

INTEGRA PRIVATE WEALTH
INVESTMENT SOLUTIONS

Core US Dollar Cautious Income Portfolio

DISCRETIONARY PORTFOLIO MANAGEMENT · INFORMATION DOCUMENT

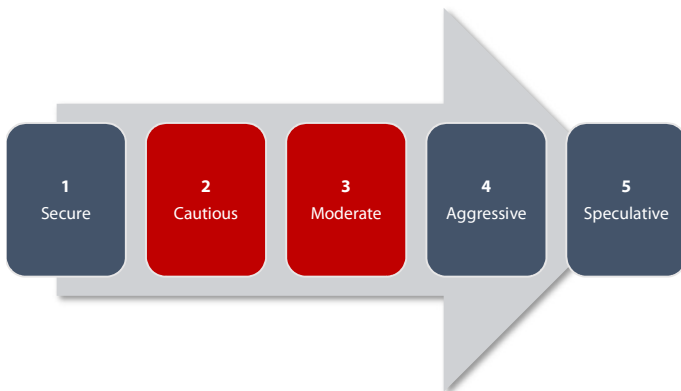
DISCLAIMER - This document is intended for information purposes only. All portfolios are designed following a thorough financial planning exercise to establish the financial objectives and risk attitude. Past Performance should not be taken as an indication of future performances. Portfolio values can go up as well as down.

Objective and investment policy

The main objective of the **Core US Dollar Cautious Income Portfolio** is to provide investors with a regular income. The portfolio also aims to preserve capital. The **Core US Dollar Cautious Income Portfolio** targets a distribution yield (not guaranteed) of 2.0% over the 10 year US Treasury yield, before fees. The portfolio seeks diversification within an unrestricted asset class through active asset management. Underlying investments typically consist of long-only UCITS V compliant Collective Investment Schemes.

We believe a structured and disciplined investment process is central to our endeavour to deliver good returns. Our Investment Committee meets regularly to review and select individual funds within each of the various investment markets. This culminates in our recommended list of investments, from which the **Core US Dollar Cautious Income Portfolio** is constructed and monitored, so as to take advantage of any tactical ideas and 'special situations' that may be appropriate to enhance performance or to return a consistent level of income in line with our main objective.

RISK RATING · This service attracts a **Cautious to Moderate** risk



DISTRIBUTION FREQUENCY - QUARTERLY

Accumulated income during the quarter is typically paid towards the end of January, April, July and October

PORTFOLIO FEE STRUCTURE

This service typically attracts a Nominee Fee of 0.1% p.a. and a Management Fee of 0.5% p.a. plus VAT.

Standard charges of the fees associated to the various services offered by Integra Private Wealth can be found in the **Private Client Fee Schedule** which can be provided on request.

The fees charged to the client are also defined in the Investment Services Agreement signed individually with each client.

Fee calculation methodology

A management fee and a nominee fee (*in accordance with Investment Service Agreement*) based on the daily average value of the total portfolio charged quarterly in arrears. Integra Private Wealth might receive rebates from underlying service providers based on the investments held in the portfolio. All these rebates are credited back to the client thus reducing the impact of fees on the portfolio. Unless otherwise stated, fees will be netted-off from any cash holdings in the portfolio before any distribution.

General risks

The value of any portfolio serviced by Integra Private Wealth may go down as well as up, positive returns are not guaranteed, and investors may get back an amount which is less than the money invested. Aside from macroeconomic factors that affect all investments to varying degrees, some of the unique factors that could lead to adverse returns include, but are not limited to:

- **BUSINESS RISK** · Uncertainty of dividend flows caused by the nature of the business of the issuers of stocks, bonds and other securities. *For example, the stock price of automobile companies may suffer in the event of a downturn in consumer spending.*
- **FINANCIAL RISK** · The uncertainty produced by how issuers finance their investments. *For example, the government of an emerging economy that issued bonds denominated in US\$ may find it more costly if US\$ interest rates rise.*
- **LIQUIDITY RISK** · The ease/difficulty with which an investment can be converted to cash and the uncertainty of the price to be received.
- **CURRENCY RISK** · The uncertainty introduced by the buying and selling of securities in a currency different from the investor's own.
- **COUNTRY RISK** · The uncertainty of returns caused by changes in the political/economic environment in a country.
- **MARKET RISK** · Portfolios may take positions in traded instruments including listed securities. All securities present a risk of loss of capital.
- **UNDERLYING COLLECTIVE INVESTMENT SCHEMES** · Portfolios may have a substantial part of their investments in collective investment schemes. Accordingly the value of the underlying investments may be affected by the fees charged by these schemes and which are applicable from time to time.
- **COUNTERPARTY RISK** · Counterparty risk is the risk that the person or institution with whom you have entered a financial contract - who is a counterparty to the contract - will default on the obligation and fail to fulfil that side of the contractual agreement.