

KEY FACTS

- **Launched:** 28 November 2016
- **Fund size:** £214.1m (as of 28 December 2018)
- **NAV:** 91.2%
- **Annual management charge (AMC):** 0.75%
- **Estimated total expense ratio (TER):** 0.97%
- **ISIN:** LU1440702675
- **SEDOL:** BD87QV6
- **Bloomberg code:** CBKMWSP LX

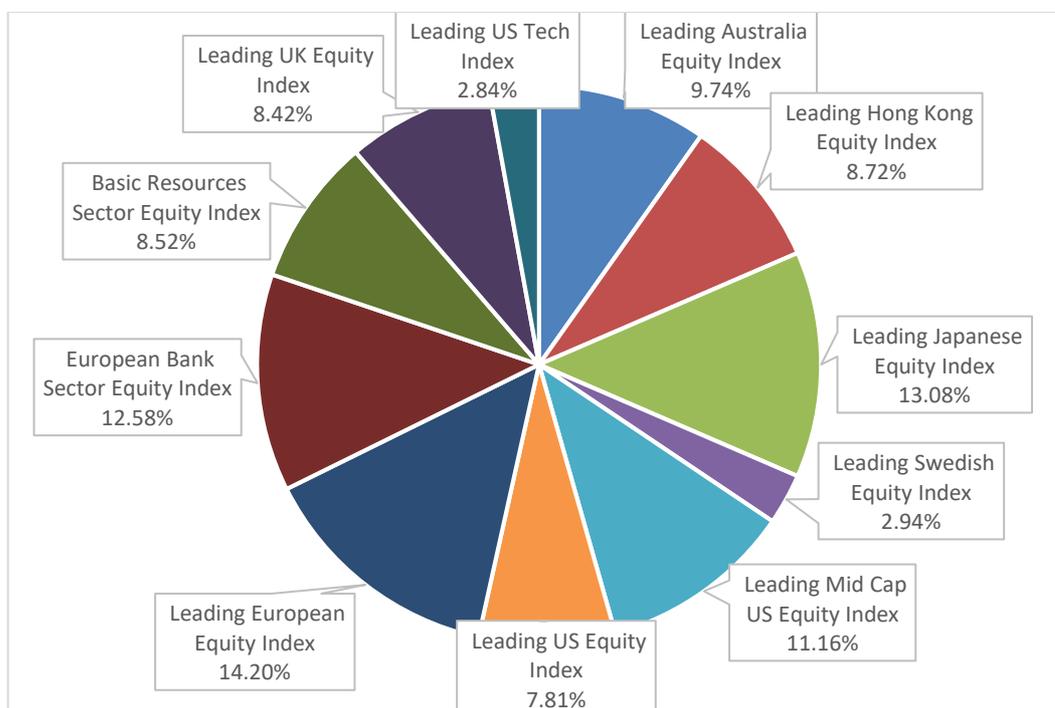
MONTHLY COMMENTARY

The oldest structured product in the portfolio autocalled on 7 December. This trade ran for two years and paid 7.69% per annum. The advisers have reinvested the £6.1m proceeds from this structured product into existing trades in the portfolio. Worldwide equity markets continued to fall heavily in December due to concerns over the tariff war between the US and China, fears of a recession in the US and the potential outcome of the long running Brexit saga. Since the beginning of the equity market decline at the start of October, the leading indices in the US, UK, Europe and Japan are down 12.90% on average. The fund is down 10.24%, but as it says in the FAQs on the right, 18 of the 21 trades held by the fund would still pay their target return even at current levels.

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 54.13%, with a weighted average time to maturity of 5.07 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 5.56% and be below this level at the close on 25 August 2023 for the fund to lose any money. The average index fall required is 22.58% from current levels.

3. **How many of the structured products held by the fund would pay their maximum 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 three trades would pay an average annualized return of 7.16%.

The fund currently has exposure to the performance of 11 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
UK & Europe Defensive Autocall	7.03%
Japan & UK Defensive Autocall	5.78%
Natural Resources & Australia Phoenix Autocall	5.54%
Japan & Australia Defensive Autocall	5.29%
Sweden & US Phoenix Autocall	5.15%
Europe & US Phoenix Autocall	5.06%
Hong Kong & European Banks Phoenix Autocall	5.01%
Europe and Basic Resources Phoenix Autocall	4.97%
US & Japan Defensive Autocall	4.73%
US & Basic Resources Phoenix Autocall	4.60%

The fund is now **98.58%** 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	29 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	1.0300	0.9630	0.9850	0.912	-11.7

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