

Priomha Capital CLONEY Multi-sport Investment Fund

Monthly Investment Report - November 2015

The month in review

For the month of November 2015 we generated a return of **+0.85%**, which was a moderate performance. November 2014 produced a return of +0.34%. For the second consecutive month there was a significant reduction in total turnover.

By way of comparison monthly turnover for November 2015 was 27% of November 2014. The primary reasons for this are articulated below.

The CLONEY Fund return was higher than both the major benchmark indices which recorded losses in November. The ASX200 generated a return of -1.39% and the HFRX global hedge fund Index returned -0.72%.

For the month of November we traded only **45 events**, well down on our long term average of 100+. Test cricket & EPL (only 2nd half of November) were the main markets traded for the month.

	Month	FY16	12 months	Since Inception
CLONEY Fund	0.85%	3.49%	12.77%	195.97%
ASX200	-1.39%	-5.36%	-2.76%	4.96%
HFRX	-0.72%	-3.56%	-3.07%	2.82%

Despite our trading turnover being lower on a year on year basis the CLONEY Fund is still clearly outperforming its benchmark indices. Significantly, the CLONEY Fund is proving to be much less volatile in its returns.

From the Trading Desk

The month of November 2015 was atypical with far fewer events traded and consequently a much reduced total turnover.

- **EPL:** trading the EPL returned to significant, albeit still reduced levels. The fluctuating form and subsequent unusual results has meant that we have been in observation mode. By the second half of November we were back to normality.
- **Australian horse racing:** wet weather & bias tracks meant we were well down on spring carnival trading. Melbourne Cup week, typically our most active week of trading Australian horse racing was 75% down on last year. The strange results and bias tracks was highlighted by a \$101 chance winning the big race.
- **Cricket:** the start of the Australian summer meant that we were able to trade the Australia vs NZ Test matches. The West Indies are in town but we suspect their matches will be very one sided, thus reducing our trading opportunities.

December Outlook

December 2015 should see the trading turnover return to its regular levels. Specifically T20/20 cricket, Test cricket & football.

- **Big Bash League (BBL05):** the Australian T20 BBL commences in December, running for eight weeks. We have spent the winter building a proprietary trading platform and will be looking to trade each match heavily. With over A\$50M traded on each of the 35 matches we are hopeful of generating significant income.
- **Cricket:** there are a number of Test series around the world being conducted in the month of December. We will be looking to trade these heavily and frequently over the course of the month.
- **Football:** the EPL, Champions League and other European leagues will continue in full swing and consequently we can start to trade with some confidence given that any anomalies in form can be appropriately incorporated into our algorithms. Consequently we will be taking larger, more frequent positions.

Beyond December & Futures Markets

- **EPL:** Our position against Manchester United in the Winners Market is still open.

Company

The steady growth of our Company over the past few years, owed solely to your support, is gathering momentum. Specifically we are well advanced with respect to plans to expand to Europe. Additionally we are investigating the merits of a USA expansion.

- **Europe:** over the past 12 months we have been exploring the opportunity to open a European based fund. After exhaustive due diligence we appear likely to open a European Fund & office in the first half of 2016. This will provide for a full serviced trading office (as opposed to our current satellite office) meaning a 24/7 trading company. It will also allow us to target European investors. There will be more information to come but nothing will change re your current investment.
- **USA:** Senate Bill 443 was recently passed in Nevada. This Bill allows Sports Wagering Entities to operate for the first time in the USA. This represents a significant opportunity for Priomha Capital. We are currently in the due diligence phase and assessing the total opportunity such a move would provide. As we learn more we will provide updates.

The information contained in this document is published by Priomha Capital. No representation or warranty as to the accuracy of the information contained in this document is made or implied. The details and opinions in this document are provided by Priomha Capital without any guarantee or warranty and are for the recipient's personal use and for information purposes only. This document is no offer or solicitation to purchase units in the Priomha CLONEY Fund. All Priomha CLONEY Fund performance numbers, unless otherwise stated are gross figures. Past performance is not indicative of future results. If the currency of the fund is different from your reference currency, the return can increase or decrease as a result of currency fluctuations. No reader should rely on this document as it does not purport to be comprehensive or to render personal advice. The Priomha Group © 2015. All rights reserved.