

## Tiroche DeLeo COLLECTION

## Quarterly Factsheet – Q4 2015

NAV: 1,088.55 (US\$ 19,960,686) | Portfolio: US\$ 20,142,080 | Leverage: 1% | Return since inception: +23.46% | Bloomberg: ARTVANT:TL

Jan 2012 Jan. 2012 Nov. 2015 May. 2013 July 2013 July 2014 Nov 2015 Aug. 2015

## **Fund Objective**

The investment objective of the Tiroche DeLeon Collection (the "Fund") is to generate growth through investment in contemporary art from developing markets. By investing in the Fund experienced investors may diversify into an uncorrelated asset class with proxy exposure to emerging market growth. The Fund is suitable for experienced investors who can tolerate illiquidity and a degree of volatility. Akin to a private collection, the Fund invests in the long-term prospects of leading contemporary artists from new markets, anticipating increased demand for these artworks over the medium to long term. The objective is to generate net investor returns over the 10 year life of the Fund in excess of 10% per annum. This is achieved by combining long-term market exposure with an active management strategy. Read More

## **Quarterly Commentary**

As 2015 draws to a close, most people would argue that the art market has had another good year, perhaps even one of the best ever. Despite mounting pressures from both internal and external factors, art prices made headlines right left and center. Four of the six most expensive art transactions in history occurred in 2015 (Wikipedia). Wow!!! As the stakes are rising, the temptation grows. Major art market fraud cases such as Bouvier/Rybolovlev or Knoedler/Glafira Rosales are making more of the headlines, leaving market participants wondering how long the lax regulatory environment can last. More and more people are being drawn into the market putting large amounts of capital into play. The best evidence for this is the unprecedented growth in the number of new museums, mostly private, opening up. But the true gauge for the financial health of the sector are arguably the auction houses. Here the picture is

ostensibly less rosy. Read More

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD Cum
2011	N/A												11.72%*
2012	1.05**	0.47**	0.40	0.24	0.25	0.38	0.35	0.41	0.41	0.34	0.39	(0.44)	4.33%
2013	0.45	0.45	0.42	0.54	0.44	1.86	0.65	0.43	0.40	0.37	0.40	2.63	9.39%
2014	0.37	0.50	0.41	0.56	0.40	0.42	0.37	0.30	0.36	0.83	0.55	(0.18)	4.99%
2015	0.33	0.42	0.39	0.40	0.44	0.41	0.40	0.38	0.61	(8.27)	0.54	(3.68)	-7.77%
* Audited track record prior to establishment as an experienced investor fund on 1 March 2012. ** Unaudited													

Top 10 Artworks as % of NAV		Metrics from Jan 2012	YTD Return	Total Return	Volatility (monthly)	Correlation	Realized Artworks (Top 4, Bottom 4)	Proceeds	IRR % (Gross)	Dat
Anatsui El, Ghana <u>'Earth developing more roots'</u>	5.47%	Tiroche DeLeon Collection	-7.77%	10.52%	4.89%	1.000	Mona Hatoum, Lebanon 'Plotting table'	\$153,023	60,802*	Ja 20
Weiwei, Ai, China <u>'Forever'</u>	5.47%	Skate's Art Stock Index*	-45.43%	-43.16%	24.14%	0.082	Mona Hatoum, Iran 'Undercurrent'	\$293,309	3,766	Ja 20
Weiwei Ai, China <u>'Grapes'</u>	3.23%	3 month Libor (US0003M)	0.33%	1.26%	0.03%	-0.204	Aboudia, Ivory Coast 'Untitled'	\$15,226	155	No 20:
Xiaodong, Liu, China <u>'The fire of 1841'</u>	3.23%	Bloomberg Global Bond (BGSV)	-2.47%	-5.53%	4.08%	-0.068	Rodel Tapaya, Philippines 'Creation of the Bat'	\$20,121	126	Ma 20
Kentridge, William, S. Africa <u>'Anti-Entropy'</u>	2.24%	World Equities (MXWO)	-2.74%	40.59%	11.08%	-0.203	Aya Takano, Japan 'The Chamber of Spring"	\$81,743	12	Ju 20
Orozco Gabriel, Mexico <u>'Samurai Tree'</u>	2.04%	Gold (GLD)	-10.67%	-33.25%	15.66%	-0.130	Aya Takano, Japan 'The Chamber of Ivy'	\$98,529	6	Ju 20
Masriadi I Nyoman, Indonesia <u>'Great Daddy'</u>	1.84%	Real Estate (IYR)	-2.29%	32.16%	12.60%	-0.172	Abdoulaye Konate 'Generation Biometrique'	\$37,912	1	Nc 20
Ventura, Ronald, Philippines <u>'Carne Carnivale'</u>	1.74%	Hedge Funds (HFRIFOF) **	-0.23%	17.73%	4.77%	0.142	Subodh, Gupta 'Family Nest No.1'	\$225,000	0	Au 201
Abramovic, Marina, Yugoslavia <u>'Rhythm 0'</u> 1.62%		* Index of publicly trad	ed Art stocks		IRR on all realized Artwor	26.15%				
Pei-Ming, Yan, China <u>'International Lanscape'</u>	1.49%						Realized Artworks to Boo		16.5	4%

69% return in 1 month (Formula compounds this 12 times)

