

MOVE ASSET MANAGEMENT ALTERNATIVE EMERGING MANAGERS



June 2019

Net return & statistics for the period ending June 30, 2019

USD Returns	JUN	QTD	YTD	1-Year	Volatility*	Sharpe Ratio ³	Beta*
Move Model Portfolio: Alternative Emerging managers ** 1,2	0.2%	-1.6%	0.5%	-10.3%	6.0%	0.1	--
S&P 500 Index	7.1%	4.3%	18.5%	10.4%	12.0%	0.8	0.33
MSCI ACWI ex-USA ***	5.8%	2.7%	13.3%	0.3%	11.4%	0.7	0.35
90-Day T-Bill	0.2%	0.6%	1.2%	2.3%	0.3%	--	--
Barclays Aggregate Bond Index	1.3%	0.6%	6.1%	7.9%	2.9%	0.7	-0.1
HFRI FOF Index Composite	1.7%	1.6%	6.3%	1.3%	3.7%	0.4	--

	YTD	2018	2017	Annualized	ITD (01-01-17)
Move Model Portfolio: Alternative Emerging managers ** 1,2	0.5%	-8.7%	15.1%	2.0%	5.0%
HFRI FOF Composite Index	6.3%	-4.0%	7.8%	4.3%	10.0%

* Annualized
** Net of MOVE/Admin fees (before performance fee, computed annually).
*** MSCI ACWI ex USA is composed of large and mid-cap stocks across 23 Developing & 24 Emerging Markets

Move Asset Management has taken all reasonable care in the preparation of this Factsheet, however accepts no responsibility for any errors or omissions contained within. Past performance is not necessarily an indication of future performance. Opinions expressed in this Factsheet are our view as at the date of issue and may change

The Portfolio was up for the month at +0.2% driven primarily by our US Event, US Quant Directional & Asia Quant Directional funds, while our macro and long volatility funds suffered at the hands of the prospect of looser global monetary policy. The achilles heel within the portfolio is the allocation to value, which is somewhat hamstrung by lower interest rates globally, which favor technology and growth. The manager also believes there are more suitable and prudent ways to invest in technology, without having to chase extreme NASDAQ valuations. Move will now reallocate some of its capital towards cash for reasons explained below. The portfolio remains invested for the long-haul and our key objective is capital preservation.

New threat to global growth: Europe now faces increasing slowdown in its growth with the 5-year-ahead inflation expectations in the ECB's Survey of Professional Forecasters hitting a record low. Draghi appears to be manoeuvring the Governing Council toward a sizable package in September and with the prospect of re-starting Quantitative Easing (QE) purchases at a pace of €30bn per month initially for a 9-month period. There is a good chance of 10bp deposit rate cut in September with guidance that rates can move lower via a statement that a tiered reserve charging system is "ready to go" at any time.

US & the Rest: The Fed and BoJ will hold important meetings next week. Market expectations is for the FOMC to deliver a 25bp rate cut and end balance sheet normalization six weeks earlier than scheduled. BoJ will likely revise down both the economic and inflation outlook for FY2019 and Governor Kuroda to emphasize downside risks supporting our forecast for a 20bp deposit rate cut in September.

Over-exposed? With monetary policy easing globally, many assets have benefited from the low yield environment and are now overbought, namely US Equity futures, technology stocks, High Yield Grade bonds. As a result investors have become very underweight cash, the most underweight since the Lehman crisis. We have reason to be cautious. [Cash levels](#)

The Move Emerging Managers Portfolio is a composite of hedge funds as its core portfolio. The Emerging managers portfolio's performance data quoted represents past performance, is estimated based on unaudited results and presented net of the Managers & Administrator's fees and expenses. Current performance may be lower or higher than the performance data quoted. Where applicable, all returns shown reflect the reinvestment of all distributions of income and capital gains.

- All exposures shown herein represent Move Asset Management's Model Portfolio allocated by investment style, based on our Asset Allocation Model.
- The Sharpe ratio describes how much excess return you are receiving for the extra volatility that you have for holding a riskier asset.

INVESTMENT ADVISER: Move Asset Management

CURRENCY: USD

EXPENSE RATIO: 0.51% / 10% performance

PORTFOLIO INCEPTION: JAN 1, 2017

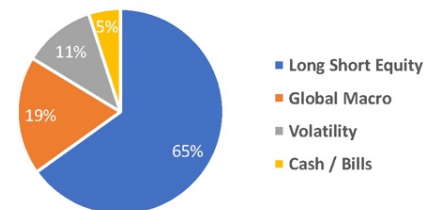
MANAGERS: 8

STRUCTURE:
Separately Managed accounts

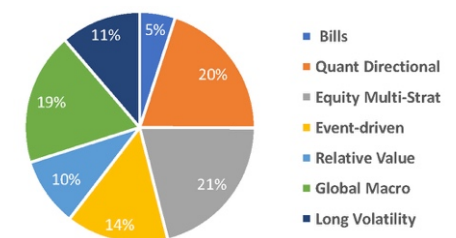
INVESTOR ELIGIBILITY:
Wholesale & Institutional Investors

INVESTMENT MINIMUMS:
Initial Investment: \$100,000
Subsequent Investments: \$50,000

STRATEGY ASSET ALLOCATION^{1,2}



STYLE ALLOCATION^{1,2}



GEOGRAPHIC ALLOCATION^{1,2}

