

**MONTHLY REVIEW**

Lynx was profitable in December as gains in equities and commodities outpaced losses in fixed income and foreign exchange. Mixed economic reports across major economies and uncertainty regarding inflation resulted in diverse opportunities and challenges. Manufacturing activity in China returned to expansion territory despite structural headwinds like tepid domestic demand and persistent weakness in the real estate market. Meanwhile, in the US, PMI data released early in the month pointed to a slowing pace of economic growth, although the initial 3rd quarter GDP results reported later in the period showed that the US economy had expanded at an annualized rate of 4.3%, the fastest rate in two years. These developments, coupled with cautious central bank policy, created a tenuous balance across asset classes. Ultimately, equity prices were supported by optimism around corporate earnings and AI-driven growth, with largest gains generated in the tech-heavy KOSPI and FTSE Taiwan indices. Commodities also contributed meaningfully, with precious metals extending their year-end rally amid safe-haven demand, central bank buying, and ongoing macro uncertainty. Despite a short-lived reversal late in the period, silver and gold were amongst the best performing markets in the portfolio. Conversely, fixed income detracted from returns as bond markets struggled to establish clear directional trends, reflecting uncertainty around the timing and pace of future monetary policy. Foreign exchange was similarly challenging as heightened volatility and shifting interest rate expectations resulted in losses, most notably from a short Canadian dollar position against the greenback.

**MONTHLY NET RETURN, %<sup>1</sup>**

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Full Year
2000					<b>3.35</b>	<b>-2.25</b>	<b>0.88</b>	<b>-4.29</b>	<b>-1.34</b>	<b>3.09</b>	<b>5.69</b>	<b>7.54</b>	<b>12.77</b>
2001	<b>2.06</b>	<b>2.69</b>	<b>7.09</b>	<b>-4.66</b>	<b>-0.49</b>	<b>-2.68</b>	<b>0.77</b>	<b>8.02</b>	<b>6.81</b>	<b>0.25</b>	<b>-6.35</b>	<b>2.36</b>	<b>15.77</b>
2002	<b>0.40</b>	<b>-7.30</b>	<b>2.70</b>	<b>1.60</b>	<b>5.65</b>	<b>10.75</b>	<b>5.27</b>	<b>1.48</b>	<b>3.35</b>	<b>-4.56</b>	<b>-2.85</b>	<b>4.73</b>	<b>21.81</b>
2003	<b>2.99</b>	<b>3.99</b>	<b>-4.52</b>	<b>4.18</b>	<b>10.51</b>	<b>3.25</b>	<b>-5.32</b>	<b>0.41</b>	<b>6.45</b>	<b>4.29</b>	<b>1.14</b>	<b>3.69</b>	<b>34.55</b>
2004	<b>1.19</b>	<b>4.69</b>	<b>-1.69</b>	<b>-2.05</b>	<b>0.83</b>	<b>-2.20</b>	<b>-3.35</b>	<b>2.12</b>	<b>-0.60</b>	<b>7.32</b>	<b>6.45</b>	<b>1.09</b>	<b>13.98</b>
2005	<b>-4.18</b>	<b>1.61</b>	<b>-2.10</b>	<b>-1.20</b>	<b>5.60</b>	<b>3.58</b>	<b>-1.35</b>	<b>-1.60</b>	<b>1.53</b>	<b>1.96</b>	<b>4.48</b>	<b>-1.44</b>	<b>6.59</b>
2006	<b>0.16</b>	<b>-0.13</b>	<b>3.44</b>	<b>3.24</b>	<b>1.92</b>	<b>-2.07</b>	<b>-4.60</b>	<b>3.97</b>	<b>-3.15</b>	<b>-1.04</b>	<b>2.71</b>	<b>1.19</b>	<b>5.34</b>
2007	<b>3.97</b>	<b>-4.69</b>	<b>-3.89</b>	<b>3.38</b>	<b>6.09</b>	<b>4.96</b>	<b>-1.97</b>	<b>-5.81</b>	<b>4.35</b>	<b>6.82</b>	<b>2.83</b>	<b>-2.43</b>	<b>13.22</b>
2008	<b>6.19</b>	<b>6.02</b>	<b>1.57</b>	<b>-3.83</b>	<b>3.45</b>	<b>5.16</b>	<b>-7.20</b>	<b>2.01</b>	<b>2.71</b>	<b>14.90</b>	<b>3.86</b>	<b>2.48</b>	<b>42.23</b>
2009	<b>-1.90</b>	<b>0.23</b>	<b>-2.40</b>	<b>-2.36</b>	<b>1.82</b>	<b>-4.06</b>	<b>1.31</b>	<b>0.51</b>	<b>2.14</b>	<b>-3.72</b>	<b>7.71</b>	<b>-7.34</b>	<b>-8.52</b>
2010	<b>-3.35</b>	<b>3.94</b>	<b>1.97</b>	<b>0.71</b>	<b>1.76</b>	<b>1.89</b>	<b>-3.04</b>	<b>10.38</b>	<b>-1.04</b>	<b>3.78</b>	<b>-4.39</b>	<b>5.45</b>	<b>18.54</b>
2011	<b>-0.60</b>	<b>2.39</b>	<b>-5.76</b>	<b>6.56</b>	<b>-5.90</b>	<b>-4.10</b>	<b>6.83</b>	<b>0.95</b>	<b>5.41</b>	<b>-9.12</b>	<b>0.91</b>	<b>3.06</b>	<b>-0.89</b>
2012	<b>1.78</b>	<b>-0.57</b>	<b>-4.16</b>	<b>2.01</b>	<b>7.84</b>	<b>-6.05</b>	<b>6.97</b>	<b>-2.24</b>	<b>-3.36</b>	<b>-6.19</b>	<b>0.79</b>	<b>-0.97</b>	<b>-5.14</b>
2013	<b>3.60</b>	<b>-0.19</b>	<b>0.73</b>	<b>3.30</b>	<b>-1.69</b>	<b>-5.39</b>	<b>0.56</b>	<b>-2.78</b>	<b>0.60</b>	<b>4.71</b>	<b>5.32</b>	<b>3.30</b>	<b>12.12</b>
2014	<b>-5.29</b>	<b>4.14</b>	<b>-3.00</b>	<b>0.80</b>	<b>3.09</b>	<b>0.88</b>	<b>0.15</b>	<b>9.17</b>	<b>2.93</b>	<b>1.55</b>	<b>9.89</b>	<b>1.29</b>	<b>27.58</b>
2015	<b>6.11</b>	<b>0.32</b>	<b>3.53</b>	<b>-6.18</b>	<b>-1.64</b>	<b>-6.06</b>	<b>4.11</b>	<b>-7.00</b>	<b>2.20</b>	<b>-1.68</b>	<b>2.98</b>	<b>-3.85</b>	<b>-7.98</b>
2016	<b>2.16</b>	<b>3.49</b>	<b>-0.99</b>	<b>-0.08</b>	<b>-4.59</b>	<b>10.23</b>	<b>2.73</b>	<b>-5.21</b>	<b>-1.64</b>	<b>-6.29</b>	<b>-2.97</b>	<b>0.05</b>	<b>-4.16</b>
2017	<b>-1.96</b>	<b>4.61</b>	<b>-3.71</b>	<b>-3.32</b>	<b>-2.37</b>	<b>-6.94</b>	<b>2.37</b>	<b>5.07</b>	<b>-4.45</b>	<b>5.90</b>	<b>0.36</b>	<b>-0.02</b>	<b>-5.27</b>
2018	<b>8.61</b>	<b>-14.14</b>	<b>-0.77</b>	<b>0.81</b>	<b>-0.08</b>	<b>3.16</b>	<b>-1.04</b>	<b>6.41</b>	<b>-1.86</b>	<b>-3.62</b>	<b>0.10</b>	<b>1.54</b>	<b>-2.65</b>
2019	<b>-0.81</b>	<b>2.13</b>	<b>7.59</b>	<b>6.72</b>	<b>-7.25</b>	<b>5.23</b>	<b>5.05</b>	<b>8.43</b>	<b>-4.72</b>	<b>-6.19</b>	<b>0.81</b>	<b>-0.94</b>	<b>15.42</b>
2020	<b>0.19</b>	<b>-4.15</b>	<b>-3.31</b>	<b>2.32</b>	<b>-1.74</b>	<b>-0.62</b>	<b>7.45</b>	<b>0.00</b>	<b>-4.40</b>	<b>-1.85</b>	<b>4.72</b>	<b>8.16</b>	<b>5.94</b>
2021	<b>-0.34</b>	<b>4.21</b>	<b>-0.42</b>	<b>0.56</b>	<b>2.19</b>	<b>-2.81</b>	<b>1.37</b>	<b>-2.07</b>	<b>1.07</b>	<b>1.12</b>	<b>-2.54</b>	<b>-1.35</b>	<b>0.75</b>
2022	<b>2.12</b>	<b>4.40</b>	<b>10.61</b>	<b>8.46</b>	<b>1.06</b>	<b>5.08</b>	<b>-4.56</b>	<b>3.02</b>	<b>9.94</b>	<b>0.27</b>	<b>-8.61</b>	<b>0.99</b>	<b>35.89</b>
2023	<b>-3.19</b>	<b>1.25</b>	<b>-9.23</b>	<b>0.33</b>	<b>2.76</b>	<b>1.63</b>	<b>-3.71</b>	<b>-0.27</b>	<b>7.81</b>	<b>-1.88</b>	<b>-5.90</b>	<b>1.71</b>	<b>-8.89</b>
2024	<b>1.42</b>	<b>6.35</b>	<b>5.63</b>	<b>0.62</b>	<b>-4.69</b>	<b>-3.17</b>	<b>-0.73</b>	<b>-4.87</b>	<b>1.82</b>	<b>-5.45</b>	<b>3.69</b>	<b>1.60</b>	<b>1.33</b>
2025	<b>1.18</b>	<b>-0.97</b>	<b>-1.58</b>	<b>-3.64</b>	<b>-4.32</b>	<b>1.98</b>	<b>0.83</b>	<b>0.01</b>	<b>3.96</b>	<b>2.06</b>	<b>-1.94</b>	<b>1.66</b>	<b>-1.11</b>

**RETURN AND KEY FIGURES<sup>1</sup>**

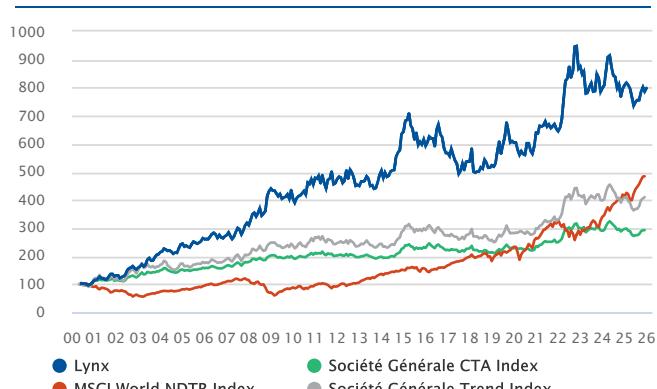
	Lynx	MSCI World
Total return since inception, %	699.37	386.87
Average monthly return since inception, %	0.68	0.52
Average annual return since inception, %	8.43	6.36
Standard deviation, %	14.81	14.19
Downside risk, %	9.25	10.15
Max drawdown, %	-30.58	-50.77
Sharpe ratio	0.47	0.34
Margin to equity ratio (month end)	16.2%	-
Value at Risk (month end) <sup>2</sup>	1.9%	-
Correlation with Lynx	-	-0.13

**ASSETS**

Firm assets	SEK 55 147 Mkr (USD 5 982M)
Program assets	SEK 51 901 Mkr (USD 5 630M)
Fund assets	SEK 1 851 Mkr (USD 201M)

**PERFORMANCE BREAKDOWN BY ASSET CLASS, %<sup>3</sup>**

	MTD	YTD
<b>Fixed Income</b>	<b>-0.7%</b>	<b>-7.6%</b>
Bonds	-0.6%	-6.7%
Interest rates (STIR)	-0.1%	-0.9%
<b>Currencies</b>	<b>-0.3%</b>	<b>-4.7%</b>
<b>Equity Indices</b>	<b>1.4%</b>	<b>8.0%</b>
<b>Commodities</b>	<b>1.2%</b>	<b>2.3%</b>
Energies	-1.2%	-6.6%
Metals	2.7%	7.7%
Agriculturals	-0.3%	1.2%
<b>Total Gross</b>	<b>1.6%</b>	<b>-2.0%</b>
<b>Total Net<sup>1</sup></b>	<b>1.7%</b>	<b>-1.1%</b>

**NET RETURN SERIES<sup>1</sup>**

**PERFORMANCE BREAKDOWN BY MODEL TYPE, %<sup>3</sup>**

	MTD	YTD
<b>Trend models</b>	<b>3.0%</b>	<b>-3.1%</b>
Long-term	1.3%	6.1%
Medium-term	1.2%	-4.9%
Short-term	0.5%	-4.3%
<b>Diversifying models</b>	<b>-1.4%</b>	<b>1.1%</b>
Long-term	-0.5%	-1.1%
Medium-term	-0.2%	2.1%
Short-term	-0.7%	0.1%
<b>Total Gross</b>	<b>1.6%</b>	<b>-2.0%</b>
<b>Total Net<sup>1</sup></b>	<b>1.7%</b>	<b>-1.1%</b>

## GROSS ATTRIBUTION BY ASSET CLASS, %<sup>3,4</sup>



## ABOUT US

Headquartered in Stockholm, Sweden, Lynx Asset Management was founded with the conviction that a systematic approach was optimal to capitalize on the broadest set of investment opportunities. Since 1999, Lynx has developed and implemented innovative and differentiated proprietary algorithms to invest actively in global equities, fixed income, commodities and currencies. With a broad set of systems and trading concepts, we attempt to meet the goals of our investors by offering a combination of established investment programs and customized solutions. And, as has been the case throughout our history, we are developing dynamic new models to take us into the next generation.

## THE PROGRAM

The Lynx Program is our original strategy that was launched in May 2000. It is a diversified managed futures program that aims to deliver high risk-adjusted returns with attractive portfolio characteristics. While the primary approach is systematic trend-following applied across a broad universe of global futures and foreign exchange markets, a portion of the risk is allocated to complementary models that are designed to enhance performance in non-trending market environments. These diversifying models utilize a variety of concepts from quantitative macro to machine learning. The program attempts to identify opportunities across time frames, holding positions from only a few days to over a year.

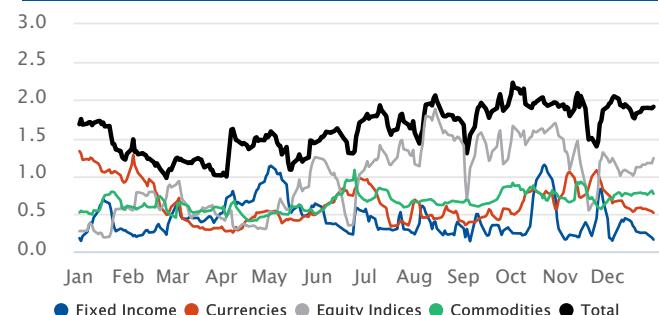
## RISK MANAGEMENT

Risk management is an integrated feature in the investment process. The models operate independently and the portfolio is constructed based on the signals from each model. Individual models apply systematic risk-reducing mechanisms to minimize losses resulting in a dynamic utilization of the risk budget across the portfolio over time. Value-at-Risk is used to limit position concentration and aggregated risks; limits are applied on the instrument, asset class and total portfolio level.

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## VALUE AT RISK BY ASSET CLASS AND TOTAL PORTFOLIO, %<sup>2,4</sup>



## EXECUTIVE SUMMARY

Strategy Approach	Global managed futures (CTA) Systematic, directional, trend following
Instruments	Fixed income, equity index and commodity futures; currency futures and forwards; interest rate swaps
Targets	<b>Volatility:</b> 18% p.a. before fees <b>Return:</b> High risk-adjusted return <b>Correlation:</b> Low or negative with stock markets
Team	Around 110 employees, the majority within research, system development and trade execution.

## KEY POINTS

Management fee	1% p.a.
Performance fee	20% over hurdle rate and HWM
Liquidity	Monthly (documentation and payment due 3 banking days before dealing day)
Minimum investment	SEK 500,000
Custodian	SEB
Administrator	SS&C Financial Services (Ireland) Ltd.
Auditor	KPMG AB
Inception date	1 May 2000

The figures presented are estimates calculated by Lynx Asset Management AB. **1)** The net performance figures include interest, costs and fees and reflect the Lynx Fund with a 1% management fee and a 20% performance fee. Index-figures are based on available data at the time of publication and are subject to revision. **2)** The Value at Risk (VaR) is measured using a 1-day, 95% confidence interval. VaR is measured with three models capturing different time horizons and the highest risk figure is presented. **3)** Gross return excludes interest on unencumbered cash. **4)** Based on daily data for the past 12 months.

## IMPORTANT INFORMATION

This document is strictly confidential and may not be copied or forwarded without written permission from Lynx Asset Management AB.

Lynx is a special fund as defined in Chapter 1, Section 11 of the Act (2013:561) on managers of alternative investment funds. This material shall not be regarded as investment advice. An investor considering investing in the fund should carefully read the fund's simplified prospectus, subscription document and the information memorandum containing the fund rules. These documents are available for download at [www.lynxhedge.se](http://www.lynxhedge.se).

Investing in funds is associated with risk. **Past performance is no guarantee of future return.** The value of the capital invested in the fund may increase or decrease and investors cannot be certain of recovering all of their invested capital. The returns are not adjusted for inflation. The fund has no investments in hard-to-value assets for which no market pricing information is available, e.g. some unlisted/private equity, or model priced instruments for which no industry standard software models are available, e.g. complex, structured, one-off contract.