

SPECIAL REGISTRY CNMV: 4970. REGISTRATION DATE: 18/03/2016.

INVESTMENT MANAGER: Belgravia Capital I, SGIC, SA. REGISTERED OFFICE: Nuñez de Balboa, 120, 28006 MADRID. CNMV register : 196. Manager Director:



CUSTODIAN BANK: Santander Securities Services SA. (Grupo Santander) AUDITORS: Ernst & Young.

Cumulative Return since March 2000 +121.26%
AUM: € 39.99 m.
INVESTMENT POLICY

Belgravia Balboa FI invests in European cash equities and uses derivatives. The investment objectives are to achieve non guaranteed annual returns between 4% and 6%, with an annualized volatility lower than 8% and a R2 against the Stoxx 600 of less than 0.15.

MONTHLY RETURNS (%)*

| Year | Jan | Feb | Mar | Apr | May | Jun | Jul | Aug | Sep | Oct | Nov | Dec | Cum |
|-------------|-------|-------|-------|-------|-------|-------|-------|--------|-------|-------|-------|-------|--------------|
| 2000 | | | 4.5 | -2.13 | 0.38 | 0.53 | 1.14 | -0.57 | -1.82 | 3.08 | 0.02 | 0.06 | 5.13 |
| 2001 | 2.32 | -0.06 | 1.82 | 1.02 | 1.34 | 0.34 | -1.27 | -1.05 | 1.54 | 1.14 | 2.26 | 1.55 | 11.44 |
| 2002 | 0.75 | -1.93 | 2.53 | 0.65 | 2.88 | -0.92 | -0.78 | 0.47 | 3.41 | 4.29 | -1.38 | 0.39 | 10.62 |
| 2003 | -1.88 | -0.6 | -2.1 | -0.57 | -0.01 | 0.22 | -0.01 | 0.49 | -0.91 | 1.48 | -1.88 | 0.19 | -5.51 |
| 2004 | 0.55 | 0.73 | 0.12 | -0.14 | -0.36 | -0.19 | -0.07 | -0.25 | 0.59 | 0.25 | 0.67 | 2.19 | 4.15 |
| 2005 | 1.48 | 0.42 | -0.33 | -0.35 | 0.29 | 1.45 | 0.92 | 1.73 | 0.54 | -0.71 | -0.11 | 0.93 | 5.34 |
| 2006 | 1.25 | 1.11 | 1.12 | -0.23 | -0.79 | -0.04 | -0.16 | 0.04 | -0.73 | 0.15 | 0.81 | 0.11 | 2.65 |
| 2007 | 0.99 | 0.5 | 1.48 | 0.18 | 0.61 | 0.47 | 0.66 | -1.09 | -0.3 | 0.2 | -0.01 | 1.45 | 5.23 |
| 2008 | -2.94 | 0.6 | -1.00 | 0.63 | 2.06 | -2.91 | -1.05 | 0.18 | -1.61 | -0.05 | 1.46 | -1.24 | -5.85 |
| 2009 | 2.61 | 1.88 | -0.52 | 1.6 | 0.01 | 0.53 | -1.13 | 1.39 | 1.45 | 0.81 | -0.81 | 1.10 | 9.20 |
| 2010 | 1.41 | 0.59 | 0.39 | 0.92 | -0.21 | -0.8 | -0.84 | 1.72 | 2.1 | 0.44 | 0.81 | 2.36 | 9.18 |
| 2011 | -3.26 | -0.36 | 0.32 | -0.07 | -0.15 | -1.45 | -0.23 | -0.85 | -0.24 | -0.35 | 0.03 | 0.05 | -6.42 |
| 2012 | 0.2 | 0.73 | 0.24 | 1.48 | -0.25 | -1.62 | 1.22 | -1.32 | -0.41 | 0.5 | 0.98 | 1.82 | 3.57 |
| 2013 | 1.28 | 2.23 | -2.08 | -0.17 | 1.00 | -0.29 | 3.51 | -0.49 | 0.29 | 1.71 | 0.96 | -0.19 | 7.91 |
| 2014 | 3.3 | 0.46 | 0.17 | -1.00 | 1.12 | -1.32 | 0.21 | 0.41 | -0.3 | -0.26 | 1.69 | 2.31 | 6.9 |
| 2015 | 2.54 | 2.92 | 1.12 | 1.6 | 2.67 | -0.11 | 1.54 | 1.01 | 0.39 | -0.69 | 0.83 | 0.94 | 15.72 |
| 2016 | -2.38 | 0.26 | 1.20 | 0.26 | 0.99 | -0.01 | 2.14 | -0.001 | 1.16 | -0.54 | -0.22 | 0.33 | 3.16 |
| 2017 | 1.75 | | | | | | | | | | | | 1.75 |

PORTFOLIO MANAGER COMMENTS

In January Belgravia Balboa rose by 1.75% with an average beta of 0.04 against the Stoxx 600, which dropped by 0.3%. European equity markets were hesitant, as they waited for announcements on the economic front by the new Trump administration in the US.

In January, Belgravia Balboa return was very positive following the substantial changes made in sector weights. Best gains came from technology (Infineon, Soitec), discretionary (Dufry, Royal Caribbean) and materials (Anglo American, Lenzing, Wacher Chemie). Individually, Danske Bank and United Internet excelled.

 As of the 31st of January, Belgravia Balboa had a net equity exposure of 8.1% and a beta of 0.01 against the Stoxx 600.

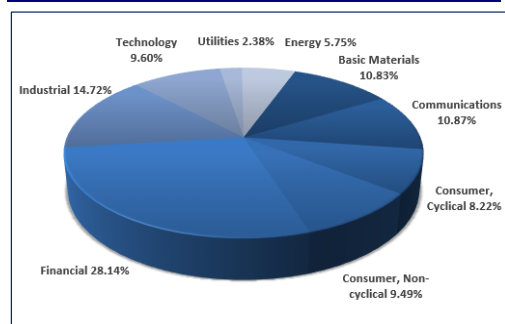
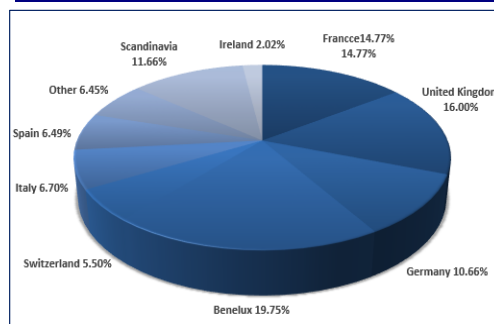
CUMULATIVE RETURNS

STATISTICS
B. DELTA* STOXX 600
SINCE MARCH 2000

| | | |
|------------------------------|-------------|-------|
| Average Monthly Return % | 0.40 | 0.34 |
| Annualised Return % | 4.81 | 2.92 |
| Monthly Standard Deviation % | 1.28 | 4.43 |
| Ann. Standard Deviation % | 4.44 | 15.34 |
| R2 with Stoxx 600 | 0.07 | - |

JANUARY 2017

| | | |
|---------------------------------------|---------------|-------|
| Return % | 1.75 | -0.30 |
| Average Gross Equity Exposure % | 134.10 | 100 |
| Average Net Equity Exposure % | 14.00 | 100 |
| Average Daily VaR % | 0.39 | 1.73 |
| Average Beta | 0.04 | 1 |
| Gross Equity Exposure at 31/01/2017 % | 135.92 | 100 |
| Net Equity Exposure at 31/01/2017 % | 8.13 | 100 |
| VaR at 31/01/2017 % | 0.37 | 1.66 |
| Beta at 31/01/2017 | 0.01 | 1 |

SECTORIAL ALLOCATION

GEOGRAPHICAL ALLOCATION


*Until February 2002 the historical track record corresponds to another Fund managed by the same manager under the same investment policy. From February 2002 until November 2016 the historical track record corresponds to Belgravia Delta SICAV, merged into Belgravia Balboa Unit Trust in November 2016.

ISIN Code: ES0114429006

Bloomberg Ticker: BEDELTA SM



Long/Short Equity Europe Derivatives Strategy Best Performing Fund in 2015 Belgravia Capital SGIC



UCITS Hedge Awards 2016

Long/Short Equity Europe Derivatives Strategy Best Performer over a 3 Year Period Belgravia Capital SGIC

