

KEY FACTS

Inception date	1 August 2017
Leverage	No use of leverage
Reporting	Monthly
Calculation currency	USD
Entry fee	0.00%
Exit fee	0.50%
Management fee	2.00%
Performance fee¹	20.00%

¹ With high watermark provision

STRATEGY OVERVIEW

The Solidum Cautus strategy targets a balance between relative stability and growth potential. It utilizes dynamic hedging with stablecoins to reduce portfolio volatility. The asset selection is based on a rigorous three-step investment process. The Solidum Cautus portfolio typically consists of 20 to 30 cryptocurrencies. It includes well established large-cap cryptocurrencies, as well as smaller assets with higher growth potential.

Solidum Cautus utilizes a disciplined rebalancing process with systematic reallocation from outperforming to underperforming assets, in order to capture long-term market performance.

ASSET ALLOCATION

The Solidum Cautus asset allocation varies constantly. Variations are based on the current market sentiment. Solidum Cautus portfolio consists of two main segments: Active Investments and Stablecoins.

The **Active Investments segment** is constituted of two sub-segments: Core and Opportunistic.

The **Core sub-segment**, representing approx. 80% of the active portfolio segment, includes selected assets from the top 25 cryptocurrencies by market cap. The **Opportunistic sub-segment**, representing approx. 20% of the active portfolio segment, includes selected assets from the next top 25 cryptocurrencies by market cap (between the top 26th and the top 50th). All active investments are subject to regular monitoring and reviewing by the Solidum Capital Investment Committee. All new potential investments need to pass a screening phase, analysis, and portfolio review – initially, the new projects are thoroughly checked to assess whether their investment risk and return potential are aligned with the overall strategy of the portfolio.

The **Stablecoins segment** is used for the purpose of hedging risk. In the upward trend, the share of stablecoins is reduced to capture potential gains. In the downward trend, the share of stablecoins is increased to mitigate losses. The maximum drawdown model is used as a risk management objective. This limits drawdowns to a predefined level by dynamically allocating assets between stablecoins and active investments.

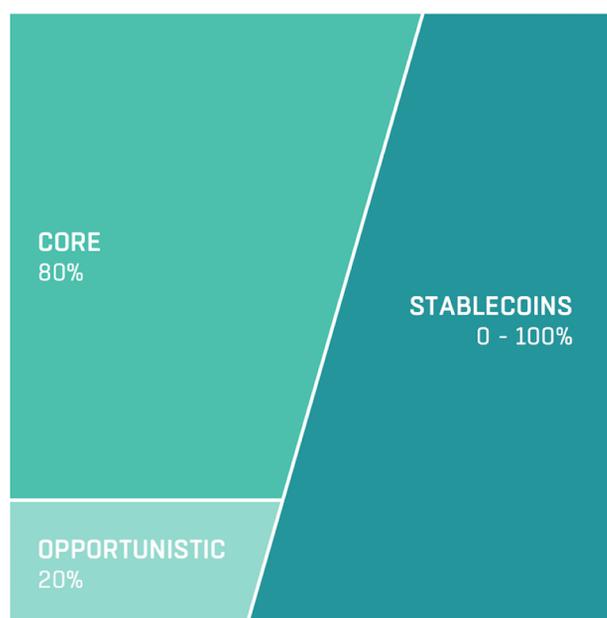
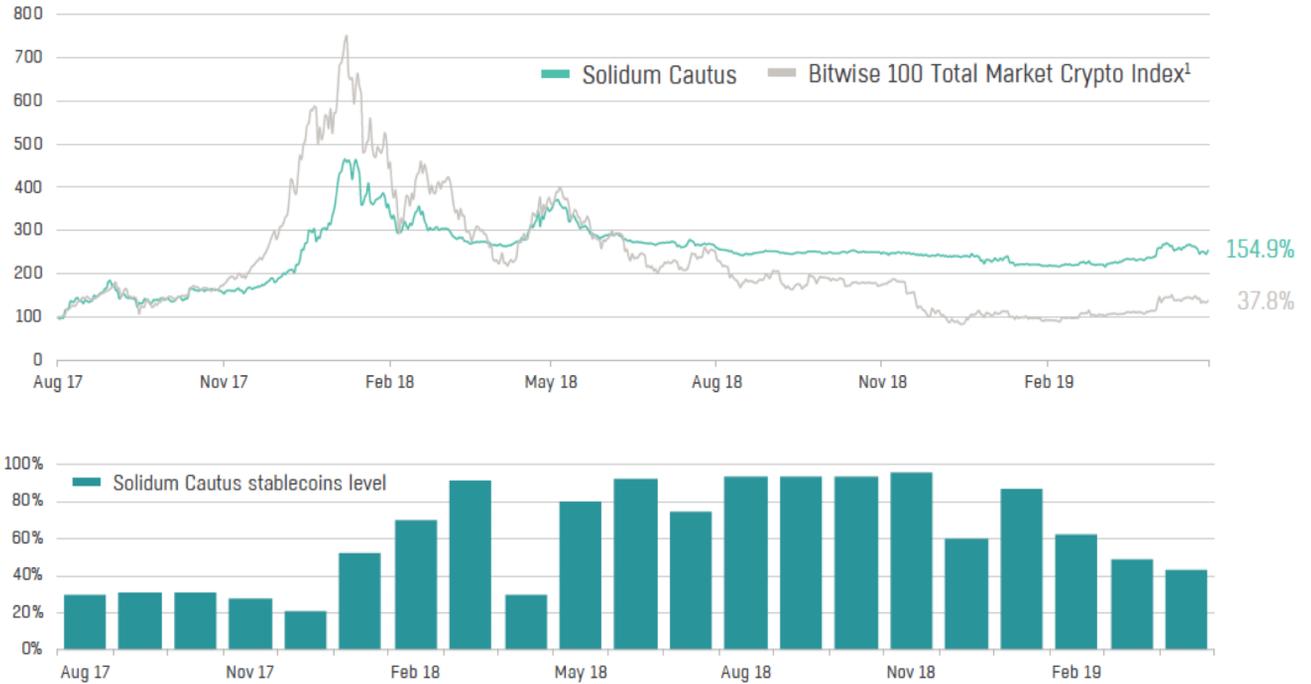


Chart 1: Solidum Cautus performance and stablecoins level



INVESTOR RISK PROFILE

The Solidum Cautus strategy is suitable for investors with a lower risk appetite who are seeking moderate growth.

Solidum Cautus is an actively managed portfolio that uses stablecoins to limit the downside and reduce volatility.

IMPORTANT INFORMATION

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