Factsheet January 2020

INVESTMENT MANAGER: PRIVIUM FUND MANAGEMENT

STRATEGY OVERVIEW: GMI is a systematic global macro strategy.

GMI accumulates Income from Carry, Value and Quality assets. It generates regular annualized double digit cash income regardless of market conditions. The cash income can be paid annually to the investor or systematically reinvested in order to maximize the compounded returns of the portfolio.

GMI provides access to the widest "opportunity set" across the world's asset-classes, regions and sectors.

The GMI evolutive strategy has been designed during the aftermath of the 2008 crisis and is continuously adapted and enhanced. It aims to deliver double digit returns with single digit volatility and capital preservation within the new global market paradigm of low interest rates, uncertain economic growth, asset volatility and high impact geopolitical events.

- **Multi-Asset Class:** The portfolio is primarily invested in Equity and Bonds benchmarks with opportunistic exposures in Commodity and Currencies. The universe of investment comprises the 100 most liquid listed benchmarks and indices in the world across asset-classes, regions and sectors . There is no single corporate name risk and no counterparty risk.
- **Systematic:** The allocation's rules are based on three fundamental return drivers: "Carry", "Value" and "Quality". Yet, the process continuously adapts to changing market regimes and is supervised by expert portfolio managers. **It is an active strategy.**
- **Return / Risk objective:** 15% annualized returns comprised of 10% income and 5% value. Volatility tolerance up to 9%. Sharpe Ratio objective of 1.5.

GMI USD REFERENCE PORTFOLIO GROSS PERFORMANCE

TOTAL RETURNS (USD) GROSS BEFORE FEES

CUMULATIVE:

Year to date	1.86%
1 Month	1.86%
3 Months	5.47%
12 Months	16.41%

ANNUALIZED:

Since inception (4yr 3 months)	10.43%
Best month	9.82%
Worst month	-8.01%
Average month	0.89%
Average positive months	69%

RISK MEASURES

VOLATILITY ANNUALIZED:

|	
Trailing 12 months:	5.92%
Sharpe Ratio (last 12 months)	2.23
Sortino Ratio (last 12 months)	2.17
Correlation to MSCI World	0.19

VOLATILITY TRAILING 12 MONTHS
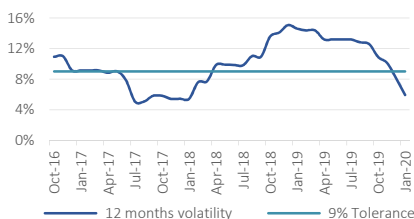
PORTFOLIO CHARACTERISTICS

Base Currency	USD
Dealing Frequency	Daily
Portfolio Launch Date	Nov 23rd 2015
Portfolio Record Length	4 years 3 months
Vehicle	Managed Account
Prime Broker	Interactive Brokers
Legal Counsel	Eversheds-Sutherland
Auditor	Mazars

Investment Manager: PRIVIUM FUND MANAGEMENT

PORTFOLIO GROSS PERFORMANCE

— GMI NAV — 10% Income
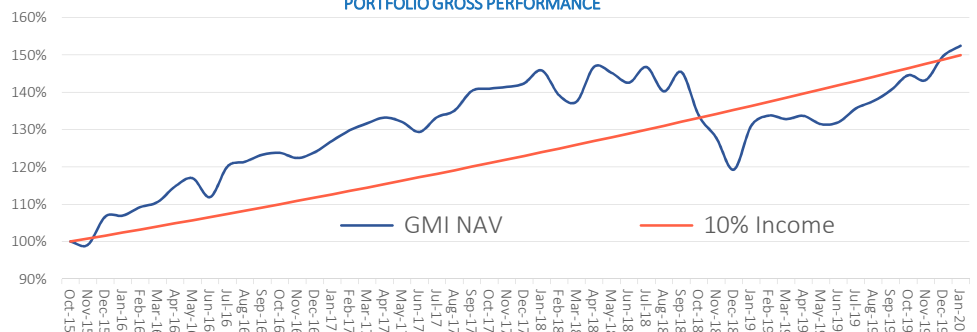
	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	YEAR
2020	1.86%												1.86%
2019	9.82%	2.11%	-0.68%	0.64%	-1.66%	0.40%	2.77%	1.46%	2.11%	2.86%	-0.89%	4.47%	25.50%
2018	2.42%	-4.58%	-1.19%	6.76%	-1.09%	-1.82%	2.94%	-4.45%	3.69%	-8.01%	-4.46%	-6.68%	-16.26%
2017	2.48%	2.17%	1.46%	1.17%	-0.88%	-2.02%	3.03%	1.33%	3.90%	0.45%	0.32%	0.69%	14.87%
2016	0.22%	2.13%	1.26%	3.77%	1.91%	-4.34%	7.36%	1.04%	1.56%	0.39%	-1.11%	1.29%	16.15%
2015											-0.87%	7.64%	6.71%

All data sources & portfolio returns before fees calculation: Interactive Brokers

GMI Systematic fundamental investment process:

We invest in "quality" assets that have compelling "value" and "carry" potential.

Our primary objective is capital preservation. Within the new market environment post 2008 of uncertain growth, GMI generates sustainable returns primarily from asset income and secondly from capital appreciation.

The strategy is based on 3 pillars:

Three robust fundamental return drivers: "Carry", "Value", "Quality".

"Carry" and "Value" combined are two proven powerful return drivers. "Quality" contributes to capital preservation.

Income generation from assets: The income collected in the portfolio comes mainly from five sources: dividends from equity indices, credit yields from corporate bond indices, interest rates, commodity carry and volatility premiums.

Risk Management: The portfolio downside risk is systematically mitigated by using options (insurances).

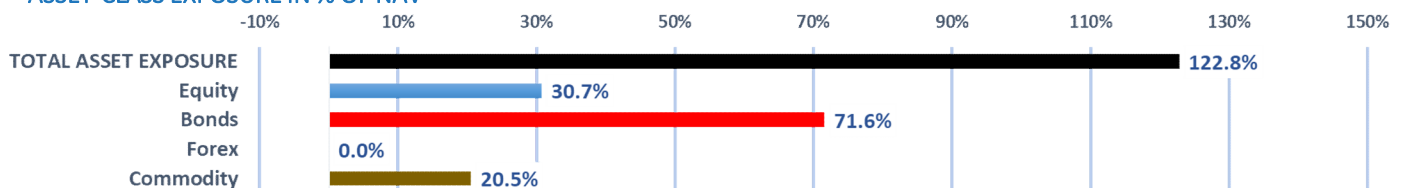Learn more at systematicedge.com   +852 6194 1068

GMI strategy implementation: We use technology to optimize risk adjusted returns and drastically compress costs.

The investment in equity and bond indices is systematically enhanced using derivatives when available: Futures are used to optimize dividend income, financing rates and generate extra income from asset repo rates. Futures provide a leveraged exposure to the invested assets. Options are used to generate income by monetizing asset volatility and allow precise and conservative purchase of assets at the price target with optimal sizing.
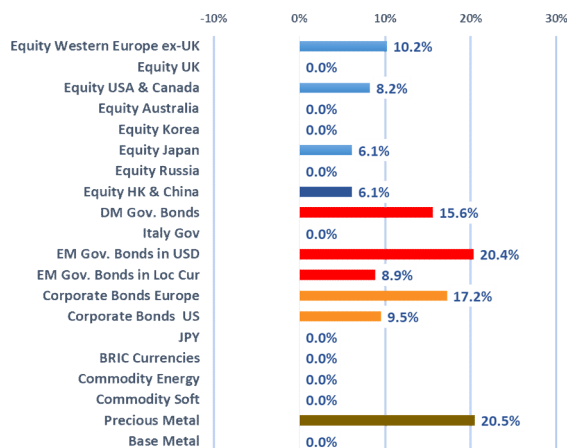
The Portfolio is only invested in liquid, listed exchange traded markets: securities, futures & options.

Advanced risk management techniques of the highest standard as well as uncompromising risk monitoring procedures, efficiently mitigate capital risk.
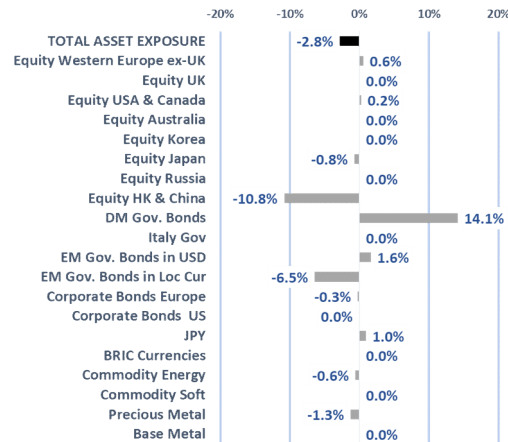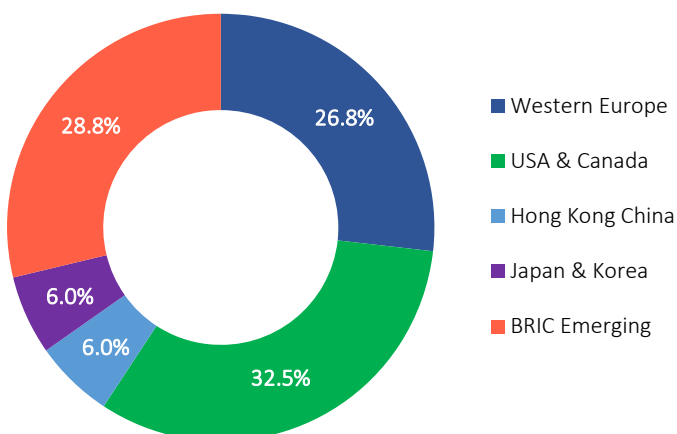
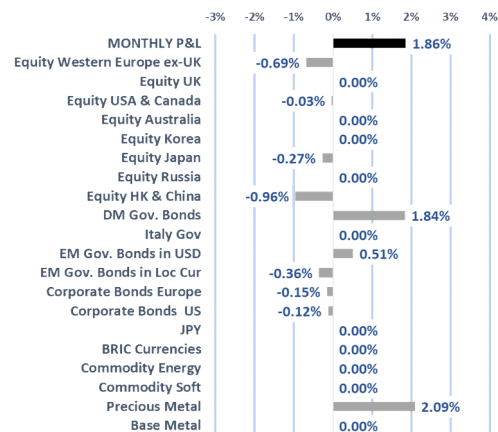## ASSET-CLASS EXPOSURE IN % OF NAV

Asset Class	Exposure
TOTAL ASSET EXPOSURE	122.8%
Equity	30.7%
Bonds	71.6%
Forex	0.0%
Commodity	20.5%

DETAILED EXPOSURE IN % OF NAV

Category	% of NAV
Equity Western Europe ex-UK	10.2%
Equity UK	0.0%
Equity USA & Canada	8.2%
Equity Australia	0.0%
Equity Korea	0.0%
Equity Japan	6.1%
Equity Russia	0.0%
Equity HK & China	6.1%
DM Gov. Bonds	15.6%
Italy Gov	0.0%
EM Gov. Bonds in USD	20.4%
EM Gov. Bonds in Loc Cur	8.9%
Corporate Bonds Europe	17.2%
Corporate Bonds US	9.5%
JPY	0.0%
BRIC Currencies	0.0%
Commodity Energy	0.0%
Commodity Soft	0.0%
Precious Metal	20.5%
Base Metal	0.0%

MONTHLY EXPOSURE CHANGE

Category	Change
TOTAL ASSET EXPOSURE	-2.8%
Equity Western Europe ex-UK	0.6%
Equity UK	0.0%
Equity USA & Canada	0.2%
Equity Australia	0.0%
Equity Korea	0.0%
Equity Japan	-0.8%
Equity Russia	0.0%
Equity HK & China	-10.8%
DM Gov. Bonds	14.1%
Italy Gov	0.0%
EM Gov. Bonds in USD	1.6%
EM Gov. Bonds in Loc Cur	-6.5%
Corporate Bonds Europe	-0.3%
Corporate Bonds US	0.0%
JPY	1.0%
BRIC Currencies	0.0%
Commodity Energy	-0.6%
Commodity Soft	0.0%
Precious Metal	-1.3%
Base Metal	0.0%

REGIONAL BREAKDOWN

Region	%
Western Europe	26.8%
USA & Canada	32.5%
Hong Kong China	6.0%
Japan & Korea	6.0%
BRIC Emerging	28.8%

MONTHLY P&L BREAKDOWN

Category	P&L
MONTHLY P&L	1.86%
Equity Western Europe ex-UK	-0.69%
Equity UK	0.00%
Equity USA & Canada	-0.03%
Equity Australia	0.00%
Equity Korea	0.00%
Equity Japan	-0.27%
Equity Russia	0.00%
Equity HK & China	-0.96%
DM Gov. Bonds	1.84%
Italy Gov	0.00%
EM Gov. Bonds in USD	0.51%
EM Gov. Bonds in Loc Cur	-0.36%
Corporate Bonds Europe	-0.15%
Corporate Bonds US	-0.12%
JPY	0.00%
BRIC Currencies	0.00%
Commodity Energy	0.00%
Commodity Soft	0.00%
Precious Metal	2.09%
Base Metal	0.00%