

SWIP – Absolute Return Bond Fund

Unit Trust	Fund Facts
Fund Objective	The Fund aims to achieve a positive capital return, over the long term, regardless of market conditions. The fund will make allocations to interest rate, credit, currency and emerging market return seeking strategies through investments and disinvestments in a portfolio consisting of debt related derivative contracts and physical assets.
Fund Strategy	The fund will make allocations to interest rate, credit, currency and emerging market return seeking strategies in a portfolio consisting of debt related derivative contracts and physical assets. With the derivative flexibility we can express views on the market that allow us to profit from both rising and falling markets.
Investment Arena	The Fund's neutral position is money market instruments and as such the managers can invest up to 100% of the Fund's physical assets in an actively managed portfolio of money market and near cash securities. The managers aim to add further value by tactically investing a proportion of the physical assets in bonds and/or adopting derivative overlay strategies from time to time. This is done with the aim of either enhancing the return on the upside or limiting the fall on the downside.
Use of Derivatives	Derivative transactions will be used to a significant extent for this Fund. Derivatives transactions will be used for the purposes of efficient portfolio management, hedging and to meet the investment objectives of the Fund. Derivatives may be exchange traded or Over the Counter (OTC) derivatives. The use of derivatives has the overall intention of reducing the volatility of returns although this outcome is not guaranteed and derivatives can lead to increased price volatility.
Minimum Initial Investment	£1,000
Legal Structure	OEIC – UCITS111
IMA Sector	Absolute Return
Fund Target	3 month LIBOR + 3% gross of fees and tax
Fund Charging Structure	<ul style="list-style-type: none"> • Initial charge – 3.75% • AMC – 1.00% • TER – 1.25%
Income	Approximately 4.7% pa
Fund Manager	Stuart Steven and Gareth Quantrell
CV's	<p>Stuart Steven – is an Investment Director within the corporate bond team and is also co manager of the Corporate Bond Plus Fund. he joined SWIP in April 2008 from Synapse Investments, a specialist credit investment house where he was responsible for managing two alternative credit funds. Stuart has held a number of senior positions throughout his career including head of Credit Portfolio Management at Insight Investments and Director of Corporate Bonds at L&G.</p> <p>Gareth Quantrell is Head of Bond Product and is responsible for managing high alpha bond portfolios, the Absolute Return Bond Fund and developing SWIP's bond product offering and strategy. Previously he was head of credit at Henderson Global Investors and held the same position at SWIP between 2000 and 2005. Before joining SWIP he worked for Morley Fund Management as an investment manager for corporate bonds.</p>
Management Supporting Team	SWIP's 27 strong fixed interest team with an average of 13 years experience each in managing fixed income portfolios. The Bond Policy Group which consists of senior members of the bond team together with the Chief Economist and Head of Global Strategy provides guidance on asset allocation and risk budgeting.