



Select Fund: Alternative Institutional Class

Quarter 3 2020

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 whilst controlling risk.

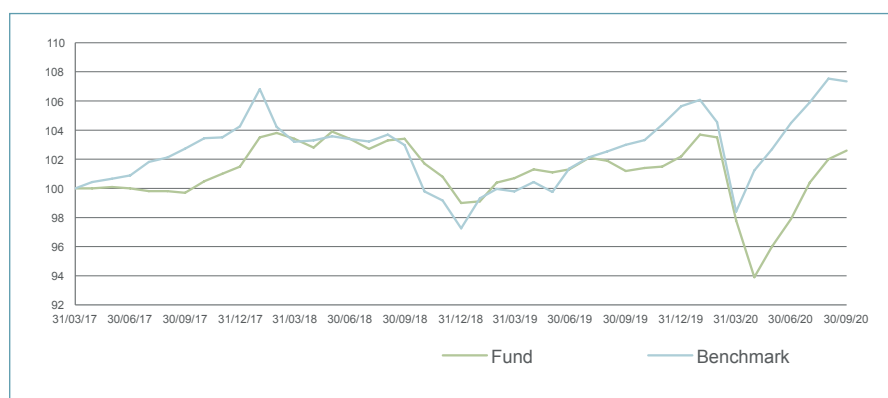
Investment process

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, acts as the subadviser to this class of the Fund.

Key facts as at 30 September 2020

Currency	USD
Valuation	Monthly
Dealings	1st Day of Month
Front end fee	None
Units available	Accumulation
Identifier	N/A
Fiscal year end	30 June
Minimum investment	USD 10,000
Total expense ratio	2.03%
Size of fund (millions)	USD 120.52
NAV per share	USD 10.26

Performance chart



Monthly returns net of all fees and expenses (%)

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Total
2017				0.00%	0.10%	-0.10%	-0.20%	0.00%	-0.10%	0.82%	0.48%	0.50%	1.50%
2018	1.97%	0.29%	-0.39%	-0.57%	1.07%	-0.49%	-0.68%	0.58%	0.10%	-1.64%	-0.88%	-1.79%	-2.46%
2019	0.11%	1.33%	0.23%	0.67%	-0.24%	0.23%	0.81%	-0.23%	-0.70%	0.16%	0.18%	0.70%	3.27%
2020	1.47%	-0.18%	-5.55%	-3.99%	2.23%	1.98%	2.59%	1.53%	0.57%				0.31%

Comparative risk statistics

	12 months	Inception
Alternative Institutional Class Standard Deviation	11.06%	6.61%
Benchmark Standard Deviation	7.45%	5.21%
Alternative Institutional Class Sharpe Ratio	0.08	-0.07
Benchmark Sharpe Ratio	0.43	0.10
Beta vs S&P 500	0.39	0.32

Fund review

The Alternative Institutional Class returned +4.75% in Q3 of 2020 which outperformed the HFRX Global Hedge Fund Index return of +2.74%. The overall market backdrop across all strategies was positive in the third quarter of the year driven by the policy shift of the Fed for inflation targeting, as well as, relatively positive economic data releases such as US housing, composite and manufacturing PMI figures and employment numbers.



Butterfield

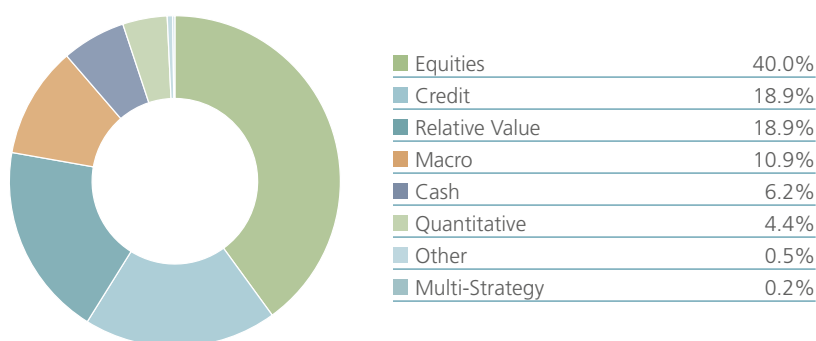
Contact us

Butterfield
Asset Management
Limited

Tel: (441) 299 3817

All strategies contributed positively over the quarter with the exception of quantitative strategies. The majority of the gains were driven by equities and relative value. Credit and macro strategies also contributed notably to returns. Themes that continue to be drivers of performance are positive company-specific events and fixed income trading. Sector exposure came from varying industries such as engineering services, e-commerce, healthcare, energy and corporate services. Credit exposure in specialty financing also posted gains during the quarter. Macro managers continued their positive contribution to returns for the year with gains derived from long and short fixed income positions in developed markets. Quantitative strategies detracted from performance over the quarter as non-directional strategies were impacted by correlation breakdowns and market volatility.

Asset allocation



Top 10 holdings

1	Element Capital Ltd	7.40%
2	Citadel Kensington Ltd	6.24%
3	TPG Public Eq Ptrs B Ltd	6.02%
4	Magnetar Constell Ltd	5.32%
5	Point72 Capital Intl Ltd	5.10%
6	Whale Rock Flagship Ltd	4.91%
7	Hawk Ridge Partners Ltd	4.86%
8	Redmile Ltd	4.56%
9	Atlas Enhanced Fund Ltd	4.54%
10	Select Partners ELS Off	4.41%

Benchmark composition

HFRX Global Hedge Fund Index.

www.butterfieldgroup.com

Past performance is not indicative of future performance. This document is for information purposes only and does not constitute an offer or solicitation of products or services where prohibited by applicable law. Further, this document is not intended to provide specific investment, financial, accounting, legal or tax advice and no reliance should be placed on the information it provides. Butterfield Asset Management Limited and Butterfield Bank (Cayman) Limited are each wholly-owned subsidiaries of The Bank of N.T. Butterfield & Son Limited. Butterfield Asset Management Limited is licensed to conduct investment business by the Bermuda Monetary Authority. Registered office address: 65 Front Street, Hamilton HM12, Bermuda. Butterfield Bank (Cayman) Limited is licensed to conduct securities investment business by the Cayman Islands Monetary Authority. Registered office address: Butterfield Place, 12 Albert Panton Street, PO Box 705, Grand Cayman KY1-1107, Cayman Islands.