

Manager Comment and Outlook

The 3CC Global Crypto Fund concluded December with a modest decline of -2.14%, underperforming its benchmark, which recorded a smaller loss of 80 basis points. Despite this, the Fund has achieved an impressive cumulative return of 27.17% since inception. This performance is particularly noteworthy, considering the Fund's April launch prevented it from benefiting from the strong market rally during the first quarter.

In December, Bitcoin remained relatively stable, gaining +0.29%, while Ethereum posted a loss of -5.54% and Solana underperformed significantly, declining by -16% over the month. The Fund's top-performing asset was AAVE, which delivered impressive returns, rising from \$200 to \$315 by month-end, a 58% rise. This exceptional performance reinforces the strategic value of including AAVE in the portfolio. The Fund maintains an underweight position in Bitcoin relative to its benchmark (-4.33%), reflecting a deliberate strategy to capitalize on the anticipated "alt season" expected to unfold in the coming weeks. In alignment with this outlook, the Fund's second-largest overweight allocation is Solana, which emerged as one of the strongest performers in 2024. Although the month began strong for digital assets, with Bitcoin surging to \$108,000 ahead of the Federal Reserve's December meeting, optimism waned on December 18th, when the Fed announced a 25-basis-point interest rate reduction alongside unexpectedly hawkish guidance, signaling only two additional rate cuts in 2025. This shift in tone prompted a sharp retreat across risk assets, especially the digital asset market, with Bitcoin declining 15% from its peak and altcoins erasing most November gains. The Federal Reserve expressed concerns about inflation reacceleration, citing the U.S. economy's resilience as a potential driver of renewed price pressures. This stance reduced risk appetite, underscoring the ongoing tension between monetary policy adjustments and market expectations.

Since the launch of the Global Crypto Fund, 3 Comma Capital has consistently referred to 2024 as a "transformative year"—and it has indeed lived up to that expectation. The crypto industry experienced groundbreaking developments underscoring its integration into mainstream finance and technology. The market soared from \$1.5 to \$3.3 trillion, adding almost \$2 trillion! A historic milestone was the approval of multiple spot Bitcoin ETFs by the SEC, enabling funds like BlackRock's IBIT to amass significant assets under management, holding over 1 million bitcoins. Simultaneously, Bitcoin's fourth halving reduced mining rewards, reinforcing its deflationary model and sparking renewed interest in its long-term potential. Regulatory and political dynamics also played a crucial role. The resignation of SEC Chair Gary Gensler, coupled with Donald Trump's pro-crypto presidential campaign and subsequent victory, signaled a shift toward more crypto-friendly policies. Corporate strategies emphasized the industry's evolution, with MicroStrategy's addition to the Nasdaq, while significantly expanding its Bitcoin holdings. Tokenized real-world assets (RWAs) grew to \$13.6 billion in 2024, with 63% represented by private credit funds and 21% by on-chain money market funds, and are expected to surpass \$30 billion in 2025. We believe 2024 has established the groundwork for a new era in the industry – one that goes beyond speculation: nations and governments support crypto, useful apps offering superior products that solve real-world problems, and scalable, fast, and affordable blockchains. It feels like a new era for crypto, where the industry can build and innovate freely, backed by real progress and adoption.

As we reflect on 2024, our optimism for Ethereum has proven to be somewhat misplaced or maybe we were just early, as the asset faced persistent headwinds throughout the year. A recurring pattern emerged: during Bitcoin's rallies, Ethereum gained moderately, and during declines, Ethereum suffered disproportionately. This trend, consistently observed since the 2022 bear market bottom, became more pronounced after Bitcoin ETFs started trading. Even the much-anticipated launch of Ethereum ETFs failed to uplift ETH's performance. Apart from Ethereum's Layer 2 solutions reinforcing its role in decentralized finance and stablecoins, it seems to lack a compelling narrative to distinguish itself as an independent investment and its ecosystem has remained relatively subdued, with no significant resurgence in ICOs, innovative DeFi projects, NFT activity, or Web3 gaming advancements. Another important factor that has hindered alpha generation was our decision not to invest in Ripple (XRP), which now represents over 5% of the benchmark and achieved a December return of 15.79%. While XRP has a niche use case in facilitating cross-border payments, its appeal is diminished by significant regulatory uncertainty, concerns over centralization, limited adoption, and intense competition within the sector. These elements render XRP a less attractive investment compared to other digital assets with broader applications, stronger decentralized attributes, and clearer regulatory positions. We did not get it right on this one, but our conviction is still strong that better opportunities lie somewhere else. Collectively, these challenges, along with Ethereum's underperformance, have contributed to the Fund's current alpha of -10.24% relative to the benchmark.

The US economy is projected to maintain a modest growth rate of 2.3% through 2025 — a pace that aligns with potential but falls short of the growth achieved in 2024. This expansion rests primarily on two pillars: sustained consumer spending and recovering business investment. The biggest uncertainty is inflation. It will be interesting to monitor the impact on prices of policies like slashing red tape, relaxing taxation, increasing tariffs, and imposing restrictions on immigration. US exceptionalism will be put to the test but will easily overperform Europe, where weaknesses are everywhere. The ECB is expected to respond with a steady series of rate cuts — 100 basis points over the year — bringing borrowing costs closer to neutral. However, political uncertainty in major economies like France and Germany is significant, leaving room for unexpected economic disruptions.

Despite a robust 2024, where Bitcoin more than doubled in price (125%), digital assets are poised for steady growth in 2025, supported by macroeconomic and technological trends, but also evolving regulations, and user adoption. In a central scenario where market strategists forecast an average price target of 6700 for the S&P500, we see digital assets easily overperforming, with new all-time highs for Bitcoin, Ethereum, and Solana in Q1 and Q4.

3 Comma Capital thanks you for your continued trust and support and wishes you a wonderful and prosperous 2025.

Overview

Fund Objective

The fund's primary objective is to provide investors with a secure and simple regulated vehicle for accessing the most prominent Digital Assets based on market capitalization.

Investment Strategy

The Investment Manager will aim to exceed the performance of the market, as measured by the CF Ultra Cap 5 EUR Index, accessible on Bloomberg under the ticker “CFUCMWEU” (calculated and distributed by CF Benchmarks), by employing an active allocation strategy within the universe, limited to a maximum of 25%, and a maximum exposure off-benchmark capped at 10%, excluding cash holdings.

The fund will not use leverage or short selling.

Risk Factor

- 1
- 2
- 3
- 4
- 5
- 6
- 7

Investor Profile

This Fund caters to experienced investors with knowledge of complex financial instruments. Suitable for those seeking long-term capital appreciation (5+ years) in a new, high-risk asset class. Requires tolerance for share price fluctuations and potential capital loss.

Fund Details

Investment Manager	3 Comma Capital SCR, S.A.
Inception Date	Share Class A: April 11th, 2024 Share Class B: April 22nd, 2024
Domicile	Portugal
Fund Custodians	Digital Assets: Gemini Trust Company, LLC FIAT: Bison Bank
Fund Base Currency	EUR
Fund Size (million)	1M
Number of Holdings	4
Benchmark	CF Ultra Cap 5 EUR Index
Unit Pricing	Daily
Unit Price	Share Class A: 1,255.94 EUR Share Class B: 1,321.71 EUR

Fees & Expenses

Management Fees	Share Class A: 1.00% p.a. Share Class B: 1.50% p.a.
Performance Fee	20%
Custodian Fees	0.20% p.a.
Supervisory Fee	0.0026% monthly Min. 200 EUR - Max. 20,000 EUR

Purchase Details

Min. Initial Subscription:	Share Class A: €500,000.00 EUR Share Class B: €100,000.00 EUR
Entry Costs	0%
Subscriptions	Daily   Cut off time: 11 a.m. London time
Redemptions	Daily   Cut off time: 11 a.m. London time

For all withdrawals initiated within the first six months following the initial subscription, a 1.5% early exit fee will be incurred

Codes

ISIN	Share Class A: PT3CMCHM0004 Share Class B: PT3CMDHM0003
Bloomberg	Share Class A: 3CCGCF A PL Share Class B: 3CCGCF B PL
Lipper	Share Class A: 68806268 Share Class B: 68806269

## Fund Performance

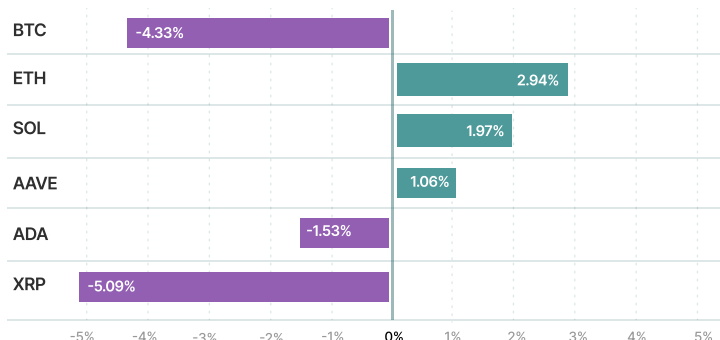
Return (%)	Global Crypto Fund	Ultra Cap 5 EUR Index
1 Month	-2.14%	-0.80%
3 Months	50.75%	61.00%
6 Months	37.70%	50.42%
Year to Date	-	118.95%
Since Inception*	25.69%	247.23%



## Monthly Returns

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec
Global Crypto Fund	-	-	-	-12.9%*	14.07%	-8.24%	4.06%	-17.32%	6.02%	9.28%	40.97%	-2.14%
CF Ultra Cap 5 EUR index	1.41%	46.02%	11.88%	-15.62%	13.73%	-8.45%	5.47%	-16.78%	6.45%	10.57%	46.78%	-0.80%

## Active Allocation



## Asset Allocation

Bitcoin	69.37%	
Ethereum	17.67%	
Solana	6.92%	
Cash	4.98%	
Aave	1.06%	

## Positioning

Assets	Positioning	1M Return
Bitcoin	Underweight	0.29%
Ethereum	Overweight	-5.54%
Solana	Overweight	-16.19%
Aave	Overweight	58.41%
Cardano	Underweight	-18.53%
Ripple	Underweight	15.79%
Cash	Underweight	n/a

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\*Fund Inception: April 11, 2024

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3 Comma Capital SCR, S.A. is a Portuguese regulated venture capital company, registered with CMVM authorization number 182126 and VAT number 516 965 476. Share Capital 125.000 Euros. 3 Comma Capital SCR, S.A. is the Investment Manager for the Global Crypto Fund (GCF) (CMVM Fund Authorization Number 1988). 3 Comma Capital SCR, S.A. is the Responsible Entity and the issuer of shares for the Global Crypto Fund. The KIID and the Fund's Prospectus are available at <https://3commacapital.com> and should be considered prior to investing. This information is general in nature and does not consider any person's individual objectives, financial situation, or needs. In deciding whether to invest in the Global Crypto Fund and before investing, investors should read the KIID and Prospectus, and with the assistance of a financial adviser, consider if the investment is appropriate for their circumstances. Past performance is not indicative of future returns.