SCHEDULE G : “1.12 FUNDAMENTAL CHOICE” STRATEGY

Risk-level:	Moderate
Base Currency:	USD
Minimum Initial Investment:	USD 25 000
Minimum Additional Investment:	Additional Investment is not permitted
Minimum NAV:	Partial withdrawal is not permitted
Management Fee Rate:	1.78% per annum (including VAT)
Success Fee Rate:	17.85% including VAT
Income Hurdle Rate:	0% per annum

1. Investment Objective

The Strategy’s investment objective is achieving capital growth by investments in Exchange Traded Funds (**ETF**s) specified in clause 3 “*Portfolio Structure*”. Under this Strategy we shall transfer out an amount equal to 6% per annum of the Net Asset Value of the Portfolio as of the Management Period Commencement Date defined below to your bank account as per the schedule specified in clause 6 “*Automatic Cash Balance Transfer*”, regardless of performance. The Strategy does not provide for capital protection and/or guaranteed yield.

2. Recommended Term of Investment

2.1. The management period under the Strategy commences on the first Business Day of the month following the date of placement/relocation of the Client’s assets under the Strategy (**Management Period Commencement Date**) and terminates on the last Business Day of 24-month period starting from the Management Period Commencement Date (**Management Period Termination Date**).

2.2. The Strategy does not provide for an opportunity of early termination. If you decide to terminate the Strategy (or the relevant Tranche as defined in clause 7 *“Tranches”* below) before the Management Period Termination Date, you shall pay us an increased Portfolio Management Fee calculated pursuant to the formula specified in clause 8 *“Early Termination”* below.

2.3. Moreover in case the Strategy/Tranche is terminated before the Management Period Termination Date at your initiative the Portfolio may suffer significant loss to the amount of initial principal investment.

3. Portfolio Structure

3.1. The Strategy is a mid-term investment strategy that involves taking long positions in ETFs which are expected to increase in value.

3.2. In forming the Portfolio we aim to decrease risks by diversification between issuers and by careful monitoring of risk limits specified in clause 4“*Risk Management*” below. Allocation will be made dynamically using a systematic approach.

3.3. You understand and agree that in spite of our use of particular indices as Investment Performance Benchmark for the Strategy, sector, industry, and issuer/borrower weightings in Portfolio can vary materially from them from time to time.

3.4. We may sell securities and hold them in case either as a part of overall investment Strategy or for temporary defensive purposes in response to adverse market, economic, political or other conditions even if such liquidation is inconsistent with the terms of particular Strategy. As a result of such temporary defensive positions, the Strategy may not achieve its investment objectives.

4. Risk Management

4.1. For the purpose of management of risks the Portfolio structure in respect of the Net Assets Value shall be dynamically allocated between the following types of ETFs:

- 4.1.1. US broad market equities (large caps);
- 4.1.2. US industrial sector equities (large caps);
- 4.1.3. US technology sector equities;
- 4.1.4. US small cap equities;
- 4.1.5. US corporate investment grade* bonds;
- 4.1.6. US treasuries bonds (short-, mid- and long-term).

*All ratings are determined by the highest among S&P, Moody's and Fitch Credit Rating Agencies. **Investment-grade** means rated not less than BBB- or Baa3 and above.

4.2. Any discrepancy between the Portfolio structure set out herein and the actual Portfolio structure that has occurred as a result of our actions shall be eliminated within one month after such discrepancy has been or should have been identified.

4.3. Any discrepancy between the Portfolio structure set out herein and the actual Portfolio structure that has occurred as a result of any circumstances other than our actions shall be eliminated within three months after such discrepancy has been or should have been identified.

4.4. Any discrepancy between the Portfolio structure set out herein and the actual Portfolio structure caused by an event of default in relation to any Debt Instrument in the Portfolio shall be eliminated as soon as practically possible.

4.5. Any discrepancy between the Portfolio structure set out herein and the actual Client's Portfolio structure shall be eliminated in a manner, in a way and by means that take into account the best interests of the Client.

4.6. As an additional risk-management measure we shall also perform regular monitoring and control of Portfolio value at risk (VaR) and drawdown value as well as perform regular stress tests on pre-defined risk scenarios which occurred in the past.

5. Investment Performance Benchmark

The Investment Performance Benchmark shall be comprised of the following components in the following proportions:

65% - iShares 20+ Year Treasury Bond ETF (TLT:US) iShares 20+ Year Treasury Bond ETF is an exchange-traded fund incorporated in the USA. The ETF seeks to track the investment results of an index composed of U.S. Treasury bonds with remaining maturities greater than twenty years.

35% - SPDR S&P500 ETF Trust (SPY:US)

SPDR S&P 500 ETF Trust is an exchange-traded fund incorporated in the USA. The ETF tracks the S&P 500 Index. The Trust consists of a portfolio representing all 500 stocks in the S&P 500 Index. It holds predominantly large-cap U.S. stocks. This ETF is structured as a Unit Investment Trust and pays dividends on a quarterly basis. The holdings are weighted by market capitalization.

6. Automatic Cash Balance Transfer

We shall within 20 (twenty) Business Days after each relevant period specified in this clause below transfer from the Portfolio an amount equal to 6% per annum of the NAV under the Strategy calculated as of the Management Period Commencement Date to the Client’s bank account (based on the latest banking details received from the Client):

- after 6 (six) months from the Management Period Commencement Date;
- after 12 (twelve) months from the Management Period Commencement Date;
- after 18 (eighteen) months from the Management Period Commencement Date;
- after 24 (twenty four) months from the Management Period Commencement Date.

7. Tranches

7.1. The Strategy does not provide the opportunity to contribute an Additional Investment. You may, however, hold several separate Portfolios under the Strategy that will have different management periods and automatic case balance transfer dates (“**Tranches**”). In order to create a new Tranche under the Strategy you shall deposit/reallocate not less than USD 25 000. The Management Period with respect to such new Tranche starts at the Management Period Commencement Date closest to the date of the relevant assets placement/reallocation and terminates at the relevant Management Period Termination Date.

Tranches shall be identified in Portfolio Management Reports as well as in other documentation by indicating the relevant Management Period Commencement Date after name of the Strategy.

8. Early termination

8.1. If you decide to terminate the Strategy/Tranche before the Management Period Termination Date, you shall pay to us the Increased Management Fee calculated as follows:

$$R_1 = R_0 + \sum_{i=1}^{n} \mathrm{Si} * \mathrm{Mf}/100 * (730(731) - \mathrm{ri})/365,$$

where:

R_1 is the Increased Management Fee chargeable hereunder;

R_0 is the Management Fee for the applicable MF Calculation Period chargeable pursuant to clause 8.2 of the Rules;

Si is the Market Value of Assets subject to withdrawal from the Portfolio or withdrawn during the applicable MF Calculation Period as determined on the day preceding the date of such withdrawal;

Mf is the applicable Management Fee Rate;

ri is the actual number of days from (and including) the effective date of the Strategy till (and excluding) the date of withdrawal;

n is the number of withdrawals of Assets effected during the period from the first day of the last calendar quarter till the end date of that calendar quarter/the Strategy/Tranche/Rules termination date.

For the avoidance of doubt, this clause 8 shall not be applicable to the cases when you reallocate Assets between Portfolios as provided in clause 8.3 of the Rules.

* If the relevant year for which the Strategy is in force is a leap year (i.e. there are 366 calendar days in that year) then the value of 366 should be used. Otherwise, the value of 365 applies.

9. Specific Risk Considerations

9.1. The specific risk description provided below may not be treated as a complete and exhaustive description of risks associated with or related to the Strategy. You should carefully read the Risk Disclosures placed on our website.

9.2. The Strategy purports to investments in ETFs. The main risks associated with investing in ETFs are:

(a) The prices of the underlying investments of the ETFs will vary according to the markets on which these are listed or traded.

(b) Neither dividend payout nor dividend growth is guaranteed, nor are ETFs in which the Strategy invests obliged to pay dividends.

(c) Underlying assets of ETFs may decline in value.

9.3. Although it is our overall policy to diversify the Portfolio, at certain times we may hold relatively few positions. The Portfolio could suffer significant losses if we hold a large position in a particular investment that declines in value.

9.4. The Portfolio NAV will be calculated in USD. Consequently, the Portfolio is subject to the risk of exchange rate fluctuations between the value of the US dollar and the original currency of investment (if such original currency is other than US dollar).

The success of the Strategy depends, among other factors, upon its future correspondence to market conditions. The past performance of the Strategy is not necessarily indicative of its future profitability. No assurance can be given that the Strategy will be successful under all market conditions.

10. No Guarantee

There is no guarantee that the Strategy will be able to achieve its investment objective. There is no guarantee that the Strategy will earn any return. No guarantee can be given as to the performance of the Strategy in future years. No guarantee can be given that the NAV will appreciate. There is the possibility that the NAV of the Strategy will decline considerably.