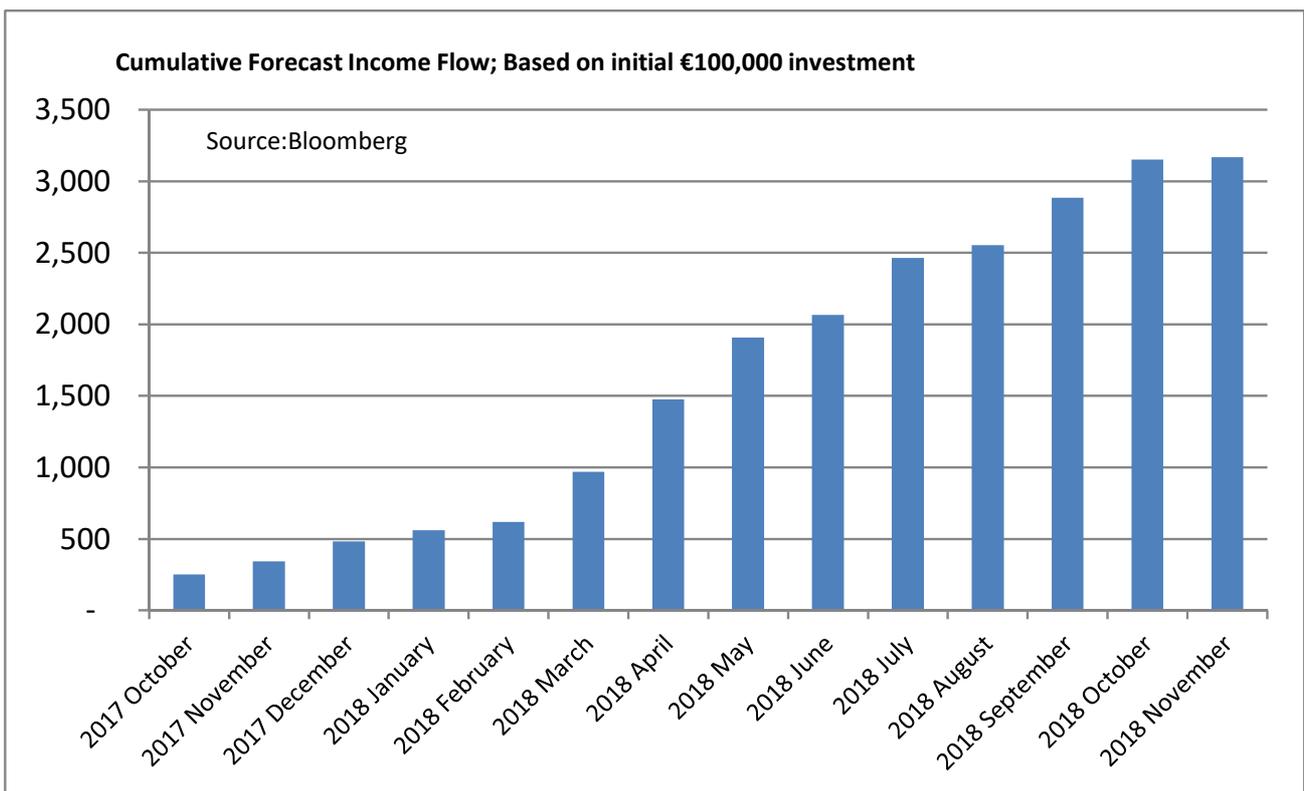
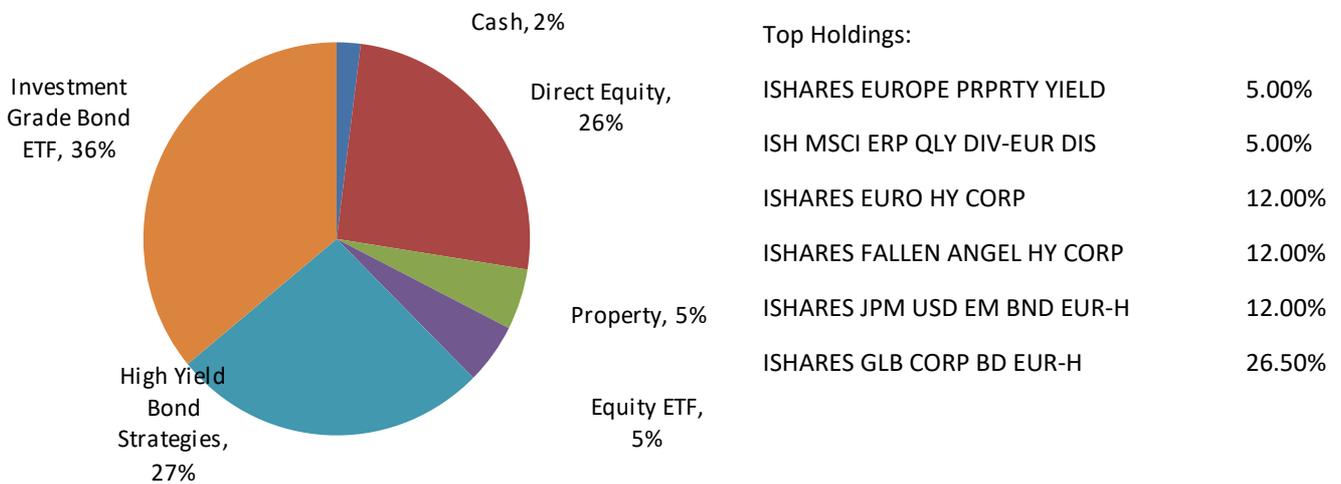


Objective - To achieve an above average level of Euro denominated income, with a moderate degree of capital security

Investment Policy - The manager will invest in a diversified portfolio of European / Euro denominated Equities, Bonds, Funds and ETF's

Strategy - A wide universe of exchange traded funds, direct equities and bonds and other income producing vehicles are quantitatively assessed on a monthly basis, in order to provide a broad spread of exposure by way of asset class and income source. The manager will constantly attempt to provide Cash Plus levels of income and diversification of risk

Launch Date:	August 2017	Available to investors through on-line investor platforms
Minimum Cash Holding:	2%	Dealing Dates: Weekly: according to platform provider
Investment Management Charge:	0.35%	Benchmark: Bond - iBOXX Euro Corporate 5/7 Yr Equity - Euro Stoxx 50
(Platform and Adviser Charges will apply)		



Successful Investing for Income

We are now in an economic age which suffers from low income returns. Low interest rates have been the norm since 2009 and it would seem to be the case that the low interest rate age will continue for the foreseeable future.

Bond investments have been greatly affected in this environment. Since rates began to fall in 2009, returns generated by bonds have held up surprisingly well, buoyed by fixed interest rates on bonds issued before the crash and capital gains on these bonds as rates fell. As new bonds have been issued over this time however, we have seen that the lower for longer interest rate environment has the effect of substantially reducing returns to bond investors as the bonds issued from 2009 and before come to maturity and the maturity proceeds are re-invested back into the market at very much lower rates.

This, almost permanent, decline in rates has pushed bond investors to new and higher yielding markets and extremes of maturity in an effort to maintain returns. The effect of this move has made bond investing a more complex / difficult place and raised the level of underlying risk, such that annual income returns can be overwhelmed within a market move over a few hours.

Historically, bonds have always attracted investors and savers looking for relatively safe and secure income. Whilst "safe and secure" is still a major feature for most of the bond market, the type of income returns we had been accustomed to over the last 30 years are difficult to achieve.

The low interest rate environment however provides opportunities in equity markets, where the outlook for companies is, because of the ease at which funding can be obtained, increasingly looking promising.

Dividend yields often exceed bond yields issued by the same company and as such it makes sense to consider a combined Bond and Equity market approach when investing for income.

Understanding the difference between Bond and Equity investing is vital. Despite the differences, investors could be excused for believing that whilst the approach is different, the outcome is the same. The two asset classes react differently to the varying economic pulses and themes that mark the ebb and flow of financial markets. For example rising interest rates which combat potentially strong inflation, caused by a pick-up in growth, could produce a good result in equity markets. Investors will buy in anticipation of greater profitability as the economy picks up. Bonds in this environment generally struggle as fears of inflation and being locked into a lower rate of interest become the main concern.

We provide an investment approach that combines investment into Equity and Bond markets. Our aim is to provide a regular income to our clients without having to rely too much on either market.

bridport is, by its origins and nature, a specialist in bond markets. However, our long term investment experience provides a unique ability to add to this specialisation with careful and insightful analytics within the sphere of equity income.

As bond investors first and foremost we are mostly concerned with retaining portfolio value, in real (inflation protected) as well as nominal terms. We work to meet specific income targets by blending key sectors of the bond market with a target portfolio of equities that pay relatively good levels of dividend income.

At bridport we are fixed income specialists and would prefer that our investors have direct access to the bond market.

Unfortunately, due to specific EU rules and regulations most private investors now no longer have the financial resource to be able to commit directly to the market, where minimum investment size per bond issue commences at €200,000.

We have therefore decided to use an approach which makes use of Exchange Traded Funds. At this stage we prefer the ETF approach to that of a Bond Fund. ETF providers such as Blackrock and their like now offer private investors with a wide range of highly targeted bond ETF's which enables us to provide investors in this portfolio service with a wide ranging bond selection that will provide a good income return with an increased range of diversification. Whilst the largest section of the portfolio is dedicated to a Euro currency investment grade ETF, a further significant proportion will be invested in some niche bond markets that we believe offer a good value proposition.

A relatively high proportion of the Equity market returns profit to shareholders via the mechanism of dividends. We are witnessing a pickup in this trend with companies advising of future dividend increases, one off special dividends and return of capital through mechanisms such as share buyback programmes.

Direct Equity	Industry	Dividend Yield
ANHEUSER-BUSCH INBEV	International Beverages	3.55
BANCO SANTANDER SA	Global Financial	3.00
CREDIT AGRICOLE SA	French Financial	4.06
CRH PLC	Global Construction Materials	2.45
ING GROEP	Dutch Financial	4.21
INTL CONSOLIDATED AIRLINES	International Airline	3.50
ITALGAS	Italian Utility - Gas Distribution	4.20
KLEPIERRE	Commercial Property REIT	5.30
L'OREAL	Health / Beauty	1.90
ORANGE	Telecommunications	4.25
RED ELECTRICA CORPORACION	Spanish Utility - Electricity Network	3.75
ROYAL DUTCH SHELL PLC	Energy	7.125
TOTAL SA	Energy	5.60
UNIBAIL-RODAMCO	Commercial Property REIT	4.76
UNILEVER	International Branded Food / Goods	2.76
VINCI SA	Global Construction / Engineering	2.77
VONOVIA	European Property - Residential	3.15

These companies tend to possess a more solid and stable financial background and balance sheet. They also tend to have a long history of reasonable year on year growth in earnings and increasing free cash flows.

Dividend pay-out ratios tend to be in the sustainable area, although some recent (and positive) corporate actions, such as one off special dividends, cause distortion in this classic viewpoint on long term dividend sustainability. We have therefore also selected a range of ETF's that concentrate on investing into high quality dividend flows within European quoted companies. We also make use of a range of higher yielding, large capitalisation, direct equity investments that fit in with this type of sustainable dividend filtering.

Portfolio Statistics: Performance and Volatility.

Commencement Date 30th June 2016

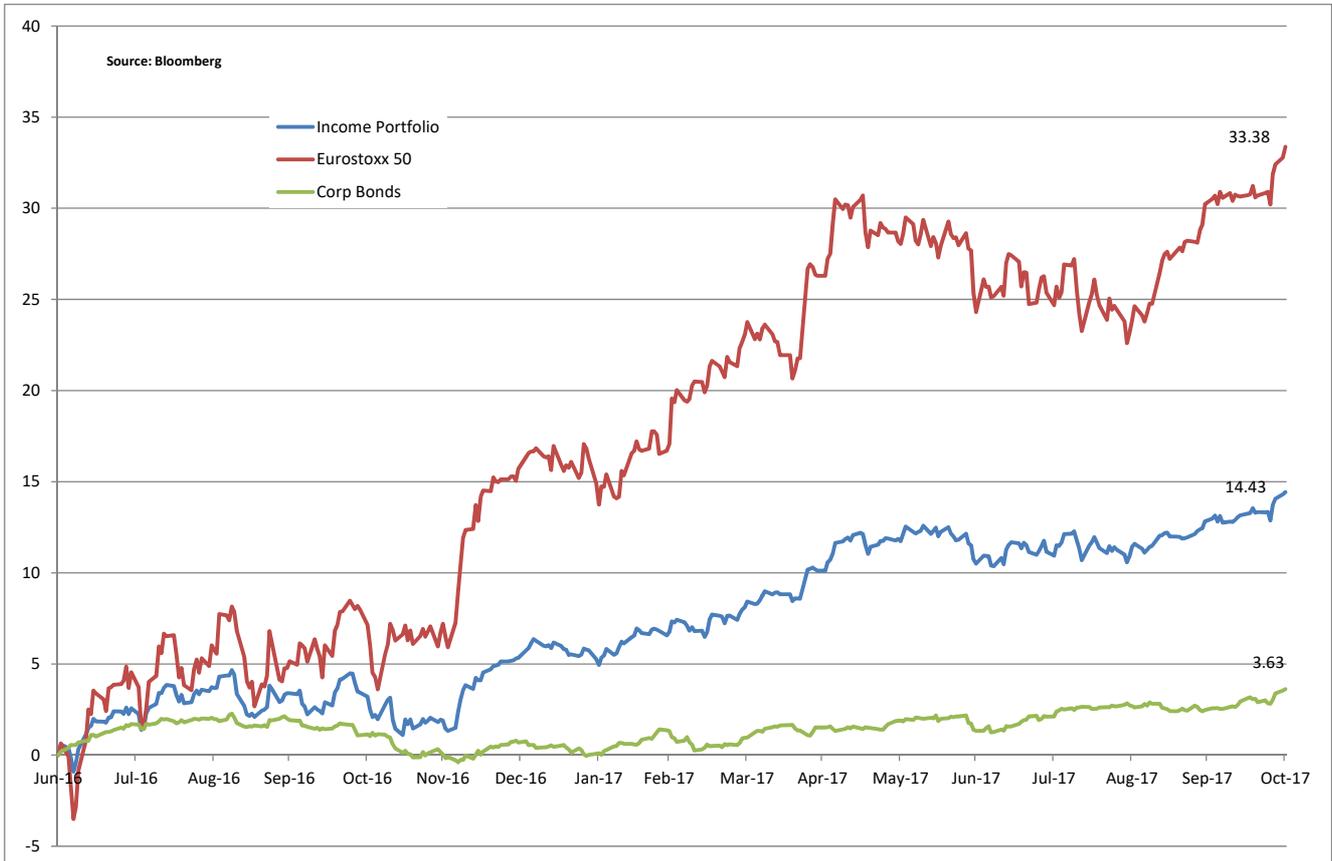
Assuming investment of €100,000 as at 30th June 2016

Assumed performance before charges

Estimated Costs:

bridport & Co (Jersey) Ltd Management Fee: 0.35%

Underlying Fund (ETF) Charges 0.28%



Portfolio Statistics (source: Bloomberg)

Return

Total Return

2.12

2.88

7.60

8.48

Maximum Return

0.72

0.73

1.47

1.47

Minimum Return

-0.60

-0.69

-0.69

-1.18

Mean Return (Annualized)

12.42

8.36

13.59

12.23

Risk

Standard Deviation (Annualized)

4.11

4.26

4.31

4.75

Downside Risk (Annualized)

3.01

3.10

2.93

3.30

Sharpe Ratio

2.2

1.47

2.29

1.88

The value of Investments and any income from them, may go down as well as up (which may in part be due to fluctuations in foreign exchange rates), and investors may not get back the full amount invested. Past performance is not necessarily a guide to future performance. bridport & co (Jersey) Ltd has compiled this document and has taken care to ensure that the information contained herein is correct, but it does not warrant, represent or guarantee the accuracy of any such information, nor does it accept any responsibility for any errors, inaccuracies, omissions or inconsistencies herein. This document should not be construed as advice or as a recommendation to buy or sell any investment.

bridport & co (Jersey) Ltd is regulated by the Jersey Financial Services Commission.