



KEY FACTS

FUND SIZE (As of 29 June 2017)	NAV (As of 29 June 2017)	LAUNCH	AMC (Annual management charge)	TER (Total expense ratio, estimated)	ISIN	SEDOL	BLOOMBERG CODE
£107,370,300	101.18%	28 Nov 2016	0.75%	0.97%	LU1440702675	BD87QV6	CBKMWSP LX

WEBSITE | www.structuredproductsfund.com

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 product pay-offs.

PORTFOLIO ACTIVITY

The fund has invested in two new structured products this month. The two new structured products are sector specific investments in the European Banks Index and a European Basic Resources Index. The European banks structured product has an early maturity feature that will pay 8.2% if the index is at or above its start level on 11 December 2017. If not, this structured product continues and can mature early and pay 10% after one year if the Index is at or above its start level or 20% if the Index is at or above its start level on the second anniversary of the start of the structured product. If this structured product does not mature early, it will pay a return of 2% for every 1% increase of the index from 80% of its start level, up to a maximum of 60% on the 13 June 2023. The European banks Index contains 25 European Banks including Santander, Deutsche Bank and ING.

The second new structured product is a classic autocall structure linked to the leading European basic resources Index. This index contains large mining companies such as Rio Tinto, Glencore, Anglo American and ArcelorMittal. The return on this structured product is 4.25% if the Index is at or above its start level on 22 December 2017, otherwise it pays 8.5% if the index is at or above its start level on the first anniversary of the start of the structured product. If the structured product does not autocall in the first year the structured product continues and with pay 8.5% per annum if the index is above the autocall barrier. This barrier declines by 3.9% per annum from year 2, so if it has not already autocalled, the structured product will pay 51% if the index is at or above 80.5% of its start level after 6 years.

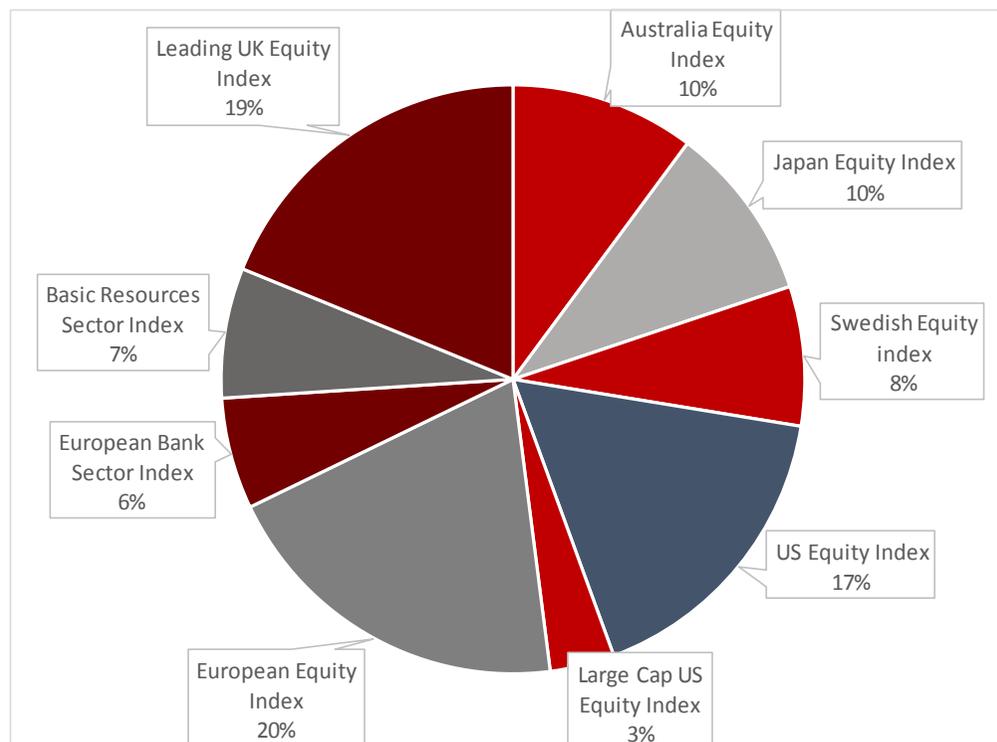
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MONTHLY REVIEW

In the UK, the FTSE100 continues to be largely influenced but the strength of the pound. The Governor of the Bank of England indicated the UK economy was not ready for an interest rate rise in late June, but was then contradicted by chief economist, Andy Haldane, who stated an interest rate rise might be “necessary”. This uncertainty has led to a correction in the FTSE, which has returned to a level last seen in mid May. Sterling has rallied significantly against the US dollar in June, and now stands near its year to date high at USD1.296. The president of the ECB, Mario Draghi, has hinted that quantitative easing is about to come to an end, which may be the precursor to a rise in interest rates. In the US, the S&P500 closed the month largely unchanged, but has still risen by 16.22% in the last seven months. The IMF’s prediction of lower growth in the US in late June has, perhaps temporarily, stopped this impressive rise

WHAT INDICES DOES THE FUND HAVE EXPOSURE TO ?

The fund currently has exposure to the performance of nine equity indices in the portfolio. The percentage we have in each index is shown in the chart below and more details of the portfolio can be found on our website: www.structuredproductsfund.com/current-market-exposure. The portfolio is not dependent on these indices increasing to increase the NAV of the fund – the fund will benefit from a combination of these indices increasing, falling or moving sideways over the short to medium term.



Disclaimer: A Key Investor Information Document, Supplementary Information Document and an English language prospectus for the Structured Product Fund are available via the fund website or on request, and potential investors should consult these documents before purchasing shares in the fund. The value of investments and the income from them can fall as well as rise and investors may not get back the full amount invested. Past performance is not a guide to the future. Any investment decisions should be taken with advice, given appropriate knowledge of the investor's circumstances. This financial promotion is intended for UK residents only and is communicated by Mattioli Woods plc, which is authorised and regulated by the Financial Conduct Authority. The information above is based on Mattioli Woods' current expectations and is subject to change without notice.



WHAT IS THE AVERAGE MATURITY OF THE STRUCTURED PRODUCTS IN THE PORTFOLIO?

All the structured products held by the fund have autocall or early termination features. This simply means they can pay the original amount invested plus a return before the maximum maturity. All the structured products the fund holds have a maximum maturity of six years. The shorter the average maturity the sooner the fund will receive the original amount invested plus a return; therefore, as a rough guide, the lower the average maturity the better. This month, the average maturity has reduced from 2.81 years to 2.54 years. The current average maturity of the structured products in the portfolio is 2.54 years, with the shortest maturity being 1.56 years and the longest 4.68 years.

MONTHLY NAV AND YTD PERFORMANCE FIGURES

Date	31 Jan	28 Feb	28 Mar	28 Apr	28 May	29 Jun	31 Jul	31 Aug	30 Sep	31 Oct	30 Nov	31 Dec	YTD
2016											1.00	1.0001	+0.01%
2017	1.0011	1.0022	1.011	1.0200	1.0210	1.018							+1.69%

SCENARIO ANALYSIS

The analysis below is an estimate of what would happen to the price of the fund if all the indices to which the fund has exposure via its structured products moved overnight by the amounts shown in the 'market move' column. This analysis is made subject to a number of assumptions regarding the various inputs required and cannot be seen as an accurate prediction of how the price of the fund will move.

Market move (As at 30 June 2017)	-20%	-10%	+10%
Immediate change in fund price	-9.94%	-3.36%	0.43%

