



Enhancing Portfolio Flexibility

Using Buyout Replication to Give You More Options

Private Equity Investments Making Portfolio Management Complicated?

Private equity has long been used for its potential to enhance returns. However, with increased allocations to private equity come challenges in maintaining portfolio flexibility. The illiquidity, long capital deployment timelines, and sector overconcentration inherent in private equity can make it difficult to adapt to dynamic market conditions or capitalize on emerging opportunities. These characteristics can create inefficiencies in managing risk and aligning portfolios with both short-term needs and long-term objectives.

Why Portfolio Flexibility Matters

The unique characteristics of private equity can lead to inefficiencies that challenge effective portfolio management:



Reduced Liquidity: Lock-up periods restrict access to capital, limiting the ability to adapt to changing market conditions or seize opportunities.



Delayed Adjustments: Long deployment timelines create gaps, leaving portfolios underexposed and reducing responsiveness to emerging trends.



Concentration Risk: Overexposure to specific sectors increases volatility, making it harder to maintain balanced, diversified allocations.

How Does our Buyout Replication Index Fund Solve this Problem?

Buyout replication adds flexibility to portfolio management by offering a transparent, liquid, diversified portfolio of listed equities tracking the Morningstar PitchBook US Buyout Replication Index.* Here's how:

Seamless Transitions

Preserves private equity-like exposure while addressing liquidity constraints.

Diversified Completion

Replicates sector exposures to reduce concentration risks and fill portfolio gaps.

Monthly Liquidity

Supports regular portfolio adjustments to align with evolving market conditions.

*The index is the exclusive property of Morningstar, Inc., which does not sponsor, endorse, or promote this fund.

Important Disclosures and Risk Considerations

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The Fund seeks to replicate key investment characteristics of private equity buyout strategies, such as sector exposure, leverage adjustments, and other factors, but there is no guarantee that the Fund will achieve similar performance or outcomes. Past performance is not indicative of future results. All investments involve risk, including the possible loss of principal, and there is no assurance that the Fund will achieve its investment objectives or generate positive returns.

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