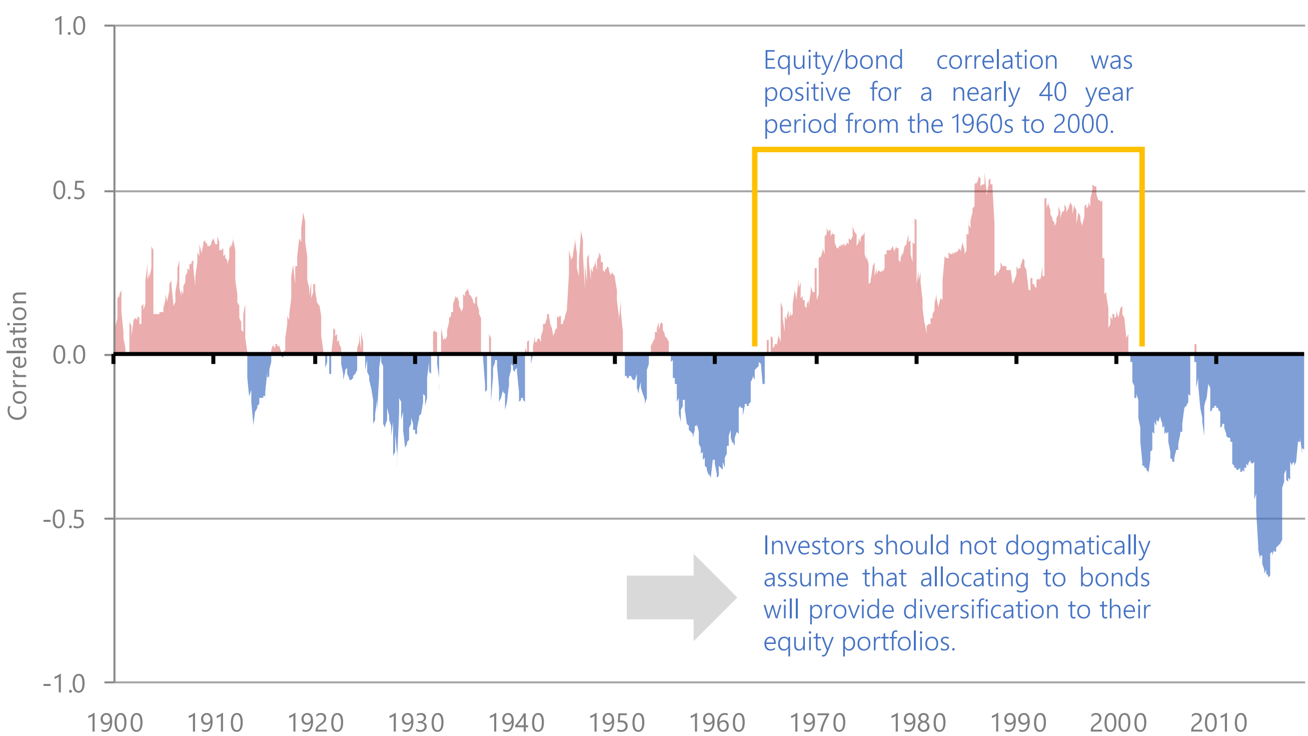
Portfolio Diversification: Correlation is Dynamic

Historical Stock/Bond Correlation

Stock-bond correlation (diversification) has been the bedrock of many asset allocation and risk management decisions. Since 2000, stocks and bonds have generally been negatively correlated, making bonds a widely held hedge against equity risk. However, equity/bond correlation is not a static number: it can be both positive and negative. From a longer-term perspective, stocks and bonds often move together (are correlated), and investors looking to mitigate portfolio risk should consider alternate sources of diversification within their portfolios.

Rolling Correlation between Stocks and Bonds

January 1900 to December 2018, 5 Year Rolling Window
Based on Data Compiled by the Robert Shiller Database



RELATED CONTENT

[Accomplishing More with Less]

[The Power of Market Diversification]

Access the full Research Note

[Equity-Bond Correlation: A Historical Perspective]

Contact Investor Relations

1-203-899-3456

info@grahamcapital.com

IMPORTANT DISCLOSURE

LEGAL DISCLAIMER

A Source of data: Graham Capital Management ("Graham"), unless otherwise stated

This document is neither an offer to sell nor a solicitation of any offer to buy shares in any fund managed by Graham and should not be relied on in making any investment decision. Any offering is made only pursuant to the relevant prospectus, together with the current financial statements of the relevant fund and the relevant subscription documents all of which must be read in their entirety. No offer to purchase shares will be made or accepted prior to receipt by the offeree of these documents and the completion of all appropriate documentation. The shares have not and will not be registered for sale, and there will be no public offering of the shares. No offer to sell (or solicitation of an offer to buy) will be made in any jurisdiction in which such offer or solicitation would be unlawful. No representation is given that any statements made in this document are correct or that objectives will be achieved. This document may contain opinions of Graham and such opinions are subject to change without notice. Information provided about positions, if any, and attributable performance is intended to provide a balanced commentary, with examples of both profitable and loss-making positions, however this cannot be guaranteed.

It should not be assumed that investments that are described herein will be profitable. Nothing described herein is intended to imply that an investment in the fund is safe, conservative, risk free or risk averse. An investment in funds managed by Graham entails substantial risks and a prospective investor should carefully consider the summary of risk factors included in the Private Offering Memorandum entitled "Risk Factors" in determining whether an investment in the Fund is suitable. This investment does not consider the specific investment objective, financial situation or particular needs of any investor and an investment in the funds managed by Graham is not suitable for all investors. Prospective investors should not rely upon this document for tax, accounting or legal advice. Prospective investors should consult their own tax, legal accounting or other advisors about the issues discussed herein. Investors are also reminded that past performance should not be seen as an indication of future performance and that they might not get back the amount that they originally invested. The price of shares of the funds managed by Graham can go down as well as up and be affected by changes in rates of exchange. No recommendation is made positive or otherwise regarding individual securities mentioned herein.

This presentation includes statements that may constitute forward-looking statements. These statements may be identified by words such as "expects," "looks forward to," "anticipates," "intends," "plans," "believes," "seeks," estimates," "will," "project" or words of similar meaning. In addition, our representatives may from time to time make oral forward-looking statements. Such statements are based on the current expectations and certain assumptions of GCM's management, and are, therefore, subject to certain risks and uncertainties. A variety of factors, many of which are beyond GCM's control, affect the operations, performance, business strategy and results of the accounts that it manages and could cause the actual results, performance or achievements of such accounts to be materially different from any future results, performance or achievements that may be expressed or implied by such forward-looking statements or anticipated on the basis of historical trends.

Tables, charts and commentary contained in this document have been prepared on a best efforts basis by Graham using sources it believes to be reliable although it does not guarantee the accuracy of the information on account of possible errors or omissions in the constituent data or calculations. No part of this document may be divulged to any other person, distributed, resold and/or reproduced without the prior written permission of Graham.