

STRATEGY SHEET

January 2019

ACTIVE CASH MANAGED STRATEGY | GBP

Volatility Target: 0.5-1.5%

Key Facts:

Investment Objectives

The objective is to maintain a liquid portfolio of cash or cash equivalent products.

Investment Strategy

The portfolio will invest into liquid cash or cash-equivalent products including short-term financing, fixed income ETFs and collective investment schemes with a focus on capital preservation.

Base Currency

GBP

Other currency classes available: EUR, USD & CHF

Contact Information

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Return Statistics:

| | |
|-----------------------------|----------|
| Annualised Return | 2.07% |
| Cumulative Return | 10.61% |
| Year-to-date Return | 0.51% |
| Return Last 1 Year | -1.08% |
| Return Last Month | 0.51% |
| Return Last 3 Months | 0.17% |
| Date of back-test Inception | 31/01/14 |

The performance data displayed in this strategy sheet is based on back-tested (simulated) performance data. **Please see the Disclaimer (Page 3)**. The performance illustrations are gross of Linear's DFM fee. Please see the Fees Disclosure table (Page 3).

Strategy Performance:



Source: Linear Investments and Bloomberg as at: January 2019

Discrete Performance:



Source: Linear Investments as at: January 2019

Rolling 12 Months Annualised Volatility:



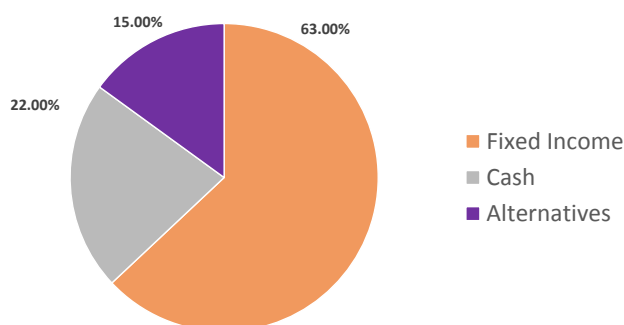
Source: Linear Investments as at: January 2019

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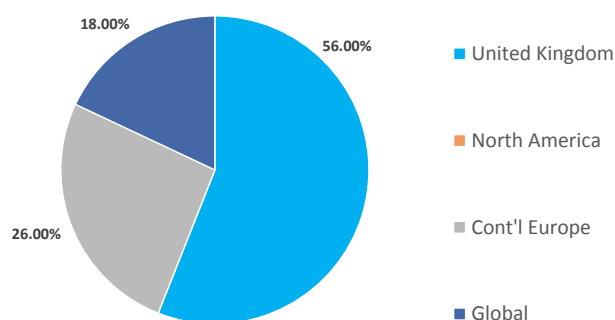
Monthly Returns:

| | Jan | Feb | Mar | Apr | May | Jun | Jul | Aug | Sep | Oct | Nov | Dec | YTD |
|------|--------|--------|--------|--------|--------|--------|-------|--------|--------|--------|--------|--------|--------|
| 2019 | 0.51% | | | | | | | | | | | | 0.51% |
| 2018 | -0.29% | -0.16% | -0.17% | -0.11% | -0.16% | -0.18% | 0.30% | -0.20% | -0.40% | -0.18% | -0.53% | 0.19% | -1.87% |
| 2017 | -0.04% | 0.75% | -0.07% | 0.47% | 0.47% | -0.34% | 0.45% | 0.85% | -1.02% | 0.46% | 0.25% | 0.41% | 2.65% |
| 2016 | 0.72% | -0.09% | 0.89% | 0.12% | 0.40% | 1.85% | 1.24% | 1.54% | -0.20% | -0.54% | -1.17% | 0.98% | 5.84% |
| 2015 | 1.10% | -0.83% | 0.61% | -0.23% | -0.01% | -0.98% | 0.54% | -0.33% | 0.08% | -0.06% | 0.29% | -0.38% | -0.23% |
| 2014 | | 0.24% | 0.33% | 0.35% | 0.56% | -0.11% | 0.15% | 0.88% | -0.38% | 0.30% | 0.98% | 0.14% | 3.47% |

Asset Allocation



Geographical Breakdown



Holdings:

| Fund | Asset Class | Geography | Allocation (%) |
|--|--------------|---------------|----------------|
| Short-term Financing | Alternatives | Cont'l Europe | 15.00% |
| iShares Corp Bond 0-5yr UCITS ETF GBP Dist (London) | Fixed Income | UK | 6.00% |
| iShares Index-Linked Gilts UCITS ETF GBP Dist (London) | Fixed Income | UK | 4.00% |
| iShares UK Gilts 0-5yr UCITS EFT GBP Dist (London) | Fixed Income | UK | 9.00% |
| SPDR Bloomberg Barclays 1-5 Year Gilt UCITS ETF (London) | Fixed Income | UK | 9.00% |
| SPDR Bloomberg Barclays UK Gilt | Fixed Income | UK | 6.00% |
| iShares Euro Inflation Linked Government Bond UCITS | Fixed Income | Cont'l Europe | 6.00% |
| GAM Star credit Opportunities | Fixed Income | Cont'l Europe | 5.00% |
| Vanguard Global Bond Index Fund | Fixed Income | Global | 6.00% |
| Schroder Strategic Bond Fund | Fixed Income | Global | 6.00% |
| M&G Optimal Income Fund | Fixed Income | Global | 6.00% |
| CASH - GBP | Cash | UK | 22.00% |

Source: Linear Investments as at: January 2019

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Fees Disclosure:

| | |
|---|--------------|
| Discretionary Management Fee (included in the performance data) | 0.35% |
| Underlying Fee of the investments as a collective portfolio as at the date of the strategy sheet (included in the performance data) | 0.27% |
| Total Fee | 0.62% |

All fees are annual. Any fees or charges payable to Financial Advisors and Trustees are in addition. Underlying fees of the investments within the portfolio are subject to change. For the latest information on the underlying fees of the investments within the portfolio you should contact Linear Investments Limited. Each day there are two prices for the Strategy: a higher price purchasers pay to buy units and a lower price sellers receive when units are sold. The portfolio manager sets these prices. The difference between these prices is called the 'spread'. The spread is variable and is capped at 5%.

When units are purchased they are bought on a forward pricing basis at the offer price calculated at the next valuation point after receipt of a purchase instruction (so long as these are received prior to the Strategy's dealing cut-off time).

When units are sold they are redeemed on a forward pricing basis at the bid price calculated at the next valuation point following receipt of a redemption instruction (so long as these are received prior to the Strategy's dealing cut-off time).

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The performance information of the portfolio depicted in this strategy sheet presents back-tested (simulated) performance based on a combination of 1) actual historical returns from the underlying investments where available, and 2) actual historical returns from a proxy or index where historical returns of the investment is unavailable. The approach is to minimise, within reason, the use of proxy or index. Please contact a member of the Linear DFM team for more information which proxies have been used, where they have been used, and the rationale for the use of each proxy. For the avoidance of doubt, the term "proxy" is used to define a financial instrument or investment which is substantially the same as one of the underlying investments. Back-tested performance is hypothetical (it does not reflect trading in actual accounts) and is provided for informational purposes only to indicate historical performance had the portfolio been available over the relevant time period. Back-tested performance does not represent actual performance of the portfolio and should not be interpreted as reliable indication of future performance. Back-tested results have certain inherent limitations. Such results do not represent the impact that material economic and market factors might have on the decision-making process if the strategy was live. Since trades have not actually been executed, results may have under- or over-compensated for the impact. Back-tested performance also differs from actual performance because it is achieved through the retroactive application of model portfolios designed with the benefit of hindsight.

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