

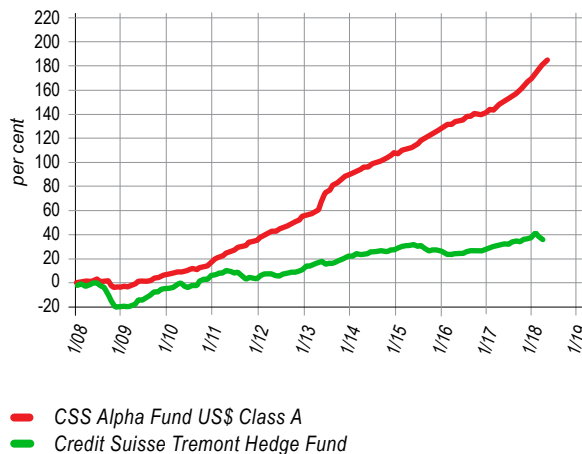


# CSS ALPHA FUND LTD

## Discussion of investment strategy and performance April 2018

%	Apr 2018	2018 YTD	2017	2016	2015	2014	2013	2012	2011	2010
CSS Alpha Class A US\$	1.00	5.13	11.68	8.03	9.56	9.38	21.97	13.91	16.72	13.30
CSS Alpha Class A £	2.03	4.93	3.22	29.10	15.76	16.26	19.76	8.84	24.97	-

### PERFORMANCE SINCE JANUARY 2008



### REVIEW OF APRIL 2018

#### Class A – Credit strategy

The US Dollar class produced + 0.996 and the Sterling Class produced +2.03%. The US\$ Class was 77.2% exposed to the US\$ and the Sterling Class was approximately 13.3% exposed to the US\$.

We made one new loan this month to a small AIM listed company, syndicated with two other lenders. We have 14 open loan positions at month end.

Our cash balances stand at 5.4% of the Fund and cash and near cash stand at 10.5% of the Fund.

The overall core yield on our loan assets, in April, prior to costs, fees and balance sheet and currency movements is shown below.

April 2018 Yield on Loan Portfolio	2.1%
April 2018 Yield on Total Assets	1.8%

#### Class B – Algorithmic trading strategy

Class B trading strategies produced +0.04% for the month.

We are currently trading in the FX and options markets.

### APRIL 2018 IN THE MARKETS

Below we show a summary of the performance of certain key indices and benchmarks for the year to date.

FTSE April 2018 YTD	2.50%
DJIA April 2018 YTD	-0.45%
NASDAQ April 2018 YTD	2.81%
CSSFB Tremont Index March 2018 YTD	0.47%
CSSFB Tremont Multi Strat March 2018 YTD	1.66%

### RISK STATISTICS

CSS Alpha Risk Statistics Mrch 2018	Class A	Class B
Monthly volatility annualised	2.61%	4.51%
Sharpe ratio	4.92	0.18
Correlation to S&P	0.07	-

### FUND OPEN TO NEW SUBSCRIBERS

The Fund is open to new subscribers in both Class A and Class B. We seek to achieve 1% per month NAV appreciation in both Classes with reasonable consistency..

### TRANSPARENCY AND DUE DILIGENCE

The Fund's NAV is calculated by the Administrator, the global accounting firm Pricewaterhouse Coopers Ltd.

The Fund's auditor is KPMG and the audited financial statement of the Fund as at December 2016 is available upon request. The December 2017 audit will be available during May 2018.

The Fund maintains its bank accounts with Natwest Bank in London and securities accounts are maintained with IB Brokers, Canaccord in London and Forex Capital Management Ltd.

Our information memorandum and subscription agreement are available upon request. We are approved by CySEC as an Alternative Investment Fund with limited number of persons.

### NAV

The NAV for the Class A and Class B Variable Participating Preference Shares was approved by Pricewaterhouse Coopers Ltd, the Administrators of the Fund.

7 May 2018

**DISCLAIMER:** This monthly valuation sheet is not an offer of securities which may only be made pursuant to the Fund's information memorandum and subscription agreement. An investment in the Fund is only suitable for sophisticated investors. Past performance is not indicative of future performance.