



A Question of Money

Adaptable solutions for
a desirable investment

How can asset management work better for you?

Can it be more efficient, responsive and flexible?

Questions like these form the backbone of **Future Money**.

From our ability to access investment opportunities throughout the world and being able to match your requirements to a blend of investment strategies, your money is in excellent hands.

The Future Money Approach

Every investor is unique.

Investments you may already hold, your tax situation, need for income and attitude to risk account for just some of the factors that need to be taken into account when designing the right strategy for you.

That's why we believe that your financial adviser is the best person to analyse your current situation. They can help you to map out your future financial needs and objectives and develop an investment strategy that helps you achieve them.

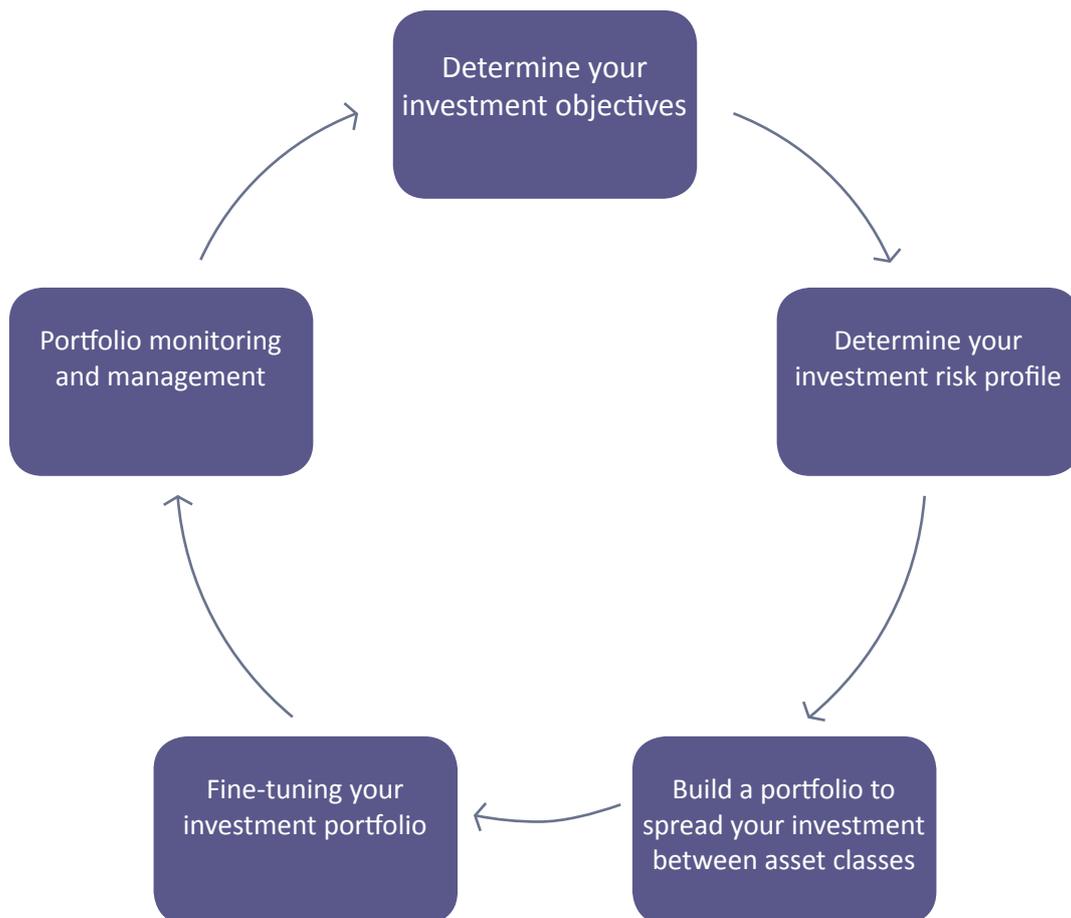
We work with financial advisers to create and manage investment portfolios for many kinds of investors.

Choosing the right investment for you

A framework for effective portfolio construction

Every type of investment, from cash through to direct shareholdings, carries a degree of risk. It is possible to manage that risk by combining individual investments into a bespoke, diversified portfolio.

Your financial adviser will help you to determine your objectives and your needs. We will then work with your financial adviser, providing the framework within which they can build your investment portfolio. This framework will then enable you and your adviser to regularly review the portfolio and fine-tune it whenever this may be necessary.



Risk and Probability

Your Appetite for Risk and Tolerance for Loss

Risk often seems like an intangible concept. Probability theory provides a methodology to make informed decisions about the future. It enables us to quantify risk and make rational choices about which risks are worth taking.

Basically, risk is the likelihood of a particular outcome multiplied by the impact it has on you.

For example:

High Probability x Low Impact

The chances of us needing to refuel a car while making a long journey might be high, but the impact is relatively low.

Low Probability x High Impact

The chances of crashing a car while making a long journey are very low, but the impact could be devastating.

Tolerance to loss is equally personal. This process balances your return expectations against your willingness to accept real value losses on your savings and investments over a range of time periods.

For example, most people consider cash deposits to be a low risk investment. However, the impact of inflation erodes its real value - reducing the return on your money.

Understanding and analysing risk as part of your investment decision making process means that you are able to manage your assets with your financial adviser in a way that can optimise your returns. This involves selecting a portfolio with the appropriate asset allocation for you.

What is asset allocation and why is it important?

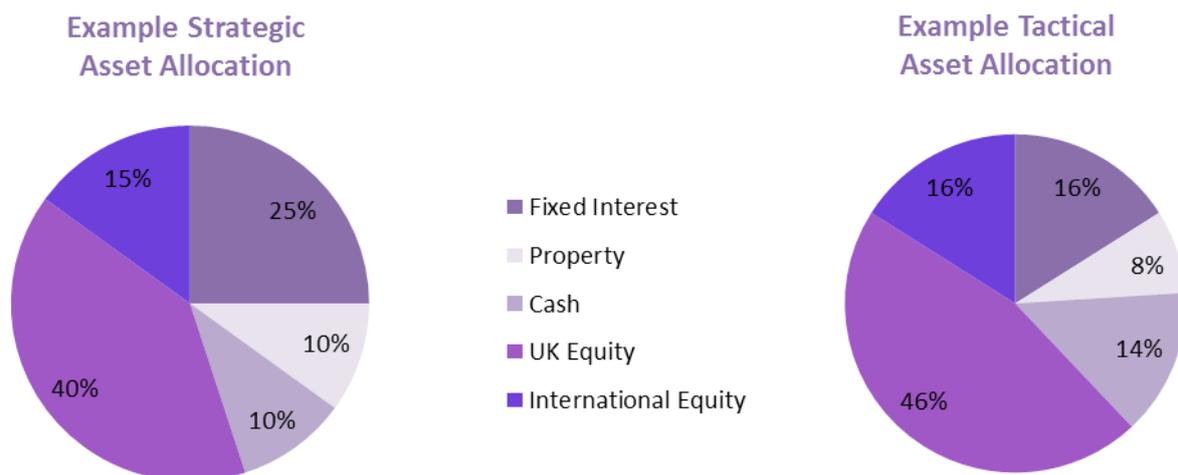
The process of asset allocation can be split into two elements: strategic and tactical.

Strategic asset allocation is the first and most critical stage of creating a portfolio that will allow an investor to meet their objectives. This sets the neutral position for each portfolio and within the Future Money funds this is based on our expectation of long term risk and reward characteristics. This creates a starting point for how your investment should be split among key asset classes, both in the United Kingdom and globally.

This allocation is then actively managed in line with our views for the medium term prospects of different asset classes in order to create the actual, or tactical, positioning of your portfolio. Tactical asset allocation is a process that can significantly impact how your returns may deviate from what you expect. Within Future Money, the aim of the process is to increase your expected returns while maintaining the same level of risk.

While the tactical allocation will differ from the strategic allocation, the risk profile will be maintained so that the funds remain appropriate for your portfolio.

The below representation provides an example of how the strategic and tactical allocations of a portfolio may look if, in this example, the portfolio manager believed equities to be more attractive than fixed income over the medium term.



Diversification is key to this investment approach. Spreading your investment across different types of funds, securities or other asset types reduces risk. It reduces your exposure to a specific asset class or fund should it suffer a fall in value during periods of short term volatility.

Multi Manager Funds – An Introduction

There are thousands of investment funds available in the UK alone which makes choosing one, two or even a mixture of them, a daunting task for most private investors. When you then factor in the importance of creating a well diversified portfolio and maintaining your knowledge of the underlying investments, decision making becomes very complicated.

How do you choose the right funds? What parameters does the fund manager have to operate within? In which geographical area will the fund be invested? Does the fund only specialise in one particular sector such as technology or energy?

Broad based funds are available which offer exposure to different assets. However, if you pick this type of fund, your investment may still not be as diversified as investing in a range of different investment funds.

Future Money funds do this work for you. They invest predominantly in a number of other funds, such as unit trusts, OEICs (Open Ended Investment Companies) or other collective investments.

Future Money fund management is about knowing fund managers and using our expertise and experience to combine what we believe are the best of these funds into a single strategy. This will normally be a diverse blend, incorporating a wide range of asset classes and geographical regions.

Diversification

Your investment is spread across a wide range of funds which the Future Money fund managers believe offer the best prospects.

Active Management

Future Money continually assesses the market on your behalf. Years of expertise and experience are deployed to make decisions that the managers believe will be in your best interests.

Risk Management

Investing across a broad range of funds means that your investments are not dependent on only one asset class, geographical area or fund manager.

Tax Efficiency

If your portfolio is made up of a basket of separate funds or tradeable assets, any change to the portfolio may give rise to a tax liability. Within the Future Money approach, the underlying investments can be bought and sold without any immediate consequences for you. A potential tax liability will still arise on full or partial encashment.

Future Money Investment Strategies

There are four investment strategies, that can be blended to create an investment portfolio specifically designed to reflect your aims, objectives and attitude to risk.

These are detailed below:

Real Value

Suitable for cautious investors

Aims to maintain the real value of your money so that it retains its purchasing power despite the effects of inflation

Intended to provide long term capital growth through an actively managed, diversified portfolio of investments

Consists of holdings exposed to UK & International equities, Fixed Interest and Property based investments

Real Growth

Suitable for medium risk investors

Aims to increase the real value of your money and boost its purchasing power as it grows ahead of the rate of inflation

Intended to provide long-term capital growth through an actively managed, diversified portfolio of investments

Consists of holdings exposed to UK & International equities, Fixed Interest and Property based investments

Dynamic Growth

Suitable for higher risk investors

Aims to grow your money in a controlled manner so that its purchasing power may increase significantly more than inflation.

Intended to provide long-term capital growth through an actively managed, diversified portfolio of investments

Consists of holdings exposed to UK & International equities, Fixed Interest and Property based investments

Income

Suitable for investors seeking income and growth

Aims to turn your money into a gradually increasing income while protecting your capital's real purchasing power at or above the rate of inflation

Intended to provide long term capital growth and an increasing income stream through an actively managed, diversified portfolio of investments

Consists of holdings exposed to UK & International equities, Fixed Interest and Property based investments, selected on the basis of dividends and income stream

Future Money – Our Structure

Future Money Ltd is the fund manager of the Future Money funds. We believe that the success of our fund management has come from an open and pragmatic approach to investment.

Every member of the investment team is encouraged to present ideas and work openly in a team environment. We believe that different styles of management, tools and research work in different parts of the investment cycle and therefore maintain a flexible investment process.

Your Fund Managers



Toby Ricketts

Toby Ricketts is the Managing Director of Future Money Ltd and is widely regarded as a leading professional in collective investment management, being regularly profiled in the major financial publications and national press. Toby is also the CEO of Margetts Fund Management and lead manager of the award winning Margetts Risk Rated fund of funds and the Sentinel Enterprise Fund. In addition, Toby holds positions on the investment committee of a number of third party fund ranges.



Richard Cole, CFA

Having graduated with a degree in Economics Richard joined Margetts Fund Management in 2009 as a fund research analyst and latterly held portfolio management responsibilities for the firm's discretionary client and model portfolio services. Richard joined Future Money Ltd as a fund manager in 2013. Together with Toby, Richard holds responsibility for the fund selection and asset allocation of the Future Money funds. Richard has earned a number of investment qualifications including the Investment Management Certificate and the CISI Regulation and Compliance paper. In addition, Richard is a CFA® charterholder.

Investment Committee

Our investment committee meets weekly. The members of the committee are Toby Ricketts and Richard Cole.

Oversight Committee

The oversight committee meets formally on a quarterly basis and the members are Toby Ricketts, Richard Cole and John Husselbee. Richard also holds monthly oversight committee meetings together with John.



John Husselbee

John is one of the most highly regarded practitioners of multi asset, multi manager investing in the UK retail market. John is a non-executive director of Future Money Ltd and holds an oversight role, responsible for challenging the investment committee on investment decisions.

John has twenty years' experience in running multi manager portfolios and is currently Head of Multi Asset at Liontrust. John was previously the Director of Multi Manager Investment at Henderson Global Investors, where he was responsible for portfolio construction and fund selection for a complete range of multi manager mutual fund portfolios and products, totalling over £650 million. He joined Henderson in 1996, from Rothschild's Asset Management where he was responsible for the launch and on-going management of their portfolio management service. John is a well-respected commentator within the UK mutual fund industry and sits on the selection committee for the prestigious Investment Week Fund Manager of the Year Awards.

How to Invest

We recommend that you discuss any potential investment in the Future Money funds with a financial adviser.

However, if you decide that the Future Money funds are right for you, making your investment is easy. Below we have highlighted a few details that we think will help with this process.

What?

The Future Money funds can be purchased as a straightforward investment or through your ISA allowance.

Investments can be via regular payments with a minimum of £100 per month, or through a lump-sum purchase with a minimum level of £1,000.

Withdrawals can be made by regular encashments or lump-sum redemptions, whether selling a part or the whole of your investment.

Where?

Investments can either be made via fund platforms or directly by completing and returning our application form, which can be found at www.futuremoney.co.uk/literature.

When?

While the funds are intended to be held for the long term, there is no minimum investment period. You can buy and sell shares in the Future Money funds on any working business day.

The number of shares you purchase and the value of these will be based on the fund's share price for that day. Current share prices can be found on the Future Money website.

Further Information

Current positioning, commentary and regulatory information for the funds can be found on our website.

www.futuremoney.co.uk

Contact Us

Please do not hesitate to contact us if you have any questions, or wish to discuss the Future Money funds.

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Keeping up with your changing circumstances

One thing is guaranteed – your circumstances will change during the life of your investment portfolio. Whatever happens, from marriage to the birth of a grandchild, your investment needs and objectives may also change, and so might your attitude to risk.

Working with your financial adviser it's easy to change the structure of your investment portfolio to become more cautious, or accept a higher level of investment risk.

Important Information

These investments are not suitable for everyone and if you have any doubt whether they are suitable for you, you should obtain expert advice from a professional financial adviser. Investments are intended to be held for a number of years in order to achieve their objectives.

Future Money Ltd is a member of the Financial Services Compensation Scheme regulated by the Financial Conduct Authority, from whom further information is available on request.

For further details including the Terms and Conditions together with Applications Forms, investors should refer to the Non-UCITS Retail Scheme Key Investor Information document, the Supplementary Information document or full Prospectus document which are available on request.

It is intended that all potential investors in the funds should read fully these documents.

N.B. You should remember that past performance is not necessarily a guide to future performance. The value of investments and the income from them may go down as well as up and you may not get back your original investment in full. Investing in emerging markets or smaller companies could carry an extra degree of risk. Exchange rates may also cause the value of underlying overseas investments to go down or up.

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We're designed with your investment needs in mind

>futureMoney™



