

Performance	1 month	3 month	6 month	1 year	2 years p.a.	Since fund inception* p.a.
The Managed Fund	-16.29%	-31.61%	0.64%	54.35%	118.05%	67.79%
S&P/ASX 200 Accumulated	-6.35%	-4.30%	-3.81%	9.44%	2.97%	7.99%
Gold	0.95%	7.26%	2.95%	4.09%	3.57%	11.76%

*Inception date 01/06/2018

Market & Portfolio Commentary

Despite a strong recovery towards the end of the month, our unit price closed at \$6.69 down 16.3%.

Sentiment in equity markets isn't helping and short-term sellers have held the upper hand for some two months now. Ultimately though, we should be more concerned with the fundamental prospects for the sector, and they have never been stronger. In particular, the investment in bitcoin mining continues at an enormous pace getting considerable support from several states in the USA. The mining hash rate is now at an all-time high and recently had one of its largest increases for years, there is no doubt investment in this sector is enormous and here to stay.

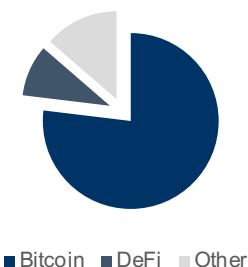
The rejections of spot ETF's continued in January although the reasons were no better than before. The SEC will at some point run out of excuses but perhaps it won't be this year. The situation in Australia is rather different, we expect a bitcoin ETF (and possibly Ethereum too) to be approved in the first half. Commbank are also scheduled to start selling bitcoin on their banking app in 2022. That won't make much difference globally, but India's positive legislative moves will. We will cover them more later this month.

Outside of the core assets, times are harder. While the growth in the NFT market continues, DeFi is having a very hard time. It seems likely that the planned regulations in the USA will hit this sector hardest and as we have said for some time there are plenty of protocols on the wrong side of securities law. Even so, DeFi has demonstrated that there is much efficiency gain to be had in constructing financial contracts using computer code rather than traditional means and there is no doubt that the level of innovation is enormous and sophisticated. There is tangible proof too of the popularity of DeFi in the explosion in US dollar stable coins. People simply prefer the blockchain version of the dollar to the banking version and that's because it is much easier to use, like money should be.

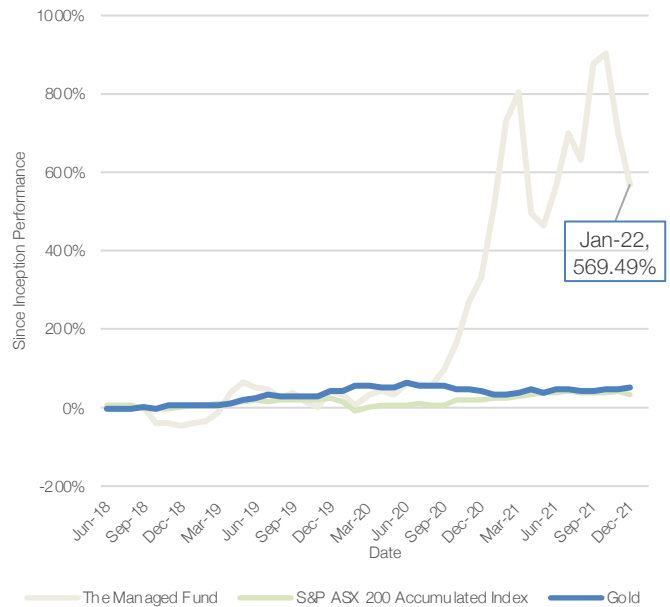
We can't control general market sentiment but as the direction of travel goes, we couldn't be happier as a fund. Our asset class is in the news daily (mostly for negative reasons but that's fine). It's all to play for and perhaps most significantly of all, the cohorts driving this sector are under 35, it is where the talent is going. The money will follow.

Finally, for those who think this sector is risky. The US government is set to issue \$700 billion in bonds between now and the end of June. They have \$30 trillion in debt outstanding already. Who is going to buy these bonds over the next 10 years when pension funds need to liquidate?

Portfolio Weightings



Since Inception Performance



Source: ListedReserve, TradingView

Fund Risk Measures

Sortino (annual)	1.09
Sharpe (annual)	0.94
Daily 95% VaR (%)	6.20

Measures based upon The Managed Fund daily unit price returns and daily underlying asset returns and portfolio weightings since inception.

Bitcoin Market Data

Bitcoin Hash Rate (90 day average)	191.6 EH/s
Bitcoin price in Oz Gold	21.3 Oz
% of gold market cap	6.15%
% of supply in corporate treasuries	8.76%
Days Since ATH	83
Chain size	441.4 GB
Tether MCAP	USD 80.1 Billion
Days to next halving	821

Source: Clark Moody

LISTEDRESERVE

The Managed Fund

Monthly Report | January 2022

Unit Price: \$6.69

MoM Return: -16.3%

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2022	-16.29%												-16.29%
2021	17.02%	40.38%	36.43%	8.66%	-34.01%	-5.66%	18.38%	20.06%	-8.29%	33.65%	2.52%	-20.30%	115.77%
2020	35.86%	-4.71%	-21.45%	26.73%	7.36%	-7.06%	19.40%	2.00%	-3.91%	26.50%	34.52%	39.66%	257.61%
2019	-10.93%	15.66%	8.87%	27.53%	61.76%	18.75%	-7.20%	-5.05%	-13.81%	8.05%	-16.22%	-8.82%	72.25%
2018						0.00%	0.00%	-0.96%	1.14%	-0.56%	-38.04%	-2.50%	-39.83%

Source: ListedReserve

Blog

For deep dives into topics within the digital asset and decentralised systems space make sure to subscribe to the ListedReserve [blog](#) for our weekly newsletter.

January's newsletters:

[The Richest man in the World](#)

[1754](#)

[Times Like These](#)

We also released a long form article on [Web 3.0](#) this month.

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Glossary

Hash: a measure of the amount of computing power currently mining bitcoin. This is critical to the security model long term and is an indicator of the willingness of participants to make long term investments in the sector. EH/s are exahashees per second. it is 10^{12} (check) calculations per second. Bitcoin is the largest single linked computation ever undertaken by humanity.

Bitcoin price in Gold: the first target for bitcoin as a store of value is to overtake gold. We consider its price in gold and its percentage of market cap to be relevant measure of progress to that goal.

% of supply in corporate treasuries: the amount held by corporates and professional managers, like ETFs. Expect to see this above 50% before the end of the decade and possibly sooner. As it rises, volatility will fall.

GBTC Premium: this is the Grayscale bitcoin trust premium (or deficit) when negative.

Chain size: we need this to grow less quickly than individual laptop hard drive capacity. Critical to the decentralised model is that an entire copy of the blockchain can be held on an individual computer.

Tether Market Cap: Tether is the digital version of the USD, growth in Tether indicates growth in trading and is a good proxy for general interest in the sector since people often transit via Tether into other assets

Days to next halving: days until the next 50% cut in the new bitcoin supply. A big driver of price in the past.

Disclaimer: this report sheet is not an offer or solicitation with respect to the purchase or sale of any investment. You should not rely on this document if or when deciding whether or not to make an investment in The Managed Fund. It is important that you carefully read the Information Memorandum for The Managed Fund in full and seek appropriate advice before investing. This summary sheet is for discussion purposes only and has been provided on a confidential basis to provide summary information regarding The Managed Fund. Past performance is not a reliable indicator of future performance.

Fund Information

Fund name	The Managed Fund
Portfolio Manager	Daniel Pickering
Investor type	Wholesale investors
Minimum investment	\$100,000
Outlook	5 years +
Unit pricing	Daily
Redemption period	Monthly