

Heritage Long/Short Equity (USD/CHF/EUR) - Class A

Swiss fund of funds with special risks - Monthly Update - July 2016

INVESTMENT OBJECTIVES

The Heritage Long Short Equity Fund strives to deliver consistent **capital appreciation** over a market cycle and to generate superior, risk-adjusted performance over the long term.

The Heritage Long Short Equity Fund exposes investors to the **global equity markets**, while offering strong downside protection in difficult market conditions.

The Fund seeks to achieve a compound **return of Libor +500 bps** per annum coupled with a target volatility **below 10%**.

OUR COMPETITIVE EDGE

Long-standing experience in hedge fund selection

Over **20 years** of audited track record

Since inception, Heritage Long Short Equity **outperformed the MSCI World Index** by a wide margin with close to half the volatility

Proven **resilience to markets downturns** (HLSE max. drawdown of -14.20% vs. -55.30% for the MSCI World Index)

Swiss registered and **FINMA regulated** fund of hedge funds

STATISTICAL MEASURES (USD SEGMENT - Class A)

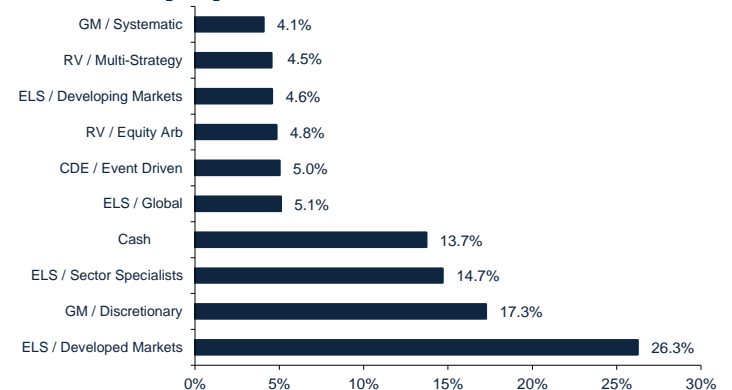
Last 12 months Rolling Return	-4.18%
Total Return Since Inception	398.09%
Compound Annual Return	6.54%
Annualized Standard Deviation	7.04%
Annualized Sharpe Ratio (2.999%)	0.50
Average Positive Return	1.57%
Average Negative Return	-1.25%
% of Months with Positive Return	64%
% of Months with Negative Return	36%
Correlation with MSCI World	0.49

	NAV	MTD	YTD
USD	494.99	1.08%	-2.57%
CHF	112.69	0.90%	-3.61%
EUR	1'193.01	0.96%	-3.30%

Performance Chart



Allocation By Style



Major Holdings

- LAE Fund** (Equity Long Short/Developed Markets)
- Black Diamond Thematic** (Equity Long Short/Developed Markets)
- Atlas Enhanced Fund** (Equity Long Short/Global)
- Oceanic Hedge Fund** (Equity Long Short/Sector Specialists)
- Autonomy Global Macro Fund** (Global Macro/Discretionary)

HERITAGE ALTERNATIVE FUND, a Swiss fund of funds with special risks („the Fund“), is an umbrella fund investing in underlying alternative funds, the risks of which are not comparable with those of traditional investment funds. The underlying funds are of a variety of types, open-ended or closed end, that may or may not be listed on recognised stock exchanges or other public regulated markets and that may be of any legal form. Investors should be aware of the increased risks associated with investing in these funds, particularly as to the possible partial or total loss of their investment. To mitigate the risk of loss, the Fund's investment manager undertakes strict and rigorous selection and monitoring of the underlying funds and their managers whilst diversifying their investment strategies. Besides the market and currency risks, investors' attention is drawn to the risks associated with investment management, liquidity of shares in the underlying funds, liquidity of the funds' investments, the impact of share redemptions, the pricing of Fund shares, service providers, lack of transparency and legal risks. These risks are commented more fully in the prospectus. The purchase of shares is conditional upon the signature of a subscription agreement. Past performance is not necessarily a guide to future performance. Performance data does not take account of subscription fees or other transaction charges that may be payable by investors. The Fund is not available for sale in the US or to US persons and its sale is restricted in certain other jurisdictions including the UK.



Heritage Long/Short Equity (USD/CHF/EUR) - Class A

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Heritage Long/Short Equity (USD) - Class A - NET HISTORICAL PERFORMANCE (1)

	YEAR	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC
2016	-2.57%	-2.75%	-0.61%	0.38%	0.08%	0.46%	-1.20%	1.08%					
2015	3.23%	0.55%	1.60%	0.76%	1.24%	1.02%	-0.85%	0.57%	-1.44%	-1.15%	0.41%	0.82%	-0.29%
2014	2.86%	-0.52%	1.06%	-1.10%	-1.47%	0.80%	0.66%	-0.54%	1.25%	0.68%	-0.03%	1.62%	0.46%
2013	10.42%	3.36%	-0.19%	0.77%	1.35%	0.85%	-0.98%	0.92%	-0.62%	0.56%	1.37%	1.38%	1.26%
2012	4.66%	1.03%	1.26%	-0.07%	-0.19%	-1.86%	0.00%	0.38%	0.55%	1.38%	-0.42%	0.94%	1.61%
2011	-1.16%	0.74%	1.04%	0.40%	1.32%	-0.55%	-0.51%	0.81%	-2.11%	-1.43%	1.38%	-1.20%	-0.97%
2010	0.08%	-1.13%	-0.38%	1.14%	0.67%	-3.66%	-0.46%	1.04%	-0.49%	1.38%	0.18%	0.27%	1.64%
2009	1.10%	0.26%	0.01%	-1.26%	-1.02%	2.62%	-0.42%	0.95%	0.03%	0.38%	-0.90%	-0.51%	1.03%
2008	-7.77%	-3.72%	1.43%	-1.84%	-0.38%	1.44%	-0.92%	-2.89%	-1.34%	-1.31%	0.80%	0.60%	0.23%
2007	12.47%	0.91%	0.05%	1.97%	2.13%	2.49%	0.80%	0.68%	-1.70%	2.86%	4.61%	-2.46%	-0.31%
2006	7.62%	2.36%	-0.17%	2.43%	1.53%	-3.16%	-1.30%	-0.46%	0.63%	0.34%	1.60%	2.00%	1.72%
2005	14.54%	0.62%	1.70%	-0.02%	-0.57%	0.42%	1.62%	2.04%	1.11%	3.47%	-1.81%	1.26%	3.96%
2004	4.03%	0.42%	1.08%	1.08%	-0.77%	-1.09%	0.51%	-0.70%	0.07%	0.32%	0.42%	1.71%	0.96%
2003	4.32%	-0.52%	0.41%	-0.90%	0.60%	2.05%	-0.31%	-0.29%	0.64%	1.10%	0.11%	0.04%	1.35%
2002	-0.63%	-0.03%	0.11%	-0.49%	0.39%	0.96%	0.86%	-1.93%	-0.51%	0.30%	-1.09%	-0.55%	1.39%
2001	2.50%	1.25%	-0.84%	-0.13%	-0.23%	1.93%	1.19%	-0.99%	0.33%	-0.22%	0.36%	-1.20%	1.08%
2000	-0.50%	-0.93%	8.12%	-3.41%	-6.67%	-2.37%	3.51%	-0.91%	4.01%	-0.81%	-1.58%	-1.39%	2.78%
1999	28.99%	1.38%	-1.68%	1.00%	2.64%	-0.60%	3.22%	-0.23%	-0.59%	0.63%	2.71%	7.23%	10.68%
1998	2.04%	-2.79%	2.64%	6.64%	0.17%	-0.83%	1.05%	-0.10%	-10.57%	-0.58%	0.38%	2.70%	4.33%
1997	19.11%	3.23%	1.36%	-1.16%	0.37%	2.17%	1.48%	6.58%	-1.91%	3.96%	-2.33%	0.66%	3.56%
1996	10.88%	4.44%	-0.81%	1.29%	2.23%	1.06%	0.26%	-2.58%	1.03%	0.35%	0.14%	2.33%	0.80%
1995	6.14%	-0.27%	-1.58%	1.66%	1.39%	-0.97%	-0.61%	2.12%	3.67%	-1.61%	-1.06%	1.50%	1.90%
1994	-12.03%	0.62%	-4.41%	-3.43%	-3.36%	0.02%	-0.52%	-0.01%	-0.85%	0.08%	-1.48%	0.58%	0.18%
1993	26.58%	0.29%	0.63%	2.35%	2.81%	1.94%	2.74%	3.01%	2.54%	0.37%	1.97%	-0.46%	5.75%
1992	22.61%	2.84%	0.84%	0.67%	0.17%	1.51%	-1.07%	0.36%	-0.02%	6.38%	2.88%	3.35%	2.85%
1991	17.58%				2.82%	0.31%	0.54%	2.56%	4.62%	4.81%	0.76%	0.25%	-0.18%

(1) Spirit Long/Short Equity Holdings, originally registered in the Cayman Islands, is a Swiss Fund of Hedge Funds since September 30th, 2010 and is now called Heritage Long/Short Equity.

Heritage Long/Short Equity (CHF) - Class A - YTD HISTORICAL PERFORMANCE (2)

	YEAR	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC
2016	-3.61%	-2.92%	-0.72%	0.19%	-0.04%	0.34%	-1.38%	0.90%					

(2) Heritage Long/Short Equity (CHF) was launched on September 23rd, 2011.

Heritage Long/Short Equity (EUR) - Class A - YTD HISTORICAL PERFORMANCE (3)

	YEAR	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC
2016	-3.30%	-2.84%	-0.67%	0.23%	-0.01%	0.39%	-1.36%	0.96%					

(3) Heritage Long/Short Equity (EUR) was launched on December 31st, 2012.

Administrative Information

LEGAL FORM	Swiss fund of alternative funds with special risks	SUBSCRIPTION	Monthly, on last day of the month, with five business days prior notice
SUB-FUNDS	Heritage Long/Short Equity (USD) Heritage Long/Short Equity (CHF) Heritage Long/Short Equity (EUR)	REDEMPTION	Monthly, on last day of the month, with notice no later than the 15th of the month for the following month-end
NAV PUBLICATION	No later than 10 business days after month-end.	ADMINISTRATOR	Gérifonds SA
VALUATION	Monthly, on last day of the month	FUND NAME	Heritage Alternative Fund
MINIMUM INVESTMENT	5 shares	CUSTODIAN	Banque Cantonale Vaudoise
SUBSCRIPTION FEE	Up to 5%	SUB-CUSTODIAN	Banque Heritage
ALL-IN FEE	2% p.a.	AUDITOR	PricewaterhouseCoopers SA
TOTAL ASSETS	USD 22.9 mio	BLOOMBERG	HERLSEQ SW
MANAGER	Banque Heritage 61 route de Chêne - PO BOX 6600 CH-1211 Geneva 6	ISIN / TELEKURS :	USD : CH0117503455 / 11750345 CHF : CH0117502515 / 11750251 EUR : CH0018316577 / 1831657
CONTACT	advisory@heritage.ch + 41 58 220 07 83		

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