

31 December 2015

# Fund Review



Butterfield

## SELECT FUND: ALTERNATIVE CLASS

### OBJECTIVE

To offer a convenient vehicle for investing in a diversified portfolio of alternative investment managers, which are anticipated to provide the best opportunities for capital growth.

### INVESTMENT POLICY

To invest in a diverse range of top performing offshore alternative investment managers that provide consistent returns while controlling risk.

### INVESTMENT PROCESS

A quantitative analysis of fund performance is undertaken relative to peer groups to ensure the consistency of performance. This is followed with a qualitative analysis to understand the manager's philosophy, process and style. Grosvenor Capital Management, a professional hedge fund manager, act as the sub-adviser to this class of the Fund.

### FUND REVIEW

During the fourth quarter of 2015, the Alternative Class returned -1.62%, which was below the HFRX Global Index return of -0.61%. Although the year ended with negative absolute return, the Class outperformed its benchmark by 158 basis points.

Overall hedge fund performance was modestly negative during the fourth quarter, whilst performance across strategies was mixed. Global Macro strategies were generally positive during the quarter as gains during October and November outweighed losses during December. The Event Driven strategy was also positive during each month of the quarter, including positive performance from European exposure.

The credit and commodity strategies exhibited the weakest performance for the quarter. The equity and relative value strategies were approximately flat during the quarter. Within the equity strategy, long-biased long/short equity outperformed less-correlated exposure. Performance within the relative value strategy was generally mixed with positive performance from long-biased volatility underlying exposure.

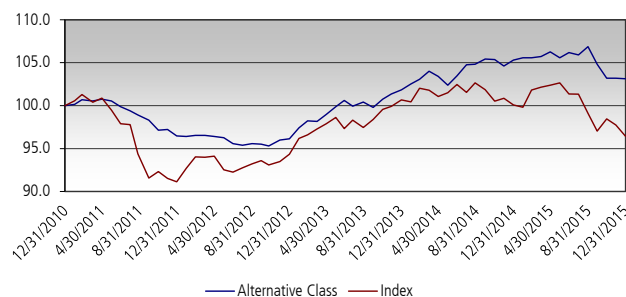
### GENERAL INFORMATION

Currency: USD	Fiscal Year End: 30 June
Valuation: Thursday	Min. Investment: USD 10,000
Dealings: Friday	Total Expense Ratio: 1.94%
Front End Fee: None	Size of Fund (millions): USD 63.8
Accumulating Units	
Identifier: BUTSLAI BH	NAV/share: USD 15.18

### Contact Information

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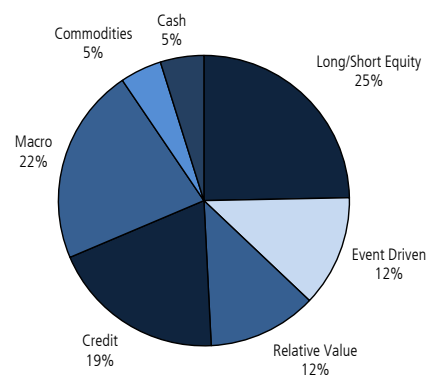
### CHART MONTHLY



### AVERAGE ANNUAL COMPOUND RETURNS

1 Year	3 Years	5 Years	7 Years	10 Years
-2.06%	2.37%	0.62%	2.09%	1.64%

### ASSET ALLOCATION



### TOP 10 HOLDINGS

1.	Cash & Equivalents	8.6%
2.	Absolute Insight Credit Fund	7.2%
3.	Passport Global Long/Short	7.0%
4.	Blue Mountain Credit Alternatives	6.6%
5.	Oz ELS Overseas Fund	6.2%
6.	Graticule Asia Macro	5.9%
7.	Winton Futures Fund	5.9%
8.	York European Opportunities	5.8%
9.	Blue Mountain Long/Short	5.7%
10.	Incline Global Equity Long/Short	5.0%

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