

CRYPTO FUND RESEARCH

Q2 2025 Crypto Fund Quarterly Report

Performance benchmarks, strategy analysis, industry demographics, AUM trends, and the crypto fund industry.

Period: April – June 2025

Published by: Crypto Fund Research

Website: cryptofundresearch.com



Table of Contents

1. Market Overview

- CFR Crypto Fund Index vs. Bitcoin
- Growth of \$1,000 Since Inception
- Monthly Returns Heatmap

2. Performance by Strategy

- Q2 2025 Performance by Fund Strategy
- Year-to-Date Cumulative Returns
- Return Distribution — Quartile Spread

3. Industry Demographics

- Fund Launches vs. Closures
- Cumulative Crypto Fund AUM
- Crypto Funds by Type
- Crypto Funds by Region
- Fee Structure by Strategy

4. Risk-Adjusted Performance

- Risk Metrics Table
- Beta to Bitcoin by Strategy

5. Methodology & Disclaimers

1. Market Overview

+10.9%

CFR INDEX Q2 2025

+29.8%

BITCOIN Q2 2025

\$93.4B

INDUSTRY AUM

870

ACTIVE FUNDS

CFR Crypto Fund Index vs. Bitcoin

Monthly returns for Q2 2025

-10% -4% 2% 8% 14% 20% 4.5% 14.1% Apr '25 6.5% 11.1% May '25 -0.4% 2.4% Jun '25 CFR Index Bitcoin

The CFR Crypto Fund Index returned +10.9% in Q2 2025, underperforming Bitcoin's +29.8% return by 18.9 percentage points. May was the strongest month for the index at +6.5%, while June saw the most modest performance at -0.4%.

Source: Crypto Fund Research. CFR Crypto Fund Index methodology at cryptofundresearch.com/cfr-crypto-fund-index/

CFR Crypto Fund Index vs. Bitcoin — Growth of \$1,000

December 2016 – June 2025

\$0 \$24,000 \$48,000 \$72,000 \$96,000 \$120,000 \$106,281 \$111,166 Dec-16 May-18 Oct-19 Mar-21 Aug-22 Jan-24 Jun-25 Jun-25 CFR Index Bitcoin

Since inception in January 2017, a \$1,000 investment in the CFR Crypto Fund Index would have grown to approximately \$106,281 by the end of Q2 2025, representing a cumulative return of +10,528%. Over the same period, a \$1,000 investment in Bitcoin would have grown to \$111,166 (+11,017%).

Source: Crypto Fund Research

Monthly Returns Heatmap — Q2 2025

Average net-of-fees returns by strategy and month

Strategy	Apr	May	Jun	Q2 2025
Fund of Funds	+3.4%	+2%	+0%	+5.4%
Algorithmic/Quant	+0.9%	+2.8%	-0.5%	+3.2%
Long Only	+6.9%	+13.2%	-0.6%	+20.4%
Venture/ICO	+0%	+0%	+0%	+0%
Multi-Strategy/Other	+7.7%	+9.4%	+0.7%	+18.6%
Index/Tracker	+10%	+16.1%	+3.8%	+32.6%
CFR Index	+4.5%	+6.5%	-0.4%	+10.9%
Bitcoin	+14.1%	+11.1%	+2.4%	+29.8%

Index/Tracker led all strategies in Q2 2025 with a total return of +32.6%, while Venture/ICO posted the lowest return at +0%. Across all strategies, May was the strongest month of the quarter.

Source: Crypto Fund Research

2. Performance by Strategy

Q2 2025 Performance by Fund Strategy

Average quarterly return by strategy vs. Bitcoin benchmark

0% 8% 16% 24% 32% 40% 32.6% Index/Tracker 20.4% Long Only 18.6% Multi-Strategy/Other 5.4% Fund of Funds 3.2% Algorithmic/Quant 0% Venture/ICO 29.8% Bitcoin Q2 2025 Return

Index/Tracker funds were the top-performing strategy in Q2 2025 with an average return of +32.6%. Venture/ICO funds posted the most modest returns at +0%. The index's +10.9% return in Q2 2025 was up from -14.1% in Q1 2025.

Source: Crypto Fund Research

2025 Year-to-Date Cumulative Returns by Strategy

Growth of \$100 invested January 1, 2025

\$70\$78\$86\$94\$102\$110\$95\$94\$97\$94\$100\$96\$104
 JanFebMarAprMayJunJunCFR IndexFund of Funds
 Algorithmic/QuantLong OnlyVenture/ICOMulti-Strategy/OtherIndex/Tracker

Through June 2025, Index/Tracker funds delivered the strongest year-to-date return at +3.7%, followed by the CFR Index at -4.7%. Fund of Funds funds trailed at -6.5% YTD.

Source: Crypto Fund Research

Q2 2025 Return Distribution — Quartile Spread

Top quartile, median, and bottom quartile returns by strategy

0%2%4%6%8%10%0.3%0.2%0%Multi-Strategy/Other0.3%0.2%0.2%Long Only0.5%0.4%0.2%
 Index/Tracker0.1%0%0%Algorithmic/Quant0.1%0%0%Fund of FundsTop QuartileMedianBottom Quartile

Return dispersion in Q2 2025 was widest among Multi-Strategy/Other funds, where top-quartile performers gained 0.3% while bottom-quartile funds returned 0% — a spread of 0.3 percentage points. Long Only funds showed the tightest clustering with a spread of just 0.1 points, indicating more consistent returns across the category.

Source: Crypto Fund Research

3. Industry Demographics

Cumulative Crypto Fund AUM

Estimated total assets under management, billions USD

\$0B\$24B\$48B\$72B\$96B\$120B\$93B
 Q1 2017Q3 2018Q1 2020Q3 2021Q1 2023Q3 2024Q1 2026Q1 2026
 Industry AUM (\$B)

Crypto fund industry AUM stood at an estimated \$93.4B at the end of Q2 2025, down 6.4% from \$99.9B in Q1 2025. Industry AUM peaked at \$101.5B in Q1 2025.

Source: Crypto Fund Research

Crypto Funds by Type

Distribution of funds across primary categories, Q2 2025

Hedge Fund (50.6%) Venture Capital (45.8%) Private Equity / Other (3.6%)

Of the 871 crypto funds tracked in Q2 2025, Hedge Fund make up 50.6% (441 funds). Venture Capital make up 45.8% (399 funds), Private Equity / Other make up 3.6% (31 funds).

Source: Crypto Fund Research

Crypto Funds by Region

Primary office location, Q2 2025

North America (51.8%) Europe (21.3%) Asia (18.7%) Offshore (4.5%) Middle East (2.2%) Other (1.5%)

As of Q2 2025, crypto funds are distributed across: North America (51.8%), Europe (21.3%), Asia (18.7%), Offshore (4.5%), Middle East (2.2%). About 4.5% of funds are based exclusively offshore.

Source: Crypto Fund Research

Average Fee Structure by Strategy

Management and performance fees, Q2 2025

Management Fee Performance Fee Algorithmic/Quant 1.90% 23.38% Long Only 2.40% 19.62% Venture/ICO 2.00% 22.50% Multi-Strategy/Other 2.11% 21.03% Index/Tracker 2.02% 20.00% Strategy 0.00% 0.00% Fund of Funds 0.00% 0.00% Algorithmic/Quant 0.00% 0.00%

The average crypto fund in Q2 2025 charges a 1.30% management fee and 13.32% performance fee. Long Only funds charge the highest management fees at 2.40%, while Algorithmic/Quant funds charge the highest performance fees at 23.38%.

Source: Crypto Fund Research

4. Risk-Adjusted Performance

On a risk-adjusted basis through Q2 2025, Algorithmic/Quant funds have the highest Sharpe ratio at 2.51. Since-inception metrics reflect performance from January 2017 through June 2025.

Metric	Fund of Funds	Algorithmic/Quant	Long Only	Venture/ICO	Multi-Strategy/Other	Index/Tracker	All Funds
Annualized Return	70.9%	82.3%	431.1%	49.9%	1,357.5%	60.6%	528.0%
Sharpe Ratio	1.47	2.51	1.05	1.23	1.93	0.67	1.86
Sortino Ratio	85.73	9.74	6.53	5.33	34.19	1.89	21.63
Beta (to BTC)	0.32	0.27	0.76	0.64	0.45	0.93	0.46
Max Drawdown	-30.7%	-29.4%	-59.2%	-71.8%	-33.5%	-73.5%	-53.9%
Correlation (to BTC)	0.54	0.33	0.73	0.43	0.54	0.76	0.51
Std Dev (Annualized)	37.5%	28.7%	63.7%	56.8%	44.7%	65.9%	44.3%
Skewness	0.41	1.05	0.58	1.84	0.78	0.95	0.86

Beta to Bitcoin by Fund Strategy

Since inception, higher = more correlated to BTC

Fund of Funds 0.32 Algorithmic/Quant 0.27 Long Only 0.76 Venture/ICO 0.64 Multi-Strategy/Other 0.45
Index/Tracker 0.93 All Funds 0.46

Index/Tracker funds have the highest beta to Bitcoin at 0.93, followed by Long Only at 0.76, meaning their returns most closely track Bitcoin's movements. Algorithmic/Quant funds have the lowest beta at 0.27, indicating returns that are least correlated with Bitcoin price swings.

Source: Crypto Fund Research

5. Methodology & Disclaimers

About the CFR Crypto Fund Index: The CFR Crypto Fund Index is an equal-weighted composite of crypto funds that report monthly performance data to Crypto Fund Research. The index base value is 1,000 as of December 2016. The index is not investable and is provided for benchmarking purposes only.

Data Sources: All data is sourced from Crypto Fund Research's proprietary database. Performance data is reported voluntarily by participating funds. Fund demographics, geography, and team data come from the Crypto Fund List. Risk metrics are calculated using monthly returns since inception.

Disclaimer: This report is for informational purposes only and does not constitute investment advice. Past performance is not indicative of future results. Crypto Fund Research makes no representation or warranty as to the accuracy or completeness of the information contained herein.

For more information, visit cryptofundresearch.com or contact us at info@cryptofundresearch.com.

© 2025 Crypto Fund Research. All rights reserved.