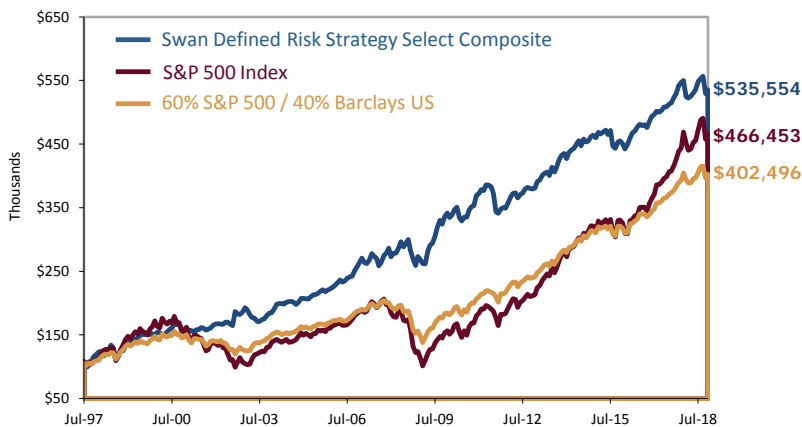


Inception Date: 7/97
Strategy Objective:

The Swan Defined Risk Strategy (DRS) is an actively managed, hedged-equity, rules-based process that is designed to hedge against large stock market declines and provide stable returns over a full market cycle.

Key Distinguishing Characteristics:

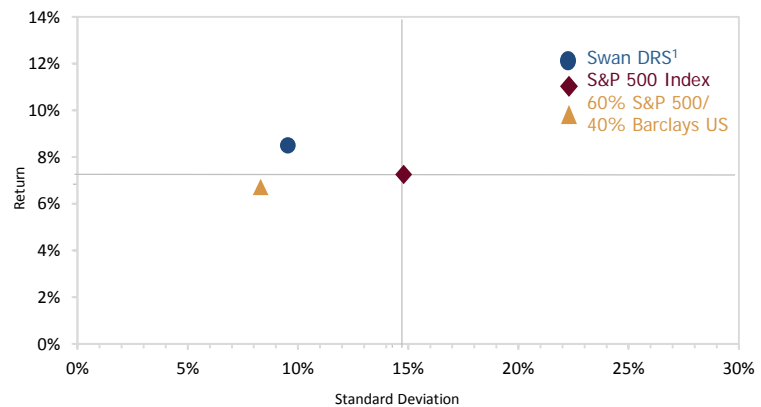
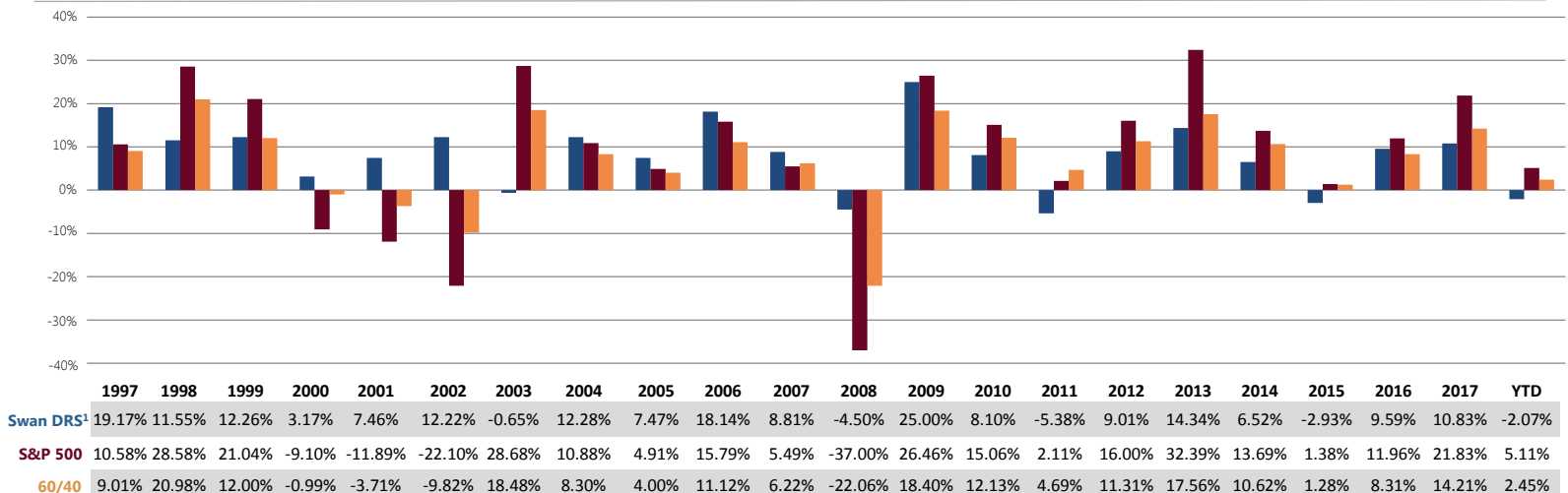
- Distinct, innovative approach to address market risk
- Diverse and time-tested options strategies
- Invested for growth, hedged for protection
- No reliance on market timing or stock selection
- Proven track record seeking consistent returns while minimizing losses in bear markets

Growth of \$100,000 (July 1, 1997 to November 30, 2018)

Performance Summary (July 1, 1997 to November 30, 2018)

	Swan DRS ¹	S&P 500	60% S&P 500 / 40% Barclays US
1 Month (not annualized)	1.20%	2.04%	1.46%
YTD (not annualized)	-2.07%	5.11%	2.45%
3 Year	5.61%	12.16%	7.83%
5 Year	4.37%	11.12%	7.54%
10 Year	7.52%	14.32%	10.18%
Inception (7/1/97)	8.15%	7.46%	6.72%

Risk and Return Summary (July 1, 1997 to November 30, 2018)

	Swan DRS ¹	S&P 500	60% S&P 500 / 40% Barclays US
Standard Deviation	9.36	14.79	8.90
Alpha	5.92	0.00	1.99
Beta	0.30	1.00	0.59
R-Squared	23.17	100	97.72
Sharpe Ratio (Cash-adjusted)	0.65	0.37	0.53
Max Drawdown (monthly)	-18.56%	-50.95%	-32.54%

Risk / Return (July 1, 1997 to November 30, 2018)

Annual Returns: Swan DRS¹, S&P 500 Index and 60% S&P 500 /40% Barclays US (July 1, 1997 to November 30, 2018)


The Defined Risk Investment Process

- | | | |
|--|---|---|
| <div style="text-align: center; font-size: 24pt; font-weight: bold; color: #0056b3;">1</div> <h3 style="text-align: center; margin: 0;">Establish Equities</h3> <ul style="list-style-type: none"> ▪ S&P 500 Select Sector SPDR ETFs ▪ Invested at all times | <div style="text-align: center; font-size: 24pt; font-weight: bold; color: #0056b3;">2</div> <h3 style="text-align: center; margin: 0;">Create Hedge</h3> <ul style="list-style-type: none"> ▪ Buy puts on the S&P 500 ▪ At- or near-the-money ▪ Long-term – generally one to two years, initially | <div style="text-align: center; font-size: 24pt; font-weight: bold; color: #0056b3;">3</div> <h3 style="text-align: center; margin: 0;">Harvest Option Premium</h3> <ul style="list-style-type: none"> ▪ Seek to sell shorter-term options ▪ Market-neutral, non-directional trading strategies |
|--|---|---|

Footnotes and Disclosures

1- The Swan Defined Risk Strategy or DRS as used in this document refers to the Swan DRS Select Composite.

Composite Statistics

Year	Swan Defined Risk Strategy Select Composite					S&P 500 - Primary Benchmark		60% S&P 500 / 40% Barclays Aggregate - Secondary Benchmark	
	Net-of-Fee Return	Composite Dispersion	Composite Assets (No. of Accounts / AUM in Millions)	Firm Assets in Millions	3-Yr Annualized Standard Deviation	Return	3-Yr Annualized Standard Deviation	Return	3-Yr Annualized Standard Deviation
1997	19.17%	-	1 / 0.22	0.20	-	10.58%	-	9.01%	-
1998	11.55%	-	1 / 0.32	0.31	-	28.58%	-	20.98%	-
1999	12.26%	-	1 / 0.72	0.73	-	21.04%	-	12.00%	-
2000	3.17%	-	1 / 0.90	0.93	-	-9.10%	-	-0.99%	-
2001	7.46%	-	3 / 1.66	1.59	7.23%	-11.89%	17.99%	-3.71%	9.99%
2002	12.22%	-	3 / 1.97	1.92	10.20%	-22.10%	18.66%	-9.82%	10.77%
2003	-0.65%	5.68%	6 / 3.74	3.74	10.11%	28.68%	17.85%	18.48%	10.26%
2004	12.28%	5.80%	7 / 4.45	4.66	9.93%	10.88%	16.82%	8.30%	8.49%
2005	7.47%	2.66%	7 / 4.76	4.98	6.20%	4.91%	16.01%	4.00%	5.61%
2006	18.14%	3.71%	9 / 7.22	7.76	4.68%	15.79%	15.26%	11.12%	4.33%
2007	8.81%	3.79%	10 / 8.82	9.40	6.11%	5.49%	14.80%	6.22%	4.56%
2008	-4.50%	5.00%	12 / 12.15	15.65	9.55%	-37.00%	15.88%	-22.06%	9.48%
2009	25.00%	11.69%	50 / 47.74	55.79	11.14%	26.46%	16.48%	18.40%	12.40%
2010	8.10%	2.13%	71 / 86.09	97.90	10.96%	15.06%	16.65%	12.13%	13.56%
2011	-5.38%	3.16%	97 / 46.89	59.44	9.74%	2.11%	16.56%	4.69%	11.28%
2012	9.01%	1.73%	276 / 97.52	400.19	7.65%	16.00%	16.24%	11.31%	8.64%
2013	14.34%	1.38%	286 / 230.84	1,052.99	6.84%	32.39%	15.94%	17.56%	7.00%
2014	6.52%	0.47%	372 / 315.14	1,810.04	4.83%	13.69%	15.60%	10.62%	5.48%
2015	-2.93%	0.46%	402 / 305.55	2,446.11	5.88%	1.38%	15.47%	1.28%	6.37%
2016	9.59%	0.58%	566 / 379.28	3,620.08	5.46%	11.96%	15.24%	8.31%	6.33%
2017	10.83%	0.26%	714 / 552.64	4,975.33	5.01%	21.83%	14.90%	14.21%	5.85%

Select Composite Description: The Defined Risk Strategy Select Composite demonstrates the performance of non-qualified assets managed by Swan Global Investments, LLC since inception. It includes discretionary individual accounts whose account holders seek the upside potential of owning stock, and the desire to eliminate most of the risk associated with owning stock. The Composite relies on LEAPS and other options to manage this risk. Individual accounts own S&P 500 exchange traded funds and LEAPS associated with the exchange traded funds as well as multiple other option spreads that represent other indices that are widely traded. The Defined Risk Strategy was designed to protect investors from substantial market declines, provide income in flat or choppy markets, and to benefit from market appreciation. Stock and options are the primary components of the strategy.

Performance results are presented in U.S. dollars and are net-of-actual-fee and trading expenses and reflect the reinvestment of dividends and capital gains. Actual fees may vary based on, among other factors, account size and custodial relationship. No current or prospective client should assume future performance of any specific investment strategy will be profitable or equal to past performance levels. All investment strategies have the potential for profit or loss. Changes in investment strategies, contributions or withdrawals may cause the performance results of a client's investment portfolio to differ materially from the reported composite performance. Different types of investments involve varying degrees of risk and there can be no assurance that any specific investment will either be suitable or profitable for a client's investment portfolio.

Historical performance results for market indices and/or categories generally do not reflect the deduction of transaction and/or custodial charges or the deduction of an investment management fee, the incurrence of which would have the effect of decreasing historical performance results. All Swan products utilize the Defined Risk Strategy ("DRS"), but may vary by asset class, regulatory offering type, etc. Accordingly, all Swan DRS product offerings will have different performance results, and comparing results among the Swan products and composites may be of limited use. Economic factors, market conditions, and investment strategies will affect the performance of any portfolio and there are no assurances that it will match or outperform any particular benchmark. 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. 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 equity portion of portfolio is hedged using put options and the option income portion of the portfolio is actively managed to seek additional income. Both the equity and income portion of the strategy may experience losses in a market downturn, but may be defined and mitigated by the hedge. The extent of potential losses will vary depending on many factors including, but not limited to; the options used, option strategy, expiration, prices, actions taken by portfolio manager.

Swan Global Investments, LLC ("Swan") is an independent Investment Advisory company headquartered in Durango, CO. Swan is registered with the US Securities and Exchange Commission under the Investment Advisers Act of 1940. Note that being an SEC registered Investment Adviser does not denote any special qualification or training. Swan offers and manages The Defined Risk Strategy ("DRS") for its clients including individuals, institutions and other investment advisor firms. Swan Global Investments has affiliated advisers including Swan Global Management, LLC, Swan Capital Management, LLC, and Swan Wealth Advisors, LLC. There are eight DRS Composites offered: 1) The DRS Select Composite which includes non-qualified accounts; 2) The DRS IRA Composite which includes qualified accounts; 3) The DRS Composite which combines the DRS Select and DRS IRA Composites; 4) The DRS Institutional Composite which includes high net-worth, non-qualified accounts that utilize cash-settled, index-based options held at custodians that allow participation in Clearing Member Trade Agreement (CMTA) trades; 5) The Defined Risk Fund Composite which includes mutual fund accounts invested in the S&P 500; 6) The DRS Emerging Markets Composite which includes mutual fund accounts invested in emerging markets; 7) The DRS Foreign Developed Composite which includes all research and development account(s), and mutual fund accounts invested in foreign developed markets; 8) The DRS U.S. Small Cap Composite which includes all research and development account(s), and mutual fund accounts invested in U.S. small cap issues. Additional information regarding Swan's policies and procedures for calculating and reporting performance returns is available upon request.

Swan claims compliance with the Global Investment Performance Standards (GIPS®) and has prepared and presented this report in compliance with GIPS. Swan's compliance with GIPS has been independently verified for the periods July 1, 1997 through December 31, 2017. The Spaulding Group conducted Swan's verification. The three-year annualized standard deviation measures the variability of the composite and the benchmarks over the preceding 36-month period. The dispersion of annual returns is measured by the standard deviation of asset-weighted portfolio returns represented within the composite for the full year. For those periods with five or fewer portfolios included for the entire year, dispersion is not presented. A copy of the verification report is available upon request. To receive copies of the report, please call (970) 382-8901 or email operations@swanglobalinvestments.com. Verification assesses whether (1) the firm has complied with all the composite construction requirements of GIPS on a firm-wide basis, and (2) the firm's policies and procedures are designed to calculate and present performance in compliance with GIPS. Verification does not ensure the accuracy of any specific composite presentation. The benchmarks used for the DRS Select Composite are the S&P 500 Index, which consists of approximately 500 large cap stocks, and a 60/40 blended composite, weighted 60% in the aforementioned S&P 500 Index 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). 486-SGI-121018

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