

# JEMEKK HEDGE FUND

Inception date: August 1999

Updated as of February 28, 2019

The Jemekk Hedge Fund seeks to provide long-term capital growth by investing primarily in Canadian and U.S. equities, and may focus its assets in specific industry sectors and asset classes based on analysis of business cycles, industry sectors and market outlook. The fund will seek growth through strategic selection and trading of long and short positions in equity, debt and derivative securities.



Frank Mersch, CFA  
Chief Strategist



Gerard Ferguson, CFA  
CEO, Portfolio Manager



Rick Ummat, CFA  
Portfolio Manager

## FUND RETURNS VS. BENCHMARKS(%)

	1 YEAR	3 YEARS	5 YEARS	10 YEARS	SI
Hedge Fund	-5.91	2.70	1.00	6.95	9.76
S&P/TSX	6.86	10.78	5.48	10.21	6.87

Benchmarks are quoted in Total Returns  
All returns are Compounded Annual Growth Returns (CAGR)  
Series B performance until February 2005, Series F there after

## RETURN HIGHLIGHTS

Compounded annual return	9.76%
Average monthly return	0.91%
Cumulative return	519.80%
Total positive/negative months	147/88
Percentage of months beat benchmark when positive	47%
Percentage of months beat benchmark when negative	56%

## NET SECTOR BREAKDOWN

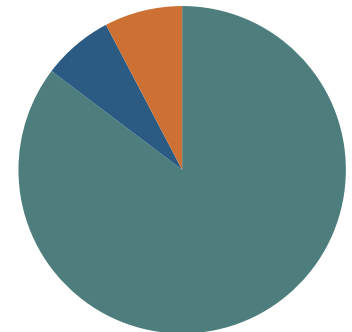
SECTOR	LONG (%)	SHORT (%)	NET (%)	GROSS (%)
Basic Materials	15.3	2.6	12.8	17.9
Consumer Cyclical	7.6	0.0	7.6	7.6
Consumer Non-Cyclical	12.0	2.5	9.5	14.5
Communications	2.3	0.0	2.3	2.3
Energy	9.4	0.5	8.9	10.0
Financial	10.2	2.2	8.0	12.5
Industrial	1.2	0.0	1.2	1.2
Technology	9.8	1.1	8.8	10.9
Utilities	4.5	0.0	4.5	4.5
ETFs	4.8	6.1	-1.4	10.9
<b>TOTAL</b>	<b>79.6</b>	<b>15.0</b>	<b>62.2</b>	<b>92.3</b>

## STATISTICAL ANALYSIS

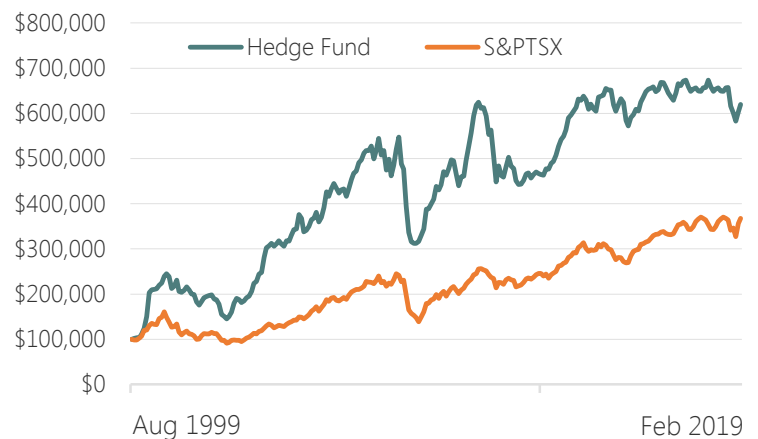
Annual Standard Deviation	17.89%
Sharpe Ratio (0.5%)	0.58
Sortino Ratio (MAR=0%)	1.02
Alpha (%)	3.05
Beta	0.97
Correlation	0.74

## ASSET ALLOCATION

- Equities: 85.3%
- Fixed Income: 7.0%
- Cash: 7.7%



## GROWTH OF \$100,000



## TOP LONG HOLDINGS (ALPHABETICALLY)

Brookfield Business Partners  
 Franco-Nevada Corporation  
 Kinaxis Inc..  
 Toronto-Dominion Bank  
 Waste Connections Inc.

## FUND CONCENTRATION

LONG POSITIONS(% OF FUND)		SHORT POSITIONS(% OF FUND)	
Top 5	19.5	Top 5	12.7
Top 10	34.5		
Top 20	57.6		

## MONTHLY PERFORMANCE(%) NET OF FEES

Series B performance until February 2005, Series F there after

YEAR	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	TOTAL/YTD
2019	3.47	2.68											<b>6.24</b>
2018	0.33	-2.23	-1.56	0.85	0.35	-0.99	-0.12	1.21	0.04	-6.27	-2.38	-2.97	<b>-13.13</b>
2017	-1.59	0.70	2.42	-0.03	-1.55	-1.93	-1.27	-1.22	2.57	3.16	-0.68	1.57	<b>1.99</b>
2016	-6.43	-2.04	3.28	1.05	2.04	-0.67	3.18	1.90	1.79	0.96	0.34	0.35	<b>5.47</b>
2015	-0.89	5.12	0.29	0.34	2.36	-0.49	-0.09	-4.98	-2.32	2.36	2.16	-1.25	<b>2.26</b>
2014	2.46	4.76	1.10	1.46	1.32	3.03	-0.41	1.43	-1.37	-3.32	1.83	-1.57	<b>11.08</b>
2013	1.14	-0.66	-0.45	-0.32	2.98	-0.12	2.69	0.85	2.70	4.01	2.81	1.38	<b>18.24</b>
2012	4.84	4.41	-3.89	-0.99	-5.65	-1.91	0.11	1.97	3.19	0.42	-2.44	1.74	<b>1.23</b>
2011	3.99	1.02	-2.14	0.21	-3.03	-6.92	1.78	-9.85	-11.63	7.95	-4.40	-0.76	<b>-22.79</b>
2010	-1.57	3.24	3.88	-0.33	-5.74	-5.80	4.48	0.33	7.34	6.16	6.03	6.78	<b>26.35</b>
2009	0.04	1.38	4.33	4.26	12.70	0.17	2.67	2.78	6.82	-1.66	2.59	6.46	<b>50.78</b>
2008	-8.31	5.01	-7.26	4.97	7.32	5.18	-10.88	-2.38	-17.22	-14.66	-6.18	-1.14	<b>-39.69</b>
2007	1.12	3.99	1.27	2.90	1.17	0.00	1.88	-5.31	4.10	4.78	-6.77	1.89	<b>10.80</b>
2006	8.97	-2.40	4.02	2.77	-2.38	-2.57	1.73	0.49	-3.67	4.11	4.59	2.93	<b>19.35</b>
2005	0.42	9.20	-2.17	-8.09	0.92	2.46	4.40	0.99	3.39	-5.55	2.75	5.85	<b>14.61</b>
2004	7.66	1.33	1.77	-1.85	1.69	2.19	-2.22	-1.75	4.01	-0.13	3.99	3.82	<b>22.01</b>
2003	5.90	-1.47	-3.20	1.71	4.01	1.82	5.47	8.63	1.87	6.93	1.72	13.22	<b>56.37</b>
2002	1.61	1.15	0.50	-4.49	-0.89	-5.13	-12.61	-3.11	-3.65	3.70	6.28	12.39	<b>-6.26</b>
2001	6.03	-10.58	-1.25	2.19	3.84	-3.39	-4.00	0.58	-8.22	-3.77	4.75	3.99	<b>-11.87</b>
2000	21.20	35.25	2.86	0.58	0.51	3.72	2.39	6.61	2.27	-2.55	-11.13	2.51	<b>75.22</b>
1999								2.16	1.51	-0.38	7.35	11.93	<b>24.13</b>

## FUND DETAILS

<b>Inception Date:</b>	August 18, 1999
<b>Administrator:</b>	SGGG Fund Services Inc.
<b>Auditors:</b>	KPMG Canada LLP
<b>Counsel:</b>	Borden Ladner Gervais LLP
<b>Management Fee:</b>	Series F: 1%, Series B: 2%
<b>Performance Fee:</b>	20% of net profits (where annual rate of return >6% and year-end NAV higher than previous years)
<b>Fund Code:</b>	Series F: JCM501 Series B: JCM502

For accredited investors, or minimum investment of \$25,000; Canadian investors only

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## FIRM ASSETS UNDER MANAGEMENT

FUND	AUM	% OF TOTAL
Jemekk Long/Short	38,500,000	35%
Jemekk Total Return	22,000,000	20%
Jemekk Hedge Fund	48,400,000	45%
<b>Firm Total</b>	<b>108,900,000</b>	<b>100%</b>