



Share Class A

February 2013

USD 68.73

EUR 70.49

GBP 70.19

A UCITS IV compliant systematic market-neutral equity fund that invests globally, allocating across developed countries, sectors, emerging markets and currencies. Its allocation is purely driven by CrossBorder Capital's Liquidity research.

**Monthly ROR in %**

	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEPT	OCT	NOV	DEC	YEAR
2010		-1.15	-0.31	0.29	1.15	0.66	-4.07	3.30	-4.68	-2.73	1.33	-3.05	-9.17
2011	-3.81	0.97	-1.67	0.24	-2.78	-1.06	0.80	2.45	0.59	-4.49	-4.23	0.83	-11.78
2012	-0.80	-0.05	0.35	-1.22	-1.01	-1.15	-0.47	-2.02	-3.74	0.93	-2.68	1.94	-9.60
2013	-3.71	-1.48											-5.13

**Investment Outlook**

The global fault lines continue to widen, with the US in recovery mode and Europe teetering on the brink. The problems in Europe range from solvency (Spain, Portugal, Greece) to political instability (Italy), with German competitiveness undermined by a weak Yen. Yet, European net liquidity provisions (a measure of available bank credit) have dropped over 150 billion from the peak. More generally, our European liquidity index is at extremely low levels. The ECB continues to operate on the assumption that they

can "time" liquidity injections in advance of the next crisis. In the meantime, US stocks continue to rise as the housing market recovers (e.g. leading to greater employment in the construction sector) and the Fed persists in its dovish policy. Japanese equities look attractive (in local currency terms), given the > 20% 6 month drop in the Yen vs. the US dollar and Euro. We may finally see a rise in long-term US and Japanese rates, though both yield curves are already steep in historical terms.

The US dollar has been very strong so far in 2013, to the detriment of emerging market economies. EM is at moderate levels and the bullish long-term argument for emerging equities remains intact. However, a sustained rally in EM will require stabilisation in USD and rotation into cyclicals and higher-beta stocks. The recent new high in the Dow Jones Industrial Average suggests that investors are buying, but favouring US mega caps over the broader global equity market.

**Performance Statistics**

	Last 12 Months	Since Inception
<b>Annualised Return (%)</b>	<b>-13.51</b>	<b>-11.45</b>
MSCI World	10.69	10.03
HFRX Market Neutral	-3.71	-1.31
HFRX Systematic Diversified	-6.47	-0.77

<b>Volatility (%)</b>	<b>6.00</b>	<b>7.27</b>
MSCI World	12.39	16.69
HFRX Market Neutral	2.45	4.53
HFRX Systematic Diversified	7.53	8.62

<b>Sharpe Ratio (X)</b>	<b>-2.26</b>	<b>-1.59</b>
MSCI World	0.86	0.60
HFRX Market Neutral	-1.55	-0.31
HFRX Systematic Diversified	-0.87	-0.10

<b>Sortino Ratio (X)</b>	<b>-1.75</b>	<b>-1.24</b>
MSCI World	0.61	0.60
HFRX Market Neutral	-1.16	-0.29
HFRX Systematic Diversified	-0.89	-0.10

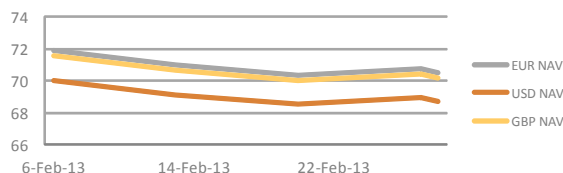
Source: CrossBorder Capital

**Risk Metrics**

	Last 12 Months	Since Inception
<b>Max Drawdown (%)</b>	<b>-13.80</b>	<b>-31.70</b>
MSCI World	-9.67	-19.64
HFRX Market Neutral	-4.98	-10.66
HFRX Systematic Diversified	-7.51	-10.66

	February	Last 12 Months
<b>Daily VAR @ 95%</b>	<b>0.5%</b>	<b>0.5%</b>
<b>Daily VAR @ 99%</b>	<b>0.7%</b>	<b>0.7%</b>

Pulsar Global Alpha Fund NAV: February



THE OFFICIAL NAV WILL BE SUPPLIED BY THE ADMINISTRATOR  
PAST PERFORMANCE IS NOT NECESSARILY INDICATIVE OF FUTURE RESULTS



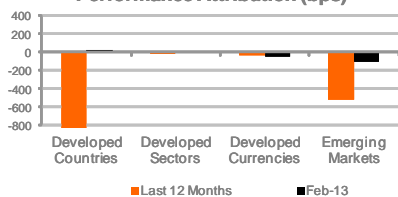
**Investment Analysis**

February was a mixed month for risk assets. The MSCI World index was virtually flat at -0.02%, with the S&P 500 rising by +1.11%, the MSCI Emerging Markets index dropping by -1.35% and the Eurostoxx 50 index returning -2.57%. US large cap stocks are near record highs reached in 2007, with extremely bullish sentiment according to financial advisor surveys. Investors appear to be chasing the move, buying into small (< 1%) dips and dampening realised volatility. Accordingly, the VXX (short-term VIX futures) ETF dropped -1.52% in February. In our view, the US equity rally is based on liquidity rather than valuations. The Shiller P/E of the S&P 500, at 23, is nearly 50% above the long term average. After a 4 year rally, we are also (by historical standards) in the late stages of a bull market. We are not predicting an immediate end to

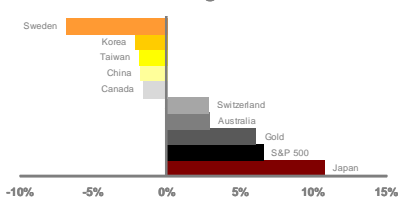
the bull market; however, we do believe that the combination of long equities and long volatility (via options or volatility futures) is sensible at this point. While Europe continues to muddle along, it does appear to be the trigger for the next crisis. Europe is facing a potentially toxic combination of political upheaval (e.g. the Italian elections), a weak banking system and solvency problems. The Euro weakened by -3.75% against the dollar in February, which may have reduced pressure on the German growth engine. However, should the dollar reverse, we are likely to see strong performance in emerging markets and mounting stresses in the Euro zone. With this backdrop, the Pulsar E fund (Class "E" shares) returned -1.48% in February. Our core positions are a. long US and EM equities

b. long volatility (via VIX and VSTOXX futures and options) and c. long Japanese equities, in local currency terms. We foresee considerable divergence in performance between the S&P 500 and the Eurostoxx 50 in the coming months. The US appears to be on a reasonable growth trajectory, with housing prices and unemployment numbers gradually improving. Japan's efforts to weaken their currency is bearing fruit, with a >20% decline in the Yen (vs USD and EUR) in the past 6 months and strong out-performance of the Nikkei index. Europe, on the other hand, is constrained by political protests against austerity, sluggish growth and tight policy. In all likelihood, the next crisis will emerge in Euroland and we are heavily hedged in the region.

**Performance Attribution (bps)**



**Allocation: Long & Short**



**Allocation: Long & Short Book by Region**



**Fund Details**

**Corporate Structure:** New Vision Strategies Funds PLC  
**Dealing:** Weekly purchase and weekly redemption (2 business days notice)  
**Fees:** Management Fee: 2.0% p.a.; Performance Fee: 20% of net gains with a highwater mark  
**Administrator:** SMT Fund Services (Ireland) Limited  
**Auditor:** KPMG Ireland

Share Class	ISIN No	Bloomberg	Share Class	ISIN No	Bloomberg	Share Class	ISIN No	Bloomberg
US Dollar A	IE00B5M9P593	NVPULAA	£ Sterling A	IE00B5MG5J46	NVPGASA	Yen A	IE00B5NWW489	NVPGAYA
Euro A	IE00B5NRVM12	NVPGAEA	Swiss Franc A	IE00B5M6RL02	NVPGACA	Australian \$ A	IE00B5KQH122	NVPGAAA

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Current weekly and historic NAV can be viewed at <http://www.sumitrustgas.com/fund-prices/current>

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