MOVE ASSET MANAGEMENT
ALTERNATIVE EMERGING MANAGERS

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December 2018

Net return & statistics for the period ending December 31, 2018

USD Returns	Dec	QTD	YTD	1-Year	Volatility*	Sharpe Ratio [3]	Beta*
Move Model Portfolio: Alternative Emerging managers ** [1,2]	**-4.4%**	**-9.2%**	**-8.5%**	**-8.5%**	**6.1%**	**0. 1**	**--**
S&P 500 Index	-9.0%	-13.5%	-4.4%	-4.4%	11.2%	0.7	0.23
MSCI ACWI ex-USA ***	-4.5%	-11.5%	-14.8%	-14.8%	11.5%	0.3	0.35
90-Day T-Bill	0.2%	0.6%	1.9%	1.9%	0.2%	--	--
Barclays Aggregate Bond Index	1.8%	1.6%	0.0%	0.0%	2.8%	0.5	-0.23
HFRI FOF Index Composite	-1.2%	-4.4%	-4.6%	-4.6%	3.5%	0.2	--

	YTD	2017	2016	Annualized	ITD (01-01-17)
Move Model Portfolio: Alternative Emerging managers ** [1,2]	**-8.5%**	**15.1%**	**--**	**2.6%**	**5.3%**
HFRI FOF Composite Index	-4.6%	7.8%	0.5%	1.6%	3.2%

* 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 & 24Emerging 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 down 4.4% month-on-month in December. This was undoubtedly the portfolio's worst month on record and was largely precipitated by the aggressive sell off in the USA markets which witnessed the biggest monthly sell off in equities in fifty years. We did outperform the S&P500, and the MSCI All-World which fell 9% at 4.5% respectively in December. Our annualized returns still remain firmly in the black at +2.6% (net), along with the portfolio's volatility remaining well below the major markets. The portfolio is designed to weather the storm and not react to bouts of volatility, so despite the 4Q drag we get to fight another day.

Where did 2018 go? Most asset classes posted losses this year, in some cases quite severely. Equities, hedge funds, corporate bonds, emerging markets, energy and agricultural commodities, gold, and cryptocurrencies all finished with losses while government bonds finished slightly up after spending much of the year in negative territory. A variety of concerns began to creep into the macroeconomic picture throughout 2018, building to a head in the fourth quarter. So where to next?

The great bond unwind….from past memo's you will recall the leverage that has built up in corporate debt and how the world was feasting on cheap credit during the quantitative easing years with interest rates at 50-year lows. Signs of economic growth and inflation are emerging after an extended period of stagnation; labor markets are finally tightening. The yields on bonds are so low that investors (e.g. pension funds) cannot fulfill their objectives owning them. They offer no inflation protection at a time when inflation may re-emerge. Government bonds are a heavily-invested and widely-owned asset class, often held by passive investors who don't have long enough memories to understand the ravages of inflation. Perpetual deficits and debt-financed government spending may require continual issuance of more debt supply just at the time that investors shift their focus to other asset classes, leading to a faster reversion to rates which have prevailed over a longer 50-year cycle.

Welcome to Move Alternative Emerging Managers portfolio. To that end Move's portfolio has no long credit positions (short's, yes). We have a best-in-class managers for the volatility and global macro space who, like us see's the next major risk being in uncapitalized risk (in credit markets). We have a portfolio of best in class equity managers who play the long (& short) game and who hunt for deep value, not FAANGS. The upshot is that the Move portfolio's allows one to weather the volatility of markets, knowing full well that our managers are harvesting when things go badly and well in the markets. Our recent manager calls puts us in an optimistic view for the year. Welcome 2019!

The Move Emerging Mangers 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.

1. All exposures shown herein represent Move Asset Management's Model Portfolio allocated by investment style, based on our Asset Allocation Model.
2. 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

AGGREGATE GROSS EXPOSURE: 118%
AGGREGATE NET EXPOSURE: 55%

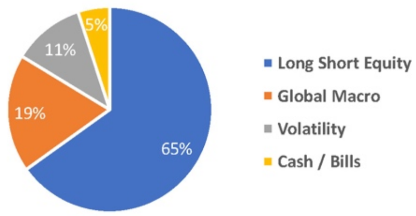
MANAGERS: 8

STRUCTURE:
Separately Managed accounts

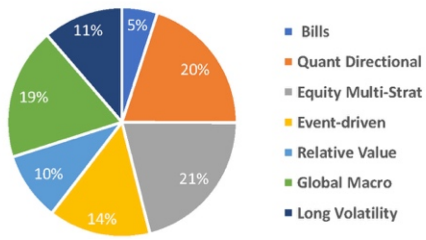
INVESTOR ELIGIBILITY:
Wholesale & Institutional Investors

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

STRATEGY ASSET ALLOCATION[1,2]



STYLE ALLOCATION[1,2]



GEOGRAPHIC ALLOCATION[1,2]