



# ROLLING RETURNS ARE REVEALING

The Defined Risk Strategy  
Seeking Consistency and Sustainability

Defined Risk U.S. Large Cap Composite vs. S&P 500 TR Index vs.  
Bloomberg U.S. Aggregate Bond Index vs. 60/40 Traditional Portfolio



# ROLLING RETURNS ARE REVEALING

Rolling returns offer a more comprehensive view of returns than trailing returns:

## Performance Consistency

Rolling returns provide insight into the consistency of a manager's strategy. A strategy that has consistent rolling returns over various lengths, or rolling periods, is a strategy that may have a higher probability of offering investors a more consistent set of future returns.

## Reflects the Investor Experience

Rolling returns give a snapshot of what the investor experience would look like from any month within the time frame specified. If rolling returns are consistent, investment timing risk is reduced.

## Better Expectations

Rolling returns reveal the best and worst return of a particular investment, which leads to better investor expectations. Seeing the best and the worst rolling returns over various time periods can give them a better sense of the fluctuations of their investments.



**S&P 500 Index vs. Defined Risk U.S. Large Cap Composite (Swan DRS)**  
 Rolling Annualized Returns since Inception Based on Month-End

Rolling Period	S&P 500 TR Index				Swan Defined Risk U.S. Large Cap Composite				Swan 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
7/1/1997 - 12/31/2021									
Rolling 1 Year	28.71%	9.86%	-43.32%	56.35%	15.63%	7.78%	-7.13%	38.25%	31.10%
Rolling 2 Year	23.44%	8.39%	-26.08%	37.22%	9.14%	7.29%	-0.80%	23.95%	32.84%
Rolling 3 Year	26.07%	7.57%	-16.09%	26.07%	11.03%	7.07%	1.31%	19.18%	40.15%
Rolling 4 Year	17.65%	7.24%	-9.76%	22.42%	6.27%	7.03%	2.63%	12.90%	47.37%
Rolling 5 Year	18.47%	7.22%	-6.63%	23.00%	7.30%	7.09%	2.37%	12.89%	51.49%
Rolling 6 Year	17.36%	7.35%	-1.13%	21.72%	7.59%	7.08%	2.92%	10.83%	56.95%
Rolling 7 Year	14.93%	7.40%	-3.85%	17.27%	6.15%	7.14%	3.88%	10.73%	59.24%
Rolling 10 Year	16.55%	7.15%	-3.43%	16.67%	7.15%	7.22%	4.21%	10.38%	51.43%
Rolling 15 Year	10.66%	7.15%	3.76%	10.90%	6.59%	7.23%	6.13%	9.09%	49.57%

Since Inception: July 1997 - Dec 2021	S&P 500 Index	Swan DRS
Annualized Return	9.13%	8.08%

Source: Swan Global Investments and Zephyr StyleAdvisor. Data based on historic returns of the S&P 500 Total Return Index and Defined Risk U.S. Large Cap Composite, net of fees, from 7/1997 to 12/31/2021, 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, 2021. 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. An index is unmanaged and cannot be invested in directly.



**60/40 Portfolio vs. Defined Risk U.S. Large Cap Composite (Swan DRS)**  
 Rolling Annualized Returns since Inception Based on Month-End

Rolling Period	60/40 Portfolio				Swan Defined Risk U.S. Large Cap Composite				Swan 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
7/1/1997 - 12/31/2021									
Rolling 1 Year	15.86%	7.79%	-27.65%	34.50%	15.63%	7.78%	-7.13%	38.25%	37.10%
Rolling 2 Year	15.29%	7.09%	-14.59%	24.76%	9.14%	7.29%	-0.80%	23.95%	45.02%
Rolling 3 Year	17.54%	6.68%	-7.24%	18.45%	11.03%	7.07%	1.31%	19.18%	47.49%
Rolling 4 Year	12.22%	6.49%	-4.05%	16.11%	6.27%	7.03%	2.63%	12.90%	50.61%
Rolling 5 Year	12.62%	6.48%	-2.26%	15.85%	7.30%	7.09%	2.37%	12.89%	53.19%
Rolling 6 Year	11.89%	6.56%	1.69%	15.08%	7.59%	7.08%	2.92%	10.83%	58.30%
Rolling 7 Year	10.31%	6.58%	-0.12%	12.31%	6.15%	7.14%	3.88%	10.73%	60.66%
Rolling 10 Year	11.14%	6.49%	0.42%	11.56%	7.15%	7.22%	4.21%	10.38%	65.14%
Rolling 15 Year	8.30%	6.51%	4.69%	8.55%	6.59%	7.23%	6.13%	9.09%	62.61%

Since Inception: July 1997 - Dec 2021	60/40 Portfolio	Swan DRS
Annualized Return	7.75%	8.08%

Source: Swan Global Investments and Zephyr StyleAdvisor. Data based on historic returns of a 60/40 blended composite and the Defined Risk U.S. Large Cap Composite, net of fees, from 7/1997 to 12/31/2021, and assume no portfolio withdrawals. The 60/40 blended composite, weighted 60% in the S&P 500 Total Return Index, which consists of approximately 500 large cap stocks, and 40% in the Bloomberg US Aggregate Bond Index. The 60/40 is rebalanced monthly. The Bloomberg 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, 2021. 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. An index is unmanaged and cannot be invested in directly.



**Bloomberg U.S. Aggregate Bond Index vs. Defined Risk U.S. Large Cap Composite (Swan DRS)**  
Rolling Annualized Returns since Inception Based on Month-End

Rolling Period	Blomberg U.S. Agg Bond Index				Swan Defined Risk U.S. Large Cap Composite				Swan 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 Occurences DRS Outperformed
7/1/1997 - 12/31/2021									
Rolling 1 Year	-1.54%	4.92%	-2.47%	14.57%	15.63%	7.78%	-7.13%	38.25%	64.31%
Rolling 2 Year	2.88%	4.92%	-0.66%	10.87%	9.14%	7.29%	-0.80%	23.95%	63.84%
Rolling 3 Year	4.79%	4.94%	1.04%	10.92%	11.03%	7.07%	1.31%	19.18%	77.61%
Rolling 4 Year	3.58%	4.86%	1.24%	8.88%	6.27%	7.03%	2.63%	12.90%	85.83%
Rolling 5 Year	3.57%	4.81%	1.47%	7.92%	7.30%	7.09%	2.37%	12.89%	82.98%
Rolling 6 Year	3.41%	4.76%	1.34%	7.95%	7.59%	7.08%	2.92%	10.83%	91.48%
Rolling 7 Year	3.00%	4.74%	1.89%	6.98%	6.15%	7.14%	3.88%	10.73%	100.00%
Rolling 10 Year	2.90%	4.83%	2.90%	6.53%	7.15%	7.22%	4.21%	10.38%	100.00%
Rolling 15 Year	4.09%	4.81%	3.76%	6.24%	6.59%	7.23%	6.13%	9.09%	100.00%

Since Inception: July 1997 - Dec 2021	Bloomberg U.S. Aggregate Bond	Swan DRS
Annualized Return	4.89%	8.08%

Source: Swan Global Investments and Zephyr StyleAdvisor. Data based on historic returns of a 60/40 blended composite and the Defined Risk U.S. Large Cap Composite, net of fees, from 7/1997 to 12/31/2021, and assume no portfolio withdrawals. The Bloomberg 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, 2021. 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. An index is unmanaged and cannot be invested in directly.



## DISCLOSURES

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