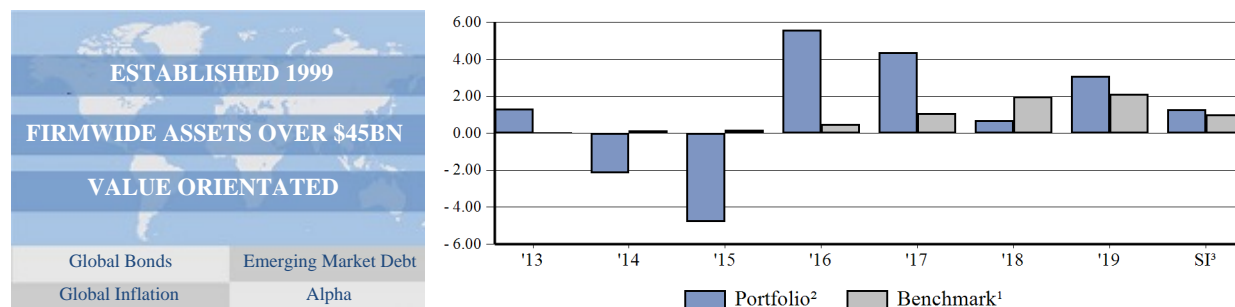


The Colchester Alpha Fund: USD Unhedged Accumulation Class – I Shares ISIN: IE00BQZJ1M20

Monthly Report: November 2019

GROSS PERFORMANCE AS AT END OF NOVEMBER 2019



MARKET COMMENTARY

Global government bond yields moved higher again this month with a cautious improvement in sentiment due to the reduction in geopolitical tensions. The focus for investors continues to be speculation surrounding the US-China trade deal and this has impacted on bond markets over the past month. Emerging market local currency bonds had a mixed month in November. Hopes of a “Phase One” trade deal between the US and China buoyed risk sentiment, whilst at the same time political tensions rose across Latin America.

Trade talks between China and the United States have continued to set the tone for market sentiment over the month. Negotiations appear to be advancing however US support for the anti-government protesters in Hong Kong may complicate matters. Inflation data released during the month showed that the annual rate of consumer prices in the US had risen by 1.8%. US Treasuries returned -0.3% over the month as yields increased. In Canada meanwhile, consumer price inflation remained unchanged at 1.9% and the government bond market return was flat on the month.

European economic data was stronger than seen over recent months, although it was confirmed that Eurozone inflation was at a three-year low of 0.7% during October. European government bonds had negative returns over the month, with Germany, France and the Netherlands all returning -0.4% over the month, whilst the Italian market returned -2.1%. In the UK, the electorate and investors remain focused on the general election set for mid-December. The UK gilt market returned -0.8% in November underperforming most other major markets.

Australia was the best performing developed government bond market in the month of November. Australian house prices showed a strong correction following the reduction in interest rates in October to an all-time low of 0.75%. The bond market returned a solid 0.9% as yields declined across the curve. The Singapore bond market also rallied last month as government bonds returned 0.3% in the city-state. Thailand government bonds returned -0.8% whilst the Philippine and Malaysian bond market returned 0.4% and 0.5% respectively. Elsewhere South Africa avoided a credit rating downgrade by Moody's, retaining their investment grade status, although the outlook for the rating was changed to negative.

Mounting social unrest and political tensions in Latin America led to underperformance across the region. The government bond market most affected was Colombia, returning -1.7%. The Mexican and Brazilian government bond markets also suffered negative performance in the past month, returning -0.9% and -0.8% respectively. In Emerging Europe, local bond returns were generally positive. Turkish government bonds outperformed, returning 2.1%, as Fitch raised Turkey's sovereign rating outlook to stable from negative, citing an improving current account balance, continued economic growth and falling inflation. In Russia, inflation fell further to 3.8% in November and the return on the local bond market was 0.7%. Hungary and Poland also delivered modest positive returns, up 0.2% and 0.1% respectively.

On the currency markets, the US dollar was generally stronger over the month, although the Swedish krona did buck the trend with a modest appreciation of 0.6%. The British pound is also performing relatively well, strengthening against the Euro by 1.1% but flat against the US dollar. The Australian dollar was relatively weak, returning -1.8% not helped by weak employment data during the month. Currencies in Latin America were negatively affected by political upheaval in a number of countries. The Chilean and Colombian peso, and the Brazilian real fell sharply, depreciating 8.2%, 4.1%, and 5.1% respectively against the US dollar. The South African rand was something of an outlier, rallying by 2.8% against the US dollar.

1. 1 Month USD Libor.

2. The Colchester Alpha Fund: USD Unhedged Accumulation Class – I Shares ISIN: IE00BQZJ1M20 whose inception date was 02 December 2013. Please see further footnotes on following pages for more details.

3. Annualized returns since inception.

Monthly Report: November 2019

MONTHLY PERFORMANCE COMMENTARY

Gross Attribution of Total Returns			
	Portfolio ²	Benchmark ¹	Relative Return
Monthly	-0.20%	0.15%	-0.35%
Bonds	-0.13%	0.15%	-0.28%
Currency	-0.07%	0.00%	-0.07%

The fund returned -0.20% over the month, underperforming the benchmark which returned 0.15%. Bond selection detracted -0.28% from relative returns and currency selection detracted -0.07%. The top three bond detractors from relative returns were the overweight positions in Mexico, Colombia and Brazil. The top three currency detractors from relative returns were the long positions in Colombian Peso, Polish Zloty and Korean Won.

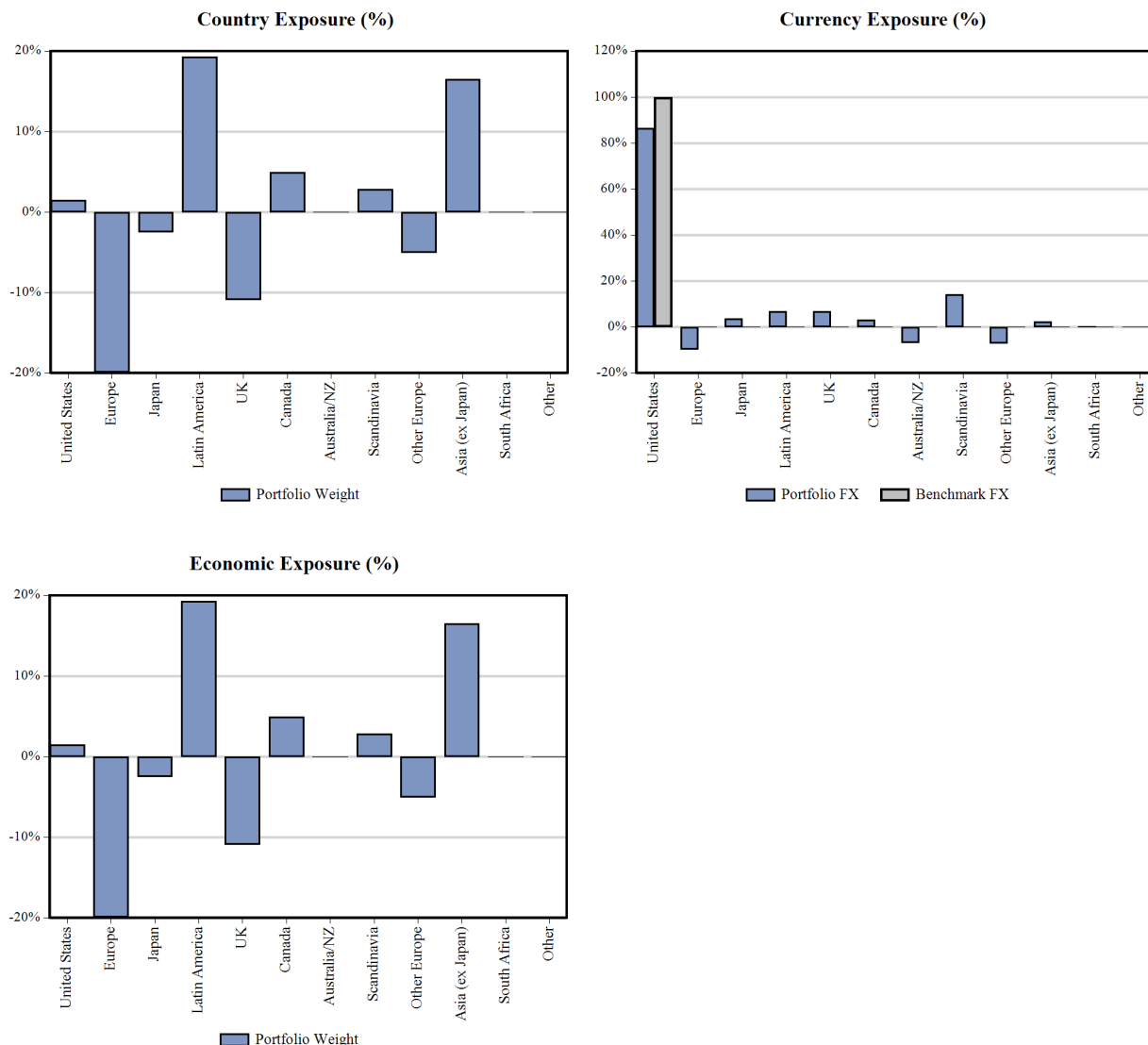
Top Positions		
	Portfolio Exposure	% of Portfolio
<i>Long</i>		
1	Singapore	8.4%
2	Mexico	8.2%
3	Colombia	5.8%
<i>Short</i>		
1	Germany (futures)	-13.3%
2	United Kingdom (futures)	-10.9%
3	France (futures)	-6.6%

Top Positions – Currency		
	Portfolio Exposure	% of Portfolio
<i>Long</i>		
1	Swedish Krona	7.2%
2	British Pound	6.9%
3	Norwegian Krone	6.9%
<i>Short</i>		
1	United States Dollars	-13.5%
2	Euro	-9.8%
3	Thai Baht	-7.8%

Portfolio Characteristics				
	Inflation Linked	Nominal	Bond Futures	IR Swaps
Weight	0.35	44.73	-33.32	-5.06
Duration	0.05	2.36	- 2.41	- 0.33
Portfolio Bonds Credit Rating				A+
Overall Portfolio Duration				-0.32

Monthly Report: November 2019

MONTH END POSITIONING



Note: The economic exposure graph excludes all securities with a maturity of six months or less.

PERFORMANCE SINCE INCEPTION

Portfolio	2013	2014	2015	2016	2017	2018	2019	SI ²³
Gross Returns	1.32%	-2.14%	-4.79%	5.58%	4.36%	0.71%	3.11%	1.29%
Benchmark ¹	0.01%	0.16%	0.19%	0.48%	1.08%	2.00%	2.14%	1.01%
Relative Gross	1.30%	-2.30%	-4.98%	5.10%	3.28%	-1.29%	0.97%	0.28%

YTD Returns	Q1:19	Q2:19	Q3:19	Oct	Nov	YTD
Gross Returns	0.94%	1.16%	0.05%	1.13%	-0.20%	3.11%
Benchmark ¹	0.63%	0.62%	0.56%	0.17%	0.15%	2.14%
Relative Gross	0.31%	0.54%	-0.51%	0.96%	-0.35%	0.97%



Monthly Report: November 2019

Notes

- Valuation and returns have been calculated in USD as at month end. The WM-Reuters exchange rate is the predominant exchange rate used in valuing the Portfolio.
- Past performance is no guarantee of future performance and the value of any investment may fall as well as rise. This information is provided for indicative purposes only, and is supplied in good faith based on sources which we believe, but do not guarantee, to be accurate or complete as of the date of this document. Such information is current as of the date of this document and may be subject to change without notice. This document is not to be used or considered as an offer to sell or solicitation of an offer to buy any securities. Nothing in this document should be construed as providing any type of investment, tax or other advice. A full performance presentation in compliance with the Global Investment Performance Standards (GIPS ®) is available upon request. Additional information regarding policies and procedures for calculating and reporting returns is also available on request.
- The portfolio was in compliance with applicable investment guidelines throughout November 2019. The portfolio's guidelines are set out in the current prospectus.
- The gross performance record presented above does not reflect the deduction of management and custody fees, which will reduce overall client returns. As an example of the impact of investment management fees on the net return to investors: the value of a \$10 million investment at inception of 02 December 2013 on which the highest 60 basis points was payable, would be worth \$10.801 million gross of investment management fees and \$10.419 million net of fees as at the end of November 2019. The basis for calculating this example is to start with an investment amount, apply the monthly gross performance to the previous computed month end value, and deduct the highest fees payable (60.0 basis points) to compute the new month end value net of fees. Investment management fees are described in Part 2 of our Form ADV.
- Please note that an updated Form ADV Part 2 which contains the firm's privacy and proxy voting policies is available to investors upon request. Please contact either our London or New York office for further information.