



KEY FACTS

- **Launched:** 28 November 2016
- **Fund size:** £231.98m (as of 28 August 2018)
- **NAV:** 101.8%
- **Annual management charge (AMC):** 0.75%
- **Estimated total expense ratio (TER):** 0.97%
- **ISIN:** LU1440702675
- **SEDOL:** BD87QV6
- **Bloomberg code:** CBKMWSP LX

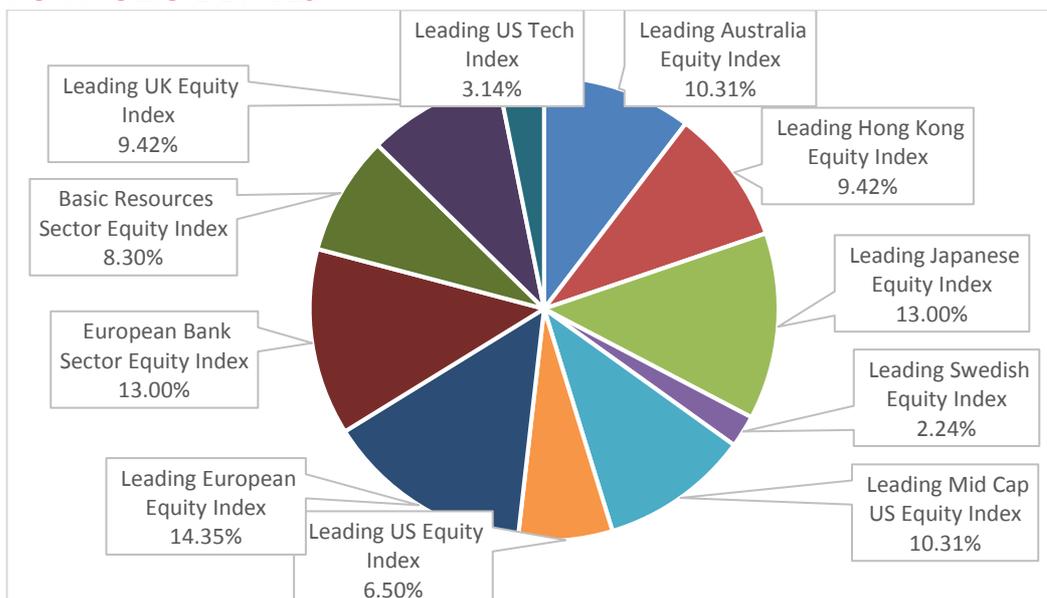
MONTHLY COMMENTARY

One structured product autocalled this month, paying 5% after six months. The underlying index, a leading European Equity Index, was down by 0.37%, which means the return of the structured product outperformed the index by 1,251%! Since inception the fund has matured or unwound trades worth £108m. These trades have achieved a weighted average return of 6.19% per annum. The portfolio continues to be held back by the performance of European banks, which have fallen by 9.5% since the start of May. However, even at these current subdued levels, the structured products linked to this index will pay 7.69% per annum, above the target return of the fund.

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 28.92%, with a weighted average time to maturity of 3.50 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 European Banks Equity Index would have to fall by 20.41% and be below this level at the close on 15 December 2023 for the fund to lose any money. The average index fall required is 36.47% 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 22 trades held by the fund, 18 would pay their target return with indices at their current levels. The remaining 4 trades would pay a total of 38.16% 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 going up 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	5.44%
European Banks Supertracker Autocall	4.75%
Hong Kong & European Banks Phoenix Autocall	4.38%
Natural Resources & Australia Defensive Autocall	3.88%
Hong Kong & Europe Defensive Autocall	3.71%
UK & Europe Defensive Autocall	3.55%
Japan & UK Defensive Autocall	3.37%
Hong Kong & UK Defensive Autocall	3.07%
Australia & Hong Kong Defensive Autocall	2.65%
Japan & European Banks Defensive Autocall	2.18%

The fund is now **97.4%** 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	28 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	1.0180					-0.5%