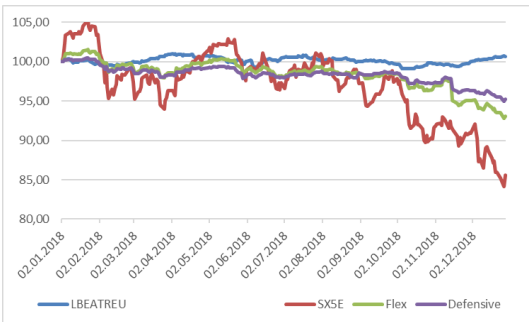




## SKALIS EVOLUTION FLEX / DEFENSIVE: DECEMBER 2018

### Solid performance despite weak equity and credit markets.

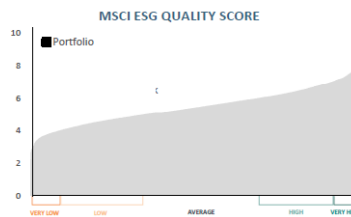
With -2,1 % (Flex) and - 1,2% (Defensive) during December both funds generated a relatively **solid** performance given the very weak equity and credit markets. During the month, the EuroStoxx 50 fell 7,5 % from 3.173 to the month's low at 2.937 (December 27th). We exploited this market weakness to sell our put options (strike 3050, maturity January 2019) at EUR 117. On the other hand, we bought small Xetra Gold positions (ca. 1%) for both funds. We increased our net equity exposure at month end to 36% (Flex) and 29% (Defensive).



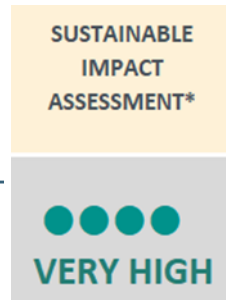
Since the beginning of 2018, the EuroStoxx 50 lost 14,56%, whereas the Bloomberg Barclays EuroAgg Total Return Index gained 0,41%. Skalis Evolution Flex decreased 4,84% and the Skalis Evolution Defensive 3,75%. Over the longer run we expect higher equity prices but remain cautious regarding EUR denominated bonds given the low yields.

### Improving the ESG quality and SDG impact further.

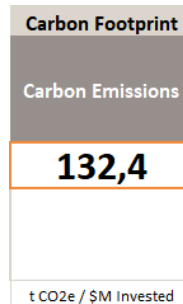
Continued position exchanges within the funds led to increases in the funds' MSCI ESG Scores to very strong scores of 8.4. The SDG impact of the funds is very high. Here, we generate very positive impact regarding the sustainable development goals of alternative energy, education, nutrition and sustainable water. We work to improve our impact on the issues of green building and SME finance. The carbon emissions of the portfolios are relatively low (132,4 t per USD 1 mio) thanks to our exclusions in the coal and oil sectors. We engage actively to further improve our ESG quality and SDG impact.



Source: MSCI ESG



Source: MSCI ESG



Source: MSCI ESG

**Since ESG Portfolio Management advises Skalis Evolution Flex I (July 2018) – 3,1%**

Monthly returns of Skalis Evolution Flex since inception.

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2014	1.07	1.42	-0.48	0.75	0.68	-0.05	-0.25	1.08	0.30	-1.30	2.11	-1.20	4.14
2015	3.23	2.58	0.63	-0.49	-0.38	-2.49	1.52	-4.97	-1.13	4.00	1.90	-1.86	2.19
2016	-3.02	-2.12	1.21	-0.19	-0.17	-1.83	0.64	0.50	-0.47	-0.37	-0.93	1.41	-5.32
2017	0.16	1.13	1.51	0.85	0.28	-1.33	0.34	-0.72	2.96	0.84	-0.62	-0.32	5.12
2018	0.92	-1.36	-1.01	1.38	-1.23	-0.53	1.16	-0.84	-0.12	-1.57	0.42	-2.09	-4.84

<http://fondsfinder.universal-investment.com/de/DE/Funds/DE000A1W9AZ5/performance>

**Since ESG Portfolio Management advises Skalis Evolution Defensive I (July 2018) – 1,9%**

Monthly returns of Skalis Evolution Defensive since inception.

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2014												0.00	0.00
2015	1.51	1.74	0.52	-0.35	-0.66	-1.58	0.84	-2.19	-1.11	2.15	0.81	-1.02	0.57
2016	-1.90	-1.17	0.62	-0.31	0.00	-1.05	0.62	0.39	-0.40	-0.36	-1.06	0.17	-4.38
2017	-0.15	0.62	0.77	0.47	0.19	-0.58	0.09	-0.63	1.67	0.53	-0.53	-0.21	2.25
2018	0.07	-0.91	-0.80	0.91	-1.20	0.03	0.74	-0.16	-0.08	-1.23	0.01	-1.18	-3.75

<http://fondsfinder.universal-investment.com/de/DE/Funds/DE000A12BPH1/performance>

Source: Universal, January 1st 2019

## Important Information &amp; Disclaimer

This information is intended exclusively for professional customers or suitable counterparties as defined in the WpHG and is not intended for private customers. This advertisement does not constitute investment advice. No guarantee is given as to the accuracy and completeness of the information and any liability for any damage resulting from the use and / or disclosure of this information is rejected.

The information is directed only at investors in the countries in which the respective fund is authorized for distribution. They are not intended for publication or use by persons or companies in a country in which the fund is not authorized for distribution. In particular, the units of the respective fund may not be offered for sale or sold within the USA nor to or for the account of US citizens or US persons resident in the USA. The documents published here and the information contained therein may not be distributed in the USA or in other countries in which distribution is not permitted.

The fund portrait is for information purposes only and does not constitute investment advice or solicitation to buy or sell shares in the fund. The sole basis for the purchase of units is the sales documents (key investor information, sales prospectus, annual and semi-annual reports) relating to the fund. Sales documents relating to all of the investment funds of Universal-Investment are available free of charge from your adviser / broker, the responsible depository or Universal-Investment at <http://www.universal-investment.com>.

The fund has increased volatility due to its composition and investment policy, which means that unit prices may be subject to significant upward and downward fluctuations within a short period of time. Calculations or yield data are not to be understood as a yield commitment; they are purely indicative and based on data and assumptions that may possibly not be realized in practice, only in a different form or at different times. As a result, there is a risk that, in reality, lower returns or even losses, even total loss, will be achieved. Past performance is no indication of future performance.

ESG Portfolio Management GmbH, headquartered in Frankfurt am Main, is an owner-managed company with core competence in bank-independent advice on capital market products. It develops tailor-made solutions for professional investors in order to generate sustainably adequate income despite rather low risk budgets. ESG Portfolio Management is initiator and advisor to the funds Skalis Evolution Flex and Skalis Evolution Defensive.

The information may not be reproduced in extracts or as a whole without the written permission of the creator or passed on to other persons.

ESG Portfolio Management GmbH is part of the investment brokerage of financial instruments and investment advice pursuant to Sec. § 1 KWG exclusively on account and under the liability of AHP Capital Management GmbH, Hochstrasse 29, 60313 Frankfurt, active (§ 2 para 10 KWG).