



KEY FACTS

FUND SIZE	NAV	LAUNCH	**AMC	***TER	ISIN	SEDOL	BLOOMBERG CODE
£ 59,491,349*	100.11%*	28 Nov 2016	0.75%	0.97%	LU1440702675	BD87QV6	CBKMWSP LX

WEBSITE | www.structuredproductsfund.com

* As of 27th January 2017 ** Annual Management Charge *** Total Expense Ratio, estimated

INVESTMENT OBJECTIVE & INVESTMENT SELECTION

The Fund's objective is to return an average annual return of cash* plus 6% over a rolling 3 year period with a volatility lower than the the leading benchmark equity indices. This return will be achieved by investing in a diversified portfolio of structured product pay offs.

*3m GBP Libor

PORTFOLIO ACTIVITY

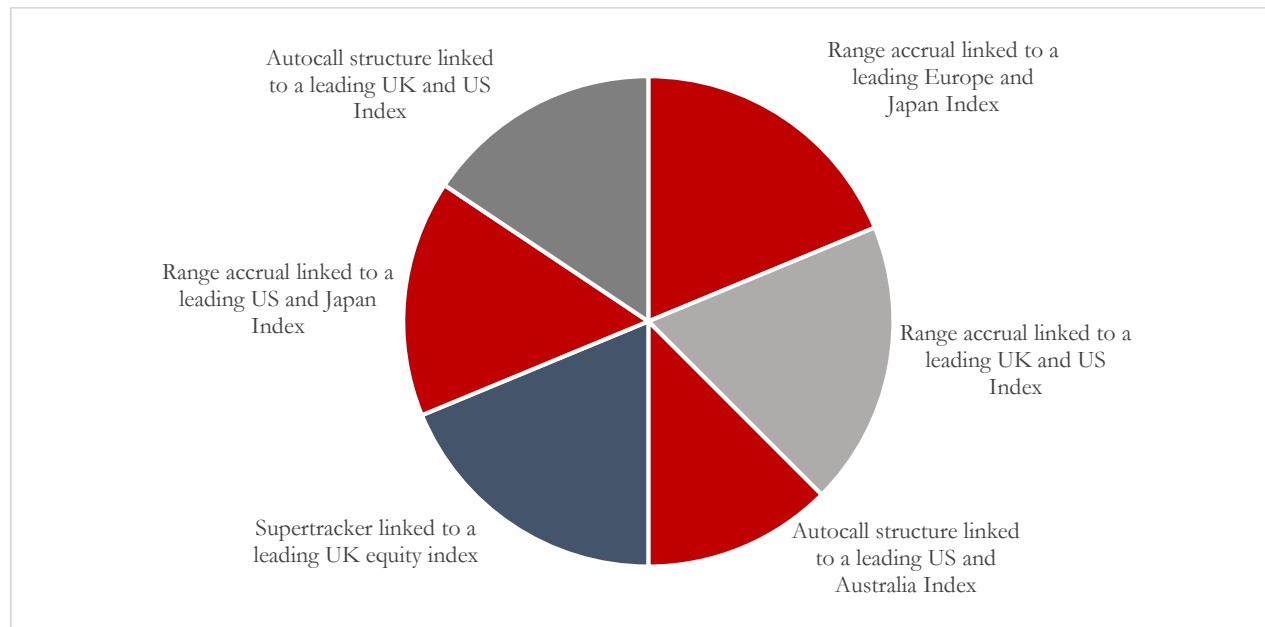
Since the last newsletter, the fund has bought three more structured products. The first one is linked to a leading UK equity index and will return 24% if the index is at or above 112% of its start level after 3 years or, if not, the structured product continues and returns 2.1% for every 1% rise from 85% of the index start level, with a maximum return of 63% if the index is at or above 115% of its start level after 6 years. The second structured product is a range accrual linked to a leading US and a leading Japan equity index. This range accrual locks in a fraction of the annual coupon every day the indices close within a predefined barrier. If both indices stay within the barrier every day for a year, the fund will receive a 9.2% return and the structured product will terminate. Finally, the fund has bought a structured product linked to the leading UK and US equity indices. This structured product will pay a 4.2% return if both indices have fallen by 1% or more after 6 months, otherwise the structured product will continue and pay 8.4% per annum, if the underlying indices have both fallen by below the annual barrier. The graph below in the section "What types of structured product has the fund invested in?" shows more details on this structured product. More information on all these structured products is available from the current market exposure part of the website.

MONTHLY REVIEW

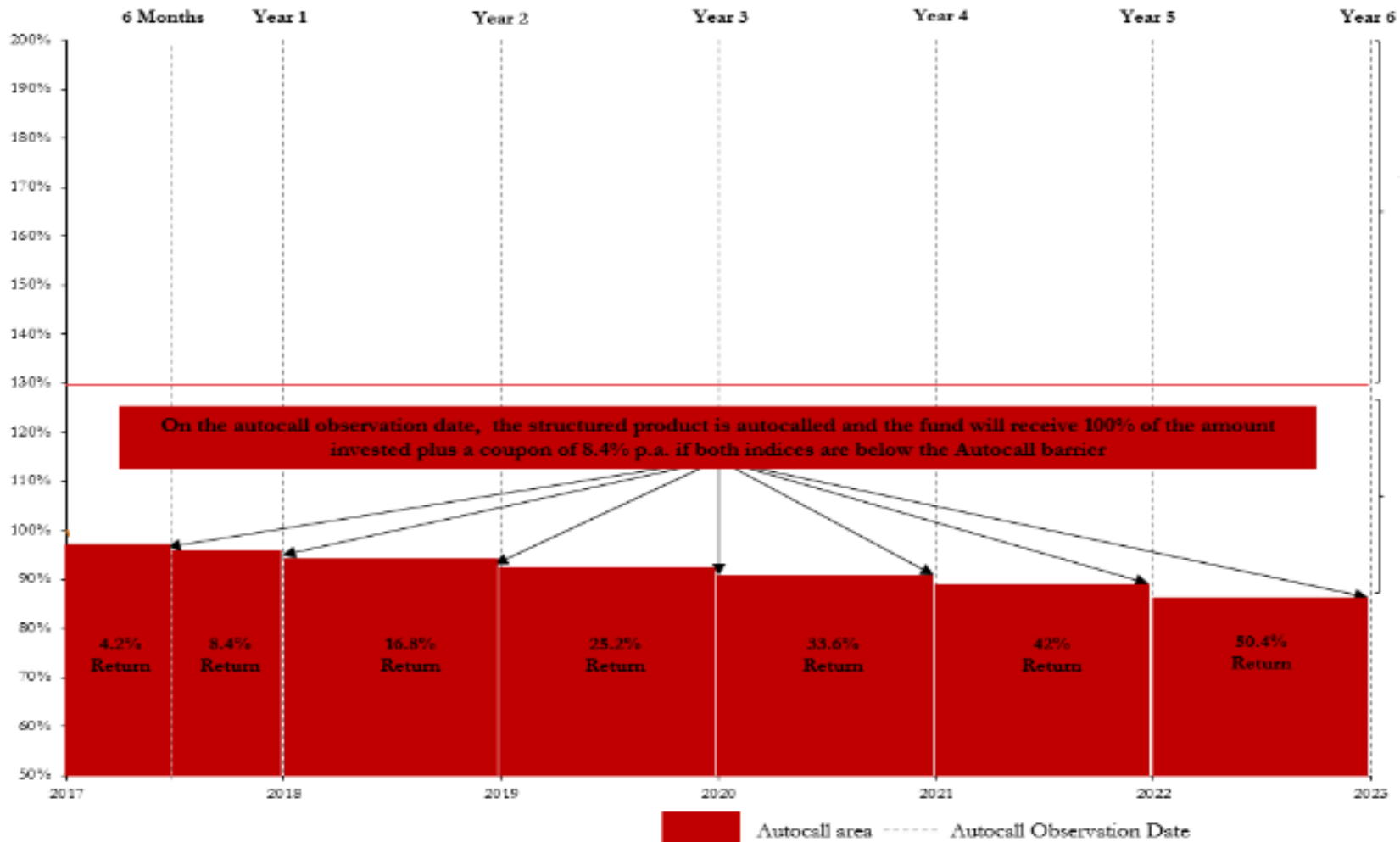
Many leading world indices continue to trade at or near their all-time highs. In the UK, equities are still in pre-Brexit mode waiting for the details of how the exit from the EU will affect the biggest UK companies. In the US, equity markets remain stubbornly high, with the initial executive orders causing political rather than economic shockwaves. In Europe, we remain bearish in the short term before the election in France in April. This bearish theme may continue throughout 2017 reflecting the political uncertainty prior to the elections in the Netherlands and Germany.

WHAT TYPES OF STRUCTURED PRODUCT HAS THE FUND INVESTED IN?

The pie chart below shows all the structured products the fund holds and the proportion of each structured product as part of the total portfolio. All details of the current exposure of the fund can be found on the website www.structuredproductsfund.com/current-market-exposure.



6Y BEARISH AUTOCALL ON A LEADING UK AND A LEADING US INDEX



If one of the indices closes above 130% of its start value after 6 years, the fund suffers a loss of capital equal to the performance of this index above its start value; so if the index closes at 150% of its start level the fund loses 50% of the money invested in this structured product, if the index has risen by 100%, the fund will lose all the money invested by the fund in this structured product.

If both indices close between 88% and 130% of their initial value on 27 January 2023, the fund will receive back the initial capital invested in this structured product.

The fund has recently invested in the structured product shown above. This structured product reflects the adviser's views of a correction in the UK and US markets before February 2018. If the two leading equity indices that this structured product is linked to have fallen by 1% or more after 6 months, the structured product terminates and pays a 4.2% return. Otherwise it continues but can terminate annually if the two indices have fallen further. Please go to the current exposure section of our website for more details.

MONTHLY NAV AND YTD PERFORMANCE FIGURES

Date	27-Jan	28-Feb	31-Mar	28-Apr	31-May	30-Jun	31-Jul	31-Aug	29-Sep	31-Oct	30-Nov	31-Dec	YTD
2016											1.00	1.0001	+0.01%
2017	1.0011												

SCENARIO ANALYSIS

The analysis below is an estimate of what would happen to the price of the fund if all the indices that the fund has exposure to 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	-20%	-10%	+10%
Immediate change in fund price	-7.14%	-2.67%	1.30%