

# ARIA GLOBAL DIVIDEND VALUE PLUS FUND

May 2019

**ARIA**  
CAPITAL MANAGEMENT

INTENDED FOR PROFESSIONAL INTERMEDIARIES

The value of investments can fall and you may get back less than you invested. Past performance is not a guide to future performance. Any specific investments mentioned are for illustrative purposes only and are not intended as investment advice.

## FUND INFORMATION

**Benchmark:** 1m LIBOR + 2%

**Investment objective:** Capital appreciation while controlling risk

**Share class:** C-GBP/EUR/USD

**ISIN:** MT7000020269 / MT7000020251 / MT7000020277

**Fund name:** ARIA SICAV- Global Dividend Value Plus Fund

**Legal Structure:** UCITSV

**Domicile:** Malta

**Investment Manager:** ARIA Capital Management

**Administrator:** Fexserv Fund Services

**Custodian:** Sparkasse Bank (Malta)

**Auditor:** Deloitte

**Management charge:** 0.95% per annum

**Performance fee:** 20% over 1Month Libor+2% subject to high watermark

**Legal Adviser:** Chetcuti Cauchi

**Launch Date:** December 2017

**NAV:** Calculated Weekly

**Min subscription amount:** £1000

**Notice Period:** 2 business days

**Dealing Frequency:** Weekly

## KEY FEATURES

- Global equity income 'maximiser' which targets potentially attractive levels of income to be paid quarterly
- Strict selection criterion which limits holdings to the highest quality companies with a track record of consistently delivering annual dividend increases
- Income generated from two sources: dividend yield and call and put writing strategies
- A defensively constructed fund which seeks to preserve capital during market corrections, even if that means foregoing some equity upside.
- Proprietary hedging technique to reduce market exposure during periods of falling markets

## CUMULATIVE PERFORMANCE OF 10,000 GBP\*



## DISCRETE PERFORMANCE\*

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2019	4.63%	2.30%	-2.79%	2.42%	-5.92%								0.25%
2018	-0.09%	1.42%	-0.01%	0.82%	1.38%	-1.74%	1.34%	-0.33%	-0.58%	-4.77%	-3.74%	-7.80%	-13.63%
2017	-2.80%	1.12%	-0.22%	21.93%	-0.69%	0.73%	-4.51%	9.64%	-4.17%	1.20%	-1.47%	-2.37%	16.83%
2016	-6.89%	1.53%	0.32%	-1.11%	-0.26%	24.81%	3.11%	-2.87%	-0.30%	0.74%	2.72%	3.68%	25.07%
2015	-5.81%	-1.52%	0.87%	2.51%	-0.93%	0.42%	-4.08%	-5.96%	-1.31%	8.13%	1.74%	15.37%	7.81%
2014	0.00%	0.00%	-5.00%	-0.59%	1.78%	1.18%	1.89%	2.35%	-1.09%	-1.50%	-0.26%	-2.19%	-3.60%

Source: ARIA, Altsoft, Bloomberg

## IMPORTANT DISCLOSURES\*

The Performance figures are based on the performance of the FA AR Enhanced Income Fund, until December 2017, which is an offshore OEIC which predates the UCITS 5 Global Dividend Value Plus Fund. There may be tax, regulatory, diversification or other trading limits specific to the UCITS legislation which means that the offshore fund's previous returns are not a reliable indication of future returns. Please note there may be additional third party fees applicable based on the manner in which you access the strategy (financial adviser fees for example) which are not factored into the return data. Past Performance of any kind, actual or simulated, is not a reliable indicator of future performance.

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**Email:** [sales@ariacm.com](mailto:sales@ariacm.com)  
**Telephone:** +971 4 3252800

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## INVESTMENT HIGHLIGHTS

-  Alternative Assets
-  Globally diversified
-  Dynamic volatility management
-  Quality performance
-  Yield enhanced equity income

## INVESTING RATIONALE

**Defensive equity portfolio** which has ability to generate attractive, consistent income distributions in a world starved of yield

**Fund targets 'high quality' value stocks**, which have historically outperformed companies with higher beta and higher volatility when compared to their benchmark

**Exposure to the 'value' factor** as defined by attractively priced stocks with above average yields

**Dynamic Risk Management:** as market conditions change, the Fund can switch to more defensive income generating strategies, and implement market hedges

## CUMULATIVE PERFORMANCE\*

1 month	-5.92%
YTD	0.25%
1 year	-16.39%
3 year (Ann.)	10.59%
Since Inception (Ann.)	5.35%
Volatility (Since inception)	19.43%

## FUND PERFORMANCE\*

1 year	-16.39%
3 year	35.26%
5 year	N/A
Since Inception (TR)	31.49%

Source: ARIA, Altsoft, Bloomberg

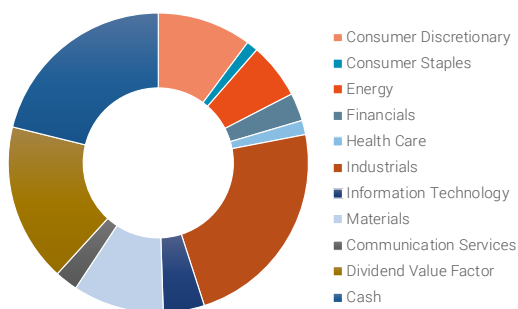
## FUND EXPOSURES

### Top Holdings

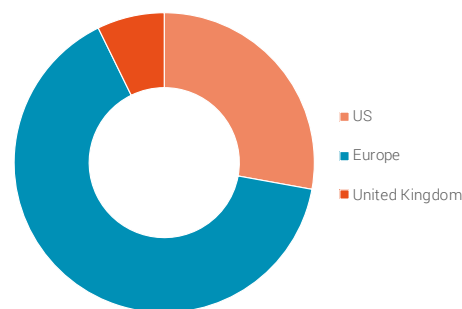
S&P 500 EMINI MAR 19	12.4%
EUROSTOXX 50 EMINI MAR 19	11.4%
ISHARES MSCI USA DVD USD DIS	10.0%
ISHARES EDGE MSCI ERP VALUE	3.6%
ISHARES EDGE MSCI USA VALUE	3.4%
EXXON MOBIL CORP	1.9%
PEAB AB	1.9%
US BANCORP	1.9%
PACCAR INC	1.8%

## ASSET & GEOGRAPHICAL ALLOCATION

### Sector asset allocation



### Geographical asset allocation



Source: ARIA, Altsoft, Bloomberg

## RISK STATISTICS\*

	GDVP	Cash	Fixed Inc	Property	Equities	Commod.	Hedge funds
Annualised Vol	19.43%	0.15%	3.29%	20.88%	16.04%	16.70%	5.51%
Sharpe ratio	0.26	1.38	1.15	0.15	0.36	-0.47	-0.12
Correlation to Equities	0.25	-0.41	0.08	0.70	1.00	0.69	0.83
Max Drawdown	-19.43%	0.00%	-3.67%	-56.14%	-44.35%	-60.80%	-20.20%
% positive months	46.03%	100.00%	66.15%	53.08%	63.85%	49.23%	59.23%

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## PORTFOLIO MANAGEMENT TEAM



**James Hindmarch**  
Portfolio Manager



**Matt Brittain**  
Portfolio Manager



**Paul Magro**  
Independent Risk Manager

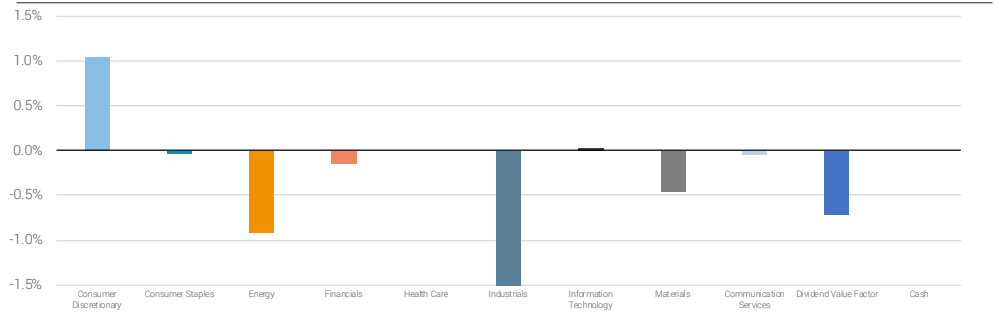


**James Ward**  
Portfolio Analyst

## DISCLAIMER\*

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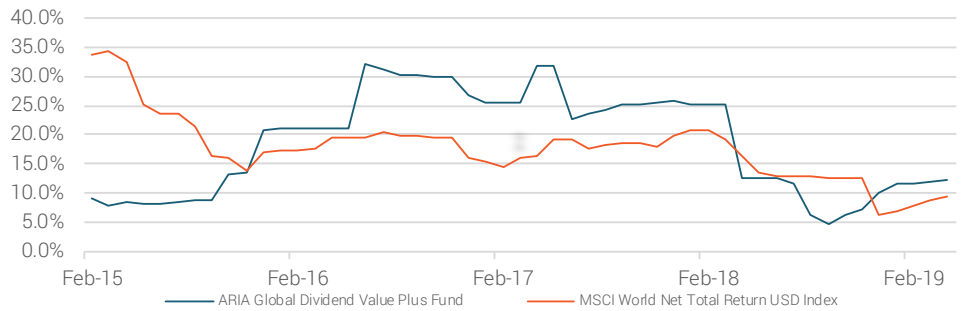
## ATTRIBUTION ANALYSIS



Source: ARIA, Altsoft, Bloomberg

## ROLLING PERFORMANCE ANALYSIS\*

### Rolling 12 months annualised volatility



Source: ARIA, Altsoft, Bloomberg

### Rolling 12 months annualised correlation to MSCI World



Source: ARIA, Altsoft, Bloomberg

## GLOSSARY

**Volatility:** Standard deviation is a statistical measurement which, when applied to an investment fund, expresses its volatility, or risk. It shows how widely a range of returns varied from the fund's average return over a particular period.

**Volatility Targeting:** Means portfolios are managed to a certain level of risk, which is defined by a given volatility target number. This usually means a rolling target range.

**Market Drawdown:** Represents the worst possible return over a specified period. E.g. Buying at the maximum price over the period and selling at the worst.

**MSCI World:** MSCI World is an index which includes exposure to global stock markets including the US, UK, Europe and SE Asia which provides a relevant reference for how global markets are performing.

**Sharpe Ratio:** This is a commonly-used measure which calculates the level of a fund's return over and above the return of a national risk-free investment, such as cash or Government bonds. The ratio is an indication of the amount of excess return generated per unit of risk.

**IA Global Equity Income:** Index of Funds which invest at least 80% of their assets globally in equities. Funds must be diversified by geographic region and intend to achieve a historic yield on the distributable income in excess of 100% of the MSCI World Index yield at the fund's year end on a

**FTSE 100:** This is an index that measures the performance of the shares of the top 100 largest companies listed on the London Stock Exchange.

## RISK CONSIDERATIONS

Please carefully consider the below risks in addition to the more detailed description in the Prospectus and Offering Supplement entitled "Risk Factors".

- **Market risk:** The value of assets in the Fund are typically dictated by a number of factors, including the confidence levels of the market in which they are traded.
- **Operational risk:** Material losses to the Fund may arise as a result of human error, system and/or process failures, inadequate procedures or controls.
- **Liquidity risk:** The Fund may not always find another party willing to purchase an asset that they want to sell which could impact their ability to meet redemption requests on demand.
- **Exchange rate risk:** Changes in exchange rates may reduce or increase the returns an investor might expect to receive independent of the performance of such assets. If applicable, investment techniques used to attempt to reduce the risk of currency movements (hedging), may not be effective. Hedging also involves additional risks associated with derivatives.
- **Custodian risk:** Insolvency, breaches of duty of care or misconduct of a custodian or sub-custodian responsible for the safekeeping of the Fund's assets can result in a loss to the Fund.
- **Derivatives risk:** Certain derivatives may result in losses greater than the amount originally invested.
- **Counterparty risk:** A party that the Funds transact with may fail to meet its obligations which could cause losses.
- **Emerging markets risk:** Emerging markets are likely to bear higher risk due to lower liquidity and possible lack of adequate financial, legal, social, political and economic structures, protection and stability as well as uncertain tax positions.
- **Volatility risk:** An investment in the Fund can expose investors to higher volatility levels than is normally associated with "balanced" investment strategies, therefore the value of their investment may be subject to significant changes in the short term.
- **Leverage risk:** The Fund may operate with leverage. Leverage occurs when the economic exposure created by the use of derivatives is greater than the amount invested. A leveraged portfolio may result in large fluctuations in the value of the Fund and therefore entails a high degree of risk including the risk that losses may be substantial.
- **Historical performance data:** The composition of each strategy is determined by reference to historical data. However, past performance is not an indicator of future performance. The performance of a market may differ to that indicated by a mathematical formula based on historical data, which in turn may adversely affect the value of your investment.

## IMPORTANT DISCLOSURES

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