

IURP XQGHUO\LQJ LQYHV

7KH LQYHVWPHQW VHHNV ORQJ WHUP FDSLWDO JURZWK
7KH IXQG LQYHVWV DW OHDVV RI LWV QHW DVVHWV LQ
LQYHVWPHQWV RI LVVXHUV ORFDWHG RXWVLGH WKH 8 6 LQFOXGLQJ
WKRVLH LQ HPHUJLQJ PDUNHWV ,W LQYHVWV SUHGRPLQDQWO\ LQ HTXLW\
VHFXULWLHV SULPDULO\ WR SUHGRPLQDQWO\ LQ FRPPRQ VWRFN
:KLOH WKHUH DUH QR VHW SHUFHQWDJH WDUJHWV WKH IXQG LQYHVWV
SUHGRPLQDQWO\ LQ ODUJH WR PLG FDSLWDOLJDWLRQ FRPSDQLHV DQG
PD\ LQYHVW D SRUWLRQ LQ VPDOO FDSLWDOLJDWLRQ FRPSDQLHV 7KH
IXQG DOVR LQYHVWV LQ \$PHULFDQ (XURSHDQ DQG *OREDO
'HSRVLWDU\ 5HFHLSWV ,W PD\ KDYH VLJQLILFDQW SRVLWLRQV LQ
SDUWLFXODU FRXQWULHV RU VHFWRUV

)RUHLJQ ODUJH YDOXH SRUWIROLRV LQYHVW PDLQO\ LQ ELJ LQWHUQDWLRQDO
VWRFNV WKDW DUH OHVV H[SHQVLYH RU JURZLQJ PRUH VORZO\ WKDQ
RWKHU ODUJH FDS VWRFNV 0RVW RI WKHVV SRUWIROLRV GLYLGH WKHLU
DVVHWV DPRQJ D GRJHQ RU PRUH GHYHORSHG PDUNHWV LQFOXGLQJ
-DSDQ %ULWDLQ)UDQFH DQG *HUPDQ\ 7KHVV SRUWIROLRV
SULPDULO\ LQYHVW LQ VWRFNV WKDW KDYH PDUNHW FDSV LQ WKH WRS
RI HDFK HFRQRPLFDOO\ LQWHJUDWHG PDUNHW VXFK DV (XURSH
RU \$VLD H[-DSDQ 9DOXH LV GHILQHG EDVHG RQ ORZ YDOXDWLRQV
ORZ SULFH UDWLRV DQG KLJK GLYLGHQG \LHOGV DQG VORZ JURZWK
ORZ JURZWK UDWHV IRU HDUQLQJV VDOHV ERRN YDOXH DQG FDVK
IORZ 7KHVV SRUWIROLRV W\SLFDOO\ ZLOO KDYH OHVV WKDQ RI
DVVHWV LQYHVWHG LQ 8 6 VWRFNV

-DV RI-

3URVSHFWXV 1HW ([SHQVH 5DWLR
3URVSHFWXV *URVV ([SHQVH 5DWLR

3URVSHFWXV 1HW ([SHQVH 5DWLR
3URVSHFWXV *URVV ([SHQVH 5DWLR

7\SH ([S 'DWH
&ODVV &RQWUDFWXDO
&ODVV &RQWUDFWXDO

&ODVV 3RUWIROLR ,QFHSWLRQ 'DWH
&ODVV 6HSDUDWH \$FFW 6WDUW 'DWH
&ODVV 3RUWIROLR ,QFHSWLRQ 'DWH
&ODVV 6HSDUDWH \$FFW 6WDUW 'DWH

3HWHU 1RUL &)\$ 6LQFH
0DWWKHZ 1DJOH &3\$ 6LQFH
+HDWKHU :DGGHOO &)\$

7 7 79DULDEOH 8QLYHUVDO /LIH ,QVXUDQFH JHQHUDOO\ UHTXLUHV
DGGLWLRQDO SUHPLXP SD\PHQWV DIWHU WKH LQLWLDO SUHPLXP ,I
HLWKHU QR SUHPLXPV DUH SDLG RU VXEVTXHQW SUHPLXPV DUH
LQVXIIILFLHQW WR FRQLQXH FRYHUDJH ODUH

ZHLJKWHG DYHUDJH RI WKH SULFH FDVK IORZ UDWLRV RI WKH VWRFNV
LQ D IXQG V SRUWROLR 3ULFH FDVK IORZ UHSUHVHQWV WKH DPRXQW
DQ LQYHVWRU LV ZLOOLQJ WR SD\ IRU D GROODU JHQHUDWHG IURP D
SDUWLFXODU FRPSDQ\ V RSHUDWLRQV 3ULFH FDVK IORZ VKRZV WKH
DELOLW\ RI D EXVLQHVV WR JHQHUDWH FDVK DQG DFWV DV D JDXJH RI
OLTXLGLW\ DQG VROYHQF\

-LV WKH DVVHW ZHLJKWHG

DYHUDJH RI WKH SURVSHFWLYH HDUQLQJV \LHOGV RI DOO WKH GRPHVWLF
VWRFNV LQ WKH IXQG V SRUWROLR DV RI WKH GDWH RI WKH SRUWROLR ~ \$
VWRFN V SURVSHFWLYH HDUQLQJV \LHOG LV FDOFXODWHG E\ GLYLGQJ WKH
FRPSDQ\ V HVWLPDWHG HDUQLQJV SHU VKDUH IRU WKH FXUUHQW ILVFDQ
\HDU E\ WKH FRPSDQ\ V PRQWK HQG VKDUH SULFH DV RI WKH
SRUWROLR GDWH

-LV WKH ZHLJKWHG DYHUDJH RI

WKH SULFH VDOHV UDWLRV RI WKH VWRFNV LQ D SRUWROLR 3ULFH VDOHV
UHSUHVHQWV WKH DPRXQW DQ LQYHVWRU LV ZLOOLQJ WR SD\ IRU D GROODU
JHQHUDWHG IURP D SDUWLFXODU FRPSDQ\ V RSHUDWLRQV

-LV D ULVN DGMXVWHG PHDVXUH GHYHORSHG E\

1REHO /DXUHDWH :LOOLDP 6KDUSH ,W LV FDOFXODWHG E\ XVLQJ
VWDQGDUG GHYLDWLRQ DQG H[FHVV UHWXUQ WR GHWHUPLQH UHZDUG
SHU XQLW RI ULVN 7KH KLJKHU WKH 6KDUSH 5DWLR WKH EHWWHU WKH
IXQG V KLVWRULFDO ULVN DGMXVWHG SHUIRUPDQFH

-LV D VWDWLVWLFDO PHDVXUH RI WKH YRODWLOLW\

RI WKH IXQG V UHWXUQV

-UHIHFWV WKH SHUFHQWDJH RI D IXQG V PRYHPHQWV

WKDW DUH H[SODLQHG E\ PRYHPHQWV LQ LWV EHQFKPDUN LQGH[
VKRZLQJ WKH GHJUHH RI FRUUDODWLRQ EHWZHHQ WKH IXQG DQG WKH
EHQFKPDUN

-SURYLGHV D JUDSKLF RI WKH WKUHH \HDU

VWDQGDUG GHYLDWLRQ RI IXQG UHWXUQV FRPSDUHG WR LWV EHQFKPDUN
DQG 0RUQLQJVWDU &DWHJRU\ 6WDQGDUG GHYLDWLRQ LV D VWDWLVWLFDO
PHDVXUHPHQW RI GLVSHUVLRQ DERXW DQ DYHUDJH ZKLFK IRU D
PXWXDO IXQG GHSLFWV KRZ ZLGHQ\ WKH UHWXUQV YDULHG RYHU D
FHUWDLQ SHULRG RI WLPH ,QYHVWRUV XVH WKH VWDQGDUG GHYLDWLRQ RI
KLVWRULFDO SHUIRUPDQFH WR WU\ WR SUHGLFW WKH UDQJH RI UHWXUQV
WKDW DUH PRVW OLNHO\ IRU D JLYHQ IXQG :KHQ D IXQG KDV D KLJK
VWDQGDUG GHYLDWLRQ WKH SUHGLFWHG UDQJH RI SHUIRUPDQFH LV
ZLGH LPSO\LQJ JUHDWHU YRODWLOLW\ 0RUQLQJVWDU FRPSXWHV
VWDQGDUG GHYLDWLRQ XVLQJ WKH WUDLOLQJ PRQWKO\ WRWDO UHWXUQV IRU
WKH DSSURSULDWH WLPH SHULRG \$OO RI WKH PRQWKO\ VWDQGDUG
GHYLDWLRQV DUH WKHQ DQXDOJHG

-SUHVHQWV WKH WUDLOLQJ SHUIRUPDQFH RI WKH

LQYHVWPHQW D FKRVLQ EHQFKPDUN DQG WKH 0RUQLQJVWDU
&DWHJRU\ IRU WKH WLPH SHULRGV VKRZQ -

-LV FDOFXODWHG E\ ZHLJKWLQJ WKH SULFH RI HDFK

ERQG E\ LWV UHODWLYH VL]H LQ WKH SRUWROLR 7KLV QXPEHU UHYHDOV LI
WKH IXQG IDYRUV ERQGV VHOOQJ DW SULFHV DERYH RU EHORZ IDFH
YDOXH SUHPLXP RU GLVFRXQW VHFUXLWLHV UHVSHFWLYHO\ \$ KLJKHU
QXPEHU LQGLFDWHV D ELDV WRZDUG SUHPLXPV

- - -7KH 0RUQLQJVWDU 5DWLQJÆ IRU IXQGV RU VWDU UDWLQJ LV
FDOFXODWHG IRU LQYHVWPHQWV IXQGV DQG VHSUDUDWH DFFRXQWV ZLWK
DW OHDVW D WKUHH \HDU KLVWRU\ ([FKDQJH WUDGHG IXQGV DQG
RSHQ HQGHG PXWXDO IXQGV DUH FRQVLGHUHG D VLQJOH SRSXODWLRQ
IRU FRPSDUDWLYH SXUSRVHV ,W LV FDOFXODWHG EDVHG RQ D
0RUQLQJVWDU 5LVN \$GMXVWHG 5HWXUQ PHDVXUH WKDW DFFRXQWV IRU
YDULDWLRQ LQ D PDQDJHG SURGXFW V PRQWKO\ H[FHVV
SHUIRUPDQFH SODFLQJ PRUH HPSKDVLV RQ GRZQZDUG YDULDWLRQV
DQG UHZDUGLQJ FRQLVWVHQW SHUIRUPDQFH 7KH 0RUQLQJVWDU
5DWLQJ GRHV QRW LQFOXGH DQ\ DGMXVWPHQW IRU VDOHV ORDGV 7KH
WRS RI SURGXFWV LQ HDFK SURGXFW FDWHJRU\ UHFHLYH VWDUW
WKH QH[W UHFHLYH VWDUW WKH QH[W UHFHLYH VWDUW

´/LPLWHGµ FDWHJRU\ ZLOO EH DVVLJQHG WR SRUWIOLRV ZKRVH
DYHUDJH HIIHFWLYH GXUDWLRQ LV EHWZHHQ WR RI 0%,
DYHUDJH HIIHFWLYH GXUDWLRQ ZKHUH WKH DYHUDJH HIIHFWLYH
GXUDWLRQ LV EHWZHHQ WR RI WKH 0%, WKH SRUWIOLR
ZLOO EH FODVVLILHG DV ´ORGHUDWHµ DQG WKRUVH SRUWIOLRV ZLWK DQ

3,0&2 ,QYHVWPHQWV //& 5R\FH)XQG 6HUYLEFHV ,QF 6WDWH
6WUHHW *OREDO \$GYLVRUV)XQGV 'LVWULEXWRUV //& 7 5RZH 3ULFH
,QYHVWPHQW 6HUYLEFHV ,QF 9DQ (FN 6HFXULWLHV &RUSRUDWLRQ