

AOC

Arca Opportunity CEE

EQUITY FUND SICAV, a.s.

Price as of March 31, 2018:**0.0381 EUR**

Exchange rate EUR/CZK: 25.43

BASIC INFORMATION:

Fund structure:	Investment fund with variable registered capital SICAV
ISIN:	CZ0008042926
Inception:	January 01, 2018 for an indefinite period of time
Issued security:	Investment ordinary shares in certificated form
Base currency unit class:	CZK
Fund manager:	REDSIDE, Fund Management
Depository:	UniCredit Bank
Auditor:	KPMG Audit
Supervisory authority:	Czech National Bank
Minimum initial subscription:	EUR 125,000 / CZK 1,000,000
Subscriptions/Redemptions:	monthly

PERFORMANCE:

AS OF MARCH 31, 2018

NAV:	NA
LAST MONTH RETURN:	-0,67 %
6 MONTH RETURN:	-3,13 %
12 MONTH RETURN:	-3,13 %
YTD RETURN:	-3,13 %

FEES:**Entry fee:**

3 %

Exit fee:

0 %

Management fee:

1.6 %

Performance fee:

25 % of the fund's appreciation exceeding the 5-year Czech government bond yield increased by 5 percentage points

INVESTMENT STRATEGY

The fund represents the easiest way how to invest within the rapidly growing Central and Eastern European countries. Its fund managers employ a strongly pro-active and opportunistic approach that will deliver exceptional risk adjusted return with limited market exposure. The fund generally holds between 10-15 of our very best regional ideas with a recognizable catalyst which we anticipate will unlock value in the future.

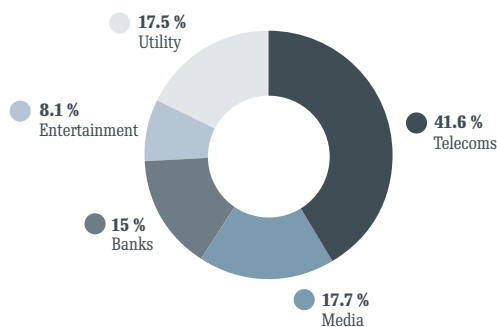
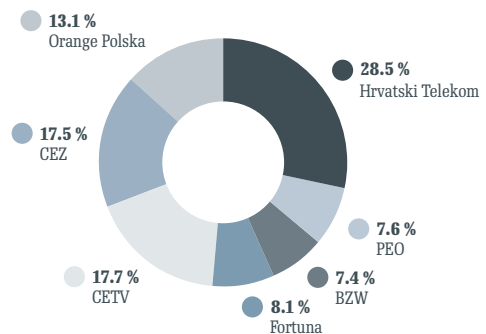
INVESTMENT OBJECTIVE

The objective of the fund is to ensure stable value growth for shareholders while maintaining an adequate level of risk. The minimum target level of the Fund's performance should be 5 percentage points higher than the five-year government bond yield.

MANAGEMENT COMMENTARY:

Global markets drop further during March as a reaction to Middle East tensions and potential trade war between US and China. Polish equities were the main laggards when drop by further 6.5% in March and deepened the decline from previous month to 14%. CECEUR Index as a whole shed by 4.6%, US lost 2.7% and EU lost 2.3% in March. The Fund lost 0.67% in March mainly due to CETV that slumped by 8%. On the other hand most of the other positions finished in a positive territory.

We managed to purchase CEZ at the beginning of March for the price below CZK 500/shr and increased our position to the Polish banking sector in the middle of March by acquiring Bank Pekao that weakened as a reaction to rumors potentially leading to acquisition of Alior Bank and ceasing the dividend payment for at least two years. We also slightly increased our opportunistic bet on Fortuna. Further details available on the web.

SECTORAL COMPOSITION**PORTFOLIO STRUCTURE****CONTACTS**

REDSIDE investiční společnost, a.s., V Celnici 1031/4, 110 00 Praha 1, +420 222 500 757, www.redsidefunds.com

DISCLAIMER:

The investment is intended exclusively for persons fulfilling the definition of a qualified investor in compliance with Section 272 of Act No. 240/2013 Coll., on Investment Companies and Investment Funds, as amended. In the case of an investment ranging from CZK 1,000,000 to EUR 125,000, the Investment Manager evaluates the suitability of the investment on behalf of the Fund manager. The return on the investment is not guaranteed; detailed information is provided in the fund's statute, which is available at the registered Fund manager's office.