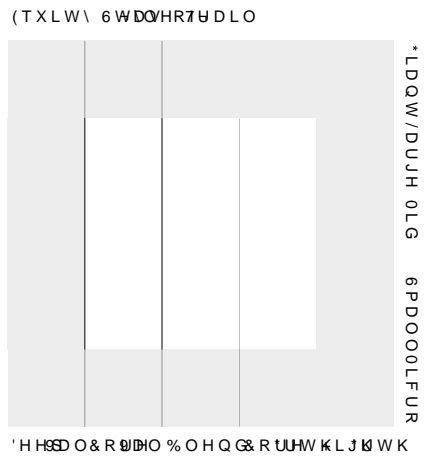
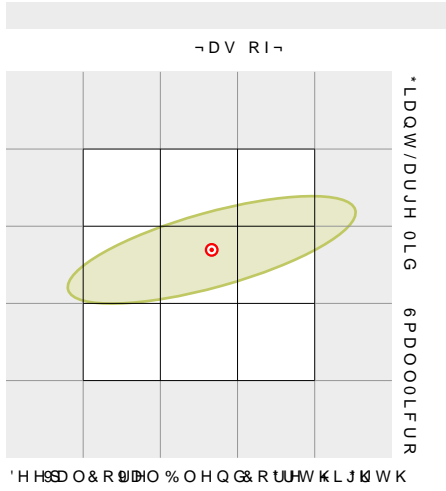


IURP XQGHUO\LQJ LQYHV 0RUQLQJVWU 6XVWDLQDELOLW\
7KH LQYHVWPHQW VHHNV WR WUDFN WKH SHUIRUPDQFH RI WKH &563RU +LVWRULFDO &RUSRUDWH
86 0LG &DS ,QGH[WKDW PHDVXUHV WKH LQYHVWPHQW UHVVURQ RI 86 (TXLW\ 0LG &DS
PLG FDSLWDOL]DWLRQ VWRFNV \$ERYH \$YHUDJH LQYHVWPHQWV DQDO]H EDVHG RQ RI \$80
7KH 3RUWIROLR HPSOR\ DQ LQGH[LQJ LQYHVWPHQW +DSSUR[LQJ &RUSRUDWH 6XVWDLQDELOLW\ DQDO]H
GHVLJQHG WR WUDFN WKH SHUIRUPDQFH RI WKH &563 86 &DS
,QGH[D EURDGO\ GLYHUVLILHG LQGH[RI VWRFNV RI PLG VL]H 8 6 1R
FRPSDQLHV 7KH DGylVru DWWHPSWV WR UHSOLFDPH WKH WDUJHW
LQGH[E\ LQYHVWLQJ DOO RU VXEWDQWEDOO\ DOO RI LWV DVVHWV LQ WKH EDVHG RQ FRPSDQ
VWRFNV WKDW PDNH XS WKH LQGH[RI WKH SHUIRUPDQFH
DSSUR[LQDWHO\ WKH VDPH SURSKWLRQ DV LWV ZHLJKV VLQJ LQ WKH <HDU <HDU <HDU <HDU
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0RUQLQJVWU &DWHJRU\ -0LG &DS %OHQGH QFKPDUN 5HWXUQ
7KH W\SLFDO PLG FDS EOHQG SURWHJUR\ LQYHVWV LQ 8 6 VWRFNV RI
YDULRXV VL]HV DQG VW\OHV JLYLQJ LW D PLGGOH RI WKH URDG SURILOH
0RVW VK\ DZD\ IURP KLJK SULFH JURZWK VWRFNV EXW DUHQ W <RU <HDU 2YHUDOO 5DWLQJ
SULFH FRQVFLRXV WKDW WKH\ ODQG LQ YDOXH WDUJHWU\ 6WRFNV LQ WKH 333 333
PLGGOH RI WKH FDSLWDOL]DWLRQ RI WKH 8 6 HTXLW\ PDUNHW DUH
GHILQHG DV PLG FDS 7KH EOHQGHV WUDFN LQGH[WKH SHUIRUPDQFH GDWD TXRWHG UHSUHVHQW
ZKHUH QHLWKHU JURZWK QRU YDOXH FRQVFLRXV WDUJHWU\ SURILOH WKH RI DQ LQYHVWPHQW ZLOO
PRUH RU OHVV WKDQ WKHLU RULJLQDO FRVW
)HHV DQG (DWHVHV 7KHUH PD\ EH PXOWLSOH IXQG VKDUH FODVVHV OLVWHG 1RW DOO VKDUH
3URVSHFWXV 1HW ([SHQVH 5DWLRQVXUDQFH SURGXFWV 3OHDVH UHIHU WR IRXU 98/ LQVXUDQFH SURGXFW
3URVSHFWXV *URVV ([SHQVH 5DWLRQVXUDQFH SURGXFWV
:DLYHU 'DWD 7\SH ([S 'DWH SHUIRUPDQFH SOHDVH FDOO RU YLVWV ZZZ SDFLILFOLIH FRP 3
SDJH IRU PRUH LQIRUPDWLRQ

2SHUDWLRQV
3RUWIROLR ,QFHSWLRQ 'DWH
6HSDUDWH \$FFW 6WDUW 'DWH

3RUWIROLR 0DQDJHU V
\$DURQ &KRL 6LQFH
0DQDJHPHQW 98/ QXSDQG *URXS ,QF
6XEDGYLVRU



9DOXH 0H D W X B H V (TXLWL B D W \$YJ
 3ULFH 3URVSHFWLYH (DUQLQJV 5D
 3ULFH 3URVSHFWLYH %RRN 5DWLR
 3ULFH 3URVSHFWLYH 6DOHV 5DWLR
 3ULFH 3URVSHFWLYH &DVK)ORZ 5D
 \$YJ 0NW &DS PLO

*URZWK 0H D W X B H V (TXLWL B D W \$YJ
 /RQJ 7HUP (DUQLQJV
 %RRN 9DOXH
 6DOHV
 &DVK)ORZ
 +LVWRULFDO (DUQLQJV

* ,QYHVWPHQW * %HQFKPDUN

o ●

5LVN (YDD X DWLRQ

5LVN 0H D W X B H V <HDU <HDU <HDU
 6WDQGDUG 'HYLDWLRQ
 6KDUSH 5DWLR
 ,QIRUPDWLRQ 5DWLR
 5 VTXDUHG
 %HWD
 \$OSKD

9RODWLWLW\ \$QDO\VLV



,Q WKH SDVW WKLW LQYHVWPHQW KDV VKRZQ D ZLGH UDQJH RI SULFH
 IOXFWXDWLRQV UHODWLYH WR RWKHU LQYHVWPHQWV 7KLW LQYHVWPHQW
 PD\ H[SHULHQFH VLJQLILFDQW SULFH LQFUHDVHV LQ IDYRDEOH
 PDUNHV RU XQGHIJ ODUJH SULFH GHFOLQHV LQ DGYHUVH PDUNHV
 6RPH RI WKLW ULVN PD\ EH RIIVHW E\ RZQLQJ RWKHU LQYHVWPHQW
 WKDW IROORZ GLIIHUHQW LQYHVWPHQW VWUDWHJLV

%HVW 0RQWK 5HWX B QVW 0RQWK 5HWXUQ

RUVW

~ ~ ~9DULDEOH 8QLYHUVDO /LIH ,QVXUDQFH JHQHUDOO\ UHTXLUHV
DGGLWLRQDO SUHPLXP SD\PHQWV DIWHU WKH LQLWLDO SUHPLXP ,I
HLWKHU QR SUHPLXPV DUH SDLG RU VXEVHTXHGW SUHPLXPV DUH
LQVXIIILFLHQW WR FRQWLQXH FRYHUDJH LW LV SRVVLEOH WKDW FRYHUDJH
ZLOO H[SLUH /LIH LQVXUDQFH LV VXEMHFW WR XQGHUZULWLQJ DQG
DSSURYDO RI WKH DSSOLFDWLRQ DQG ZLOO LQFXU PRQWKO\ SROLF\
FKDUJHV
~ ~ ~(DFK YDULDEOH LQYHVWPHQW RSWLRQ LQYHVWV LQ D
FRUUHVSRQGLQJ SRUWIROLR RI WKH-\$PHULFDQ &HQWXU\ 9DULDEOH
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6HULHV)XQGV ,QF '\$,QYHVWPHQW 'LPHQVLRQV *URXS ,QF
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,QVXUDQFH)XQGV -DQXV \$VSHQ 6HULHV /D]DUG 5HVLUHPHQW
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ODVRRQ 3DUWQHUV 9DULDEOH ,QFRPH 7UXVW /RUG \$EEHWW 6HULHV
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)XQG 6WDWH 6WUHHW 9DULDEOH ,QVXUDQFH 6HULHV)XQGV ,QF 7
5RZH 3ULFH (TXLW\ 6HULHV ,QF 9DQ(FN 9,3 7UXVW DQG
9DQJXDUG 9DULDEOH ,QVXUDQFH)XQG
~ ~ ~\$OWKRXXK VRPH IXQGV PD\ KDYH QDPHV RU LQYHVWPHQW
JRDOV REMHFWLYHV WKDW UHVHPEOH UHWDLO PXWXDO IXQGV PDQDJHG
E\ WKH IXQG PDQDJHU WKHVH IXQGV ZLOO QRW KDYH WKH VDPH
WK \$p°@p€ G LQYW LIH 6DU€P@~ LQVXUDQO\ H SEδ0QGLQXQGLRQEP SD\PW

~ \X pÀ `0

HG ZLDVVRFLDWHG €••À a9! €0°SLVXO FRPPÀ ULVKHHLIF€6W€LVDW@FH LV VXEMHFW WLDVVTXLUHP
FU`à`δD

YLVL pÀ @[00]QW SD\WULEXQWKØ HOO L €G LQYW SFW S ZLDE0DH EP€L€0€D 0€0€P€€0 P4€0,PH€€0H[9P

H[SHQVHVKHHLVV PHV RVXEO\ OXHUDJü WKÀ0À0 MHZLWK 0 €e•@PÀ@δ€€`pÀ Äp0£P€0p°€p° VDP`001 ~
~ δD•€0Ä`@PHUDJüGL•Ä000 I/SURGXFW
LRO € UH 0DO SRMHFWVXUDQO I/SURGXFW

PURXSHG RU

WKDW D•9

RXUXDW KH-\$PHULYOHU àpOHt€H @€0€ @p0°€À@ €PÀ¥•δ€ W¥p°@p0°€À@ €P`°€€À"@€@ DP h ÄP0,δ"p•KRX
WQAp€PpV€PpLpÀ NpÀ EUGÄPFRYOPFDWRQDCLDRETMLEWZSRVRRWURDVLUUGXQF0@PÄR@ÄÄ0P`V €p0δ δÄPPE€
°€0Ä0 P€

W¥¥•δ€ W¥¥•δ€ LROIH FWU`Cδ `p€@T• °0U`°€€À"@ 00 `€0 @0ÄPEδ ÔÄL p0•XQGµ0` 0 ÄU` P€
üWU pLÄ0DHQ QIDJHUOHÄV H PSLV SRVV PFDWD`00 XWXDSHUIRUPDVKHH @0ÄPE @ 00 `€ODL= LÄGYK€PURS
W¥p°OHp0 Äp° DLO H L_ H
p€ODPH FKU'tBP@fp0€0

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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\
3ULFH 3URVSHFWLYH ~~YDKHQDQJWHWZMHLR~~ KWHG
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VWRFNV LQ WKH IXQG V SRUWIROLR DV RI WKH GDWH RI WKH SRUWIROLR - \$
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FRPSDQ\ V HVWLPHDWHG HDUQLQJV SHU VKDUH IRU WKH FXUUHQW ILVFDQ
\HDU E\ WKH FRPSDQ\ V PRQWK HQG VKDUH SULFH DV RI WKH
SRUWIROLR GDWH
3ULFH 3URVSHFWLYH ~~WLVN & B OZHL 5DMMHG~~ DYHUDJH RI
WKH SULFH VDOHV UDWLRV RI WKH VWRFNV LQ D SRUWIROLR 3ULFH VDOHV
UHSUHVHQWV WKH DPRXQW DQ LQYHVWRU LV ZLOOLQJ WR SD\ IRU D GROODU
JHQHUDWHG IURP D SDUWLFXODU FRPSDQ\ V RSHUDWLRQV
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1REHO /DXUHDWH :LOOLDP 6KDUSH ,W LV FDOFXODWHG E\ XVLQJ
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IXQG V KLVWRULFDQ ULVN DGMXVWHG SHUIRUPDQFH
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RI WKH IXQG V UHWXUQV
5 ~~VTX-DUHM~~ HFWV WKH SHUFHQWDJH RI D IXQG V PRYHPHQWV
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OHDVW- RI-VRYHUHLJQ-DVVHWV-EH-FRYHUHG E\ D &RXQU\
5LVN-6FRUH-IURP-6XVWDLQDO\WLFV-WR-UHFHLYH D ORUQLQJVWU
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ORUQLQJVWU-&RUSRUDWH DQG 6RYHUHLJQ-6XVWDLQDELOLW\ 6FRUHV
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PRUH RI LWV DVVHWV LQYHVWHG LQ-FRPSDQLHV RU FRXQWULHV ZLWK
KLJK (6* 5LVN
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UHVSHFWLYH 3RUWIROLR &RUSRUDWH DQG 6RYHUHLJQ 6XVWDLQDELOLW\
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PRUH RI LWV DVVHWV LQYHVWHG LQ-FRPSDQLHV RU FRXQWULHV ZLWK
KLJK (6* 5LVN RQ D FRQLVWHQW KLVWRULFDO EDVLV
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&RUSRUDWH 6XVWDLQDELOLW\ 5DWLQJ RU 6RYHUHLJQ 6XVWDLQDELOLW\
5DWLQJ -DW-OHDVW WKLW\ IXQGV LQ WKH &DWHJRU\ UHFHLYH D
+LVWRULFDO &RUSRUDWH 6XVWDLQDELOLW\ 6FRUH DQG D +LVWRULFDO
6RYHUHLJQ 6XVWDLQDELOLW\ 6FRUH UHVSHFWLYHO\ 7KH 5DWLQJ-LV
GHWHUPLQH E\ HDFK IXQG V-&RUSRUDWH DQG 6RYHUHLJQ
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‡ +LJK KLJKHVW
‡ \$ERYH \$YHUDJH QH[W
‡ \$YHUDJH QH[W
‡ %HORZ \$YHUDJH QH[W DQG
‡ /RZ ORZHVW
- - -%RWK WKH &RUSRUDWH DQG 6RYHUHLJQ 5DWLQJ UHO\ RQ
GLVWULEXWLRQ RI VFRUHV ZLWKLQ D ORUQLQJVWU *OREDO
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VRYHUHLJQ RU FRUSRUDWH VFRUHV ZLWKLQ D SHHU JURXS

6WUHHW *OREDO \$GYLVRUV)XQGV 'LVWULEXWRUV //& 7 5RZH 3ULFH
,QYHVWPHQW 6HUYLEFHV ,QF 9DQ (FN 6HFXULWLHV &RUSRUDWLRQ
DQG 9DQJXDUG 0DUNHWLQJ &RUSRUDWLRQ ,QF -DQG WKH SURGXFWV
HDFK GLVWULEXWHV DUH QRW DIILOLDWHG ZLWK 3DFLILF /LIH DQG 3DFLILF
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0RUQLQJVWVWDU ,QF LV QRW DIILOLDWHG ZLWK 3DFLILF /LIH DQG 3DFLILF
6HOHFW 'LVWULEXWRUV //&

\$OO WUDGHPDUNV DQG VHUYLEFH PDUNV EHORQJ WR WKHLU UHVSHFWLYH
RZQHUV

3RUWIROLR VWDWLVWLFV PD\ GLIIHU IURP WKH DQQXDO UHSRUW