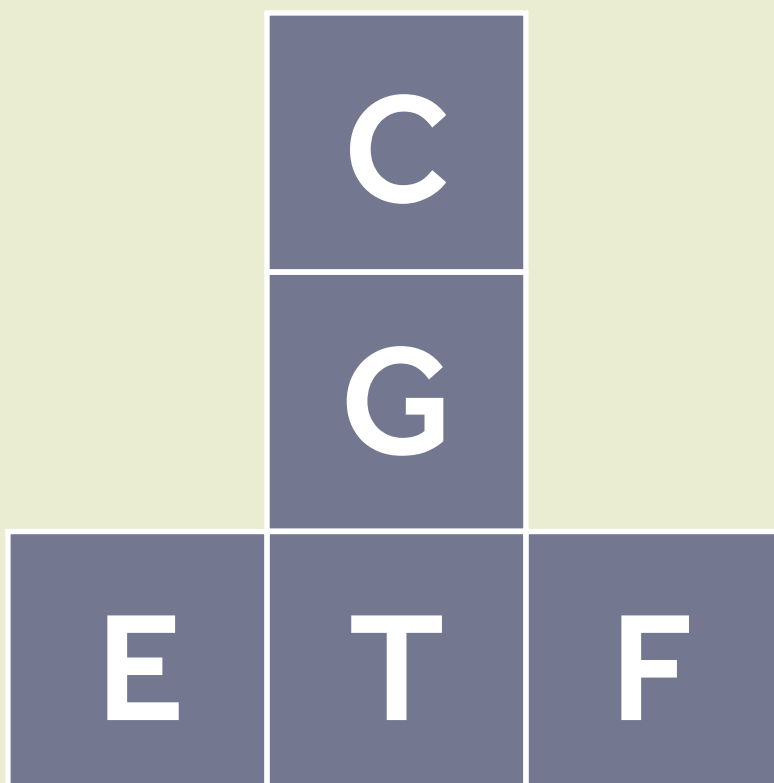


Ivy+ Risk Managed Portfolios

*Risk management
from the investors point of view*



**Designed to manage risk in downmarkets
and participate in upmarkets**

A better solution for participants

The Ivy+ Risk Managed Portfolios offer Investors two critical layers of risk management:

- Broad diversification across multiple asset classes
- Tactical asset allocation designed to protect against significant market losses

CGT range of Ivy+ Risk Managed Portfolios

Designed to manage risk in down markets and participate in up markets

Currency managed - CGT Compliant - Risk rated

The Ivy+ range of risk managed portfolios are structured so as to be assessable for capital gains tax, currently 33% of net gains, as opposed to 41% exit tax as is the case for unitised funds. It is now possible that any gains from this type of portfolio may be offset against accrued capital losses.

The portfolios are constructed utilising a range of qualifying international ETF's, and provide investors with exposure to a much wider range of asset classes than a purely equity based investment portfolio. The portfolios are managed on the same basis as outlined in the brochure entitled "Ivy+ Risk Managed Funds". This document should be read in conjunction with this brochure.

The portfolios offer investors two critical layers of risk management:

- **Broad diversification across multiple asset classes**
- **Tactical asset allocation designed to protect against significant market losses**

Importantly, the exposure to foreign currency risk which is incurred in creating such a CGT assessable investment is managed within the risk framework and is part of our rules based tactical asset allocation process.

Revenue Guidance at last. **Extract from the Revenue Guidance note.**

"the tax treatment of investment in ETF's domiciled in the US,EEA and other OECD countries followed precisely the treatment will apply to share investments generally. i.e. income and capital gains tax treatment is appropriate.

Tax treatment of investments in Exchange Traded Commodities (ETC) will also follow precisely the treatment that would apply to share investments generally."

The guidance outlined above has at last cleared the way for investments in ETF's and ETC's to be made with clarity as to the taxation position. However, ML Capital would urge investors to seek their own professional tax advice.

Importantly: ML Capital does not provide tax advice. Professional tax advice should be obtained from a qualified tax professional. The information in this document is provided based upon our understanding of current taxation legislation, and is subject to change at any time without notice.

Warning: The value of your investment may go down as well as up.

Warning: Funds may be affected by changes in currency exchange rates.

Warning: If you invest in this product you may lose some or all of the money you invest.

Tax and Investment related features

Key Tax related features

- Accrued capital losses can be offset against Portfolio gains
- Taxed at 33% versus exit tax on a fund at 41%
- Can utilise annual capital gains tax exemption
- US inheritance tax issues minimised by predominantly utilising Australian and Canadian ETF's
- Distributions from ETF's are subject to tax at investors marginal rate

Key investment related features

Portfolio Name	Ivy+ Defensive Growth	Ivy+ Balanced Growth	Ivy+ Dynamic Growth
ESMA risk rating	3	4	5

- Critically our rules based tactical asset allocation approach incorporates foreign currency risk exposure into the methodology, the exposure being managed within our risk management process.
- ML Capital have screened over 500 ETF's in the US, Australian and Canadian markets to provide a wide opportunity set to gain exposure across all the required asset classes.

Below is shown an example of the effect on investment returns under three differing tax scenarios.
Assumptions: Invested capital €300000, Growth 70%, tax losses €300000. 8 year period.

	Fund Exit Tax (€)	CGT Portfolio (€)	CGT Portfolio (€)
	1% insurance levy	300,000 accrued losses	NO accrued losses
Value after 8 Years	504,900 (after levy)	510,000	510,000
Profit over period	204,900	210,000	210,000
Annual CGT exemption over 8 years (1270 x 8)	0	10,160	10,160
Tax Losses accrued	0	300,000	0
Tax at 41% and 33% respectively	84,009	0	65,947
Net Profit	120,891	210,000	144,053
Net % Gain	40%	70%	48%

Source: MLCAM research.

Ivy+ Risk managed Portfolios CGT Version

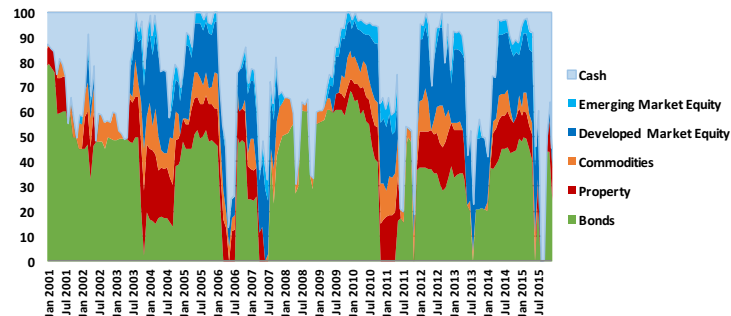
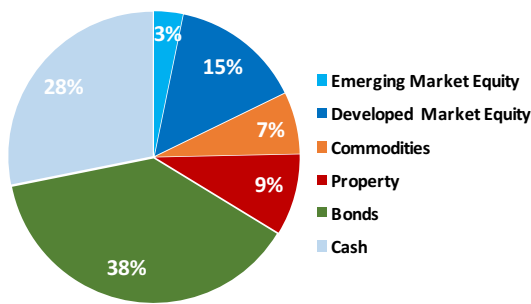
	Ivy+ Defensive Growth	Ivy+ Balanced Growth	Ivy+ Dynamic Growth
Underlying Funds OCF	0.26%	0.28%	0.43%
Annual Management charge	0.25%	0.25%	0.35%
Ongoing Charges Figure	0.51%	0.53%	0.78%
Performance Fee (subject to high water mark)	10%	10%	10%
Minimum Investment €	100000	100000	250000

Selecting a portfolio that is right for you

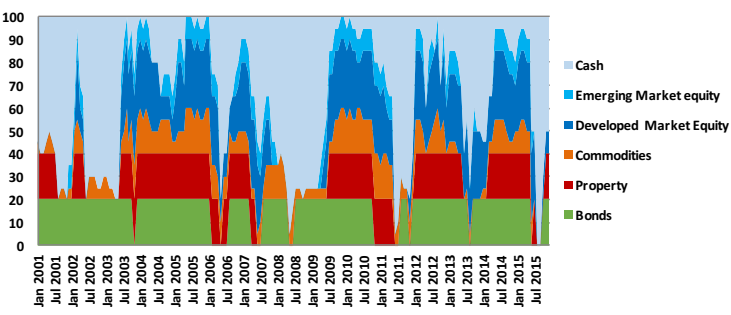
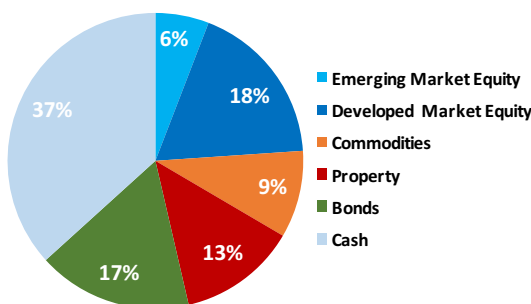
The graphs below show the average historic asset allocation of each backtested model portfolio. The asset allocation may change substantially from the historic average when the portfolio is de-risked and invested into cash. Crucially these portfolios are implemented using international ETFs thus qualifying for Capital gains tax assessment.

The Coloured graphs show the changes in the amount held in different assets from 2001 to 2015. This identifies the active asset allocation with cash holdings reflecting the risk protection when markets are falling.

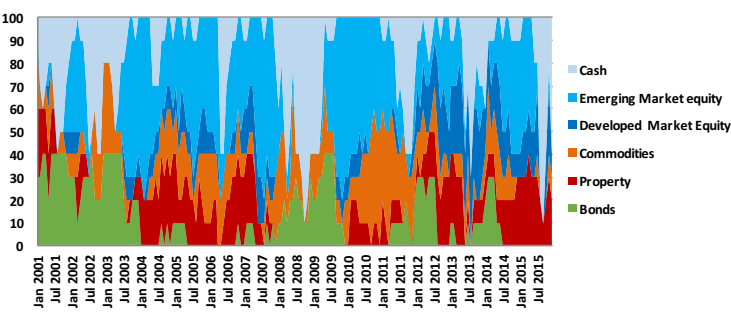
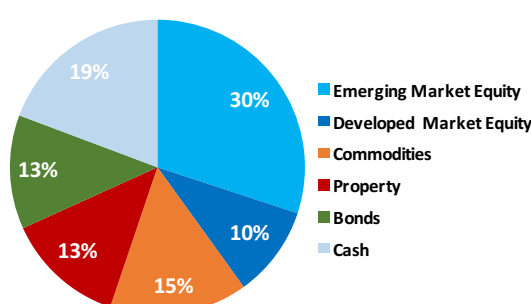
Ivy+ Defensive Growth Portfolio Risk Rating 2 **3** 4 5 6 7



Ivy+ Balanced Growth Portfolio Risk Rating 2 3 **4** 5 6 7



Ivy+ Dynamic Growth Portfolio Risk Rating 2 3 4 **5** 6 7



Source: MLCAM research.

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For more information please contact ML Capital at ivyplus@mlcapital.com or contact your financial advisor.