

The world's first regulated crypto currency hedge fund

Monthly Performance

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2013 CCF													
2014													
CCF	(prior strategy)			-1.67%	39.46%	-1.77%	-12.93%	-14.27%	-30.83%	-26.91%	1.72%	-11.93%	-54.46%
BTC				-2.74%	39.75%	-3.91%	-5.77%	-15.12%	-19.31%	-12.90%	11.96%	-15.08%	-60.02%
2015													
CCF	-25.76%	22.00%	-3.74%	-2.23%	-2.28%	23.74%	15.41%						18.96%
BTC	-32.32%	18.01%	-4.46%	-3.27%	-3.05%	14.84%	8.20%						-11.08%

Fund Information

Strategy: The Crypto Currency Fund is the world's first and only crypto currency trading fund. It employs a variety of strategies in trading crypto currencies to maximize return and minimize risk, including event-driven, arbitrage (timing, exchange, inter-crypto currency, etc.), leverage, cyclic, algorithmic, ichimoku and volatility. While its major focus is on Bitcoin, it also occasionally trades in "altcoins" (non-Bitcoin crypto currencies) as they develop sufficient liquidity.

The Fund has won numerous awards for its performance as a currency trader and as a commodity trading advisor (CTA).

Implementation: Because crypto currency exchanges work 24/7, the Fund's traders, located in Houston, Rotterdam and Moscow, monitor markets around the clock. The Fund has a dedicated researcher in Shanghai due to the significant impact of Chinese exchanges and investors on Bitcoin prices. The Fund's Chief Security Officer is one of the world's leading specialists in tcp/ip communications protocols.

Fund Information

Date Formed/Renamed	April 2005, strategy change and fund renamed April 2014
Investment Advisor	Enneking Asset Management
Fund Size	\$3.7 M
Currency	US dollar
Current Price (NAV)	\$133.51
Min. Investment	\$10,000 (non-US); \$25,000 (US)
Fees	2% management, 20% success
Subscription	Monthly
Redemption	Monthly, with 30-days notice
NAV	Monthly
Administrator	Focus Administration
Auditor	RSM Cayman
Bank	Deutsche Bank (Cayman)
Legal Advisors	Harneys; US: Finn Dixon
FATCA Compl?/GIIN	Yes, 66A0MN.99999.SL.136
Bloomberg ID	CRYPTOF KY, BBG006R08WH9
Lipper Tass/Thomson Reuters ID No.	96695
Eurekahedge ID No.	15532
CUSIP/ISIN	G3164M 100/KYG3164M1006
URL	www.crypto-currency-fund.com

Sector Allocation

CCF has opened accounts on nine exchanges and funded accounts on two of them. Four traders are currently active. The Fund has significantly reduced its altcoin trading in light of the falling volume and prices (and where there is no market for shorts). Further, price movements are almost random, making the implementation of a serious trading strategy very difficult. A portion of the Fund is currently not being actively traded

because of the extremely (record-setting) low Bitcoin volatility over the past four months.

BTC Pricing

In July, Bitcoin prices continued the progressive increase that started in the second half of June. The concerns related to Greece and China equities came and went, without a major impact on BTC prices. This lack of volatility is a strong argument for the growing stability of BTC and goes a long way to addressing one of the major criticisms of BTC as a currency.

CCF Performance (net of fees)

For the month BTC rose by almost 15% against the USD, almost double that of BTC, due entirely to a large leveraged long position.

CCF is up significantly for the year, while BTC is still down over 11% in USD terms.

In late July, CCF also received notice that it was ranked as the **No. 1 performing currency trader** and the **No. 1 performing CTA** (commodity trading advisor) by BarclayHedge for **June 2015**.

Market Developments

July was again a sparse month for Bitcoin news, with most news concentrated in infrastructure. More than **\$800 million** has been invested so far in Bitcoin and blockchain technology startups since 2012. Investments in 2015 have already exceeded the cumulative total for 2014, with more than \$380 million pledged to startups in publicly announced funding rounds this year. **CoinDesk's Bitcoin Venture Capital** data shows that nearly 200 VC firms have invested in BTC companies, excluding various private deals.

BTC investment is now outpacing Internet infrastructure growth in the mid-1990s.

Commercial Companies

© US retail giant **Overstock** sold a \$5m "cryptobond" to **FNY Managed Accounts**, a New York-based trading firm. Overstock said it may sell as much as \$25m in cryptobonds.

© **SWIFT (Society for Worldwide Interbank Financial Telecommunication Institute)** is offering research teams €15,000 to investigate how Bitcoin's underlying distributed ledger technology could impact the global securities ecosystem.

© **Deloitte** disclosed that it is seeking to use blockchain technology to automate client auditing and crowdsource its consulting efforts, among other applications.

© Online survey giant **Qualtrics** has added Bitcoin as a rewards option for consumers who respond to surveys and research requests issued by its enterprise clients.

© **Patrick Byrne**, CEO of **Overstock.com**, unveiled "tØ" (pronounced tee-zero) at **Nasdaq** headquarters at the debut of

Overstock's long awaited blockchain-based private and public equities trading platform first announced in 2014.

© **Standard Chartered Chief Innovation Officer Anju Patwardhan** stated that the Bitcoin blockchain could reduce the cost of credit cards, money transfers and remittances.

© **Nasdaq CEO Bob Greifeld** stated that it plans to roll out additional blockchain projects, over and above its recently announced blockchain settlement trial.

© **Deutsche Bank** is exploring the use of the blockchain for a variety of potential applications, including international payments, securities settlements and other applications.

© **LOT Polish Airlines**, which serves more than 60 global destinations, now accepts Bitcoin payments.

© **Cornell**, the **University of Maryland** and the **University of California Berkeley** are set to conduct research on cryptocurrencies using roughly \$3m in grant funding from the **US National Science Foundation**.

© **Société Générale**, the third-largest French bank in terms of assets with \$1.3 trillion in 2014, posted a job listing for an "IT developer on Bitcoin, blockchains and cryptocurrencies."

© A new partnership between **Bing Rewards** and **Tango Card** will let users of the **Bing** search engine redeem reward points for the ability to win \$500 in BTC.

Governmental and Regulatory Developments

© Representatives at a **G7** meeting in Germany announced support for "appropriate regulation" of virtual currencies.

© The **North Carolina Senate** has passed a bill that would cover Bitcoin and digital currency related business activities.

© The **Advocate General of the European Court of Justice** stated in an opinion document that Bitcoin operations should be exempt from Value Added Tax (VAT).

© Two US presidential candidates, **Ron Paul** and **Rick Perry**, announced that they will accept BTC contributions.

Crypto Currency Companies

© **Tomasz Tunguz**, a venture capitalist at **Redpoint**, concluded in his recent analysis of Mattermark data that Bitcoin is the fastest growing area of startup investment since mid-2012, noting that Bitcoin company investment (followed by photo sharing and physical storage) has grown by 151% over the past three years.

© Popular Bitcoin tipping service **ChangeTip** now allows users to pay into their accounts using **Visa** and **MasterCard**.

© Multinational Bitcoin platform **BitX** raised \$4 million in a round led by South Africa's third largest company, the **Naspers**

Group through **PayU**, along with **Barry Silbert's Digital Currency Group**.

© **Coinffeine** launched its decentralized open-sourced P2P Bitcoin exchange in over 70 countries.

© Venture capital firm **Block26** completed its first investment, \$450,000 in Bitcoin wallet provider **Airbitz**.

© Blockchain-focused investment company **Coinsilium** announced it intends to complete an initial public offering on **AIM**, a sub-market of the **London Stock Exchange**.

© Payment processor **Bitnet** has launched an "Instant approval" service which reduces the delays faced by merchants in confirming Bitcoin transactions on the blockchain.

© Hong Kong-based remittance platform **Bitspark** joined **Accenture's FinTech Innovation Lab Asia-Pacific 2015** as the only Bitcoin and blockchain startup.

© **ShoCard** raised \$1.5m in funding from **AME Cloud Ventures**, **Digital Currency Group**, **Enspire Capital** and **Morado Venture Partners**.

© **Factom** received \$1.1m in new funding as part of an equity crowdsale hosted by crowdfunding service **BnkToTheFuture**.

© Entrepreneurs **Cameron and Tyler Winklevoss** filed an application for an LLC trust in New York, called **Gemini Trust Company**. If approved by the **New York State Department of Financial Services**, it would allow the Winklevoss brothers to launch **Gemini**, their Bitcoin exchange product first announced in January.

Fund Awards



No. 1 Currency
Trader
June 2015



No. 1 CTA
June 2015



No. 8 Currency
Trader
May 2015

Fund Information

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