

Market Commentary

Welcome to our Anniversary Edition, celebrating three successful years! Bitcoin didn't attend the party, posting its first negative monthly return since August 2023 as some of the ETF glow faded. This was in spite of the BTC Halving event, which seems to have been fully priced in, with the next due in 2028. ETH traded broadly in step with BTC.

The next obvious catalyst for a shift in narrative is from the SEC ETH ETF approval process, with an SEC listing deadline in late May for ARK and 21 Shares. The market expects these will be delayed by a further 100 days at that point. And there's always the Fed; whilst BTC, and crypto more broadly, has become less correlated to interest rates, any move to start cutting the federal funds rate would generally be well received.

Subscribe to the market neutral Digital Opportunities fund [here](#).

Key market observations from the trading desk

April provided the most fertile trading environment for the strategy since DAF's launch in May 2021, with a 9.4% return after fees. A nice birthday gift for our investors!

Coming into the month we observed an ultra high yield environment in the digital asset space and significant variability across exchanges. The yield remained consistently volatile but also trended lower which, combined with a few sharp liquidations, contributed to the strong overall return.

Of note, given the structure of the yield curve in the crypto native exchanges, we made the rare decision to minimise our CME exposures and optimise our capital usage. In due course we will look to resume trading there. Additionally, we began trading a broader array of derivative instruments in OKX and will roll that out to other exchanges in the coming weeks.

Applications into the DAF Digital Opportunities Fund can be made electronically [here](#).

Performance Overview - Digital Opportunities Class

Yield focused



1 month: +9.38%
3 month: +11.52%
6 months: +16.74%

Market neutral

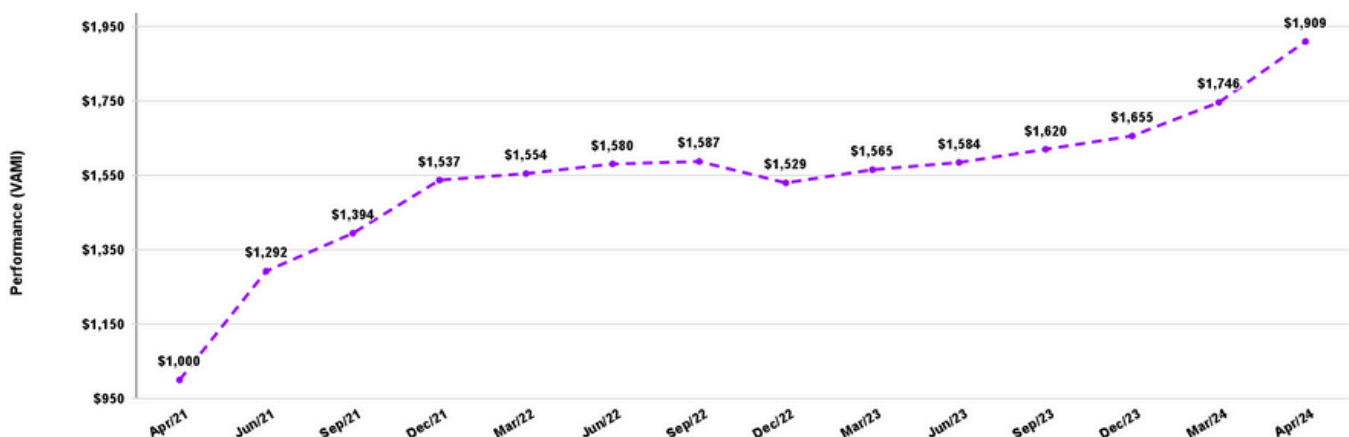
Since inception: +90.92%
Avg. monthly return: +1.92%
Sharpe* : 2.59
*excluding the best & worst month

Uncorrelated Returns

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	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2021	-	-	-	-	+28.17	+0.83	+2.19	+2.62	+2.86	+1.85	+3.72	+4.36	+53.68
2022	+0.23	+0.38	+0.53	+0.28	+0.35	+1.03	+0.19	+0.15	+0.08	+0.35	-5.01	+1.10	-0.48
2023	+1.05	+0.54	+0.71	+0.90	+0.11	+0.23	+0.44	+1.42	+0.37	+0.97	+0.06	+1.16	+8.24
2024	+3.41	+0.89	+1.06	+9.38									+15.33



Performance Overview - Bitcoin Index Class

[Bitcoin Tracker](#)

Enhance yield

Directional - long only exposure

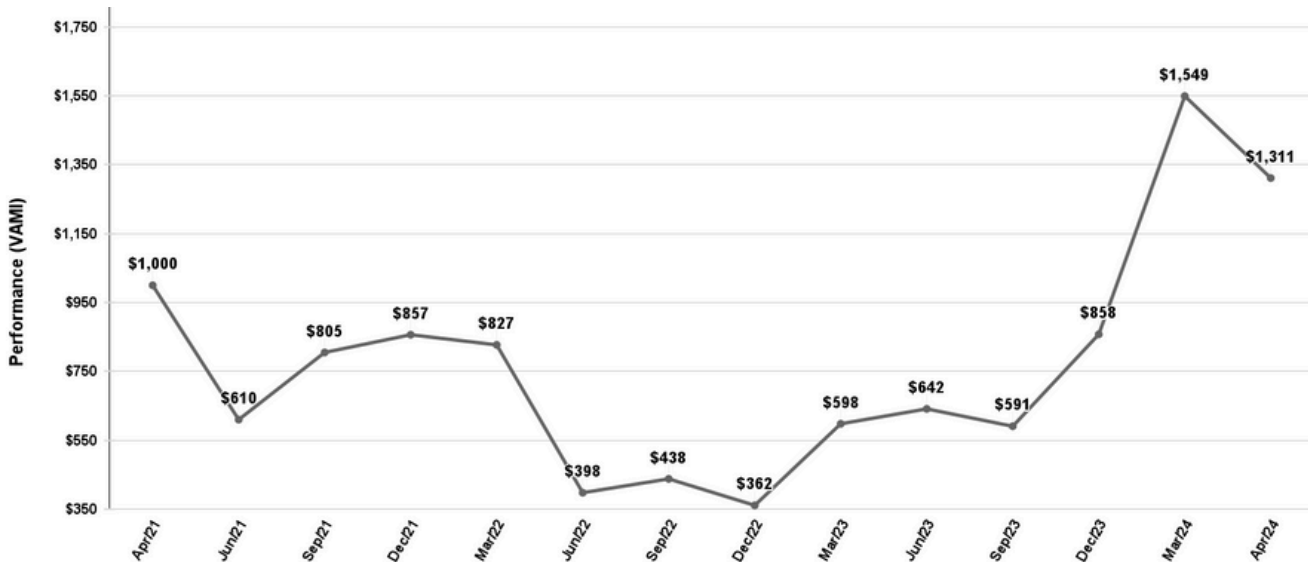


1 month : -15.35%
 3 months: +45.44%
 6 months: +71.67%
 Since inception: +31.11%

[Click to Apply](#)



	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2021	-	-	-	-	-37.37	-2.55	+21.69	+14.98	-5.71	+37.73	-3.23	-20.19	-14.34
2022	-14.39	+5.41	+7.02	-10.71	-17.37	-34.73	+22.04	-12.14	+2.65	+4.69	-18.94	-2.80	-57.78
2023	+30.49	+5.19	+20.51	+4.44	-5.54	+8.70	-4.51	-7.20	+3.98	+29.20	+4.55	+7.41	+137.15
2024	+5.11	+50.22	+14.38	-15.35									+52.87



Investment Manager

Digital Asset Funds Management Pty Ltd
 Corporate Authorised Representative
 (No. 001285765) of Quay Wholesale
 Fund Services Pty Ltd (AFSL No. 528526)

Trustee

Quay Wholesale Fund Services Pty Ltd
 (AFSL No. 528526)

Fund Administrator and Registry

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Digital Opportunities Class Note

All performance figures are net of fees and relate to the Lead series. Investors who held units in the Digital Opportunities Class as at the 1st of November 2022 had exposure to FTX. As a result, 12.96% of assets in the Digital Opportunities Class were segregated and placed in a separate unit class. As these assets are frozen and their realisation is uncertain in both amount and time, no impairment is reflected in the performance figures above. It should be noted that performance fees are still being charged by the manager with respect to the Digital Opportunities class. Investors will receive an emailed statement directly from Ascent Fund Services with their unit holdings and valuations

Things you should know:

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