

# 3iQ: Digital Access Portfolio

November 6, 2024

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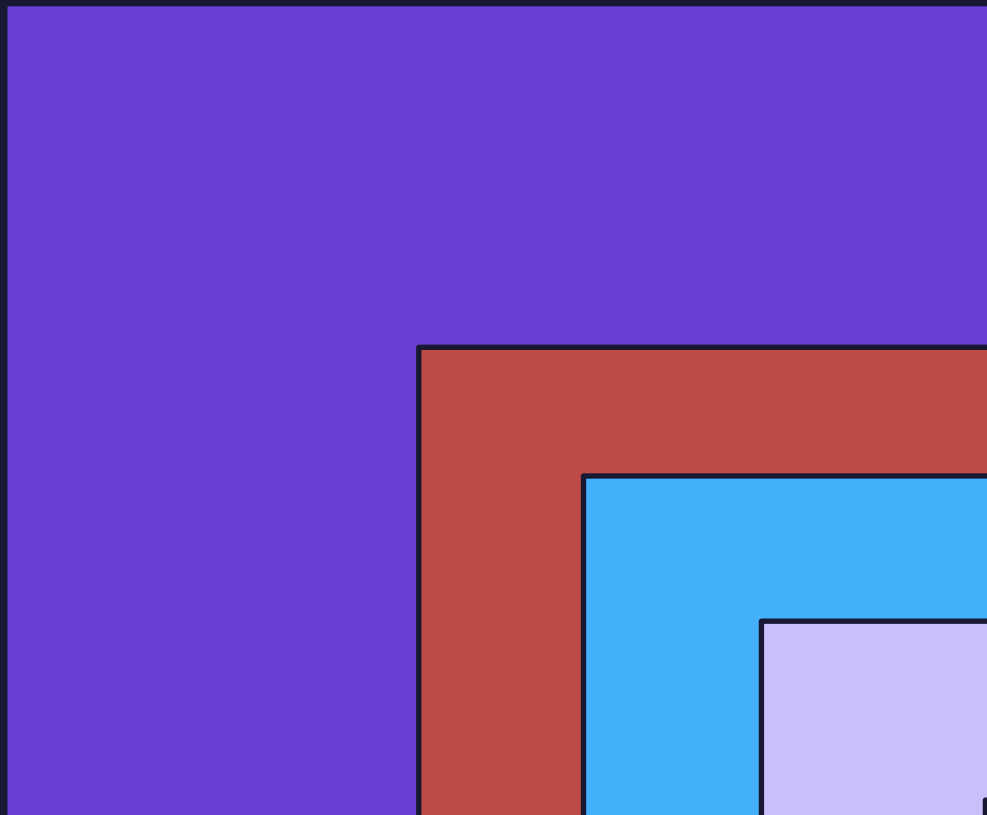
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# Digital Assets are a Tiny Piece of the Financial Puzzle

- Digital Assets are a new asset class that is slowly beginning to disrupt daily life. Digital assets serve a vast number of use cases including a hedge against monetary debasement, diversifying portfolios, and disrupting traditional financial infrastructure.
- The total market capitalization of digital assets is approximately \$2.4 trillion, a fraction of the global wealth landscape. One does not need to assume a large percentage of market capture to project exponential growth for the industry.



Global Real Estate = \$613 Tn<sup>1</sup>

Global Debt (Public + Private) = \$235 Tn<sup>2</sup>

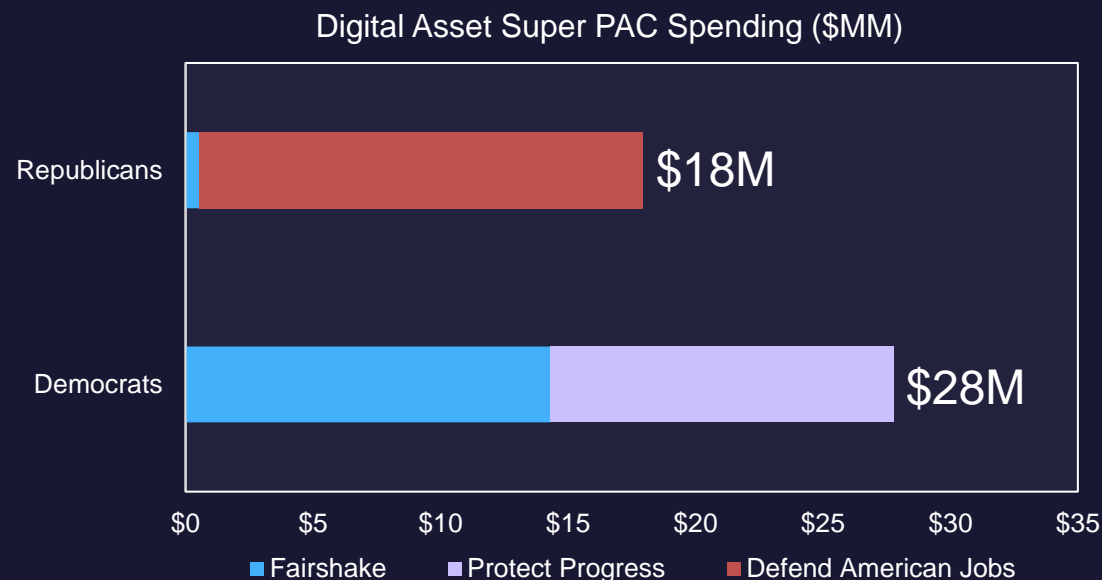
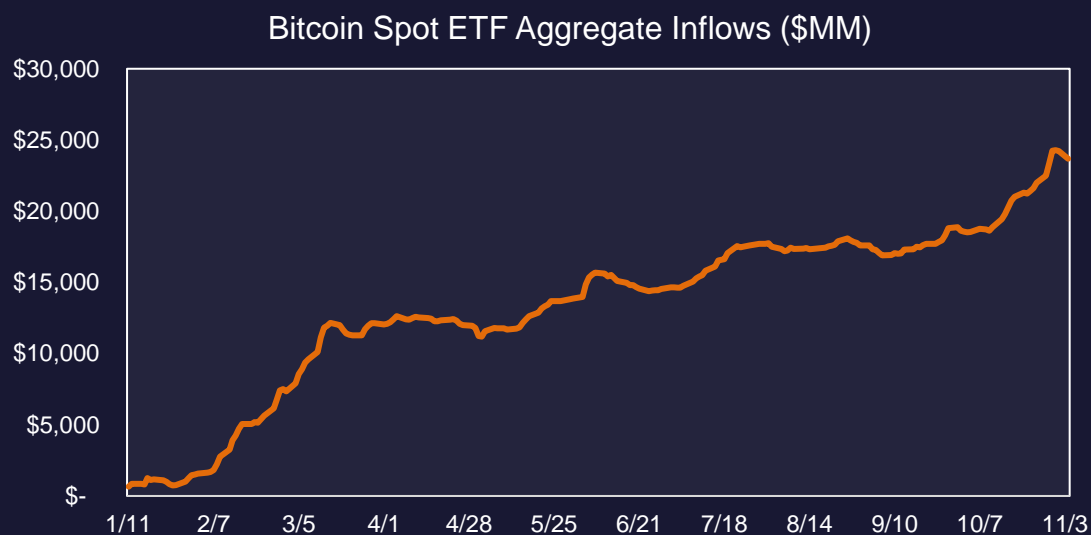
Commodities = \$128 Tn<sup>3</sup>

Global Equities = \$109 Tn<sup>4</sup>

Digital Assets = \$2.4 Tn<sup>5</sup>

# Regulatory Environment Improving

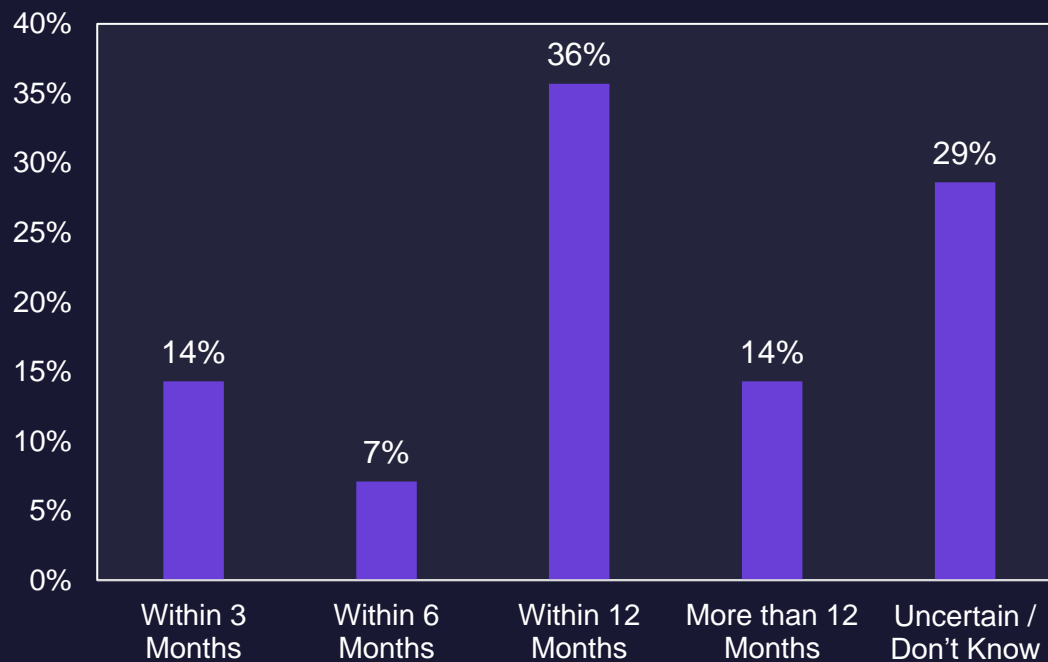
- U.S. financial institutions are increasingly adopting regulated digital asset products, with Bitcoin and Ethereum now having approved spot ETFs. Since its launch, Bitcoin ETFs have seen impressive aggregate net inflows of approximately \$23.7 billion.
- Digital asset super PACs, which have reportedly raised over \$238 million for the 2024 election cycle, are actively spending on both sides of the aisle to promote a more digital asset-friendly environment in both the executive and legislative branches. Evidence suggests that the regulatory environment is improving, with important advancements including : (1) the FIT21 bill passed the House with bipartisan support in May, (2) a leading presidential candidate has taken a pro-digital assets stance heading into November.
- Outside the U.S., jurisdictions including the EU and Asia are further ahead in providing a harmonized regulatory environment for digital assets. The EU has approved the Markets in Crypto-assets Act (MiCA), providing a comprehensive framework for digital assets across member countries and providing clear rules for digital asset service providers, while Hong Kong and Singapore display their commitment to becoming global digital asset hubs by continually granting firms necessary licenses.



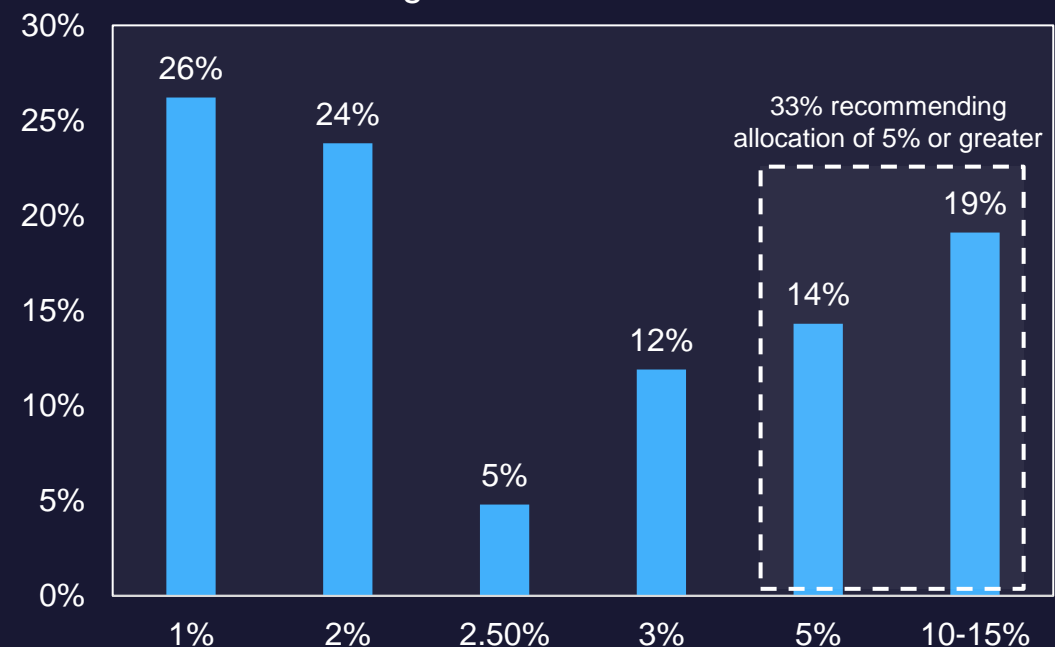
# Institutional Allocations Set to Increase

- In December 2023, the Digital Assets Council of Financial Professionals (DACFP) and Franklin Templeton conducted a survey of 166 financial professionals, 78 of which manage client portfolios, asking about the role of digital assets within portfolios. 57% of respondents stated they are planned to recommend an allocation to digital assets in 2024.
- Of those who recommend digital assets already, 33% of advisors recommend an allocation of 5% or greater.

## Institutions Planning Digital Asset Allocations



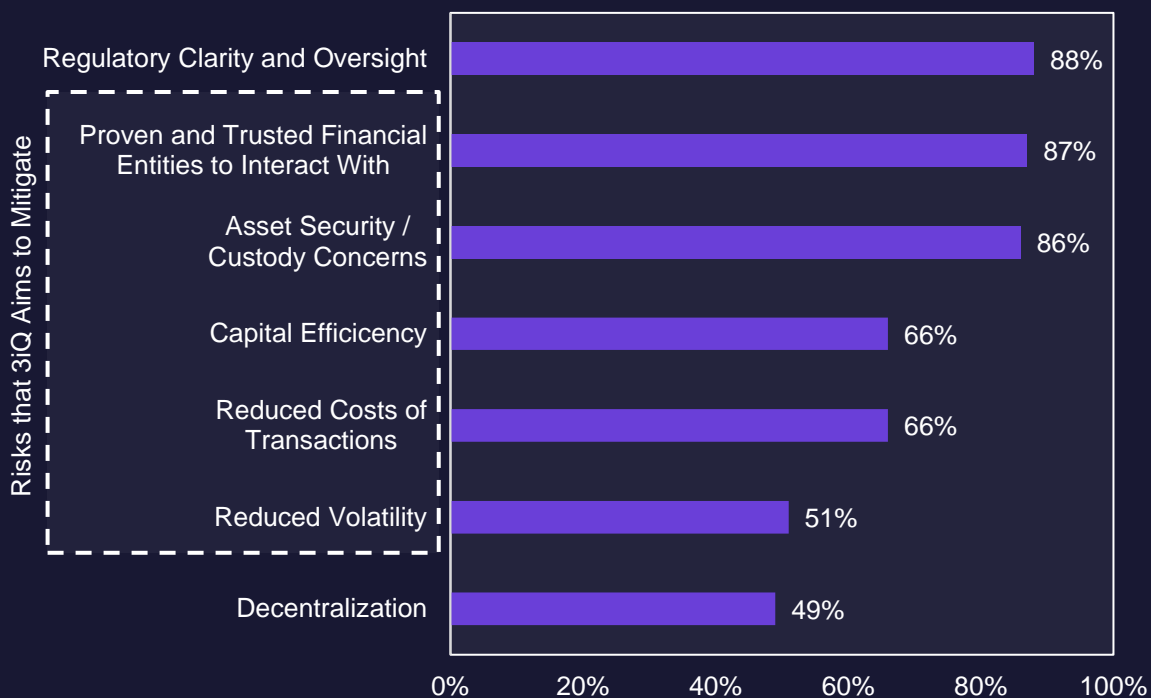
## Digital Asset Allocation Sizes



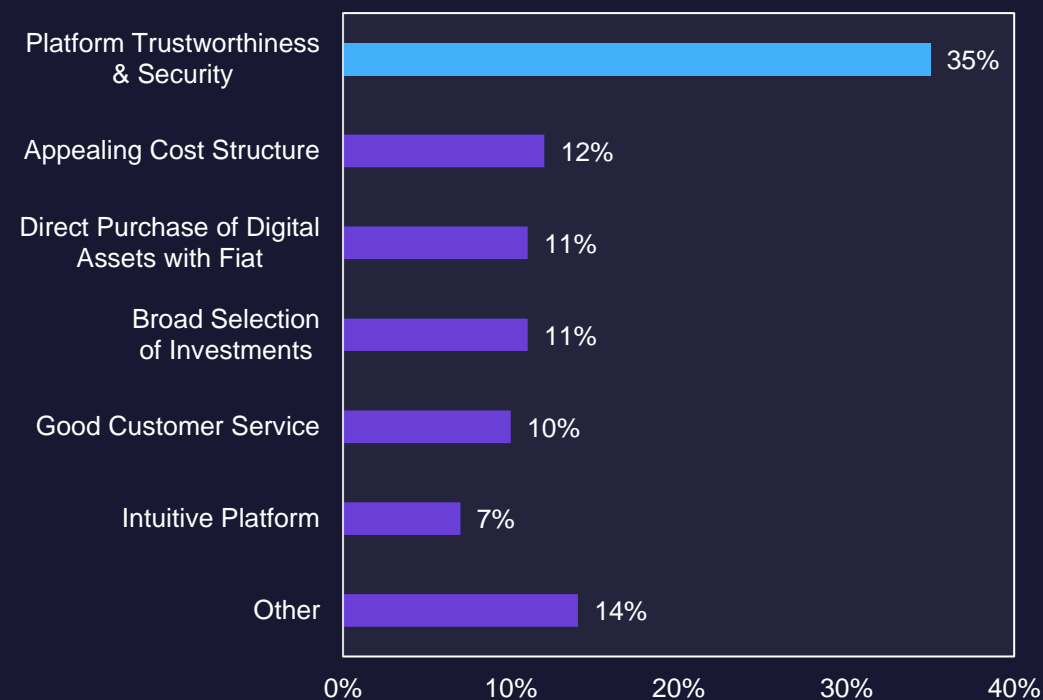
# But Investors Want Trusted Solutions

- Common concerns among institutional investors looking to allocate to digital assets include finding fully-regulated, trusted, and proven firms to conduct business with. The rapid expansion of different digital asset funds has left many investors overwhelmed as they try to perform proper diligence on portfolio managers.
- A level of discomfort with digital asset firms remains due to past industry blowups. PWC found in an investor survey that platform trustworthiness and security remains the most important criteria for investors choosing where to invest in digital assets. 3iQ is a proven institution with decades of experience and an elite level of professionalism.

### Top Institutional Concerns



### Most Important Criteria in Selecting a Digital Asset Investment Platform



# A Post-ZIRP Market Requires Skilled Managers

- Since the start of 2024, the gap between Bitcoin and altcoins has widened. This might be partially attributable to the launch of spot ETFs in the U.S., giving traditional investors access to Bitcoin while higher barriers to entry remain for altcoins.
- However, another important differentiation from the last cycle is the lack of outright QE/low-interest rates, which fueled indiscriminate returns in both the digital asset and equity markets. The current bull market is more idiosyncratic, with sophisticated and active strategies required to realize outsized relative returns.

Majors vs. Alts Indexed to 100



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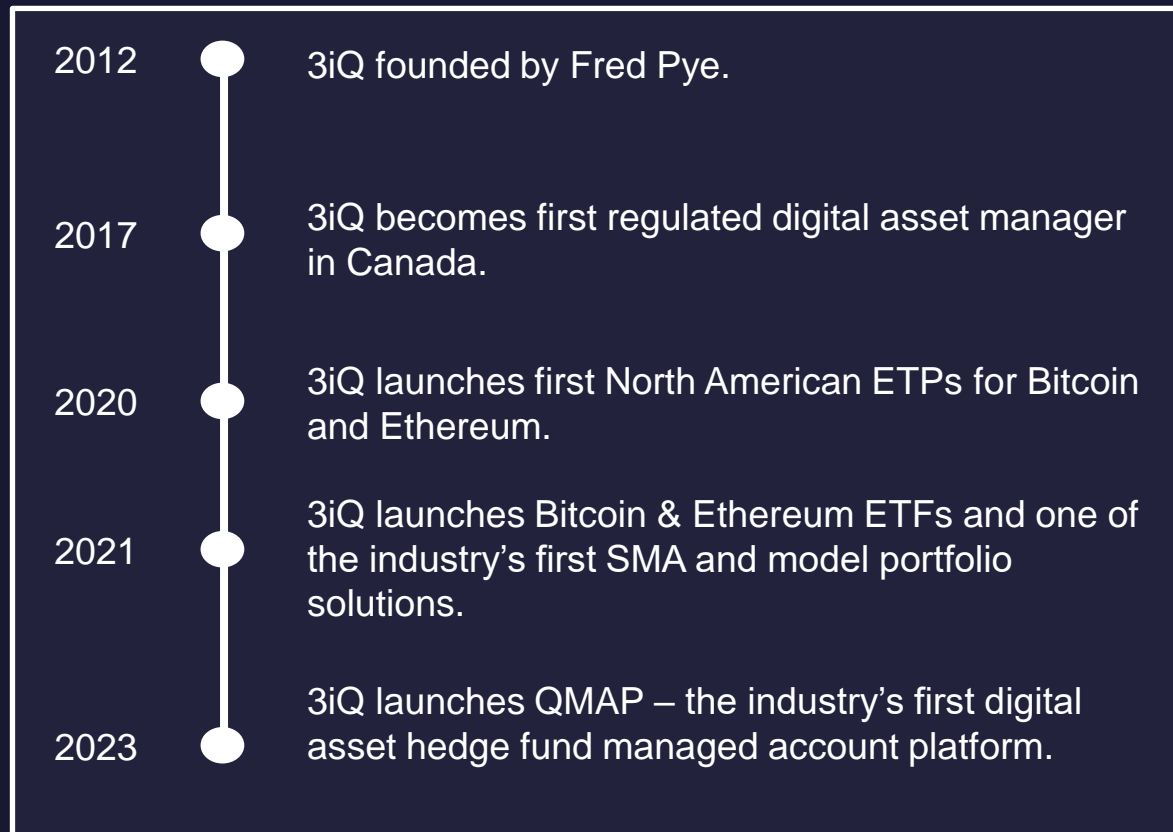
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# 3iQ: A First-Mover in Digital Asset Management

- 3iQ is a pioneer in the industry, being the first North American firm to offer Bitcoin and Ethereum exchange traded products, with plans to be the first to launch a Solana ETP. Continuing its streak of being a first-mover, 3iQ launched the world's first institutional grade digital asset managed account platform (QMAP) this year as it builds out its suite of active management products.

## Company Timeline



## Snapshot of Company Offerings

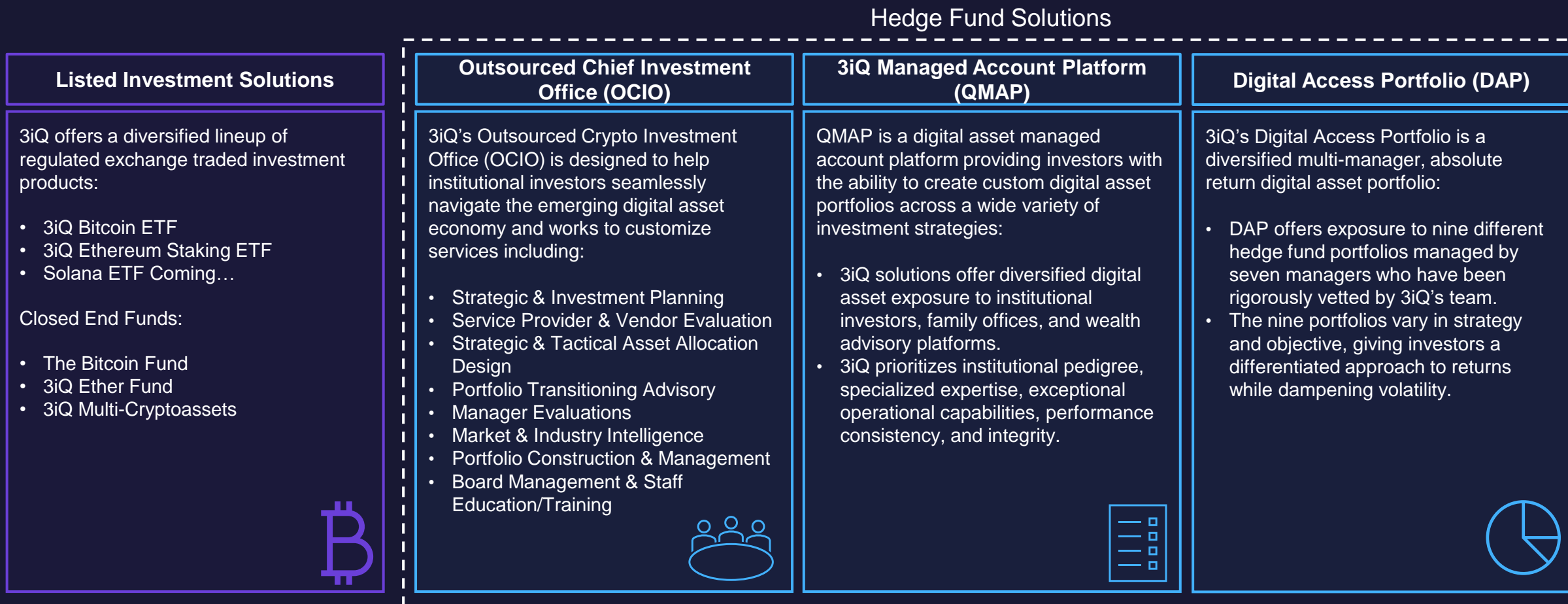
- Investment Funds
- Investment Management
- Investment Advisory
- Bespoke Solutions

## Organizational Highlights

- \$1 billion+ AUM
- 36+ Employees
- 12 Investment Strategies
- Presence in USA, Canada, Asia, Australia

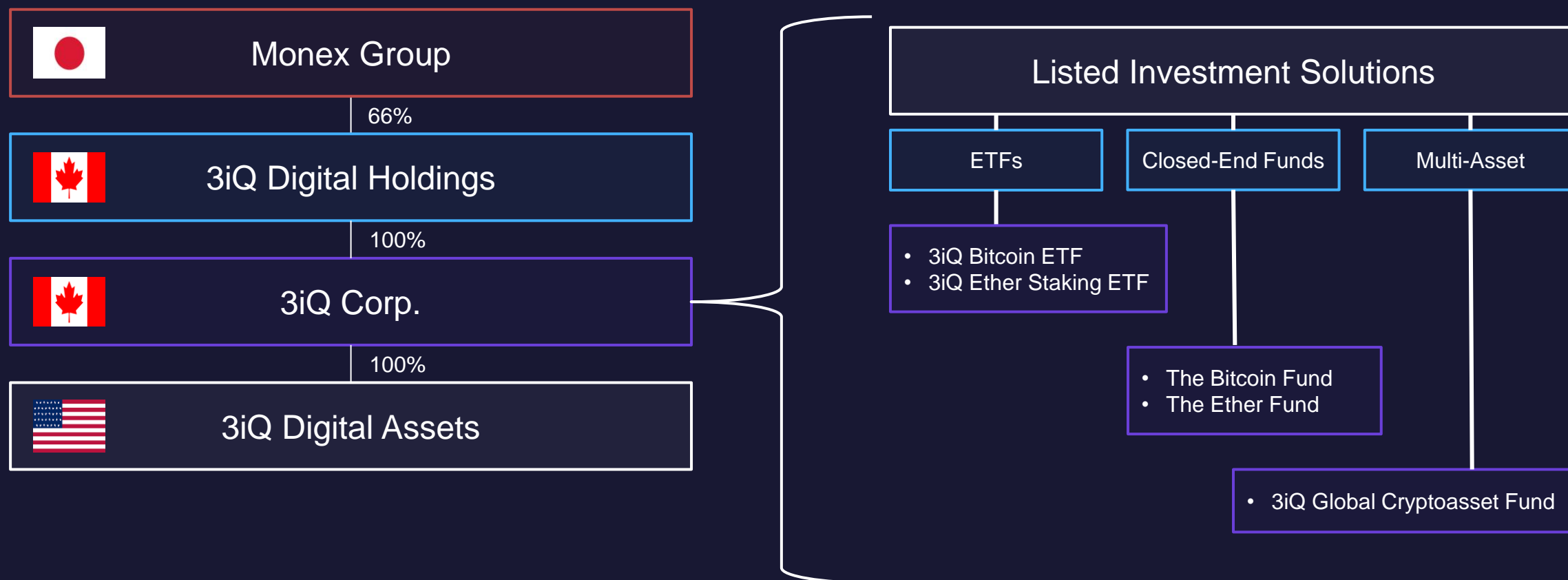
# 3iQ: Product Suite Evolution

- 3iQ started with exchange-traded products and has recently expanded its offerings to provide comprehensive solutions for investors seeking more differentiated or actively managed exposure to the digital asset space.



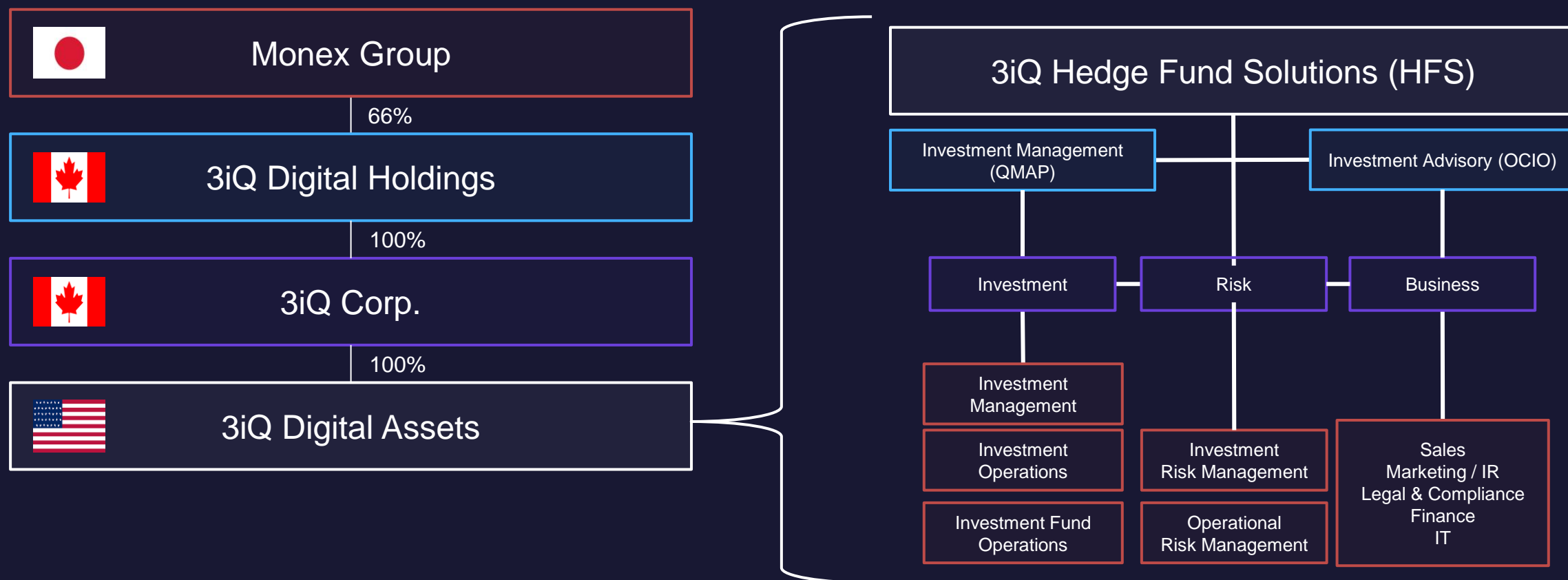
# 3iQ: Corporate Structure

- In April 2024, Monex Group, a publicly traded Japanese financial conglomerate, acquired a majority stake in 3iQ in an effort to bolster itself at the forefront of the digital asset industry.
- 3iQ Corp offers a diversified lineup of regulated exchange traded investment products.



# 3iQ: Corporate Structure

- Within 3iQ Digital Assets is 3iQ Hedge Fund Solutions, the team responsible for its investment advisory arm, investment platform (QMAP), and Digital Access Portfolio.



# 3iQ: Corporate Leadership



Takashi Oyagi	Pascal St-Jean	John Loeprich	Diana Escobar Bold
<b>Executive Officer &amp; CFO, Monex Group Chairman &amp; Director, 3iQ</b>	<b>President &amp; CEO</b>	<b>Executive Vice President &amp; CFO</b>	<b>Chief Compliance Officer</b>
<p>Takashi Oyagi started his career at the Bank of Japan in April 1991. After receiving an MBA from the University of Chicago, he joined Goldman Sachs (Japan). In 1999, he joined (the former) Monex, Inc. as one of the four founding members. Oyagi joined Deutsche Bank Securities in New York in May 2004. In August 2007, he became CEO and President of MBH America, the Company's U.S. subsidiary, upon its establishment. He was appointed Executive Director of the Company in July 2009, overseeing business developments in Beijing and Hong Kong. He became a Member of the Board of Directors in June 2011. In June 2013, he was appointed Director and Executive Officer. Since April 2023, he has been serving as Director, Executive Officer, and CFO of Monex Group.</p>	<p>Throughout his career, Pascal has focused on the transformation and disruption of industries via rapid scaling of businesses under his leadership. Having successfully created and grown multiple business ventures, Pascal was recognized as one of the youngest recipients of the Forty Under 40 award. Before joining 3iQ, Pascal was an active angel investor and served as Strategic Advisor and Fractional Executive to over 5% of the Globe and Mail's 500 fastest growing companies in Canada. Pascal's experience in open-source technologies and distributed systems led him to invest in cryptocurrency in 2016 and act as an educational resource on digital asset investments to several organizations. As President &amp; CEO of 3iQ, Pascal is focused on overseeing the growth and global expansion of the company as it continues to pave the way as a global leader in Digital Asset Management.</p>	<p>John is responsible for overseeing all the aspects of operations, finance, as well as assisting with sales &amp; marketing and strategic planning. John started his investment industry tenure at Fidelity Investments Canada Ltd. where he became CFO before starting his own business specializing in assisting companies launch into the mutual fund market. Prior to joining 3iQ, John was EVP &amp; CFO at Qwest Investment Fund Management, helping grow the business into a profitable IFM/PM platform. Prior to Qwest, John was SVP, Partner and head of the Private Client Division at Hillsdale Investment Management. During his time at Hillsdale, the firm's assets grew from C\$12 million to over C\$500 million. John is a Chartered Professional Accountant, Certified General Accountant.</p>	<p>Diana's experience in the Canadian investment industry has focused on compliance with exempt market dealer, investment fund manager and portfolio manager rules and regulations. Diana served as the Chief Compliance Officer for Roadmap Capital Inc. for over seven years. Prior to that, Diana was Senior Legal Counsel in the Corporate Finance Branch of the Ontario Securities Commission and an associate at a Canadian corporate, securities and business transactions law firm. Diana is a member of the Law Society of Ontario and a graduate of Osgoode Hall Law School (Bachelor of Laws).</p>

# 3iQ: Hedge Fund Solutions Leadership



Louis LaValle	Andrew Ballinger	Katie McDonald	Renata Punwasee
Executive Vice President	Director of Investment Operations	Director of Business Operations	Director of Fund Operations
<p>Louis LaValle is Executive Vice President of 3iQ Hedge Fund Solutions (HFS) and President of 3iQ Digital Assets (US). Louis joined 3iQ in 2021 and is responsible for the development, execution, and investment management of 3iQ’s digital asset hedge fund platform. He is head of the 3iQ HFS Operating Committee and serves as Senior Portfolio Manager for the 3iQ Managed Account Platform (QMAP). Louis brings over 21 years of experience advising global institutions on hedge fund, private equity, and digital asset investing. Prior to 3iQ, Louis held senior leadership positions at several alternative investment management firms including Neuberger Berman, EACM Advisors (BNY Mellon), Permal Group (Legg Mason) and Skybridge Capital.</p>	<p>Andrew Balinge is Director of Investment Operations for 3iQ Hedge Fund Solutions (HFS). He serves as Portfolio Manager for the 3iQ Managed Account Platform (QMAP). Andrew joined 3iQ in 2021 and is responsible for investment operations for 3iQ’s digital asset hedge fund platform and the development and implementation of the firm’s digital asset staking initiative. Prior to joining 3iQ, Andrew was with Wave Financial, a digital asset focused investment management firm, where he was responsible for the development of client investment portfolios, execution of digital asset structured products and treasury management on behalf of multiple top digital asset protocols.</p>	<p>Katie McDonald is Director of Business Operations for 3iQ Hedge Fund Solutions (HFS). Katie joined 3iQ in 2021 and is responsible for business operations and administration of 3iQ’s digital asset hedge fund platform. Katie has 20 years of experience in project management, leading initiatives of various sizes across both disruptive and established industries. Prior to 3iQ, Katie led a team of project professionals at Sun Life Financial responsible for delivery of transformational initiatives for Sun Life Global Investments. Previously, she was senior project manager in global product operations for BlackBerry, where she focused on new product initiatives and go to market readiness.</p>	<p>Renata Punwasee is Director of Fund Operations for 3iQ Hedge Fund Solutions (HFS). Renata joined 3iQ in 2021 and is responsible for fund operations and administration for 3iQ’s digital asset hedge fund platform. Renata has over 18 years of fund valuation and operations experience in onshore and offshore funds working with both administrators and fund managers. Throughout her career, she has been instrumental in developing high-performance teams, enhancing operational efficiencies through meticulous workflow design and robust internal controls. Prior to 3iQ, Renata held senior fund accountant positions at Goldman Sachs, Apex Group and BNY Mellon.</p>

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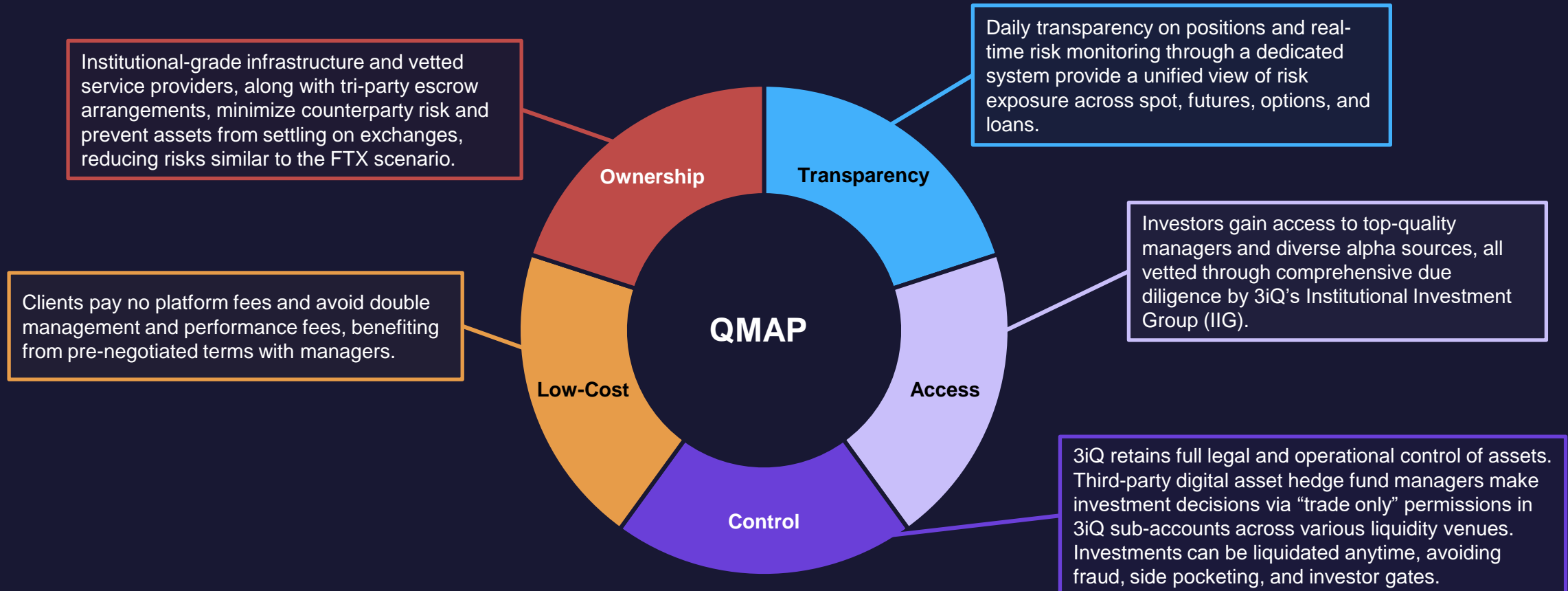
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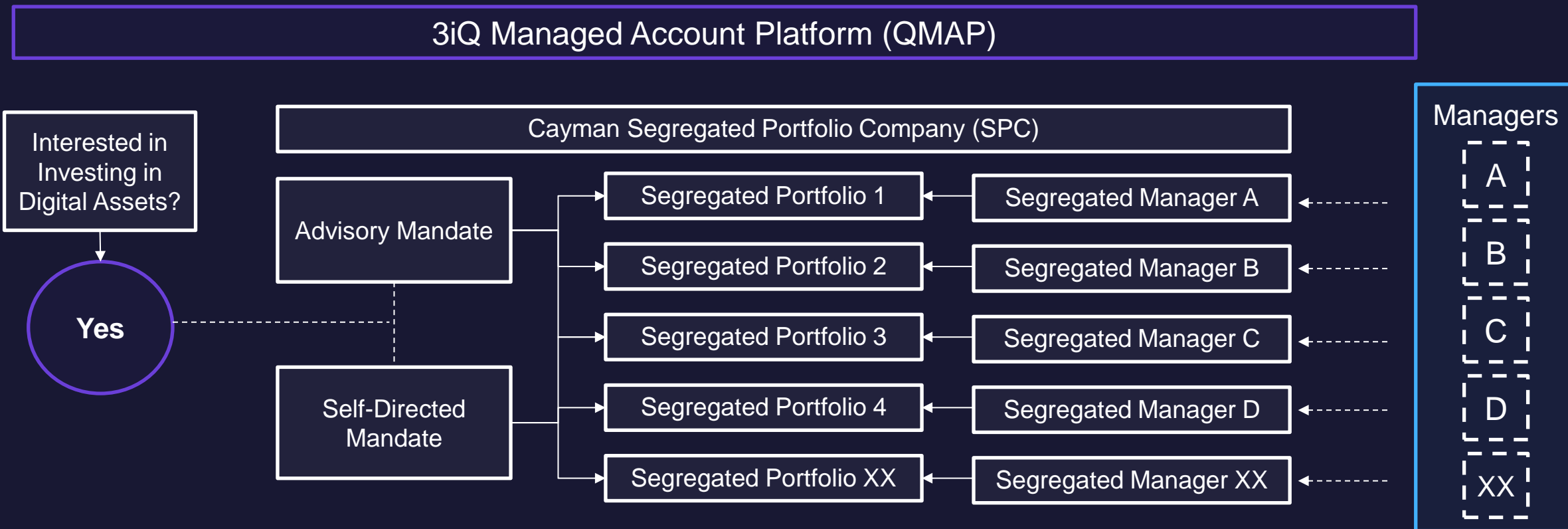
# QMAP: Managed Account Platform

- The 3iQ Managed Account Platform (QMAP) is the digital asset industry's first buy-side hedge fund managed account platform. QMAP currently provides investors access to nine digital asset hedge fund accounts, sub-advised by seven specialized managers who have undergone due diligence by 3iQ.
- Supported by institutional-grade operational infrastructure and first-class integrations with service providers, QMAP aims to offer investors better investment opportunities, increased protections, and reduced risk.





# QMAP: Architecture



Custody	Exchanges	Liquidity Providers	Administrator	Audit	Bank

# QMAP: Architectural Advantages

- QMAP is structured with ring-fenced managed accounts and domiciled in the Cayman Islands. Hedge fund SMAs give investors higher transparency, control, liquidity, and customization, allowing them to better analyze performance and manage risks.
- Ring-fenced accounts segregate each individual hedge fund investment both legally and structurally, removing potential issues with single advisors. The digital asset industry has seen its fair share of bad actors and QMAP is designed to mitigate counterparty risk.
- Institutions, family offices, and wealth managers can all tailor their strategies to meet their clients' investment goals, altering exposures according to demands or leveraging self-mandated accounts. Cost attribution and performance can clearly be defined by manager and strategy, providing investors with enhanced transparency and visibility.

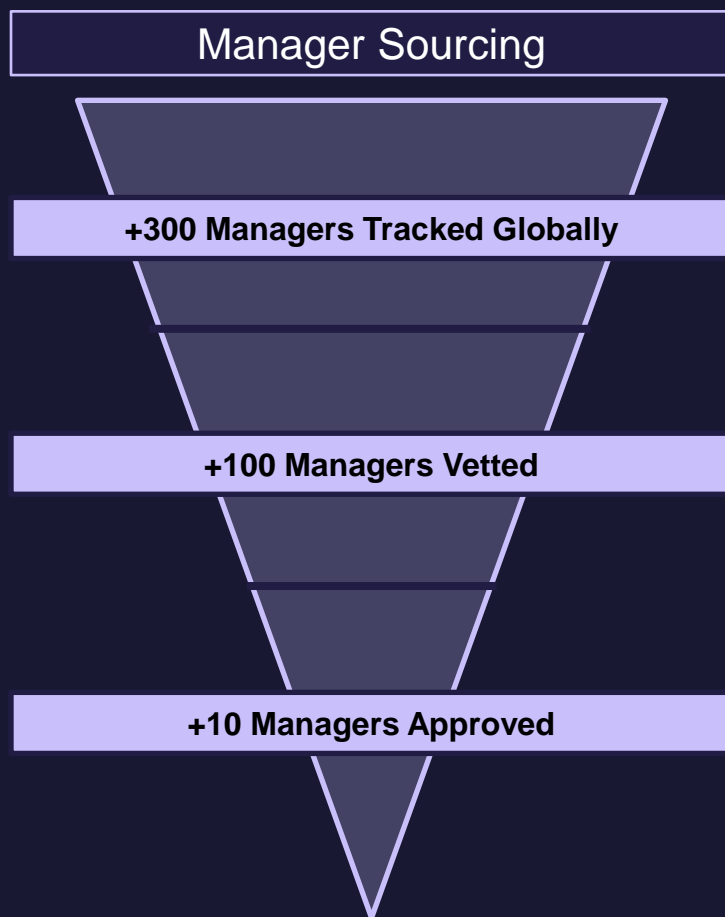
Investor Benefit	Commingled Fund	Fund of One	Managed Account
Transparency	●	●	●
Control & Liquidity	●	●	●
Hedge Fund Fees	●	●	●
Bespoke Investments	●	●	●
Financing Efficiency	●	●	●
Structural Costs	●	●	●
Economies of Scale	●	●	●
Concentration Risk	●	●	●
Resource Commitment	●	●	●

Investor Benefit	Ring-Fenced SMA	Multi-Manager SMA
Cross-Liability Protection	●	●
Customized Client Mandates	●	●
Attribution	●	●
Financing Costs	●	●
Margining	●	●
Implementation / Onboarding	●	●
Structural Costs	●	●

Benefits to Investors: ● Most ● Neutral ● Least

# QMAP: Curating Investment Managers

- 3iQ leverages its extensive network of industry connections and rigorous internal due diligence to find to best-in-class portfolio managers who have tangible and consistent competitive advantages. 3iQ provides a thorough approach to finding the proper mix of managers and investment strategies to make accessible via QMAP.



Rigorous Due Diligence		
Qualitative Assessments		
<b>1</b> <b>Manager Background &amp; Firm Structure</b> <ul style="list-style-type: none"> <li>Educational and Work History</li> <li>Management Structure and Incentive System</li> <li>Investor Composition</li> <li>Organizational Structure &amp; Depth</li> <li>Media Review and Analysis</li> </ul>	<b>2</b> <b>Investment Approach &amp; Process</b> <ul style="list-style-type: none"> <li>Identify Competitive Advantages</li> <li>Strategy Compatibility</li> <li>Instrument Types and Liquidity</li> <li>Process Transparency</li> <li>Personnel Evaluation</li> <li>Infrastructure</li> </ul>	<b>3</b> <b>Verification</b> <ul style="list-style-type: none"> <li>Portfolio Management Skills</li> <li>Risk Limits and Guidelines</li> <li>Trade Examples</li> <li>Preferential Terms Analysis</li> <li>Face-to-Face Meetings</li> <li>Legal Review</li> <li>Extra Reference Checks</li> </ul>
Quantitative Assessments		
<b>1</b> <b>Historical Track Record</b> <ul style="list-style-type: none"> <li>Risk and Return Objectives</li> <li>Returns-Based Performance</li> <li>Alpha and Beta Contributions</li> <li>Benchmarking</li> <li>Peer Group Evaluation</li> </ul>	<b>2</b> <b>Portfolio Construction</b> <ul style="list-style-type: none"> <li>Exposure Management</li> <li>Leverage</li> <li>Hedging Discipline</li> <li>Volatility &amp; Diversification Considerations</li> </ul>	<b>3</b> <b>Risk Management &amp; Peer Analysis</b> <ul style="list-style-type: none"> <li>Holdings &amp; Liquidity</li> <li>Correlation &amp; Concentration Analysis</li> <li>Drawdown Evaluation</li> <li>Stress Testing</li> </ul>

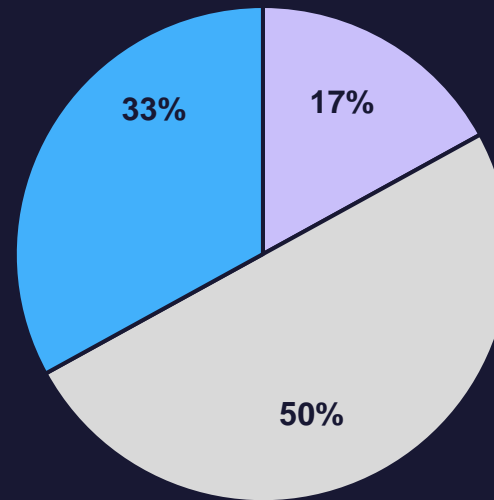
# QMAP: Managers With Institutional Pedigree

- 3iQ and its selected managers have decades of traditional investment experience and vast connections across finance, positioning them as trusted stewards of capital and bringing the required sophistication to the digital asset industry.

Sample Manager Pedigree

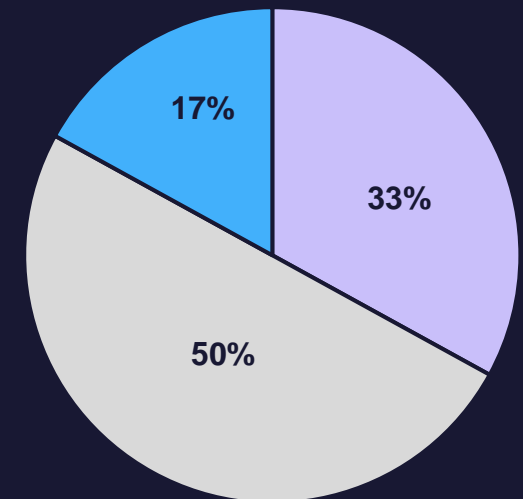


Manager AUM (\$M)



■ <50 ■ 50-75 ■ >100

Manager Experience (Years)



■ 3-5 ■ 5-10 ■ 10+

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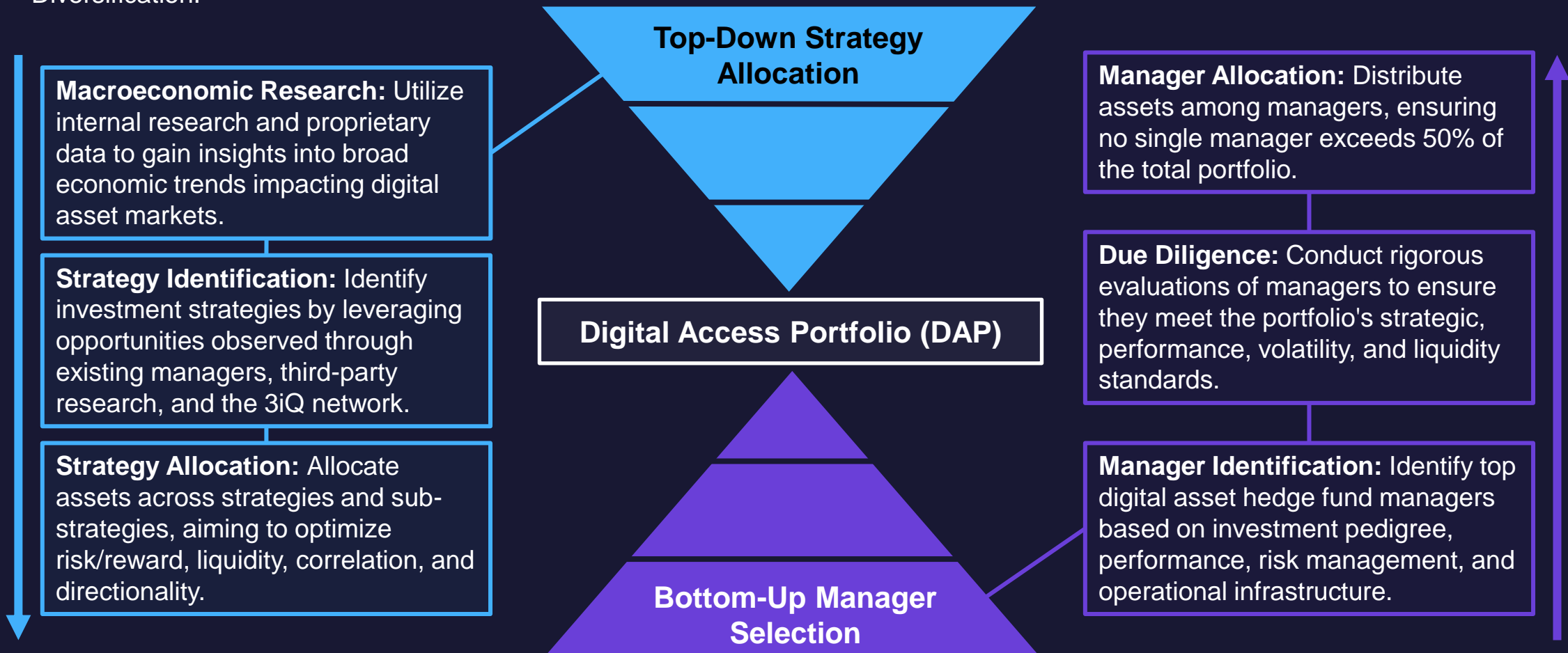
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# DAP: Digital Access Portfolio Brings it All Together

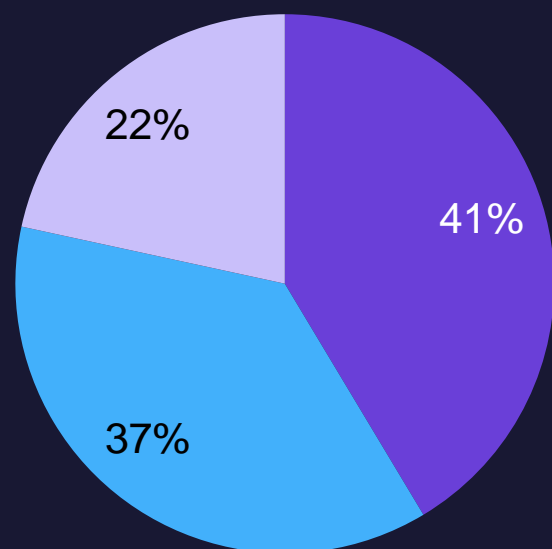
- 3iQ has created its Digital Access Portfolio (DAP) - a diversified, multi-manager, absolute return digital asset portfolio, providing investors exposure to nine different portfolios varying in strategy and objective.
- 3iQ has built its Digital Access Portfolio on three critical pillars: Rigorous Due Diligence, Manager Alignment, and Strategy Diversification.



# DAP: Allocation Process

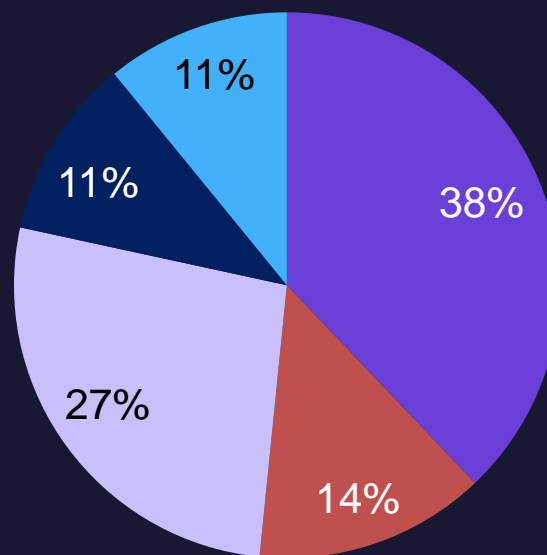
- One of 3iQ's primary goals is to avoid permanent loss of investor capital. DAP mitigates risks by strategically allocating across investment objectives, strategies, and methodologies, factoring in variable like liquidity, correlation, and directionality.
- DAP's proprietary allocation matrix allows investors to benefit from both rising and falling markets and take advantage of market anomalies, inefficiencies, and special situations within the digital asset economy.

## Investment Objective



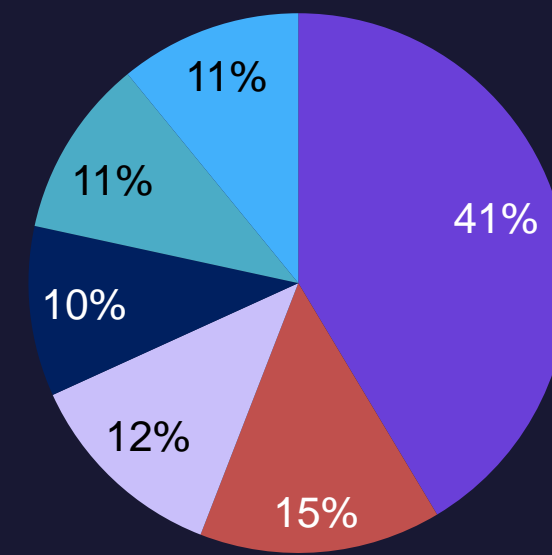
■ Downside Protection   ■ Upside Capture  
■ Diversification

## Strategy



■ Long / Short   ■ Quant  
■ Long Biased   ■ Relative Value  
■ Event Driven

## Methodology



■ Multi-Strategy   ■ Discretionary  
■ Systematic   ■ Technical Trading  
■ Arbitrage   ■ Special Situations

# DAP: Individual Portfolios

Portfolio	Strategy	Target Weight	Manager AUM (\$MM)	Description
BTC 25	Long Biased	7.5%	\$700	3iQ BTC 25 is a long-biased, 100% rule-based investment strategy that employs a systematic layering approach for Bitcoin (BTC) investment.
ETH 25	Long Biased	7.5%	\$700	3iQ ETH 25 is a long-biased, 100% rule-based investment strategy that employs a systematic layering approach for Ethereum (ETH) investment.
Absolute Return	Long / Short	13.5%	\$100	3iQ Absolute Return is a long/short multi-strategy that combines directional and relative value investment approaches for Bitcoin (BTC) and Ethereum (ETH). The strategy aims to capture positive returns from both long and short exposure to BTC and ETH.
Digital Alpha	Long Biased	15.0%	\$75	3iQ Digital Alpha is a long-biased discretionary investment strategy that is opportunistic, focusing on shorter-term “digital asset fundamental” trading across various market regimes. The manager adopts a thematic, top-down approach, integrating global macro factors with digital asset-specific drivers to construct a portfolio comprising 5-15 of the best ideas.
Multi-Factor	Long / Short	13.5%	\$50	3iQ Multi-Factor is a long/short multi-strategy portfolio that integrates trend-following and momentum investment strategies across 10 distinct technical factors.
Systematic Alpha	Long / Short	8.0%	\$50	3iQ Systematic Alpha is a systematic long/short investment strategy. The manager adopts a directional, short-term investment approach, integrating sophisticated trading pattern recognition, advanced technical analysis, and a proprietary investment signal ranking system.
All Weather	Quantitative	15.0%	\$50	3iQ All Weather is a quantitative trading strategy that provides both directional and non-directional exposure to liquid digital assets. The management employs a unique asset profiling and selection algorithm to assess individual assets across 20 different factors.
Digital Lending	Event Driven	10.0%	\$100	3iQ Digital Lending is an alternative credit strategy that lends USD to digital asset traders, over-collateralized, primarily by BTC and ETH. The loan portfolio is highly diversified and liquid with a portfolio duration of <30 days.
Relative Value Arbitrage	Relative Value	10.0%	\$25	3iQ Relative Value Arb employs a relative value strategy, trading spot versus perpetuals across liquid coins. The primary aim of this strategy is to optimize capital appreciation while minimizing risk by remaining neutral in terms of market direction.



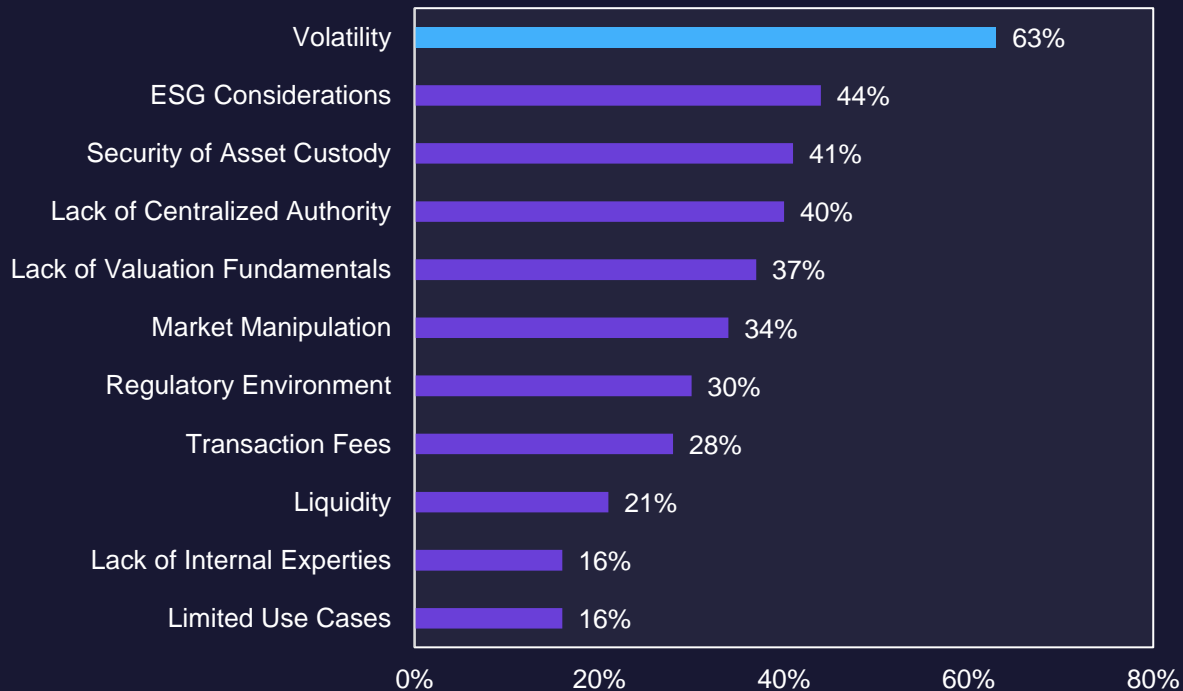
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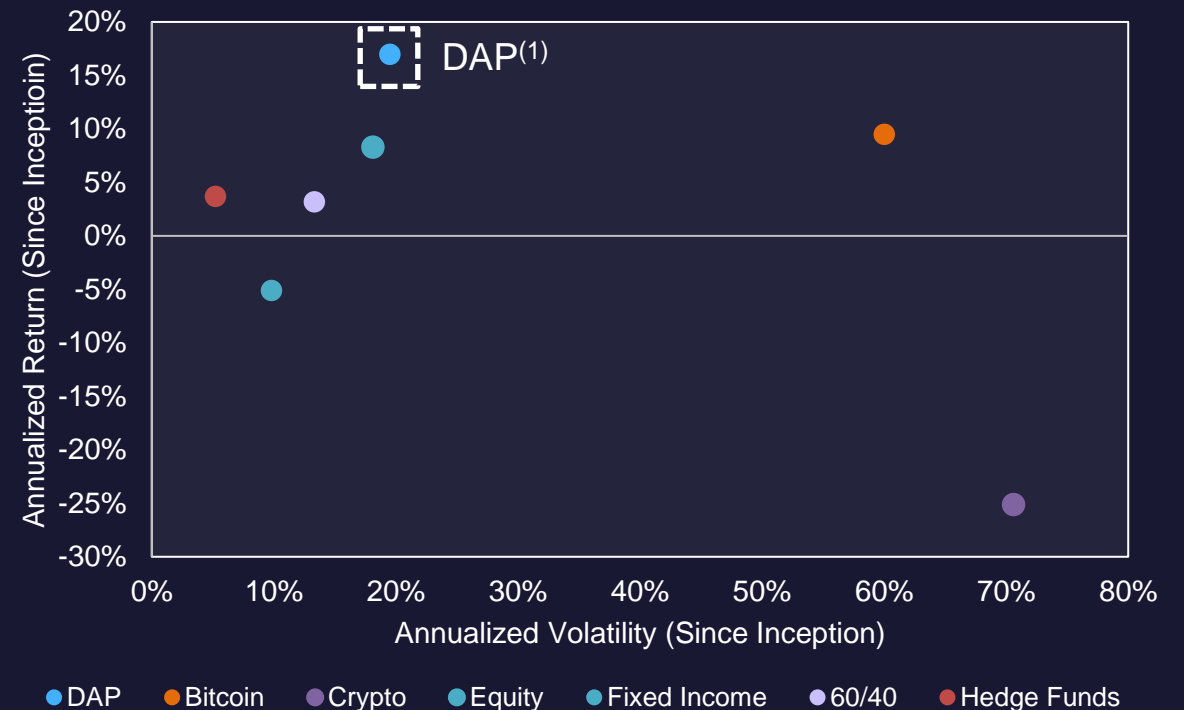
# DAP: Targets “Equity+” Returns

- Coinbase commissioned a study by Institutional Investor to gain insights into the sentiments and perspectives of institutional investors regarding digital assets over the past year. The study, conducted by the Institutional Investor Custom Research Lab, employed an online survey and garnered participation from 250 U.S. institutional investors.
- 63% of respondents identified volatility as their primary concern when investing in digital assets. Since January 2022, 3iQ DAP has back-tested for better risk-adjusted returns than equities, fixed income, hedge funds, Bitcoin, and Ethereum.

Institutional Investor Concerns About Digital Asset Profile



Risk vs. Return\*



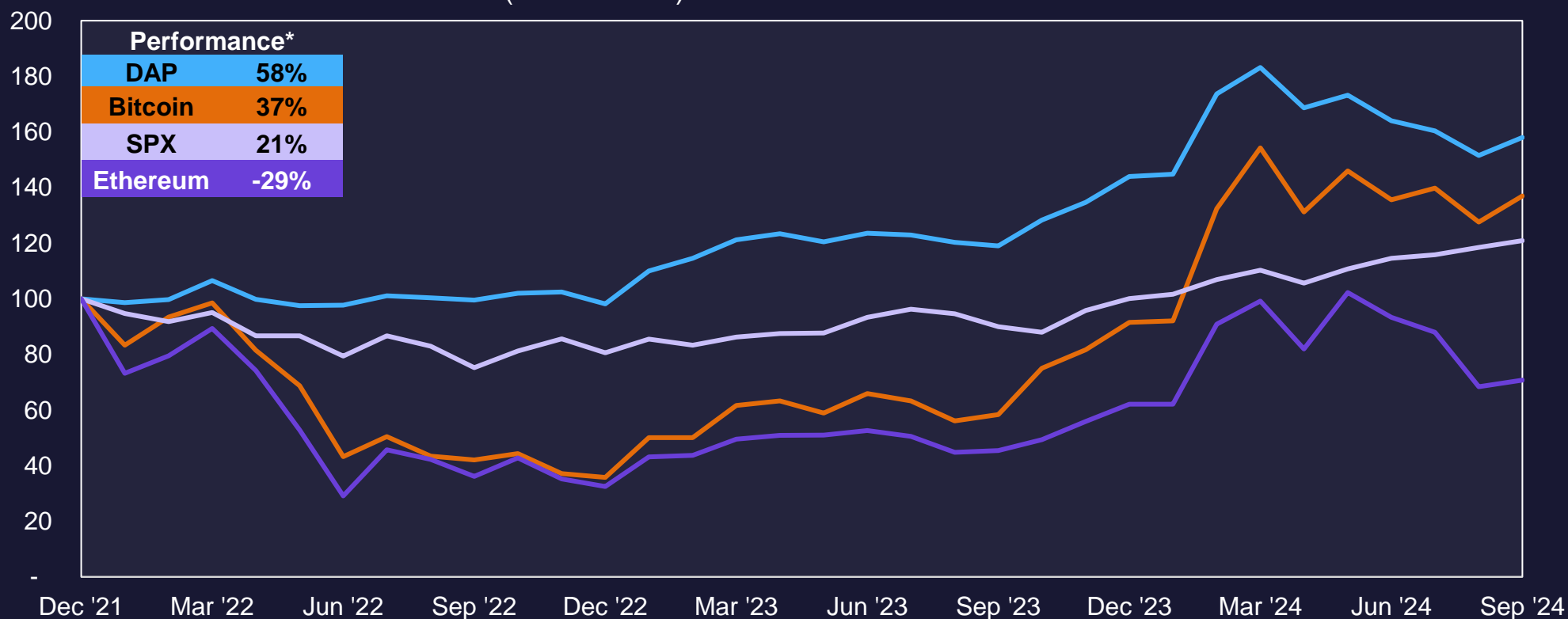
Source: [Coinbase 2023 Institutional Investor Digital Assets Outlook Survey](#), 3iQ, FS Insight (1) DAP returns for illustrative purposes only. Analysis based on data 3iQ obtained from Portfolio Managers. 3iQ QMAP Portfolios represent a hypothetical portfolio constructed by 3iQ. Performance data was provided by Portfolio Managers for their respective strategy and are net of 3iQ QMAP fees

\*Returns from Jan '22 through September '24

# DAP: Performance vs. Benchmarks

- 3iQ's Digital Access Portfolio would have outperformed Bitcoin, Ethereum, and the S&P 500 since January 2022, while earning a sharpe ratio of 0.69 (through Sept. 2024) and a max drawdown of 17.4%.

DAP (Net Returns) vs. Benchmarks Indexed to 100<sup>(1)</sup>



\*Returns from Jan '22 through September '24

Source: 3iQ, TradingView, FS Insight, (1) For illustrative purposes only. Analysis based on data 3iQ obtained from Portfolio Managers. 3iQ QMAP Portfolios represent a hypothetical portfolio constructed by 3iQ. Performance data was provided by Portfolio Managers for their respective strategy and are net of 3iQ QMAP fees

# DAP: Performance vs. Other Digital Asset Funds

- The CBOE EurekaHedge Crypto Hedge Fund Index (HFI) is an equally weighted index of 11 constituent digital asset funds. 3iQ's Digital Access Portfolio would have outperformed the HFI index by 38% since inception, displaying the potential success of 3iQ's investment philosophy and execution.

DAP (Net Returns)(1) vs. Digital Asset Hedge Fund Indices (Indexed to 100)

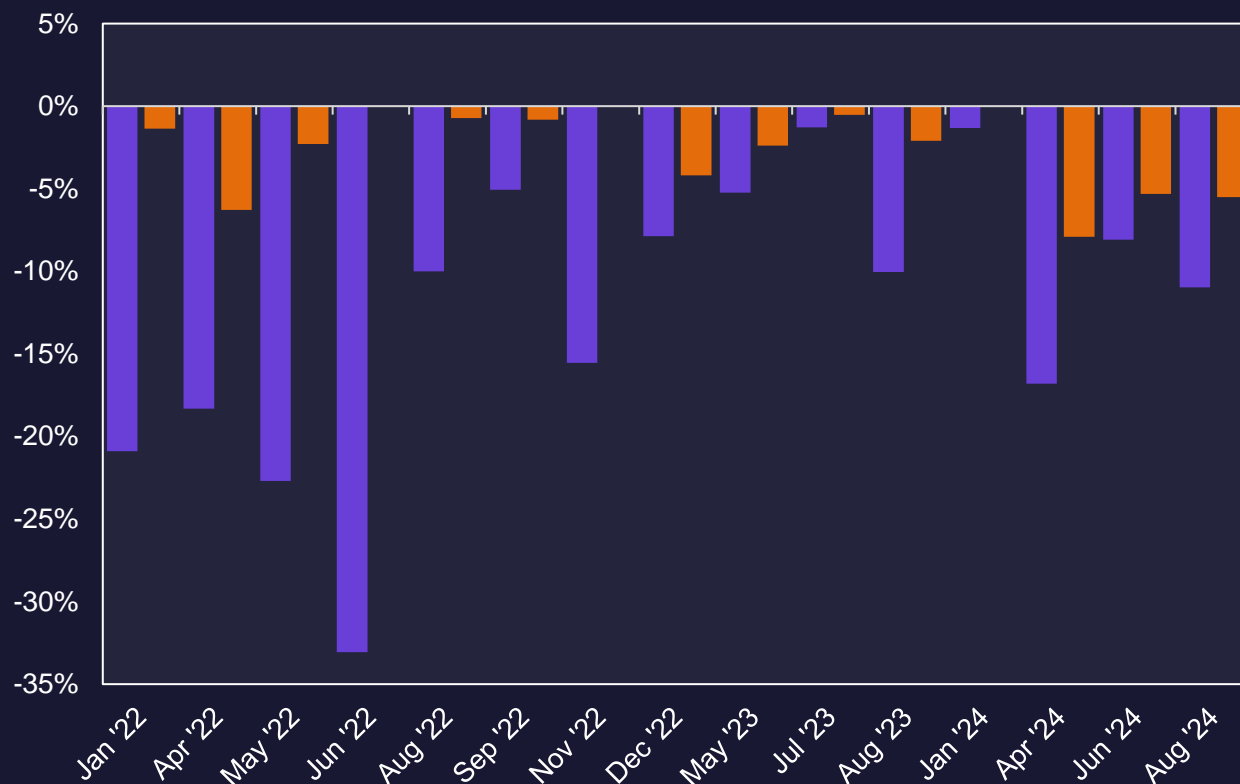


\*Returns from Jan '22 through September '24

# DAP: Managing Drawdowns

- Since DAP's illustrative inception, there have been 15 months in which the total digital asset market has displayed a monthly drawdown. 3iQ's DAP has outperformed in 100% of those instances in an impressive manner – on average, outperforming the market by 10%, with its largest monthly loss of 8% compared to market's 21%.

Monthly Drawdowns



Month	*Digital Assets Performance	DAP Performance <sup>(1)</sup>	DAP Relative Performance
Jan '22	-21%	-1%	20%
Apr '22	-18%	-6%	12%
May '22	-23%	-2%	20%
Jun '22	-33%	0%	33%
Aug '22	-10%	-1%	9%
Sep '22	-5%	-1%	4%
Nov '22	-16%	0%	16%
Dec '22	-8%	-4%	4%
May '23	-5%	-2%	3%
Jul '23	-1%	-1%	1%
Aug '23	-10%	-2%	8%
Jan '24	-1%	0%	1%
Apr '24	-17%	-8%	9%
Jun '24	-8%	-5%	3%
Aug '24	-11%	-6%	5%
<b>Average</b>			<b>10%</b>
<b>Median</b>			<b>8%</b>

Source: 3iQ, TradingView, FS Insight, (1) For illustrative purposes only. Analysis based on data 3iQ obtained from Portfolio Managers. 3iQ QMAP Portfolios represent a hypothetical portfolio constructed by 3iQ. Performance data was provided by Portfolio Managers for their respective strategy and are net of 3iQ QMAP fees

\* Measured by TradingView's Crypto Total Market Cap Index, which aggregates the market cap of over 125 assets.

# DAP: Illustrative Performance (Monthly)

2024	Jan '24	Feb '24	Mar '24	Apr '24	May '24	Jun '24	Jul '24	Aug '24	Sep '24	Oct '24	Nov '24	Dec '24	YTD
3iQ DAP <sup>(1)</sup>	1%	20%	6%	-8%	3%	-5%	-2%	-6%	4%				10%
Bitcoin	1%	44%	17%	-15%	11%	-7%	3%	-9%	7%				50%
Ethereum	0%	46%	9%	-17%	25%	-9%	1%	2%	2%				14%
SPX	2%	5%	3%	-4%	5%	3%	-6%	-22%	4%				21%
2023	Jan '23	Feb '23	Mar '23	Apr '23	May '23	Jun '23	Jul '23	Aug '23	Sep '23	Oct '23	Nov '23	Dec '23	YTD
3iQ DAP <sup>(1)</sup>	1%	20%	6%	-8%	3%	3%	-1%	-2%	-1%	8%	5%	7%	47%
Bitcoin	42%	-1%	21%	-2%	-4%	14%	-4%	-12%	6%	28%	12%	13%	163%
Ethereum	36%	1%	11%	0%	3%	3%	-4%	-13%	4%	10%	14%	12%	95%
SPX	6%	-3%	4%	2%	0%	6%	3%	-2%	-5%	-2%	9%	5%	24%
2022	Jan '22	Feb '22	Mar '22	Apr '22	May '22	Jun '22	Jul '22	Aug '22	Sep '22	Oct '22	Nov '22	Dec '22	2022
3iQ DAP <sup>(1)</sup>	-1%	1%	7%	-6%	-2%	0%	3%	-1%	-1%	3%	0%	-4%	-2%
Bitcoin	-19%	15%	5%	-19%	-20%	-36%	19%	-14%	-3%	6%	-17%	-2%	-65%
Ethereum	-26%	7%	17%	-20%	-34%	-41%	52%	-4%	-16%	20%	-19%	-6%	-68%
SPX	-6%	-3%	4%	-9%	0%	-9%	9%	-4%	-9%	7%	5%	-6%	21%

# DAP: Individual Fund Performance (Annual)

Portfolio	Strategy	2018	2019	2017	2020	2021	2022	2023	YTD*
3iQ BTC 25	Long Biased   Systematic Trading	-37%	99%	623%	122%	2%	-32%	109%	2%
3iQ ETH 25	Long Biased   Systematic Trading	-4%	-10%	2775%	250%	301%	-44%	78%	-21%
3iQ Digital Lending	Event Driven   Special Situations	6%	9%	22%	12%	12%	10%	13%	4%
3iQ Systematic Alpha	Long/Short   Technical	226%	57%	0%	152%	160%	17%	103%	4%
3iQ Multi-Factor	Long/Short   Multi-Strategy	209%	239%	0%	166%	186%	27%	55%	18%
3iQ Relative Value Arb	Relative Value   Arbitrage	0%	21%	0%	26%	45%	9%	15%	12%
3iQ Absolute Return	Long/Short   Multi-Strategy					103%	15%	13%	5%
3iQ All Weather	Quantitative   Multi-Strategy					90%	-14%	19%	-5%
3iQ Digital Alpha	Long Biased   Discretionary Trading						-41%	67%	49%
<b>Multi-Manager Model Portfolio</b>									
3iQ Digital Access <sup>(1)</sup>							-2%	47%	10%

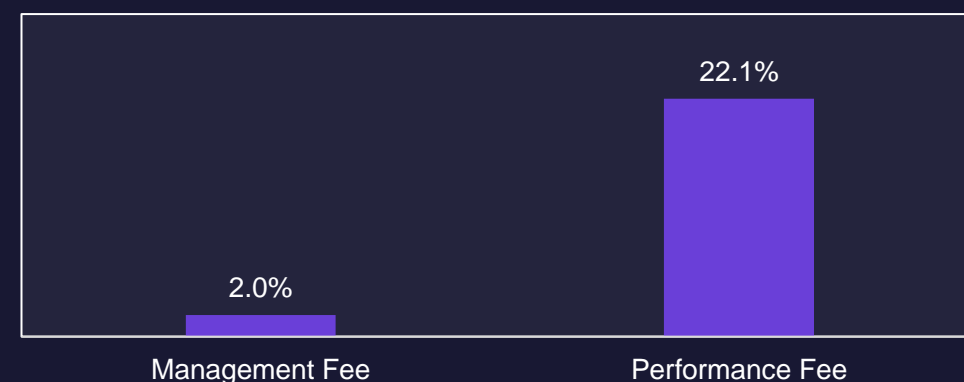
\*Returns from Jan '22 through September '24

# DAP: Fees & Liquidity

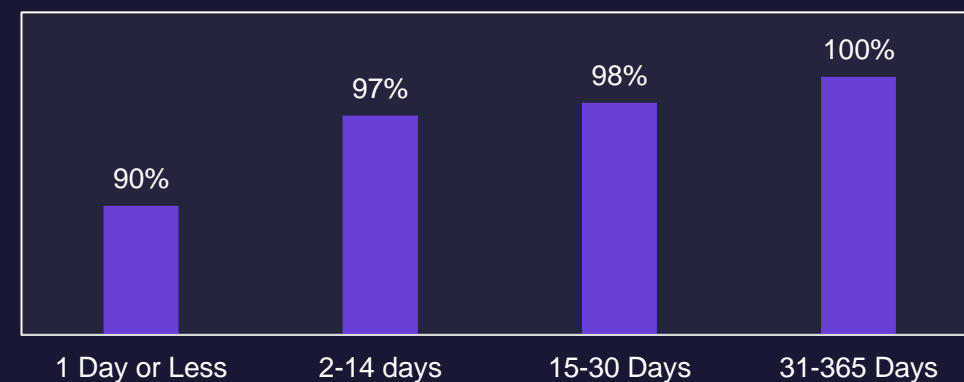
- 3iQ charges no platform fees to its QMAP clients, avoiding the double-layer of fees that many sell-side investment platforms charge. Each portfolio has a single management and performance fee that are pre-negotiated with managers. The overall portfolio is also designed to maintain an ample liquidity profile.

Portfolio	DAP Weight	Portfolio Fees		Liquidity (Days)			
		Mgmt.	Perf.	<=1	2-14	15-30	31-365
3iQ BTC 25	8.10%	2%	20%	100%	100%	100%	100%
3iQ ETH 25	7.60%	2%	20%	100%	100%	100%	100%
3iQ Digital Lending	8.90%	2%	25%	25%	90%	100%	100%
3iQ Systematic Alpha	6.90%	2%	20%	100%	100%	100%	100%
3iQ Multi-Factor	12.80%	2%	20%	100%	100%	100%	100%
3iQ Relative Value Arb	9.80%	2%	30%	100%	100%	100%	100%
3iQ Absolute Return	14.40%	2%	25%	100%	100%	100%	100%
3iQ All Weather	12.70%	2%	20%	100%	100%	100%	100%
3iQ Digital Alpha	18.80%	2%	20%	80%	90%	92%	100%
<b>DAP</b>		<b>2.0%</b>	<b>22.1%</b>	<b>90%</b>	<b>97%</b>	<b>98%</b>	<b>100%</b>

### DAP Weighted Fees



### DAP Weighted Liquidity Schedule





# DAP: Investment Terms

Investment Terms	
Fund	3iQ Investment Partners Series LLC
Series	3iQ Digital Access Portfolio (DAP) Series
Investment Manager	3iQ Digital Assets (US) Inc.
Platform Investment Minimum	\$250,000
Platform Management Fees <sup>(1)</sup>	0%
Platform Performance Fees <sup>(1)</sup>	0%
Subscription Currency	USD
Subscriptions	Monthly
Redemptions	Quarterly
Notice Period	30 Days
Lock-Up	None
Fund Administrator	NAV Consulting
Fund Auditor	BDO (Cayman)
Legal	Cott Law Group, P.C.
Bank	Wintrust Fund Group

# Risks

## Execution Risk

- Past performance is not indicative of future returns. 3iQ portfolios and their respective managers will likely need to adapt and evolve their own investment processes to maintain pace with any innovation in digital assets or major changes in market structure.
- Similarly, 3iQ's manager selection process must evolve to effectively source and vet new managers who may employ novel or proprietary techniques to value digital asset businesses and digital assets.

## Macroeconomic Risk

- Digital assets are still considered high-risk, and investment performance is strongly correlated to the macroeconomic backdrop.

## Regulatory Risk

- Shifts in government policy or regulatory agency stance could negatively impact digital assets, particularly smaller market cap assets. For example, new regulatory guidance from the Securities and Exchange Commission (SEC) around the securities classification of digital assets could force some assets to be registered as securities, which could further impact how and where digital assets are traded.

## Technological Risk

- There still exists sizeable technological risks in many novel digital asset projects. While diversification limits the impact of any isolated exploit, this remains a risk incurred by investors.

# Disclosures

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Neutral (N): The analyst expects the performance of his or her industry/sector coverage universe over the next 6-18 months to be in line with the relevant broad market benchmark, being the S&P 500 for North America.

Negative (-): The analyst expects his or her industry coverage universe over the next 6-18 months to underperform vs. the relevant broad market benchmark, being the S&P 500 for North America.

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