



# February 2018 Monthly Highlights

Series F - CWF401  
Fee Based\*  
Accredited Investors Only

Pendragon is a global macro hedge fund focused on finding undervalued assets. The Fund begins with a top down view of the global economy, followed by in-depth fundamental research at the industry and company specific level. Pendragon looks for opportunities around the world where other investors start to feel uncomfortable.

## MONTHLY REVIEW

The month of February was highlighted by an increase in volatility. Concerns over rising interest rates and the beginning of a global trade were the culprits. We used this period of volatility to our advantage, adding to our positions in high quality companies levered to our themes. History suggests that the month of February and March are weak for Blockchain stocks. On the horizon it should be noted that the period of time between April and June is one of the strongest periods for this theme. We plan to position our portfolios accordingly. Finally, until the yield curve inverts, or until the federal reserve drives the U.S. economy into a recession to fight inflation, we will remain very constructive on equities.

## MONTHLY PERFORMANCE

(AS AT FEBRUARY 28, 2018 - NET OF FEES)

	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	1Yr
2018	5.5%	-1.7%											
2017	-2.3%	-0.2%	0.7%	2.4%	-0.5%	-4.4%	-0.4%	-2.5%	-3.3%	11.0%	5.7%	5.8%	11.2%

## FUND PERFORMANCE

(AS AT FEBRUARY 28, 2018 - NET OF FEES)

	1 MONTH	YTD	1 YEAR	SINCE INCEPTION DECEMBER 31, 2016
PENDRAGON FUND - SERIES F	-1.7%	3.6%	18.4%	13.0%

Returns are annualized for periods greater than one year. | Source of Returns is Fundata. | Results are net of fees.

## THEMES

- 1) Blockchain
- 2) Artificial Intelligence
- 3) Internet of Things
- 4) Donald Trump
- 5) Big Data

## TOP HOLDINGS

- 1) Amazon
- 2) Micron
- 3) Lam Research Corporation
- 4) Overstock
- 5) Bitcoin Investment Trust

## FOR MORE INFORMATION

For more information on this month's Commentary and Investment Themes visit our website at [www.caldwellinvestment.com/pendragon](http://www.caldwellinvestment.com/pendragon).

## FUND DETAILS

INCEPTION DATE - DECEMBER 31, 2016

Management Fee	0.25%	RRSP Eligible	Yes
Performance Fee*	20%	Auditor	Deloitte LLP
Subscriptions	Monthly	Legal Counsel	McCarthy Tetrault LLP
Liquidity	Monthly	Administrator	SGGG Fund Services
Minimum Investment	\$10,000	Custodian	Caldwell Securities Ltd.

\*Based on perpetual high watermark using series accounting, no reset, no hurdle rate.

## PORTFOLIO MANAGER

### James Thorne

*Chief Capital Market Strategist & Senior Portfolio Manager*

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Dr. James E. Thorne is the Chief Capital Market Strategist and Senior Portfolio Manager at Caldwell Investment Management Ltd. He is also a member of Caldwell's Investment Risk Committee.

From February 2001 to September 2014, he held various senior investment management positions at M&T Bank and its wholly owned subsidiary, Wilmington Trust Investment Advisors, Inc. in the U.S., including Chief Investment Officer of Equities, Managing Director and Chief Capital Market Strategist. During his tenure, he was responsible for the management of approximately \$23 billion in assets and developed small, mid and large-capitalization investment strategies which employed a combination of quantitative and qualitative analysis and achieved top-quartile performance.

Dr. Thorne received a Ph.D. in Economics in the fields of Finance and Industrial Organization from York University in June 1993 and was subsequently employed as a Professor of Economics and Finance at the Schulich School of Business and at Bishop's University.

TO SCHEDULE A MEETING WITH THE CALDWELL TEAM  
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OUR WEBSITE AT [WWW.CALDWELLINVESTMENT.COM](http://WWW.CALDWELLINVESTMENT.COM)



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