3.00	-1.50	7.15	3.24	-5.32	50.68	3.74
2020	0.41	-1.40	-7.76	4.91	1.70	2.35	4.11	6.96	-3.02	-2.08	2.53	7.31	16.03	3.00
2019	3.25	1.99	0.15	-0.73	-0.95	2.20	0.76	-5.67	0.42	0.17	-0.41	3.36	4.30	3.44
2018	2.41	-2.87	-1.88	1.48	0.35	0.62	-0.14	-0.49	0.14	-2.79	-1.45	-2.91	-7.44	-9.93
2017	1.02	1.38	-1.51	0.74	-0.24	-0.39	0.23	0.14	-0.75	1.27	0.27	-0.17	1.97	3.49
2016	-2.78	-1.81	-2.16	-0.22	-0.01	-1.63	2.36	-0.68	-0.28	-1.71	0.88	1.23	-6.72	0.70
2015	1.19	2.46	0.95	-0.26	0.24	-0.61	2.14	-2.68	-1.27	-3.05	1.01	-0.87	-0.91	-4.38
2014	-0.33	2.39	-0.41	-2.03	1.28	1.37	-0.90	1.65	0.92	-1.39	1.53	0.99	5.08	-0.98
2013	2.47	0.01	2.41	1.57	0.91	-1.84	2.33	-2.14	0.72	1.75	1.51	1.56	11.71	6.31
2012	3.03	2.05	0.48	-0.27	-2.98	-0.34	0.75	0.98	1.74	-1.36	1.22	0.98	6.31	3.05
2011	-0.60	1.46	-0.86	1.39	-2.63	-3.48	0.25	-4.14	-5.23	2.12	-0.61	-1.22	-13.01	-8.70
2010	-	0.03	2.91	1.52	-5.67	-2.64	1.77	-0.54	5.19	2.53	0.47	4.58	10.09	4.63

Results from Feb 2010 to Dec 2012 are the results of Legends Fund predecessor fund (same strategy, but no listing).

*The HFRX Global hedge Fund index hedged to Euro

Theta Legends Fund is the successor fund to Legends Fund. Theta Legends Fund merged with Legends Fund on January 1st 2022.

It follows exactly the same process and strategy, except that the fund vehicle is no longer listed, investors are registered directly in the share register and subscriptions are monthly and redemptions monthly with 90 days' notice.

Theta Legends Fund

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Fund Characteristics

Return Target	€STR (€Short Term Rate) +5% per annum
AuM	EUR 250 Million in strategy
Month-End NAV	EUR 132.80
Subscriptions	Monthly
Redemptions	Monthly with 90 days notice
Management Fee	0.625%
Performance Fee	5% with High Watermark
Subscription Fee	0%
Redemption Fee	0%
Currency	EUR
ISIN Code	NL0015000Q71

About Theta Legends Fund

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The Fund aims to provide individual and institutional investors with an investment vehicle which targets average returns of around €STR (€ Short Term Rate) + 5% per annum. The Manager will attempt to accomplish this objective by investing in a diversified portfolio of hedge funds (collective investment vehicles) and other investment structures, which employ diverse investment styles and strategies. No guarantee is given as to the Fund achieving this objective. The Fund is suitable for investors with an investment horizon of 3-5 years. While volatility is expected by the Manager to be lower than equity markets, investors should be prepared to accept equity-like movements.

The Fund focuses on hedge funds that have an outstanding investment history and proven adaptiveness to changing market environments through various economic cycles. Many of these hedge funds have a minimum investment amount of more than EUR 10 million and therefore are not easily accessible for private investors. It is expected that a manager of an Investee Fund will have a track record of at least 10 years.

Strategy & Implementation

The Fund aims to achieve consistent high absolute returns on investment, irrespective of the direction of comparable publicly traded securities, i.e. to have limited correlation to general market risks. The Fund's portfolio will contain participations in between 10 and 20 hedge funds with no single investment in a fund representing 20% or more of the book value of the Fund Assets at cost. Diversification is sought through the underlying markets, securities, investment strategies, trading styles and regions, rather than the number of hedge funds.

Disclaimer

Theta Legends Fund (the "Fund"), is domiciled in The Netherlands. Theta Fund Management B.V. (Theta) is the management company of the Fund a 100% subsidiary of Theta Capital Management B.V.. Theta is authorised as a management company and regulated by the Dutch regulator Autoriteit Financiële Markten. The Fund is registered under the license of Theta at the Autoriteit Financiële Markten. The shares of the Fund are admitted for (public) offering in The Netherlands. The information in this document provides insufficient information for an investment decision. Please read the Key Information Document (only for the Netherlands) and the prospectus. These documents of the Fund are available on the website of Theta (www.thetacapital.com).

