



SWAN GLOBAL
INVESTMENTS

Rolling Returns are Revealing

The Defined Risk Strategy – Seeking to Address Timing Risk

Swan Defined Risk Strategy Select Composite vs. S&P 500 Index vs. Barclays U.S. Aggregate Bond Index vs. Traditional 60/40 Portfolio

S&P 500 Index vs. Swan DRS Rolling Annualized Returns Since Inception Based on Month-End

Rolling Period	S&P 500: July 97-Dec 2018				Swan DRS: July 97-Dec 2018				DRS vs S&P 500
	Current Rolling Return	Average Rolling Return	Worst Rolling Return	Best Rolling Return	Current Rolling Return	Average Rolling Return	Worst Rolling Return	Best Rolling Return	% of Occurrences DRS Outperformed
Rolling 1 Year	-4.38%	8.53%	-43.32%	53.62%	-7.80%	8.09%	-7.80%	38.25%	36.03%
Rolling 2 Year	7.93%	7.40%	-26.08%	37.22%	1.07%	7.85%	-0.80%	23.95%	40.00%
Rolling 3 Year	9.26%	6.45%	-16.09%	25.56%	3.84%	7.59%	1.31%	19.18%	47.53%
Rolling 4 Year	7.23%	6.09%	-9.76%	22.42%	2.10%	7.57%	2.10%	12.90%	57.35%
Rolling 5 Year	8.50%	6.13%	-6.63%	23.00%	2.97%	7.69%	2.97%	12.89%	60.80%
Rolling 6 Year	12.15%	6.29%	-1.13%	21.72%	4.78%	7.73%	4.51%	11.14%	67.91%
Rolling 7 Year	12.70%	6.17%	-3.85%	17.27%	5.38%	7.80%	4.50%	10.81%	72.00%
Rolling 10 Year	13.12%	5.30%	-3.43%	14.32%	6.31%	7.92%	5.99%	10.67%	72.66%
Rolling 15 Year	7.77%	6.14%	3.76%	10.53%	6.93%	7.78%	6.76%	9.38%	74.68%

Since Inception: July 97-Dec 2018	S&P 500 Index	Swan DRS
Annualized Return	6.95%	7.82%

Source: Swan Global Investments and Zephyr StyleAdvisor. Data based on historic returns of the S&P 500 Total Return Index and Swan DRS Select Composite net of fees, from 7/1997 to 12/31/2018, and assume no portfolio withdrawals. Results in the table are the best, worst, and average annualized returns, based on month-end returns, for every rolling period listed within the overall time frame of July 1st, 1997 to December 31st, 2018. Prior performance is not a guarantee of future results and there can be no assurance, and investors should not assume, that future performance will be comparable to past performance.

Barclays U.S. Aggregate Bond Index vs. Swan DRS Rolling Annualized Returns Since Inception Based on Month-End

Rolling Period	Barclays US Aggregate Bond: July 97-Dec 2018				Swan DRS Select Composite: July 97-Dec 2018				DRS vs BarcAgg
	Current Rolling Return	Average Rolling Return	Worst Rolling Return	Best Rolling Return	Current Rolling Return	Average Rolling Return	Worst Rolling Return	Best Rolling Return	% of Occurrences DRS Outperformed
Rolling 1 Year	0.01%	4.87%	-2.47%	14.57%	-7.80%	8.09%	-7.80%	38.25%	68.42%
Rolling 2 Year	1.76%	4.89%	-0.66%	10.87%	1.07%	7.85%	-0.80%	23.95%	65.11%
Rolling 3 Year	2.06%	5.04%	1.04%	10.92%	3.84%	7.59%	1.31%	19.18%	81.61%
Rolling 4 Year	1.68%	5.08%	1.24%	8.88%	2.10%	7.57%	2.10%	12.90%	84.83%
Rolling 5 Year	2.52%	5.07%	1.47%	7.92%	2.97%	7.69%	2.97%	12.89%	85.43%
Rolling 6 Year	1.75%	5.04%	1.34%	8.04%	4.78%	7.73%	4.51%	11.14%	95.72%
Rolling 7 Year	2.10%	5.07%	1.89%	7.06%	5.38%	7.80%	4.50%	10.81%	100.00%
Rolling 10 Year	3.48%	5.15%	3.48%	6.53%	6.31%	7.92%	5.99%	10.67%	100.00%
Rolling 15 Year	3.87%	5.05%	3.76%	6.27%	6.93%	7.78%	6.76%	9.38%	100.00%

Since Inception: July 97-Dec 2018	Barclays US Aggregate Bond	Swan DRS
Annualized Return	4.93%	7.82%

Source: Swan Global Investments and Zephyr StyleAdvisor. Data based on historic returns of a 60/40 blended composite and the Swan DRS Select Composite net of fees, from 7/1997 to 12/31/2018, and assume no portfolio withdrawals. The 60/40 blended composite, weighted 60% in the S&P 500 Index, which consists of approximately 500 large cap stocks, and 40% in the Barclays US Aggregate Bond Index. The 60/40 is rebalanced monthly. The Barclays US Aggregate Bond Index is a broad-based flagship benchmark that measures the investment grade, US dollar-denominated, fixed-rate taxable bond market. The index includes Treasuries, government-related and corporate securities, MBS (agency fixed-rate and hybrid ARM pass-throughs), ABS and CMBS (agency and non-agency). Results in the table are the best, worst, and average annualized returns, based on month-end returns, for every rolling period listed within the overall time frame of July 1st, 1997 to December 31st, 2018. Prior performance is not a guarantee of future results and there can be no assurance, and investors should not assume, that future performance will be comparable to past performance.

60/40 Portfolio vs. Swan DRS Rolling Annualized Returns Since Inception Based on Month-End

Rolling Period	60/40 Portfolio: July 97-Dec 2018				Swan DRS: July 97-Dec 2018				DRS vs 60/40
	Current Rolling Return	Average Rolling Return	Worst Rolling Return	Best Rolling Return	Current Rolling Return	Average Rolling Return	Worst Rolling Return	Best Rolling Return	% of Occurrences DRS Outperformed
Rolling 1 Year	-2.35%	6.96%	-27.65%	34.50%	-7.80%	8.09%	-7.80%	38.25%	43.32%
Rolling 2 Year	5.61%	6.45%	-14.59%	24.76%	1.07%	7.85%	-0.80%	23.95%	52.77%
Rolling 3 Year	6.50%	6.04%	-7.24%	18.45%	3.84%	7.59%	1.31%	19.18%	56.05%
Rolling 4 Year	5.17%	5.89%	-4.05%	16.11%	2.10%	7.57%	2.10%	12.90%	60.19%
Rolling 5 Year	6.24%	5.93%	-2.26%	15.85%	2.97%	7.69%	2.97%	12.89%	63.82%
Rolling 6 Year	8.05%	6.05%	1.69%	15.08%	4.78%	7.73%	4.51%	11.14%	70.59%
Rolling 7 Year	8.51%	6.00%	-0.12%	12.31%	5.38%	7.80%	4.50%	10.81%	74.86%
Rolling 10 Year	9.42%	5.54%	0.42%	10.18%	6.31%	7.92%	5.99%	10.67%	88.49%
Rolling 15 Year	6.44%	6.01%	4.69%	8.14%	6.93%	7.78%	6.76%	9.38%	91.14%

Since Inception: July 97-Dec 2018	60% S&P 500 Index / 40% Barclays Aggregate Bond	Swan DRS
Annualized Return	6.45%	7.82%

Source: Swan Global Investments and Zephyr StyleAdvisor. Data based on historic returns of a 60/40 blended composite and the Swan DRS Select Composite net of fees, from 7/1997 to 12/31/2018, and assume no portfolio withdrawals. The 60/40 blended composite, weighted 60% in the S&P 500 Index, which consists of approximately 500 large cap stocks, and 40% in the Barclays US Aggregate Bond Index. The 60/40 is rebalanced monthly. The Barclays US Aggregate Bond Index is a broad-based flagship benchmark that measures the investment grade, US dollar-denominated, fixed-rate taxable bond market. The index includes Treasuries, government-related and corporate securities, MBS (agency fixed-rate and hybrid ARM pass-throughs), ABS and CMBS (agency and non-agency). Results in the table are the best, worst, and average annualized returns, based on month-end returns, for every rolling period listed within the overall time frame of July 1st, 1997 to December 31st, 2018. Prior performance is not a guarantee of future results and there can be no assurance, and investors should not assume, that future performance will be comparable to past performance.

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Swan claims compliance with the Global Investment Performance Standards (GIPS®). All data used herein; including the statistical information, verification and performance reports are available upon request. The S&P 500 Index is a market cap weighted index of 500 widely held stocks often used as a proxy for the overall U.S. equity market. The Barclays US Aggregate Bond Index is a broad-based flagship benchmark that measures the investment grade, US dollar-denominated, fixed-rate taxable bond market. The index includes Treasuries, government-related and corporate securities, MBS (agency fixed-rate and hybrid ARM pass-throughs), ABS and CMBS (agency and non-agency). Indexes are unmanaged and have no fees or expenses. An investment cannot be made directly in an index. Swan’s investments may consist of securities which vary significantly from those in the benchmark indexes listed above and performance calculation methods may not be entirely comparable. Accordingly, comparing results shown to those of such indexes may be of limited use. The adviser’s dependence on its DRS process and judgments about the attractiveness, value and potential appreciation of particular ETFs and options in which the adviser invests or writes may prove to be incorrect and may not produce the desired results.

Other performance return figures indicated in this material are derived from what Swan believes to be reliable sources (S&P 500 index and a 60/40 blend allocation), but Swan does not guarantee its reliability. The S&P 500 is an index of approximately 500 large cap stocks which does not charge fees. The 60/40 blended composite, weighted 60% in the S&P 500 Index, which consists of approximately 500 large cap stocks, and 40% in the Barclays US Aggregate Bond Index. The 60/40 is rebalanced monthly.

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Further information is available upon request by contacting the company directly at 970-382-8901 or swanglobalinvestments.com. 051-SGI-013119