



Dorset Fund



September 2017

Corporate Overview

Spartan, established in 2006, is a Toronto-based investment management company that specializes in niche investment strategies managed by experienced investment managers with proven track records. Spartan's infrastructure adheres to institutional standards with independent risk management and compliance, and well-known third party service providers. This allows our investment management teams to focus on investing and provides investors with the comfort that their money is being managed to the same standard as larger funds.

Fund Overview, Objectives and Strategy

Dorset is a quantitative CTA. The Fund's objectives are to generate consistent capital appreciation, to have a low correlation with traditional asset classes and to serve as a vehicle for sophisticated investors to diversify their portfolio. The principle strategies employed by the Fund are equity index arbitrage and volatility arbitrage. Dorset intends to capture short and mid-term market inefficiencies, which will be identified utilizing quantitative and behavior analysis, as well as proprietary models and sentiment and technical indicators to identify which instruments offer the best investment opportunities. The Fund trades futures and options on futures on global equity indices, as well as highly liquid commodities, such as gold and crude oil. Dorset's Portfolio Manager, Huakun Ding, holds a Masters in Mathematics from Memorial University and a Masters in Mathematical Finance from the University of British Columbia.

Monthly Performance

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year	Barclay BTOP50 Index	S&P 500
2017	-0.07%	-6.22%	+7.09%	+4.73%	+0.55%	+1.14%	+0.67%	+2.27%	-0.39%				+9.61%	-4.34%	+12.53%
2016	+2.82%	+0.51%	-1.70%	+4.06%	+2.74%	-1.05%	-0.07%	+0.32%	+0.69%	+1.07%	+1.17%	+1.29%	+12.33%	-4.45%	+9.54%
2015	-0.69%	+4.16%	+6.27%	+1.22%	-0.70%	-0.86%	+2.59%	-7.40%	+9.61%	+0.52%	+0.94%	+1.39%	+17.32%	-0.92%	-0.73%
2014	-0.20%	-0.61%	+3.48%	+1.22%	+0.87%	+0.06%	-1.78%	+1.58%	+5.17%	-10.90%	+0.19%	+8.63%	+6.73%	+12.34%	+11.39%
2013											+2.07%	+2.76%	+4.89%	+1.90%	+5.23%

'e' refers to estimated returns, as opposed to final returns. The estimated returns for the current month are included in the calculation of all other returns and statistics. Commencing January 2017 the Fund started trading using up to 2 times leverage.

Statistics

	Dorset	Barclay BTOP50 Index	S&P 500
Cumulative Return (since inception)	61.71%	3.66%	43.43%
Annualized Compound Return	13.06%	0.92%	9.65%
Sharpe Ratio	1.07	0.13	1.00
Avg. Monthly Gain	2.54%	1.69%	2.27%
Avg. Monthly Loss	-2.33%	-1.57%	-2.02%
Max. Drawdown	10.90%	14.08%	8.89%
Annualized Std. Deviation	12.23%	6.91%	9.62%
% of Winning Months	70.21%	51.06%	65.96%
Correlation to Dorset		0.12	-0.10

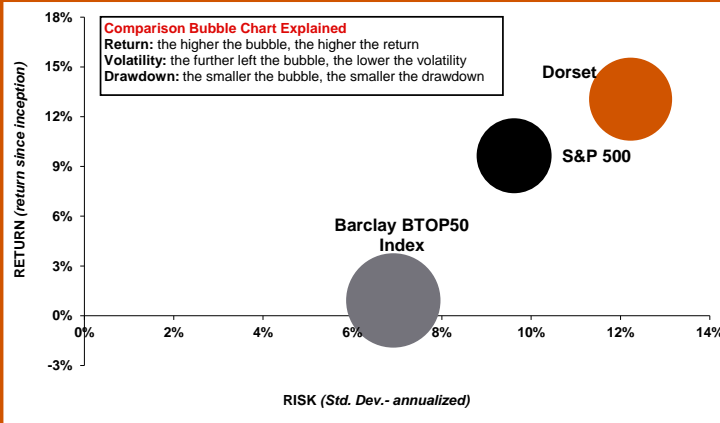
Fund Information

RSP Eligible?	No
Min. Invest./Subsequent US\$	100,000/50,000
Invest/Redeem Frequency	Monthly
Lock-up Period	None
Early Redemption Fee	None
Redemption Notice	15 days
Management Fee	2%
Performance Fee	20%
Highwater Mark	Yes, no resets

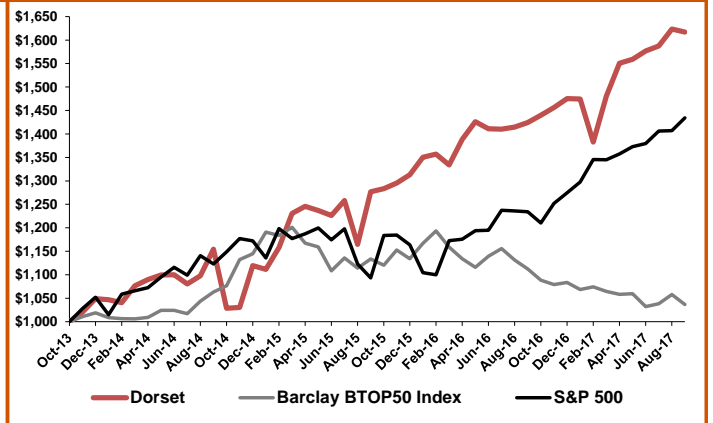
Service Providers

Fund Manager	Spartan Fund Management Inc.
Advisor	Goldenwise Capital Management
Prime Broker	Interactive Brokers
Administrator	Spartan (Cayman) Ltd.

Risk-Return Comparison



Growth of \$1,000



Commentary

September was in general a quiet month in terms of the S&P 500 trajectory with the S&P 500 continuing to break to new highs. One of the concerns in the marketplace stemmed from geopolitical tensions between North Korean and the U.S. The market seems to get used to the constant fights between the leaders of both countries. Historically speaking, September and October markets tend to be more volatile than what we had experienced in the past month.

Apart from a couple of jumps of VIX in the beginning of the month, it essentially

decreased linearly. We are seeing below 10 readings in the VIX quite a few times again. This is an indication that the market is extremely complacent.

We have been on the cautious side most of the month and with slight long volatility exposure in the end of month. Our model has suggested that some discrepancies among different signals suggesting that the current low vol may not be as sustainable. The model will closely monitor how the market condition evolves.

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