

Annual Report

AlgoSight Fund

Period ended 31 December 2020

Table of contents

General information	3
Key figures.....	4
Fund manager report	5
Financial statements	6
Balance sheet at 31 December	6
Profit and loss statement.....	7
Cash flow statement	8
Notes to the financial statements	9

General information

Fund manager

Ruppert Trading B.V.
Kruisweg 70 III
2011 LG Haarlem
The Netherlands

Legal Owner

Stichting Depositary AlgoSight Fund
Prins Hendriklaan 26
1075 BD Amsterdam
The Netherlands

Administrator

Circle Investment Support Services B.V.
Smallepad 30F
3811 MG Amersfoort
The Netherlands

Bank

ABN AMRO Bank N.V.
Gustav Mahlerlaan 10
1082 PP Amsterdam
The Netherlands

Broker and custodian

Interactive Brokers (UK) Limited
Level 20 Heron Tower
110 Bishopsgate
London EC2N 4AY
United Kingdom

Key figures

	2020	2019
<i>(all amounts in EUR)</i>		
Lead Series		
Net Asset Value at 31 December	23,853,076	20,816,077
Outstanding participations at 31 December	13,032.0106	13,472.9358
Net Asset Value per redeemable share at 31 December	1,830.35	1,545.03
December 2020 Series		
Net Asset Value at 31 December	204,563.73	-
Outstanding participations at 31 December	200.00	-
Net Asset Value per redeemable share at 31 December	1,022.82	-
Total for the Fund		
Net Asset Value at 31 December	24,057,640	20,816,077
Outstanding participations at 31 December	13,232.0106	13,472.9358
Investment result		
Direct result	5,463,880	5,629,453
Costs	<u>(1,720,232)</u>	<u>(1,839,432)</u>
Total investment result for the period	<u>3,743,648</u>	<u>3,790,022</u>
Investment result per unit¹		
Result from investments	412.93	417.83
Costs	<u>(130.01)</u>	<u>(136.53)</u>
Total investment result per unit	<u>282.92</u>	<u>281.31</u>

¹ The result per participation is calculated using the number of outstanding participations as per the end of the reporting period

Fund Manager report

Haarlem, 13th September 2021

Dear fellow shareholders

2020 was a very tumultuous year for the global stock markets. The markets witnessed an unprecedented sell-off in March 2020, triggered by the Corona virus. But within a couple of weeks, we witnessed a sharp rally in markets into the year end to multi year highs. Our fund weathered this situation very well with minimal losses during the crisis and appreciated in total by 18.5% by the end of 2020.

Interest in stock markets increased from retail investor and trading volumes are high compared to prior years. This is beneficial in general to the AlgoSight fund, as it becomes cheaper to trade and more opportunities present themselves when investors become overly enthusiastic/pessimistic.

As employees working for the fund, we have dedicated a lot of resources to new initiatives in the machine learning (ML) domain. This is new for us and a very interesting extension of our trading expertise. The fund is reviewing strategies that incorporate these new ideas from machine learning and we are planning on starting to trade those strategies in 2021. If successful, we will expand on our efforts in this new area.

We would like to thank you for your continued support and trust in the AlgoSight Fund.

Best regards,

Oliver Ruppert, CFA
Ruppert Trading B.V.
Fund manager

Financial statements

Balance sheet at 31 December

(all amounts in EUR)	Notes	<u>2020</u>	<u>2019</u>
Assets			
Investments			
Investment funds	1	751,500	917,601
Total of investments		<u>751,500</u>	<u>917,601</u>
Receivables			
Other receivable		525	7,082
Total of receivables		<u>525</u>	<u>7,082</u>
Other assets			
Cash	3	24,191,254	20,899,424
Total of other assets		<u>24,191,254</u>	<u>20,899,424</u>
Total assets		<u>24,943,280</u>	<u>21,824,107</u>
 Liabilities			
Net asset value			
Participations paid in surplus	4	16,523,969	15,335,923
Undistributed income prior year		3,790,023	1,690,131
Result current year		3,743,648	3,790,022
Total net asset value		<u>24,057,640</u>	<u>20,816,077</u>
Other liabilities			
Subscriptions received in advance		45,000	-
Due to broker		284,799	494,800
Other liabilities	5	555,841	513,230
Total other liabilities		<u>885,640</u>	<u>1,008,030</u>
Total liabilities		<u>24,943,280</u>	<u>21,824,107</u>

Profit and loss statement

(For the year ended 31 December)

(For the year ended 31 December)

(all amounts in EUR)	Notes	<u>2020</u>	<u>2019</u>
Investment result			
Investment result		5,391,319	5,629,453
Interest Income			
Bank Interest Income		72,561	
Operating expenses			
Management fee	6	(682,252)	(627,753)
Performance fee	7	(935,912)	(869,548)
Administration fee	8	(21,734)	(20,670)
Interest expenses		(54,938)	(301,460)
Directorship fee	9	(14,723)	(10,050)
Brokerage fees		(2,501)	(598)
Reporting fees		(3,105)	(3,092)
Legal fees		-	(1,711)
Other expenses		(5,065)	(4,550)
		<u>(1,720,232)</u>	<u>(1,839,432)</u>
Result for the period		<u>3,743,648</u>	<u>3,790,022</u>

Cash flow statement

(For the year ended 31 December)

	<u>2020</u>	<u>2019</u>
(all amounts in EUR)		
Cash flow from operating activities		
Net cash flow from investment activities	5,477,255	11,299,390
Interest paid	(72,561)	(257,095)
Management fee paid	(668,341)	(616,223)
Performance fee paid	(902,058)	(625,128)
Operating expenses paid	(40,379)	(40,356)
Net cash flow generated from operating activities	<u>3,793,917</u>	<u>9,760,589</u>
Cash flow from financing activities		
Proceeds from subscriptions of redeemable shares	865,000	220,000
Payments for redemptions	(1,367,087)	(803,257)
Net cash flow from financing activities	<u>(502,087)</u>	<u>(583,257)</u>
Net cash flow generated during the year	3,291,830	9,177,332
Cash at the beginning of the period	20,899,425	11,722,092
Total of cash and cash equivalents	<u><u>24,191,254</u></u>	<u><u>20,899,424</u></u>

Notes to the financial statements

General information

AlgoSight Fund (the "Fund") is a mutual fund ("fonds voor gemene rekening") organised and established under the laws of The Netherlands. The Fund was incorporated on 1 January 2017 and commenced operations on 1 July 2017.

Under the laws of the Netherlands, the Fund has no legal personality. It is an agreement *sui generis* between the Fund Manager, the Depositary and each of the Unit Holders. Therefore, this agreement does not constitute a partnership, a commercial partnership or a limited partnership. The agreement governs the management and depositary functions of the Fund's assets and liabilities acquired or assumed by the Depositary for the account and risk of the Unit Holder. Because the Fund has no legal personality, the Depositary is the legal owner of all assets and liabilities of the Fund. Under this arrangement the Fund Manager is mandated to invest the contributions of the Unit Holders for their collective account and risk. The Fund Manager manages the Fund and the Depositary supervises the Fund Manager on behalf of the Unit Holders. The obligation of a Unit Holder to pay the subscription amount for Units issued to it is only an obligation towards the Depositary and not an obligation to contribute or a commitment to contribute. By signing the subscription form, a prospective Unit Holder agrees to be bound by the Information Memorandum. Becoming a Unit Holder only constitutes rights and obligations of the Unit Holder with respect to the Fund Manager and the Depositary and not with respect to other Unit Holders.

In view of its legal form, a mutual fund, the Fund is not eligible for registration in the Trade Register ("handelsregister") of The Netherlands.

The Fund Manager has opted to not obtain a license from the AFM, in accordance with article 2:65 of the Wft, to manage the Fund. Therefore the Fund Manager, and consequently the Fund, is not regulated by any financial regulator in the Netherlands. Such a license is not required as article 2:66a of the Wft is applicable to the Fund Manager, which states that no license is required if, simply put, (i) the total value of the assets under management is less than EUR 100,000,000 and (ii) the Units are offered to a maximum of 149 persons.

The Fund is considered an alternative investment fund within the meaning of the Alternative Investment Fund Managers Directive (Directive 2011/61/EU of the European Parliament and of the Council of 8 June 2011 on Alternative Investment Fund Managers, the "AIFMD"). It is exempted from most of the obligations under the AIFMD as it qualifies as an exempted alternative investment fund within the meaning of article 3(2)(a) of the AIFMD (which is implemented in the laws and regulations of the Netherlands by way of the aforementioned article 2:66a of the Wft).

Investment objective and strategy

The Fund's objective is to produce consistent returns with low volatility. The Fund's exposure is distributed across many financial instruments and uncorrelated strategies. The Fund targets on aggregate a small net long position, as measured over a time period of multiple months. On a day-to-day basis, net exposure can fluctuate widely.

The Fund employs a portfolio of different long/short trading strategies. Most trading strategies are designed to capture short-term market inefficiencies that can last from a few minutes to a few days. Other trading strategies will focus on a holding period of a few days to a few weeks, to capture more long-term opportunities.

As a result, the nature of the Fund's trading is very active and portfolio turnover will be very high. The Fund employs rigorous quantitative methods and criteria to find and manage its trading strategies. The vast majority of trades will be originated by computer models and executed algorithmically. Very little human intervention is needed nor desirable.

Accounting policies

General

The financial statements are prepared in accordance with Part 9, Book 2 of the Dutch Civil Code. The accounting principles of the Fund are summarised below. These accounting principles have all been applied consistently throughout the financial year.

The financial statements are not audited.

Basis of accounting

Valuation of assets and liabilities and determination of the result takes place under the historical cost convention. Unless presented otherwise at the relevant principle for the specific balance sheet item, assets and liabilities are valued according to the cost model.

Measurement currency

The amounts included in the financial statements are denominated in euro, which is the functional and presentation currency.

Receivables

Upon initial recognition the receivables are included at fair value and then valued at amortised cost. The fair value and amortised cost equal the face value. Possible provisions deemed necessary for the risk of doubtful accounts are deducted. These provisions are determined by individual assessment of the receivables.

Investments

Recognition and basis of measurement

All investment securities are initially recognised at cost.

Valuation

Investment securities are valued at the last reported sales price on the largest recognised market on which they are traded. For securities in which no trading took place on that date the securities are valued at the most recent official price. Securities which are neither listed nor quoted on any securities exchange or similar electronic system or if, being so listed or quoted, are not regularly traded thereon or in respect of which no prices as described above are available, will be valued at their probable realisation value as determined by the Fund Manager (or Administrator as delegated party) in good faith having regard to its cost price. Investments in funds (fund-of-fund) will be valued on the basis of the latest available valuation of Investee Funds Interests provided by the administrators of the relevant Investee Fund. In the absence of quoted values or audited net asset value calculations, the valuation of the investments is based on the reported values of the respective funds in which the Fund has a position. Lacking any proper valuation, a fair price will be determined by the Fund Manager and Investment Advisor.

Cost of investment securities sold is determined on a FIFO method.

Financial assets and liabilities are offset and the net amount reported in the balance sheet when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis, or realise the asset and settle the liability simultaneously.

Gains and losses

Gains and losses are treated as realised for financial statement purposes on the trade date of the transaction closing or offsetting the open position. Unrealised gains and losses are the difference between the value initially recognised and cost of open positions. All gains and losses are recognised in the profit and loss account.

Dividend and interest income

Dividends are recorded on the date that the dividends are declared, gross of applicable withholding taxes. Interest income is recognised on accrual basis.

Derivative financial instruments

Derivative financial instruments including foreign exchange contracts, stock market indexes and interest rate futures, forward rate agreements, currency and interest rate swaps, currency and interest rate options (both written and purchased) and other derivative financial instruments are initially recognised in the balance sheet at cost and subsequently are remeasured at their fair value. Fair values are obtained from quoted market prices. All derivative financial instruments are carried in assets when amounts are receivable by the Fund and in liabilities when amounts are payable by the Fund. Changes in fair values of derivatives are included in the income statement.

Translation of foreign currency

Monetary assets and liabilities denominated in foreign currencies are translated into Euro at the rates of exchange prevailing at year-end. Transactions in foreign currencies are translated at the rates of exchange prevailing at the date of the transaction. Realised and unrealised gains and losses on foreign currency transactions are charged or credited to the profit and loss account as foreign currency gains and losses except where they relate to investments where such amounts are included within realised and unrealised gains and losses on investments.

Brokerage/expenses

Commissions payable on opening and closing positions are recognised when the trade is entered into. Expenses are recorded in the period in which they originate. Transaction costs are borne by the Fund and be brought at the charge of the Fund's profit and loss account. Expenses on disposal of investments are deducted from the proceeds of disposal.

Cash

For the purpose of presentation in the balance sheet and the cash flow statement, cash is defined as cash at banks and brokers. The cash at bank and brokers is valued at face value.

Cash flow statement

The cash flow statement is prepared using the direct method. The cash flow statement shows the Fund's cash flows for the year divided into cash flows from operations and financing activities.

Due to the nature of the Fund's operations, cash flows related to the financial instruments are included under operating activities. Cash flows from financing activities include proceeds from subscriptions and payments for redemptions of participations of the Fund.

Bank overdrafts that are repayable on demand form an integral part of the Fund's cash management and are a component of cash and cash equivalents.

Notes to the balance sheet

1. Investment funds

The market value of the investments is based on quoted market prices.

2. Risk management

The Fund's financial risks are managed by diversification of the financial instruments at fair value through profit or loss. For further explanation of the investment objectives, policies and processes, refer to the General section of the notes to the financial statements.

Market risk

Market risk is the risk that the value of a financial instrument fluctuates as a result of changes in market prices whether those changes are caused by factors specific to the individual security or its issuer or factors affecting all securities traded in the market. Market risk contains market price risk, currency risk and interest rate risk. Where non-monetary financial instruments – for example, equity securities – are denominated in currencies other than the euro, the price initially expressed in foreign currency and then converted into euro's also fluctuates because of changes in foreign exchange rates. The paragraph 'Currency risk' sets out how this component of price risk is managed and measured.

Currency risk

Participations are euro-denominated and are issued and redeemed in this currency. However, a large part of the Fund may be invested in securities and other instruments that are exposed to currencies other than the euro. Accordingly, the value of such assets may be affected favourably or unfavourably by exchange rate fluctuations. In addition, potential investors whose assets and liabilities are predominantly denominated in another currency than the euro should take into account the possibility of foreign exchange losses arising from fluctuations in the exchange rate between the euro and their home currency.

The Fund's investment strategy may include actively taking on foreign currency risk in various developed and emerging market currencies and is therefore exposed to a significant currency risk.

Concentration risk

A significant part of the Fund assets could be invested in a single or a limited number of portfolio entities. The Fund's portfolio holds a wide variety of investments in equity and contracts for difference. None of the investments exceed 10% of the Fund's NAV at reporting date and therefore the Fund is not exposed to significant concentration risk.

Interest rate risk

Interest rate risk refers to fluctuations in the value of, amongst others, fixed-income security resulting from changes in the general level of interest rates. When the general level of interest rates goes up, the prices of fixed-income securities will generally go down and vice versa. Financial assets and liabilities with longer durations tend to be more sensitive to changes in interest rates, usually making them more volatile than securities with shorter durations. The Fund's income and operating cash flows are dependent on changes in market interest rates. As of 31 December 2020, the Funds holds no interest bearing securities and is therefore not exposed to significant interest rate risk.

Credit risk

The Fund could lose money if the issuer of an underlying fixed income security or money market instrument, the counterparty or clearing house of a derivatives contract or repurchase agreement, a Custodian or Prime Broker at which a deposit or other assets are held, or the counterparty in a securities lending agreement does not honor his obligations. Issuers of fixed income instruments and other counterparties are subject to varying degrees of credit risks which are reflected in their credit ratings. The Fund's investment restrictions have been designed to limit the credit risk to any counterparty but this offers no guarantee that a credit event will not occur.

The Fund's maximum exposure to credit risk in the event that counterparties fail to perform their obligations at 31 December 2020 in relation to the assets, is the carrying amount of EUR 24,191,255 as indicated in the statement of financial position.

Liquidity risk

Liquidity risk is the risk that the Fund will encounter difficulty in meeting obligations associated with financial liabilities. The Fund mainly invests in exchange traded securities which are easily converted into cash, and is therefore not exposed to significant liquidity risk.

Cross class risk

Notwithstanding that the shares of the Fund may be issued in different classes, with separate accounting records, contributions, portfolio investments and investment results, the Fund is a single legal entity and the insolvency of the Fund would affect all issued shares regardless of class, with the net assets attributable to each class of shares available to satisfy the excess liabilities of another class.

3. Cash

At 31 December 2020 no restrictions on the use of cash exist.

4. Net assets value

The minimum subscription amount is EUR 25,000. Following an initial subscription for the minimum subscription amount, an investor may make subsequent subscriptions in amounts of EUR 25,000 or more.

If requested by a Unit Holder, the Fund will accept redemptions of Units on a Transaction Day of the Fund at the Net Asset Value on the Valuation Day immediately preceding that Transaction Day, unless (i) redemptions are suspended or (ii) a redemption is requested of more than twenty five percent (25%) of all Units issued at that time (both as stated below).

The redemption amount to be paid to the redeeming Unit Holder is the Net Asset Value of the Units multiplied by the number of Units to be redeemed.

Movement schedule of net asset value

(For the year ended 31 December)

Total for the fund

(all amounts in EUR)	2020		2019	
	Amounts	No. of shares	Amounts	No. of shares
Net assets beginning of the period	20,816,077	13,472.9358	17,609,313	13,926.9250
Proceeds from shares redeemed	(1,367,087)	(848.7711)	(803,258)	(587.1363)
Proceeds from shares issued	865,000	822.2826	220,000	220.0000
Switch-in	580,665	350.5632	382,752	288.1471
Switch-out	(580,665)	(565.0000)	(382,752)	(375.0000)
Net change from transactions with shareholder	20,313,990	13,232.0105	17,026,055	13,472.9358
Result for the period	<u>3,743,648</u>	<u>-</u>	<u>3,790,022</u>	<u>-</u>
Net assets at end of period	24,057,640	13,232.0105	20,816,077	13,472.9358

Lead Series

(all amounts in EUR)	2020		2019	
	Amounts	No. of shares	Amounts	No. of shares
Net assets beginning of the period	20,816,077	13,472.9358	17,460,190	13,771.9254
Proceeds from shares redeemed	(1,367,087)	(791.4885)	(803,256.94)	(587.1363)
Switch-in	<u>580,665</u>	<u>350.5632</u>	<u>382,752</u>	<u>288.1467</u>
Net change from transactions with shareholder	20,029,655	13,032.0105	17,039,685	13,472.9358
Result for the period	<u>3,823,421</u>	<u>-</u>	<u>3,776,392</u>	<u>-</u>
Net assets at end of period	23,853,076	13,032.0105	20,816,077	13,472.9358

February 2020 Series	2020	
(all amounts in EUR)	Amounts	No. of shares
Net assets beginning of the period	-	-
Proceeds from shares issued	190,000	190.0000
Switch-out	<u>192,073</u>	<u>190.0000</u>
Net change from transactions with shareholder	(2,073)	-
Result for the period	<u>2,073</u>	<u>-</u>
Net assets at end of period	-	-

June 2020 Series	2020	
(all amounts in EUR)	Amounts	No. of shares
Net assets beginning of the period		
Proceeds from shares issued	200,000	200.0000
Switch-out	<u>204,128</u>	<u>200.0000</u>
Net change from transactions with shareholder	(4,128)	-
Result for the period	<u>4,128</u>	<u>-</u>
Net assets at end of period	-	-

July 2020 Series	2020	
(all amounts in EUR)	Amounts	No. of shares
Net assets beginning of the period	-	-
Proceeds from shares issued	175,000	175.0000
Switch-out	<u>184,464</u>	<u>175.0000</u>
Net change from transactions with shareholder	(9,464)	-
Result for the period	<u>9,464</u>	<u>-</u>
Net assets at end of period	-	-

December 2020 Series	2020	
(all amounts in EUR)	Amounts	No. of shares
Net assets beginning of the period	-	-
Proceeds from shares issued	<u>200,000</u>	<u>200.0000</u>
Net change from transactions with shareholder	200,000	200.0000
Result for the period	<u>4,564</u>	<u>-</u>
Net assets at end of period	204,564.00	200.00

5. Other liabilities

(all amounts in EUR)	<u>2020</u>	<u>2019</u>
Management and performance fees payable	457,164	409,399
Dividend payable	5,717	-
Interest payable	81,990	99,612
Administration fees payable	1,156	230
Legal onwer fee payable	5,814	-
FATCA fee payable	373	386
AIFMD fee payable	520	511
Reporting fees payable	3,105	3,092
Position as per 31 December	<u>555,841</u>	<u>513,230</u>

Notes to the profit and loss statement**6. Management fee**

The Fund manager receives a monthly management fee for managing the Fund on the basis of a percentage of the NAV of the assets under management (AUM). The following schedule applies:

- NAV of assets under management equals EUR 0-10 million; 4% management fee
- NAV of assets under management equals EUR 10-15 million; 3% management fee
- NAV of assets under management is greater than EUR 15 million; 2% management fee

By way of example, if the AUM is EUR 25 million, the management fee will be 4% over the first EUR 10 million, 3% over the next EUR 5 million and 2% over the last EUR 10 million.

The fee will be calculated monthly on the basis of the Net Asset Value of the respective Series as of the immediately preceding Transaction Day and will be paid monthly in arrears. Currently no VAT is to be paid over this fee.

The management fee for the period ended 31 December 2020 amounts to EUR 682,251 (2019: EUR 627,753).

7. Performance fee

The Fund Manager also receives a performance fee of 20% of any net new profits, realised by the Fund (including unrealised gains and losses). Net new profits will be calculated as the increase, if any, in the Net Asset Value over the applicable quarterly period, after deduction of the accrued monthly management fee, but before deduction of the performance fee.

Performance fees will be accrued monthly and will be calculated and paid quarterly in arrears. Currently no VAT is to be paid over this fee.

The performance fee will be based on the High Water Mark principle. A performance fee shall therefore only be payable if the Net Asset Value at the end of such quarter exceeds the High Water Mark reached on a previous Valuation Day. The Net Asset Value shall be adjusted to take into account the effects of any redemptions, subscriptions and distributions (if any) during the quarter.

The performance fee for the period ended 31 December 2020 amounts to EUR 935,912 (2019: EUR 869,548).

8. Administration fee

The Fund has entered into an administration agreement with Circle Investment Support Services B.V. (the 'Administrator'). An annual fee is payable to the Administrator based on 0.10% of the net assets of the Fund for the first EUR 50 million and 0.08% of the net assets above EUR 50 million. An office surcharge of 4.5% applies over this variable fee. The annual administration fee is subject to a minimum of EUR 20,000.

In addition, the Administrator is entitled to charge an annual fee of EUR 2,000 for Annex IV reporting, EUR 2,500 for preparing the annual financial statements and EUR 1,250 for FATCA/CRS reporting.

9. Interest Expenses

The Fund has incurred interest expenses of EUR 54,938 (2019: EUR 301,460) due to margin deficits on foreign cash accounts. The interest expenses contain the bank interest charges Interactive Brokers (UK) Limited.

10. Income and withholding taxes

The Fund is organised as a mutual Fund ("Fonds voor gemene rekening") under the current system of taxation in The Netherlands. The Fund is transparent for The Netherlands corporate income tax purposes. As a consequence, the Fund is not subject to The Netherlands corporate income tax. Certain dividend and interest income received by the Fund are subject to withholding tax imposed in the country of origin.

11. Core business and outsourcing

The following key tasks have been outsourced by the Fund:

Administration

The administration has been outsourced to Circle Investment Support Services B.V, who carries out the administration of the Fund, including the processing of all investment transactions, processing of revenues and expenses and the preparation of the NAV. It also states, under the responsibility of the Manager, the interim report and the financial statements of the Fund. For information on the fees of the Administrator refer to note 8.

Fund management

The investment policy is outsourced to Ruppert Trading B.V. (the Fund Manager). The Fund Manager is responsible for managing the Fund. The primary duties and powers of the Fund Manager are the following:

- to determine and execute the investment policy of the Fund;
- to conduct (or have conducted) the administration of the Fund;
- to ensure that the Net Asset Value is determined correctly and in a timely manner;
- to ensure that the Fund complies with all relevant laws and regulations; and
- to protect the interests of the Unit Holders.

For information on the fees of the Fund Manager refer to note 6.

12. Proposed appropriation of the result

The Fund will not distribute any dividend. The result for the period ended 31 December 2020 will be added to the Net asset value of the Fund.

13. Events after reporting date

There were no significant events after the reporting date.

14. Personnel

The Fund did not employ personnel during the reporting period.