

Sovereign^s

Income Segregated Portfolios

Fact Sheet • November 2015

Fund performance to 1st November 2015

Segregated Portfolio	Start Date	NAV	1 month	3 months	6 months	9 months	12 Months	Since Launch
USD Income	30/06/2004	76.125	-3.56%	-6.79%	-19.21%	-18.31%	-22.83%	-23.88%
EUR Income	30/06/2004	78.766	-3.70%	-7.24%	-20.73%	-19.45%	-22.47%	-21.23%
GBP Income	30/06/2004	79.292	-3.27%	-6.01%	-18.88%	-17.95%	-21.61%	-20.71%

Commentary

Income Segregated Portfolios

Sovereign High Security Fund SPC (the 'Fund') is an absolute return fund that aims to achieve smooth predictable investment returns of between 8% and 9% per annum (net of fees in GBP, EUR and USD) by investing in funds of Traded Life Policies (TLPs).

TLPs are United States issued life assurance policies where the policy owner has elected to sell the future benefits of his or her policy at a deep discount from a fixed maturity value. Unlike most asset classes we have the unique benefit of knowing how much profit has been made in advance of purchasing the asset, which enables the fund to deliver consistent, positive investment returns, even in a declining market.

The Fund aims to be up to 95% invested in funds that invest in TLPs, all of which must be issued by a broad spread of highly credited Life companies.

Total Policy Value: \$83,914,289
 Average Policy Value: \$1,422,276
 Total Number of Policies: 59
 Average Current Age: 83.6

Liquidity

NAVs are calculated and published monthly and dealing for all segregated portfolios is on the 1st of each month. The fund is currently experiencing tight liquidity and restrictions apply to the redemption of shares from all segregated portfolios. Full details of the redemptions restrictions are detailed in the offering memorandum, which is available upon request.

Dealing Codes

Segregated Portfolios

EUR Income Segregated Portfolio
 GBP Income Segregated Portfolio
 USD Income Segregated Portfolio

SEDOL
 B01VRL1
 B01VFJ5
 B01VRB1

ISIN
 KYG8296W1244
 KYG8296W1087
 KYG8296W1160

BLOOMBERG
[SHSFINE:KY](#)
[SHSFING:KY](#)
[SHSFINU:KY](#)

VALOREN
 2133229
 2217104
 2217101

Key features

- No initial charges
- 100% allocation on day one
- Not stock market related
- Aims to deliver smooth predictable investment returns
- 1% annual management charge
- Available in GBP, EUR and USD
- Minimum investment of \$50,000 (\$5,000 in a PPB)
- Regulated Cayman Mutual Fund
- Monthly dealing and valuations
- May be included in Personal Portfolio Bonds, SiPPs & Wraps

Financial Strength

Financial strength of insurance company holdings

A.M. best classification	Percentage holding
A ++	3.58%
A+	69.12%
A	14.04%
A-	10.29%
Other	2.97%

Top 5 Holdings in TLPs

AXA Equitable Life Ins. Co.	14.94%
Prudential Ins. Co. of America	10.90%
American General Life Ins. Co.	9.14%
Transamerica Life Ins. Co.	7.94%
Nationwide Life Ins. Co.	6.73%

Sovereign^s

Income Segregated Portfolios



Important Information for Professional Advisors Only

This document is issued and distributed by Managing Partners Limited ("MPL"), other than in the United Kingdom ("UK") where it is distributed by Managing Partners Capital Limited ("MPC") to institutional and professional investors only. Please see below for circulation restrictions in the UK and the Cayman Islands.

MPL is the manager of the Sovereign High Security Fund SPC (the "Fund") which is an exempted company incorporated in the Cayman Islands with limited liability. The Fund is registered with Cayman Island Monetary Authority ("CIMA") as a mutual fund under section 4(3) of the Mutual Funds Law of the Cayman Islands (1996 www.cimoney.com.ky/search/searchforentity.aspx).

MPL is an exempted company incorporated in the Cayman Islands with limited liability. MPL provides management and administrative services to the Fund but is exempt from the requirement to obtain a licence under the Cayman Islands Securities Investment Business Law (as revised) and is not subject to regulation by the CIMA because it carries on securities investment business only for sophisticated persons and high net worth individuals. MPL has filed a declaration and registered with the CIMA accordingly (number 14505 <http://www.cimoney.com.ky/search/searchforentity.aspx>).

THE DIRECTORS OF THE FUND HAVE DETERMINED THAT FROM THE MAY 2013 DEALING DAY AND UNTIL FURTHER NOTICE ALL REDEMPTIONS OF PARTICIPATING SHARES FROM ALL OF THE SEGREGATED PORTFOLIOS ARE SUSPENDED. HOWEVER, THE FUND IS STILL OPEN TO FURTHER SUBSCRIPTIONS INTO ANY OF THE SEGREGATED PORTFOLIOS AND WILL CONTINUE TO ISSUE NET ASSET VALUES DURING THE PERIOD OF SUSPENSION.

The Fund is not available for direct sale to members of the public. This document does not constitute an offer to sell or a solicitation of an offer to buy shares in the Fund. Subscription for shares in the Fund can only be made by completing the application form that accompanies the Offering Document.

Investment in the Fund will only be allowed on the basis of the relevant offering documents. Prospective investors should read the relevant offering documents carefully, including the risk factors, and take appropriate professional advice, including legal, financial and tax advice, before making any investment. Investment in the Fund may not be suitable for all investors.

Any past performance information presented is not indicative of future performance. Performance can go down as well as up. Due to the complexity of certain data points within this document a rounding formula of two or four decimal places may have been applied. Some of the information herein may contain projections or other forward looking statements regarding future events or future financial performance of countries, assets, markets or companies. These statements are only predictions and actual events or results may differ materially. Any geographic, political, economic, statistical, financial and exchange rate data may in certain cases be presented in approximate or summary or simplified form and may change over time. Any reference to any specific company, financial product or asset class in whatever way is used for illustrative purposes only and does not constitute a recommendation on the same. The data contained within this document relates to the universe of policies in which the Fund participates and is not an indication of the net asset value. While all reasonable care has been taken in preparing the material in this document, no warranty whatsoever is given and no responsibility or liability is accepted for any loss arising directly or indirectly in connection with or as a result of any person acting on any information, opinion or statement expressed in this document.

The material in this document has been prepared for informational purposes only and is subject to change without notice and is not intended to and shall not in any way constitute an invitation or an offer or be construed as a solicitation or offer, or recommendation to acquire or dispose of any investment or to engage in any other transaction. Nothing contained herein constitutes investment, legal, tax or other advice nor is it to be relied on in making an investment or other decision. You should obtain relevant and specific professional advice before making any investment decision. Potential investors should note that investments can involve significant risks. No assurance can be given that the investment objective of any investment product will be achieved. Investment in the Fund is currently available through 15 Segregated Portfolios, which are subject to differing rules as stated in the Fund's offering document, including in relation to minimum investment amounts, redemption rights and charges.

This publication is provided "as is" and MPL gives no warranties of any kind express or implied in respect thereof. Except as expressly set out herein, all warranties, conditions and representations expressed or implied by statute, common law or otherwise are hereby excluded to the fullest extent permitted by law. The matters herein are not directed at any person in any jurisdiction where (by reason of that person's nationality, residence or otherwise) the publication or availability of this publication is prohibited. The promotion and sale of collective investment schemes may be restricted in your jurisdiction. Persons in respect of whom such prohibitions apply must disregard all matters and information herein, do so on their own initiative and are responsible for compliance with applicable local laws and regulations; legal advice should be sought in cases of doubt.

General circulation restriction

This document is not directed at any person in any jurisdiction where (by reason of that person's nationality, residence or otherwise) the document or availability of this document is prohibited. The promotion and sale of unregulated collective investment schemes may be restricted in your jurisdiction. Persons in respect of whom such prohibitions apply must disregard all matters and information in this document. Those who act upon information in this document do so on their own initiative and are responsible for compliance with applicable local laws and regulations. Recipients who are in any doubt should obtain appropriate legal and/or regulatory advice.

UK circulation restriction

The Fund is a Cayman Islands-based unregulated collective investment scheme which is not regulated, authorised or otherwise approved by the UK Conduct Authority ("FCA"). It is promoted by MPC, with registered address: Drayton House, Drayton Lane, Chichester, West Sussex PO20 2EW. Tel: 01243 785600. Email: info@mpcfunds.com. Web: www.mpcfunds.com.

This document is directed only at persons who fall within articles 19 or 49 of the Financial Services and Markets Act 2000 (Financial Promotion) Order 2005, including professional advisers who are authorised under the Financial Services and Markets Act 2000, other persons who have professional experience in matters relating to investments and institutional investors. The Fund is not available for direct sale to members of the public and nothing in this document is directed at, nor should be relied upon by, retail investors. This document is made available to FCA Regulated Advisers only within the UK.

Cayman Islands circulation restriction

The Fund is not available for direct sale to members of the public. This document has been prepared for information purposes only and is subject to change without notice. It does not constitute and must not be construed as an invitation, offer or recommendation to the members of the public in the Cayman Islands to acquire or dispose of any interest in the Fund. For these purposes, 'public' does not include a sophisticated person; a high net worth person; a company, partnership or trust of which the shareholders, unit holders or limited partners are each a sophisticated person or a high net worth person; any exempted or ordinary non-resident company registered under the Companies Law (2013 Revision); a foreign company registered pursuant to Part 9 of the Companies Law (2013 Revision); any such company acting as general partner of a partnership registered pursuant to the provisions of the Exempted Limited Partnership Law (2014 Revision); or any director or officer of the same acting in such capacity or the Trustee of any trust registered, or capable of registering, pursuant to the provisions of the Trusts Law (As revised). Subscription for shares in the Fund may be made only by completing the application form that accompanies the relevant offering document.

Data Protection

MPL informs you that any personal data given to us will be registered on file for the purpose of, and not limited to, sending promotional or informational material regarding its products or services that you may be interested in. MPL takes full responsibility for the protection of your personal data. You may exercise your rights to oppose the processing of your data by writing to the following email address: info@managing-partners.com.

Disclaimer Date: 27th January 2016
Disclaimer Version: MPL.SHSFSPC.WW.DOC.V6