



# ELEVENFUND

Spartan  
Fund Management

March 2021

## Spartan 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

ElevenFund is a short term momentum fund focused on the Canadian equity market. ElevenFund targets superior risk-adjusted returns compared to the TSX, as measured by the Sharpe and MAR ('gain-to-pain') ratios. We expect to outperform the TSX in neutral-to-down markets and to capture a significant portion of the gains in strong up markets, with lower volatility and with smaller drawdowns than the TSX. The Fund places significant emphasis on liquidity, capital preservation and on crystallizing open profit positions. The Fund uses no leverage and does not invest in private securities.

## Monthly Performance

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year	TSX
2021	+2.06%	+6.35%	-3.28%e										+4.98%e	+7.27%
2020	-2.22%	-4.45%	-10.42%	+6.93%	+4.01%	+1.88%	+4.10%	+2.24%	+0.22%	+0.37%	+4.52%	+6.16%	+12.66%	+2.17%
2019	+4.61%	-0.47%	+0.45%	+1.17%	-4.68%	+0.93%	-1.42%	-1.40%	+0.11%	-1.11%	+0.38%	+1.31%	-0.38%	+19.13%
2018	-1.08%	-2.95%	-0.16%	+2.12%	+2.07%	-0.11%	+0.23%	-1.15%	-0.78%	-4.89%	+0.90%	-4.81%	-10.38%	-11.64%
2017	+0.96%	-0.54%	+1.09%	+0.05%	-1.02%	-0.78%	-0.50%	-0.47%	+2.40%	-0.07%	+0.83%	+1.44%	+3.37%	+6.03%
2016	-1.96%	+2.45%	+3.04%	+3.50%	+2.02%	-0.01%	+3.21%	-1.74%	+0.30%	-1.68%	+1.40%	+1.38%	+12.33%	+17.51%
2015	+1.21%	+1.65%	-0.75%	+0.98%	-0.89%	-3.06%	-2.49%	-3.97%	-2.51%	+3.32%	-0.85%	-1.89%	-9.11%	-11.09%
2014	+0.80%	+1.97%	+1.47%	+0.18%	-0.40%	+1.86%	+1.35%	+3.89%	-2.14%	-2.92%	+0.85%	-0.50%	+6.40%	+7.42%
2013	+1.72%	+0.74%	-0.13%	-1.45%	+1.38%	-1.63%	+1.00%	+0.55%	+0.67%	+2.06%	+0.97%	+0.63%	+6.64%	+9.55%
2012	+2.81%	+2.95%	+0.02%	-0.73%	-3.45%	+0.80%	+0.02%	+1.44%	+2.85%	+0.83%	-0.66%	+0.82%	+7.76%	+4.00%
2011											+0.31%	+7.06%	+7.39%	-2.42%

'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.

## Statistics

Cumulative Return (since inception) 46.33%  
 Annualized Compound Return 4.13%  
 Sharpe Ratio 0.47  
 Avg. Monthly Gain 1.86%  
 Avg. Monthly Loss -1.88%  
 Max. Drawdown 25.29%  
 Annualized Std. Deviation 8.79%  
 % of Winning Months 60.18%  
 Correlation 0.79

**ElevenFund** 46.33%  
 4.13%  
 0.47  
 1.86%  
 -1.88%  
 25.29%  
 8.79%  
 60.18%  
 0.79

**TSX** 52.63%  
 4.59%  
 0.40  
 2.11%  
 -2.64%  
 22.75%  
 11.53%  
 64.60%

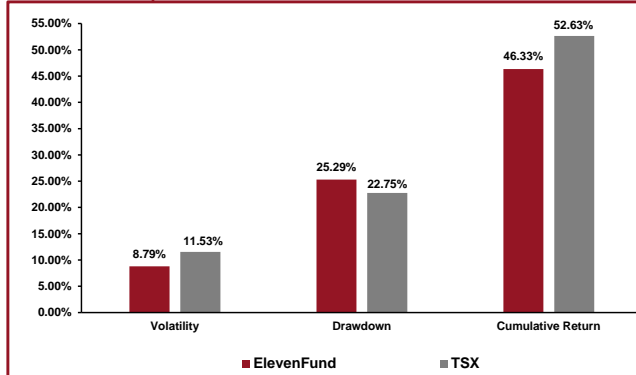
## Fund Information

RSP Eligible? Yes  
 Min. Investment C\$25,000  
 Invest/Redeem Frequency Monthly  
 Lock-up Period None  
 Early Redemption Fee None  
 Redemption Notice 7 days  
 'A' Class Fees (SPA400) 2% + 20%  
 'F' Class Fees (SPA410) 1% + 20%  
 Highwater Mark Yes, no resets

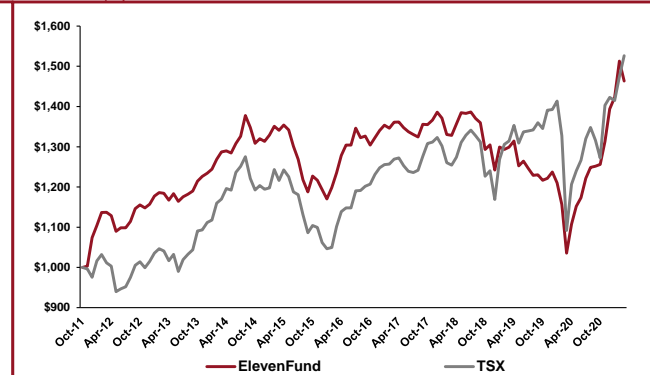
## Service Providers

Advisor Spartan Fund Management Inc.  
 Prime Broker CIBC  
 Auditor Deloitte LLP  
 Administrator SGGG Fund Services  
 Legal Counsel McMillan LLP

## Risk-Return Comparison



## Growth of \$1,000



## Commentary

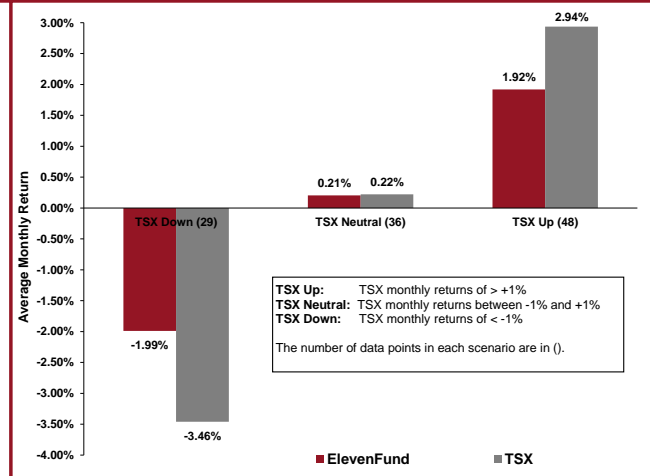
After posting 11 straight profitable months, a breather was inevitable as ElevenFund was -3.28%e in March. Despite the giveback, the Fund is still +41.30%e over the past 12 months. Since inception, ElevenFund has now returned +46.33%e.

A trader's worst nightmare occurred in March. We were sitting in a very good position at the end of February with our core positions and 50% cash levels. But what worried us was a pullback/correction in the market, so we put on a small short position on the overall market to protect our core positions. This is pretty standard stuff, not too risky - neutralizing market downside so that even if the market rose, our core portfolio would have neutralized the short on the market.

But then the trader's nightmare - the short went up but our key core holding (which we continue to like so we remain long) went down as the company raised money at a discount and the deal didn't close until the last day of the month so our long got marked down pretty significantly. On the positive side we believe this will reverse in April and we are optimistic that we will make it back. Otherwise, we traded our cash position well again in March and monetized our profits.

As for April, it is generally not a dangerous month and usually the best month of the 2nd quarter. However, we continue to believe in a pullback/correction at current market valuations. First quarter earnings will be released this month and they are the first quarter where prior year results include the pandemic shutdown so we are expecting some negativity and volatility. As always, being in a fairly neutral position, we are looking to continue to manage our cash well and profit from the volatility.

## Up-Neutral-Down Chart



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The above returns are net of management and performance fees for the 'A' series of units, but do not take into account early redemption fees if investments are held less than 1 year. Please review the most recent offering memorandum for a detailed description of the Fund's strategy, objectives and risk factors. The above is provided for informational purposes only and is qualified in its entirety by way of the most recent offering memorandum, which is only available to qualified investors. Prospective investors should consult with a professional financial advisor before investing. Past performance cannot predict future results. Share value and yields will fluctuate. There can be no assurances that any of the Fund's objectives will be met. See Terms and Conditions of our website ([www.spartanfunds.ca](http://www.spartanfunds.ca)) for important information and qualifications regarding the use of benchmarking and indices. The index above was chosen as it is a widely used benchmark of the Canadian equity market. While the Fund uses this index for long-term performance comparisons, it is not managed relative to the composition of the index. There are differences which include security holdings, geographic and sector allocation which impact comparability. As a result, the Fund may experience periods when its performance differs materially from the index.