

RIO REGULAR INVESTMENT ACCOUNT GBP

01 January 2019



MANAGER COMMENT

During December the Regular Investment Account (GBP) fared well, gaining 0.18%. This was achieved despite the fact that the UK stock market suffered from negative news, which by month end had driven the FTSE 100 down -3.61%. More importantly the Account has truly outperformed this year, posting a net gain of 23.69% in 2018, whilst the FTSE (the Accounts benchmark return) is down -12.58% for the year. The net result is that the RIO Regular Account has done what it set out to do; both outperform its benchmark and return a reasonable gain for those invested.

Market comment - I would point out that the UK stock market now looks oversold and as such we will almost certainly see some upside in the coming months. As for the mighty Sterling, its position began to brighten in December, as the pound finally managed to edge higher against the Dollar. There will, however, still be volatility in the currency until a clearer position is portrayed on Brexit.

Looking forward there has been many analysts producing a broad range of suggestions on Brexit scenarios, but with many citing that the UK may be worse off from an economic standpoint. That said, since these analysts are basing their forecasts on treasury remarks one could argue that the forecasts are simply meaningless. I would add my comment that, in the past, treasury forecasts have almost never been right, and have more often been dramatically wrong!

INVESTMENT OBJECTIVE

The RIO Regular Investment Account GBP is a high risk trading platform through which RIO invests in currency, UK equities and commodity markets. The Account may also invest in other high risk traded securities, where the potential gains are deemed to be in line with the risk reward ratio, at the discretion of the investment manager. The trading strategy favours a midterm investment of 2-3 years due to the expected short term volatility.

Brexit sparked an unprecedented wave of volatility in UK markets. The pound immediately plunged to its lowest in 30 years and has since suffered very large intra-day moves. The FTSE 100 tanked before rallying and enjoying one of its best up cycles in recent times achieving a series of record highs in early 2017. As an active trader these types of swings are a prime investment opportunity and we expect further volatility associated with Brexit negotiations in coming months, these swings could easily produce a prime investment opportunity.

Exiting the EU will affect UK companies. The Account will focus predominantly on trading those entities listed on the FTSE 100 index and has identified several trading opportunities.

The Investment Manager has over two decades trading experience in these markets during which time he has exceeded the target returns. Our researchers and market analysts are responsible for monitoring and evaluating worldwide events, which could affect the currency, commodity and equity markets and RIO develop investment strategies based thereon. Risk management is executed through monitoring and applying analytical techniques and is intended to make risk management more rational and effective.

INVESTMENT MANAGER

RIO's Investment Manager has vast experience having designed, launched and managed several Government licensed mutual funds over the past two decades. He has actively traded stocks, bonds, currencies and commodities with some degree of accuracy. A proven track record combined with all the advantages of an experienced multi asset fund manager.

Contact Details T +6221 5794 8918 M +6281 686 7545 E info@therioclub.info

IMPORTANT INFORMATION

This document is not an offer of investment. Subscriptions for shares in the Account can only be made on the basis of the current prospectus and The RIO Club operates strictly on a referral only basis. Past performance is not a guide to future performance and there can be no assurance that the Accounts objective(s) will be met. The value of investments and the income from them can fall as well as rise and is not guaranteed. Investors may not get back the full amount invested.

This investment account is high risk and is very likely to experience volatility, it is designed for members who accept a high level of risk for a potential high gain over the mid to long term.

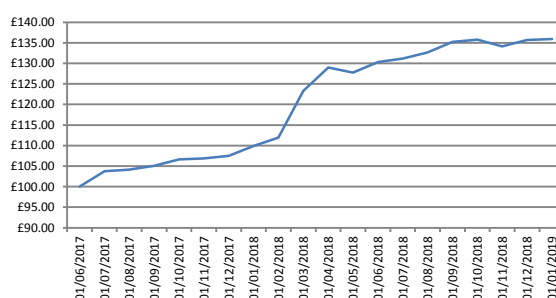
Changes in the rates of exchange between currencies may cause the value of investments to diminish or increase. Current tax levels and reliefs may change and depending on individual circumstances this may affect the investment return.

For further information please refer to the fund prospectus and terms and conditions.

INFORMATION

NAV	£135.92
Investment Manager	William Gray
Launch Date	June 2017
Currency	UK Sterling
Minimum Investment	500 pcm
	20,000 ad-hoc
Initial Charge	500
Annual Management Fee	1.00%
Administration Fee	1.00%
Dealing Frequency	Monthly

PERFORMANCE



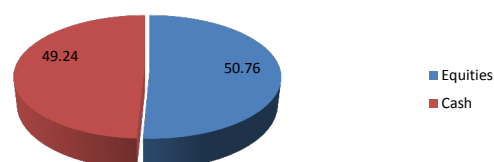
PERFORMANCE COMPARISON

	FTSE 100	RIO RIA
1 Month	-3.61	0.18
3 Month	-10.41	0.11
6 Months	-11.24	3.60
1 Year	-12.48	23.69
2 Years	n/a	n/a
YTD	-12.48	23.69
Since Launch	-10.81	35.92

MONTHLY PERFORMANCE

	2017	2018
January		1.87
February		10.13
March		4.63
April		-0.92
May		1.96
June	3.77	0.71
July	0.34	1.13
August	0.91	1.91
September	1.51	0.42
October	0.24	-1.23
November	0.54	1.17
December	2.27	0.18

ASSET ALLOCATION



FTSE 100 COMPARISON

