

JAN
2020

CARLTON JAMES DIVERSIFIED ALPHA FUND



FUND OBJECTIVE

After the 2008 global economic downturn many companies, investors and even governments were not only left with huge deficits, but also left in a market place which was so drastically different to the previous years. The strategy adjustment required to facilitate such a change in market conditions was too much for many and the losses were significant. But this wasn't the first time this kind of adjustment was required, and it certainly won't be the last. Economic cycles of this nature have been regular since the turn of the 20th Century. The development of 24-hour news and age of connectivity has also meant that the word 'crisis' is used regularly. This reporting and this level of connectivity has the ability to effect such global uncertainty that it can mean an investor needs to change their strategy within days.

FUND DESIGN

The Diversified Alpha Fund is designed to manage this risk and diversify its structure over multiple asset classes, jurisdictions and market places to offer a truly diversified strategy that can follow the market and secure shareholders against market uncertainty.

The Carlton James Group have structured the Diversified Alpha Fund to utilise their existing strategies and experience. These strategies have seen the group's members overcome macro-economic issues beyond their control successfully over previous economic cycles.

FUND HIGHLIGHTS

- Cayman regulated mutual fund
- Expected net yield to investors of 8% p.a. (paid quarterly)
- Over half the portfolio will be in senior and secured yield generating debt investments
- Scarcity of global capital & lack of flexibility provides significant opportunities for DAF
- Fund will utilise an 'ABC' (Alpha, Balanced, Core) Investment approach
- Quarterly performance achieved since inception

INVESTMENT PHILOSOPHY

Carlton James Global Management Ltd (CJGM) is based in Royal Wootton Bassett, Wiltshire (UK) and is the distribution management company within the Carlton James Group. Carlton James Group have recently launched the Diversified Alpha Fund (DAF), the strategy of which is to invest in a range of different asset classes by utilising an 'ABC' (Alpha, Balanced, and Core) investment approach. The 'core' aspect of the strategy underpins the expected net dividend payment of 8% p.a. to investors (paid quarterly).

ALPHA Commodities Trading, Technology
BALANCED Sports, Music & Entertainment, The Arts, Publications
CORE Hospitality, Land Development, Commercial Real Estate, Residential Developments

NAV PERFORMANCE

Share Class		Jan	Feb	Mar	Apr	May	June	July	Aug	Sept	Oct	Nov	Dec	Dividend Paid	YTD (inc. DIV)
CJDAFUS KY	NAV – USD \$														
	2018					\$998.11	\$954.37	\$952.80	\$967.77	\$975.48	\$981.60	\$977.43	\$986.65		
						-0.19%	-4.38%	-0.16%	+1.57%	+0.80%	+0.63%	-0.42%	+0.94%	0.97%*	-0.24%
	2019	\$977.28	\$998.37	\$990.73	\$1002.96	\$987.26	\$1072.06	\$1047.45	\$1036.86	\$1,045.66	\$1037.86	\$1043.30	\$1055.26		
		-0.96%	+2.16%	-0.77%	+1.23%	-1.57%	+8.59%	-2.30%	-1.01%	+0.85%	-0.75%	+0.52%	+1.15%	4.92%*	11.81%
CJDAFGB KY	NAV – GBP £														
	2018					£926.85	£893.22	£897.53	£920.04	£924.31	£950.28	£947.62	£958.29		
						-7.32%	-3.77%	-0.48%	+2.51%	+0.46%	+2.81%	-0.28%	+1.13%	0.97%*	-3.97%
	2019	£920.88	£930.38	£942.43	£953.62	£970.91	£1092.20	£1106.54	£1105.95	£1,102.96	£1040.05	£1046.71	£1032.19		
		-3.90%	+1.02%	+1.30%	+1.18%	+1.81%	+12.49%	+1.31%	-0.05%	-0.27%	-5.70%	+0.64%	-1.39%	4.92%*	12.76%

*Dividend expressed against NAV in month paid

Notes

October 2018 NAV stated after dividend 0.97% declared
January 2019 NAV stated after dividend 1.97% declared
October 2019 NAV stated after dividend 2.95% declared

12 Month Returns

NAV Growth over last 12 months (Fund Currency – USD) 6.95%
Dividends paid within the last 12 months 4.92%
Total Return over last 12 months (Fund Currency – USD) 11.87%

All figures based on original series 1 share classes from outset



CARLTON JAMES DIVERSIFIED ALPHA FUND

Data as at 31st December 2019

VEHICLE & STRUCTURE

Company: Navigator Global Fund Manager Platform SPC
Segregated Portfolio: Carlton James Diversified Alpha Fund
Investment Manager: Mollitium Investment Management Ltd
Domicile: Cayman Islands
Structure: Regulated unlisted fund
Share Classes:
 GBP: ISIN KYG6401N2520
 USD: ISIN KYG6401N2454
Management Fee: 1%
Performance Fee: 30% over a hurdle of 9% per annum
Hurdle: 9%
Liquidity: Monthly liquidity, with 10 day notice period

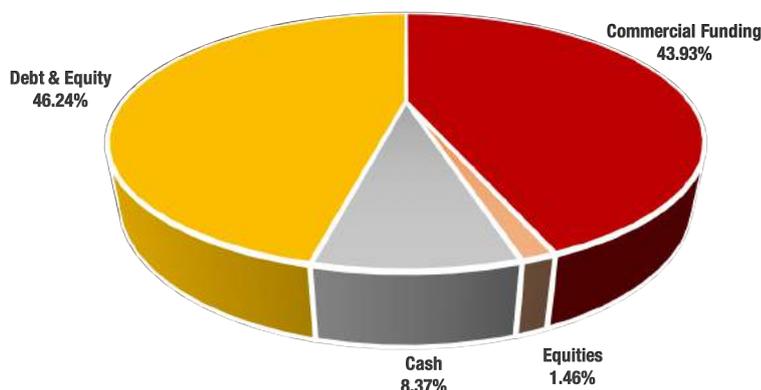
KEY PEOPLE

- **Simon Calton** (CEO), co-founder of Carlton James Group, c.15 years industry experience
- **Bob Pain**, over 30 years' experience with leading international investment and life insurance companies
- **Chris Phillips**, over 40 years' experience in UK and international corporate finance, real estate and the environmental sectors
- **Simon Johnson**, debt fund manager with over 25 years experience in debt fund

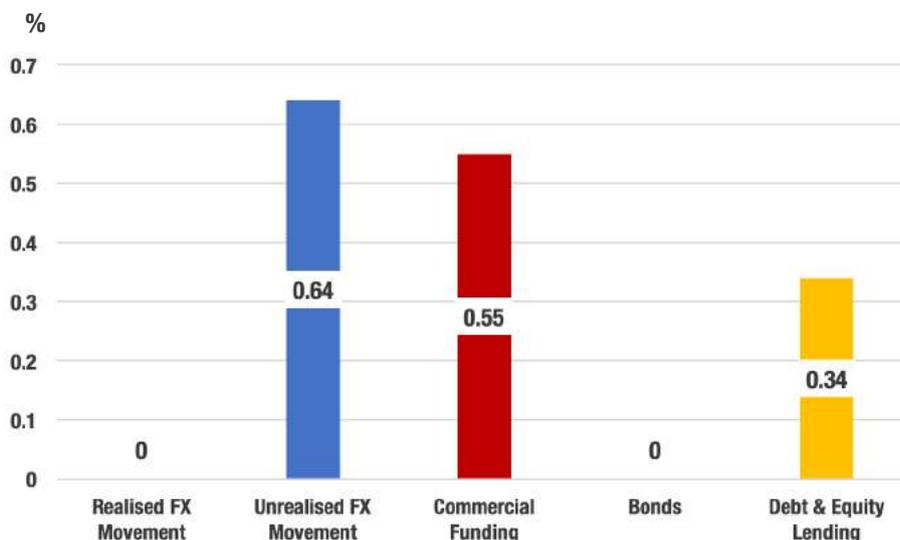
PLATFORM AVAILABILITY

- Hansard International
- Custodian Life
- Cornhill Management
- Capital International Group
- Gravitas
- Dentons
- Ortega
- OMI S.A
- The Investment Platform

ASSET ALLOCATION



FUND PERFORMANCE PER ASSET



PERFORMANCE

The fund finished the year on a positive. With a series one return on investment over the year of 11.81% against the underlying currency of the fund. The loss seen on GBP is a currency loss only. GBP investment is valued in USD and growth is calculated as such. A dividend of 1.05% was paid across all shareholders in January.

2019 saw a huge change to the fund in the form of equalisation. As of December 31st, this process is now fully complete.

More information on these strategies can be found on the CarltonJamesGroup.com under Press, News & Media (<https://carltonjamesgroup.com/media-news/>) or on the Carlton James Group LinkedIn page. Follow Carlton James for regular updates on direction of the group and funds.

The Diversified Alpha Fund strategy of capital preservation through diversification will continue to help the fund grow even in times of uncertainty. This is, of course, what the fund is designed to do.

CONTACT US

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