

Inception Date: 7/97
Strategy Objective:

The Swan Defined Risk Strategy 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:

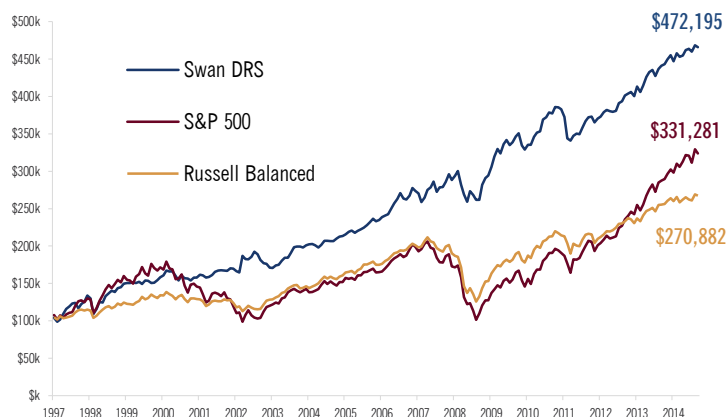
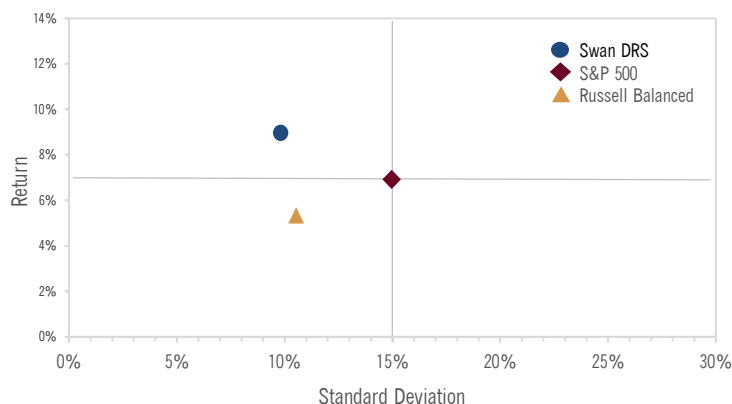
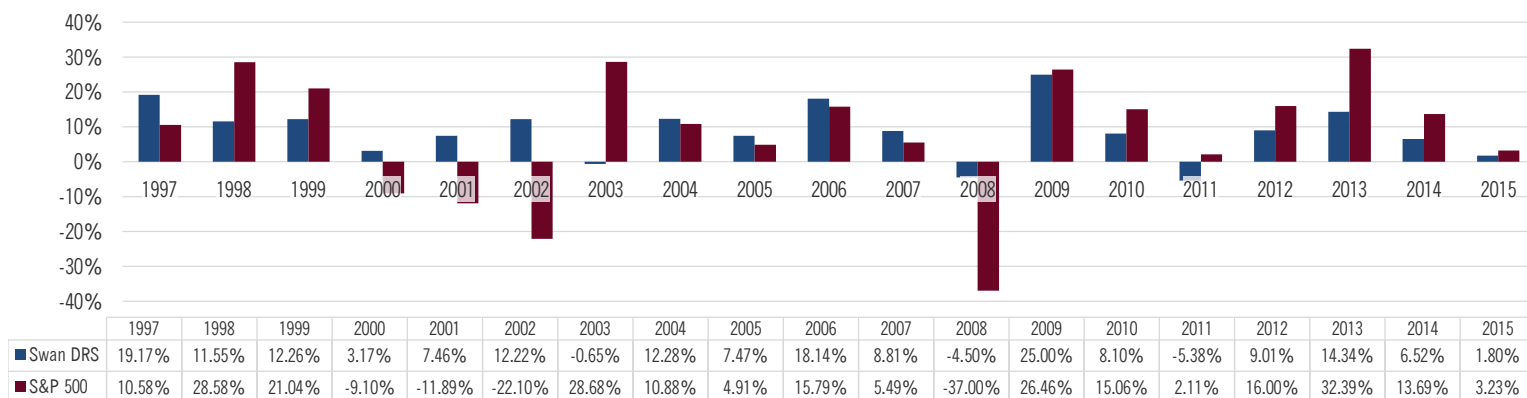
- Distinct, innovative approach to address market risk
- Always hedged, all the time, using put options
- Diverse and time-tested options strategies
- No reliance on market timing or stock selection
- Proven track record seeking to minimize losses in bear markets

Performance Summary (July 1, 1997 to May 31, 2015)

| | Swan DRS ¹ | S&P 500 | Russell Balanced |
|--------------------------|-----------------------|---------|------------------|
| 1 Month (not annualized) | 0.65% | 1.29% | 0.00% |
| YTD (not annualized) | 1.80% | 3.23% | 3.29% |
| 3 Year | 8.95% | 19.67% | 9.94% |
| 5 Year | 7.15% | 16.54% | 8.37% |
| 10 Year | 8.30% | 8.12% | 5.47% |
| Inception (7/1/97) | 9.05% | 6.91% | 5.72% |

Risk and Return Summary (July 1, 1997 to May 31, 2015)

| | Swan DRS ¹ | S&P 500 | Russell Balanced |
|------------------------------|-----------------------|---------|------------------|
| Standard Deviation | 9.86% | 15.49% | 10.20% |
| Alpha | 7.11 | 0.00 | 1.21 |
| Beta | 0.29 | 1.00 | 0.62 |
| R-Squared | 20.70 | 100 | 88.12 |
| Sharpe Ratio (Cash-adjusted) | 0.69 | 0.30 | 0.34 |

Growth of \$100,000 (July 1, 1997 to May 31, 2015)

Risk / Return (July 1, 1997 to May 31, 2015)

Swan Defined Risk Strategy vs. S&P 500 Annual Returns (July 1, 1997 to May 31, 2015)


Swan's Investment Process

Transparent | Disciplined | Repeatable

1

Establish Equities

- Purchase nine equally-weighted S&P 500 Select Sector SPDR ETFs
- Invested at all times

2

Create Hedge

- Buy puts on the S&P 500
- At – or near-the-money
- Long-term – generally one to two years, initially

3

Seek to Generate Income

- Seek to sell shorter-term options
- Market-neutral trading strategies

4

Monitor & Adjust

- Daily monitoring
- Rebalance as required
- Re-hedge annually

About Swan Global Investments

Randy Swan started Swan Global Investments in 1997 as a way to supply investment management services that were not available to most investors. Early in his financial career, Randy saw that options provided a way to minimize investment risk. His innovative solution was the proprietary Swan Defined Risk Strategy, which has provided market leading, risk-adjusted returns through a combination of techniques that seek to

hedge the market and generate market-neutral income. The firm is headquartered in Durango, Colorado with offices in Puerto Rico and Tampa, Florida. Swan believes in accessibility and transparency and avoids multiple layers of management to provide superior customer service.

Footnotes and Disclosures

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

Performance results are presented in U.S. dollars and are net-of-actual-fees 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. 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.

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 and Swan Capital Management, LLC.

There are three Swan DRS composites offered: 1) The DRS Select Composite which includes all non-qualified accounts. 2) The DRS IRA Composite which includes all qualified accounts. 3) The DRS Composite which combines the DRS Select and DRS IRA composites. 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, 2013. The Spaulding Group conducted Swan's verification. 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 the Russell Balanced (RBLX), which targets 54% equity, 32% fixed income, and 14% to alternative underlying funds.