
Annualized Trailing Returns

As of Date: 12/31/2017

Magni Model Portfolios	YTD	1 Year	3 Years	5 Years	10 Years	Since Inception*
Magni Emerging Markets	31.19%	31.19%	6.88%	2.18%	2.25%	14.12%
MSCI EM	37.28%	37.28%	9.10%	4.35%	1.68%	12.31%
Magni EAFE	27.58%	27.58%	9.11%	8.60%	1.21%	9.29%
MSCI EAFE	25.03%	25.03%	7.80%	7.90%	1.94%	8.11%
Magni ACW ex US	28.68%	28.68%	8.18%	6.17%	1.61%	11.19%
MSCI ACW ex US	27.19%	27.19%	7.83%	6.80%	1.84%	8.75%

* Inception Date: 1/1/2003.

Additional Magni index composites exist and the model performance shown herein does not include all Magni index composites available. Model performance results have inherent limitations. Model performance does not involve financial risk and cannot completely account for the impact of financial risk associated with actual trading. Certain factors and variables related to the markets in general or to the implementation of any specific trading or investment strategy cannot be fully accounted for in the preparation of model performance results; these factors can affect actual trading results adversely. Furthermore, model performance data does not include transaction costs, which can affect performance.

The model performance shown is forward tested performance based upon internally generated simulations of concurrent actual trading, measured by the independent services Factset and Zephyr Analytics. While no trades using client assets were executed, the simulated, concurrent trades were based upon real time market data and trade entries and exits are documented along with any profits or losses. Investment decisions and weightings were made based upon research, as noted, and performance was computed by an analysis conducted by independent performance measurement firms.

There is no guarantee as to the future performance or any specific level of performance or the success of any investment decision or strategy that Magni may use or the success of Magni's overall investment management services on behalf of the client. Investment decisions made by Magni are subject to various market, currency, economic, political and business risks and Magni's investment decisions on behalf of the client may not always be profitable.

The benchmark (MSCI) are net returns.

Disclosures

DESCRIPTION OF THE MODEL

- Returns are based on a model using index results for each country. The performance shown is forward-tested performance based upon a simulation of concurrent actual trading. While no trades using client assets were actually executed, the simulated, concurrent trades were based upon real time market data and trade entries and exits are documented along with any profits or losses. Investment decisions and weightings were made based upon research received from a third-party data provider, which were then translated into algorithmic inputs.
- Magni relied on a third-party data provider to provide certain research information and data relevant to the model. In early 2011, Magni purchased the third-party data provider and began performing the research process internally. While Magni believes the research process has been improved as a result of the acquisition, no guarantees can be made that Magni will be able to recreate the research process and data inputs identically as they were before Magni purchased the third-party data provider.
- Magni retained an independent accounting firm ("Firm") to perform certain procedures ("Procedures") on the method for calculating Magni's performance results. The terms and conditions of the Procedures are governed by an engagement letter ("Engagement Letter") between Magni and such Firm. These Procedures do not constitute an audit, examination, opinion or a limited assurance based review and cannot be relied upon to disclose errors in the calculation. The purpose of the Procedures is to assist Magni in determining that Magni's stated investment returns fairly represent the position and performance of Magni's live model performance results. A report generated as a result of the Procedures may be made available to certain potential investors who become a "Specified Party" under the terms and conditions of the Engagement Letter. No assurance can be made by Magni that the Firm will accept a potential investor as a "Specified Party" under the Engagement Letter.

EXECUTION OF THE MAGNI STRATEGY

- Magni Global Portfolios involve the use of country-level Exchange Traded Funds ("ETFs") which Magni believes provides a cost-effective way to execute the strategy. Magni may also employ derivatives and other investments to access certain countries and markets where the use of ETFs may not be possible or suitable. Such investments may entail higher expenses and transaction costs.
- Magni portfolios may not hold ETFs for all countries in the model if suitable country ETFs are not available. Magni adjusts portfolio weightings to take account of availability and such adjustments, while not expected to be material, may result in differences between model and actual performance.

PERFORMANCE RESULTS

- The performance results are United States dollar-based, based upon trade-date accounting and include the reinvestment of dividends, capital gains and interest (if any). The results for the full historical period are time-weighted. The performance results are presented gross or net as indicated. Where performance results are presented on a gross of fees and expenses basis, the results shown do not reflect the deduction of advisory fees paid to Magni. Gross results do, however, reflect the underlying expenses of the ETFs such as trading and other expenses that reduce the return. Additional fees for custody and other expenses, which can range from 0.05% for developed markets to 1.00% for emerging markets, are not included in the net of fees results due to the fact that such transaction expenses are difficult to approximate given the ongoing changes to the percentage mix of the markets selected by Magni.
- Magni portfolios may not hold ETFs for all countries in the model if suitable country ETFs are not available. Magni adjusts portfolio weightings to take account of availability and such adjustments, while not expected to be material, may result in differences between model and actual performance.
- The comparison index used in this document is the MSCI EM (EMERGING MARKETS) Index ("MSCI EM"). The MSCI EM is a free float-adjusted market capitalization weighted index that is designed to measure the equity performance of emerging markets and currently consists of 23 country indices. The MSCI EM is not a managed portfolio and is not subject to advisory fees, trading costs and other expenses. Investors cannot invest directly in the MSCI EM. The Actual Track Record represents real trading and results.
- The managed accounts are held at Schwab on behalf of individuals associated with Magni and are managed by Magni on a discretionary basis. The results shown include expenses charged by Schwab for executing trades, but do not include management fees that would otherwise be charged to clients by Magni. The performance in these accounts is shown for informational purposes only.