

**Eschler Recovery Fund SP**
**OVERVIEW: June 2016**

Eschler Asset Management LLP is an independent asset management company headquartered in London, UK specializing in equity investing. Eschler Recovery fund invests in a concentrated portfolio of special situations with strong recovery potential. Recovery Fund SP is a segregated portfolio of Eschler Global Fund SPC

**PERFORMANCE**

USD B Share Class Lead Series	Jan	Feb	Mar	Apr	May	June	Jul	Aug	Sept	Oct	Nov	Dec	YTD
2012										1.20%	-0.18%	6.96%	<b>8.05%</b>
2013	9.71%	-2.74%	1.22%	-7.45%	4.96%	-6.60%	3.46%	2.63%	-6.23%	2.50%	-1.72%	2.16%	<b>0.42%</b>
2014	8.57%	5.93%	-0.05%	2.89%	-2.55%	5.85%	-0.43%	-0.18%	-7.15%	-7.56%	1.88%	0.93%	<b>7.00%</b>
2015	3.51%	-2.12%	-7.45%	3.18%	-2.67%	-4.13%	-10.52%	-0.17%	-9.26%	28.80%	-10.60%	-0.52%	<b>-16.18%</b>
2016	-9.33%	16.92%	6.62%	14.64%	-1.66%	5.04%							<b>33.88%</b>

**RISK-RETURN ANALYSIS (fund information accurate as of June 30th, 2016)**

June 2016 Return (USD)*	5.04%
Inception-to-date return (October 8 2012)	30.29%
Inception-to-date Annualized Return	7.30%
Predicted Volatility (daily, annualized, % of NAV)	23.0%
% Days up	50.0%
% Days down	50.0%

**PORTFOLIO EXPOSURE (as % of NAV)**

Long equity	77%
Short equity	-31%
Gross	108%
Net	46%

**REGIONAL EXPOSURE (as % of NAV)**

	Long	Short	Gross	Net
Americas	72%	-31%	103%	41%
Europe	5%	0%	5%	5%
<b>Total</b>	<b>77%</b>	<b>-31%</b>	<b>108%</b>	<b>46%</b>

**SECTOR EXPOSURE (as % of NAV)**

	Long	Short	Gross	Net
Financial/Property/HoldCo	16%	0%	16%	16%
Consumer Staples	10%	-1%	11%	10%
Energy	8%	0%	8%	8%
Healthcare	7%	-1%	8%	7%
Consumer Discretionary	7%	-2%	9%	5%
Materials	24%	-22%	46%	2%
Utilities	0%	0%	0%	0%
Country	0%	0%	0%	0%
Index Options	0%	0%	0%	0%
TMT	3%	-4%	7%	-1%
Industrials	0%	-1%	1%	-1%

**TOP TEN EQUITY POSITIONS (as % of NAV)**

Position	% NAV
Precious Metals Stock Basket	24.2
Avon Products	10.2
Leucadia National	8.7
Apollo Education	7.0
Fidelity & Guaranty Life	5.1
Mobile Streams	3.5
Bellatrix Exploration	3.2
Geospace Technologies	3.1
Pharma Bio-Serv	2.2
Uranium Energy	2.2

**CONTACT INFORMATION**

Theron de Ris  
 Founding Partner  
 Eschler Asset Management LLP  
 Heathcoat House, 7th Floor, 20 Savile Row  
 London W1S 3PR  
 Tel: + 44 20 7659 4007 / +44 7775824595  
[theron@eschlerasset.com](mailto:theron@eschlerasset.com)  
[www.eschlerasset.com](http://www.eschlerasset.com)

**PORTFOLIO CHARACTERISTICS**

Number of Long Equity Positions*	14
Number of Short Equity Positions	11
Top 10 Longs as % Equity	72%
Top 10 Shorts as % Equity	-31%

\*One position is a stock basket

**MARKET CAP EXPOSURE**

	Long	Short	Gross	Net
Large (>\$2 Bil)	10%	-7%	17%	3%
Mid (\$400m - \$2 Bil)	25%	-23%	48%	2%
Small (<\$400m)	42%	-1%	43%	41%
<b>Total</b>	<b>77%</b>	<b>-31%</b>	<b>108%</b>	<b>46%</b>

**REGIONAL ATTRIBUTION (Ranked contribution to monthly total return)**

	Best to worst
Americas	1
Europe	2
Shorts	3

**SECTOR ATTRIBUTION (Ranked contribution to monthly total return)**

	Best to Worst
Materials	1
TMT	2
Industrials	3
Healthcare	4
Consumer Discretionary	5
Consumer Staples	6
Energy	7
Financial/Property/HoldCo	8

**STOCK ATTRIBUTION: TOP & BOTTOM 5 (contribution to monthly total return)**

	Best
Long Precious Metals Developer (Canada)	1
Long Precious Metals Developer (Canada)	2
Long Precious Metals Producer (Canada)	3
Long Precious Metals Developer (Canada)	4
Long Precious Metals Developer (Canada)	5
Worst	
Short Sector ETF (North America)	1
Long Uranium Energy (North America)	2
Long JG Wentworth (North America)	3
Long Leucadia National (North America)	4
Long Precious Metals Developer (North America)	5

**TERMS**

Management/Incentive Fees	0% / 25% over 6%
Liquidity	Quarterly, 30 Days / Monthly Subscriptions
Prime Broker	Global Prime Partners
Custodian	Global Prime Partners
Administrator	Trinity (Cayman)
Auditor	Baker Tilly (Cayman)
Domicile	Cayman Islands
Legal Counsel	Ogier

\*Past performance is not necessarily indicative of future results. Certain performance information presented herein contains unaudited estimates which will be adjusted when final. The foregoing should not be deemed an offer to sell or a solicitation of an offer to buy an interest in Eschler Recovery Fund SP.

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