CV CB Digital Alpha Portfolio (USD)
Report Q2 2026

FALCOM | CV VC | Crossbow Partners Experience & Discipline

Target

Generate alpha in the digital asset space. Typically, this alpha is higher in young, inefficient markets. Directional exposure (beta) is limited.

Concept

The portfolio invests primarily in funds that are mainly active in various arbitrage and market-neutral strategies in the area of liquid digital investments. The strategies have a low correlation to digital currencies.

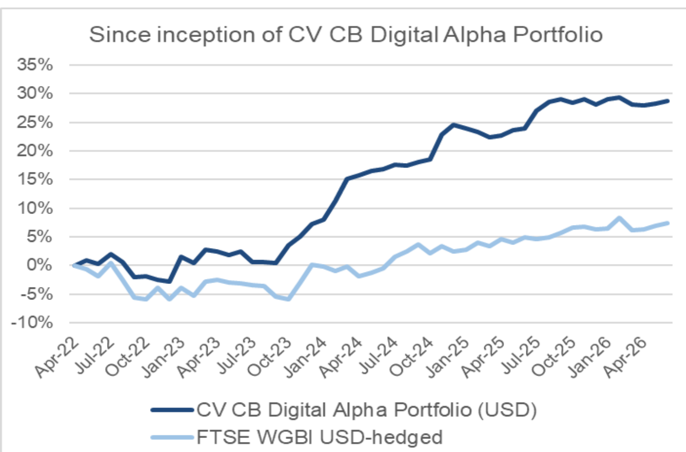
Mission

For investors who wish to profit from the alpha in a relatively new market. The alpha in such new markets should be higher than in traditional markets. However, the markets may also prove to be riskier.

How this has worked so far

	Return				Risk: Volatility		Risk: Max. loss	
	Q2 2026	YTD 2026	3 years	5 years	3 years	5 years	3 years	5 years
CV CB Digital Alpha Portfolio (USD)	**0.49%**	**0.51%**	**7.93%**	**6.26%**	**4.30%**	**5.55%**	**-1.89%**	**-6.65%**
USD 3M SOFR + 300bps (USD)	1.66%	3.38%	7.92%	6.70%	0.18%	0.55%	0.00%	0.00%
FTSE WGBI USD-hedged	1.09%	0.95%	3.50%	-0.09%	4.07%	5.02%	-2.91%	-14.10%

Attractive alternative to fixed income



Low correlation to fixed income and equities

		1	2	3	4
1	CV CB Digital Alpha Portfolio (USD)	1.00	0.70	0.43	0.48
2	Bitcoin (USD)	0.70	1.00	0.30	0.50
3	FTSE WGBI USD-hedged	0.43	0.30	1.00	0.67
4	MSCI World TR Index (USD)	0.48	0.50	0.67	1.00

The portfolio has moderate or low correlation to Bitcoin, bonds, and equities.

Comment 2nd quarter 2026

Digital assets experienced a challenging second quarter as geopolitical uncertainty, hawkish monetary policy expectations, and significant ETF outflows weighed on market sentiment. Liquidity softened as leverage declined and institutional demand moderated, contributing to weaker price performance across the sector. Nevertheless, the quarter also highlighted continued progress in the institutional adoption of digital assets. Leading financial institutions continued to expand digital asset infrastructure, while tokenized real-world assets gained further traction. These developments reinforce the sector's long-term structural growth despite a weaker near-term market environment.

The Portfolio was slightly positive for the quarter, while broader digital asset markets declined sharply (Bitcoin -14.0%). The market neutral funds were all positive, although funding rates remained subdued, term futures basis stayed compressed, and trading volumes softened during the quarter. The systematic trend-following fund was the only detractor, although the impact was limited, as trend reversals during the period proved detrimental to the strategy.