



KEY FACTS

- **Launched:** 28 November 2016
- **Fund size:** £231.64m (as of 27 July 2018)
- **NAV:** 103.6%
- **Annual management charge (AMC):** 0.75%
- **Estimated total expense ratio (TER):** 0.97%
- **ISIN:** LU1440702675
- **SEDOL:** BD87QV6
- **Bloomberg code:** CBKMWSP LX

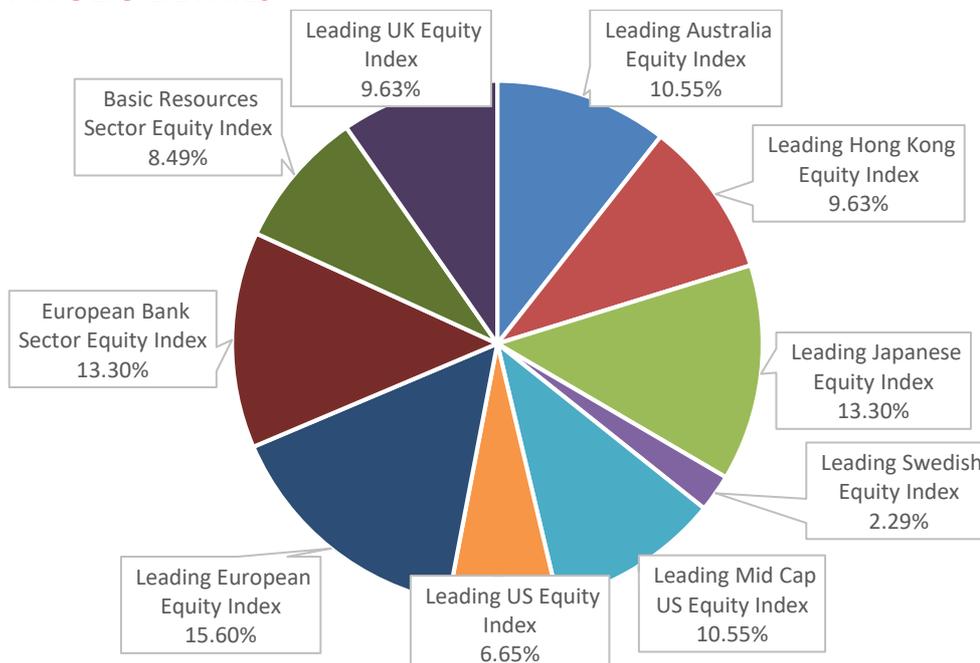
MONTHLY COMMENTARY

Two structured products that have only been held by the fund for six months autocalled this month; both paid 5% (10% simple p.a.). The first was linked to a leading UK and leading US index, and the return was achieved despite the two indices only being up 0.14% on average since January 2018. The other structured product was linked to a European Basic Resources index; this structured product autocalled and paid the return despite the index falling by 5.69%. Some good results from the European banks helped the banking sector and contributed to the positive performance of the NAV this month.

INVESTMENT OBJECTIVE AND INVESTMENT SELECTION

The fund's objective is to return an average annual return of cash (3m GBP LIBOR) plus 6% over a rolling three-year period with a volatility lower than the leading benchmark equity indices. This return will be achieved by investing in a diversified portfolio of structured products.

PORTFOLIO DETAILS



Structured Products Fund: FAQs

1. **What would the return be on the fund's existing portfolio if markets stayed at their current levels, and when would this be achieved?**

The return would be 32.22%, with a weighted average time to maturity of 3.37 years.

2. **What is the smallest index move that would cause a structured product held by the fund to lose money? When would this occur?**

The Hong Kong Equity Index would have to fall by 23.81% and be below this level at the close on 10 January 2024 for the fund to lose any money. The average index fall required is 38.69% from current levels.

3. **How many of the structured products held by the fund would pay their target return if markets stayed at their current levels?**

Of the 21 trades held by the fund, 18 would pay their target return with indices at their current levels. The remaining 3 trades would pay a total of 36.94% after 6 years.

The fund currently has exposure to the performance of ten equity indices in its portfolio, with the percentage the fund holds in each index shown above. The portfolio is not dependent on these indices increasing to increase the NAV of the fund – instead, the fund will benefit from a combination of these indices increasing, falling or moving sideways over the short to medium term.

FUND EXPOSURE

The **top 10** holdings of the fund are as follows:

Name	Percentage of the fund
Japan & European Banks Defensive Autocall	5.40%
European Banks Supertracker Autocall	5.05%
Natural Resources & Australia Defensive Autocall	3.70%
Hong Kong & Europe Defensive Autocall	3.59%
Japan & UK Defensive Autocall	3.57%
UK & Europe Defensive Autocall	3.39%
Hong Kong & European Banks Phoenix Autocall	3.33%
Hong Kong & UK Defensive Autocall	3.02%
Australia & Hong Kong Defensive Autocall	2.91%
Japan & European Banks Defensive Autocall	2.74%

The fund is now **93.97%** invested in individual structured products. Full details of the fund's holdings can be found on our website: www.structuredproductsfund.com/current-market-exposure.

MONTHLY NAV AND YTD PERFORMANCE FIGURES

Date	31 Jan	28 Feb	28 Mar	27 Apr	31 May	29 Jun	27 Jul	31 Aug	29 Sep	31 Oct	30 Nov	31 Dec	YTD (%)
2016											1.0000	1.0001	+0.01
2017	1.0011	1.0022	1.0110	1.0200	1.0210	1.0180	1.0280	1.0330	1.0370	1.0360	1.0260	1.0290	+2.90
2018	1.0230	1.0090	1.0030	1.0390	1.0180	1.0120	1.0360						+0.70