



Intelligent » Forecast » Optimised » Indices

Risk reduced index strategies with a forward looking view

Objectives » positive benchmark-performance in rising markets | positive outperformance in falling markets

For your portfolio » reduction of losses and draw-downs

FOXX-Faktor » forecast algorithm for the calculation of future developments of the equity, bond, commodity and currency markets

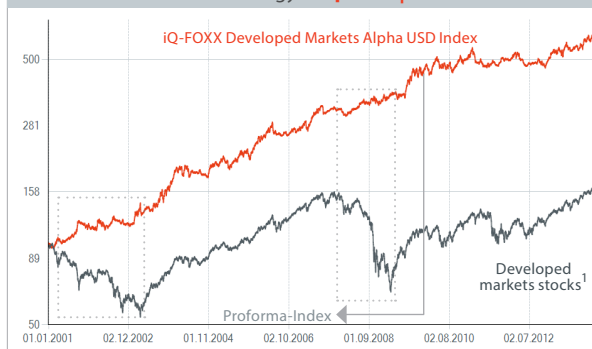
Index styles:

smart BETA Index = long or cash

enhanced BETA Index = long with leverage or cash

ALPHA Index = short or long with max. 2x leverage or cash

Forecast-based ALPHA Strategy » Equities | Global



Source: iQ-FOXX, Bloomberg

13 yrs key statistics (01.01.2001 - 5.2.2014)	iQ-FOXX Index	Synthetic Benchmark ¹
Return p.a. %	14.65	3.69
Volatility p.a. %	13.55	18.75

iQ-FOXX index methodology

An index that forecasts the future

iQ » intelligent index construction takes into account current and relevant market information (macroeconomic, fundamental und technical factors)

F for forecast » consideration of forecasts for the future markets` developments in the current index composition (forecast-indicators)

important: **risk reduction** as an overriding criterion in the index weighting (knock-out criterion)

O for optimised » optimisation of the index weightings based on relevant present and future information in accordance with the respective index style **smart BETA** | **enhanced BETA** | **ALPHA**

XX for index » better risk-return profile through the forecast based iQ-FOXX Index

macroeconomic, fundamental and technical factors

forecast indicators for the future market's direction

risk reduction (knock-out criterion)

smart BETA enhanced BETA ALPHA factors

iQ-FOXX forecast-based index

iQ-FOXX for your portfolio

iQ-FOXX signal license » Licensing of iQ-FOXX signals and forecast indicators as components for your asset allocation and portfolio management models

iQ-FOXX index license » Licensing of iQ-FOXX Indices as a underlying benchmark for ETFs, mutual funds, certificates, capital guaranteed notes and other OTC products

iQ-FOXX index replication license » Index replication with ETFs in your managed or banking account

If you have questions, please contact us!

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Internet: www.iq-foxx.com

Bloomberg: FOXX <GO>

¹ 1/5 USA Blue Chips, 1/5 Japanese Blue Chips, 1/5 German Blue Chips, 1/5 UK Blue Chips and 1/5 French Blue Chips.

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smart BETA indices for your portfolio

Intelligent risk reduced index concepts for different asset classes

iQ-FOXX » a global, independent index provider, specialised in intelligent index concepts, that additionally take into account future market developments within the current index composition

Index technology » development of the index technology since 2000 and more than **14-year-old Live-Research** with **real practical** application of the forecast-based indices **for more than 6 years**

Index suite » **200 forecast-based indices** cover all relevant asset classes, regions and current investment themes

Equities Global

Strategy » smart BETA | Equities | World-wide

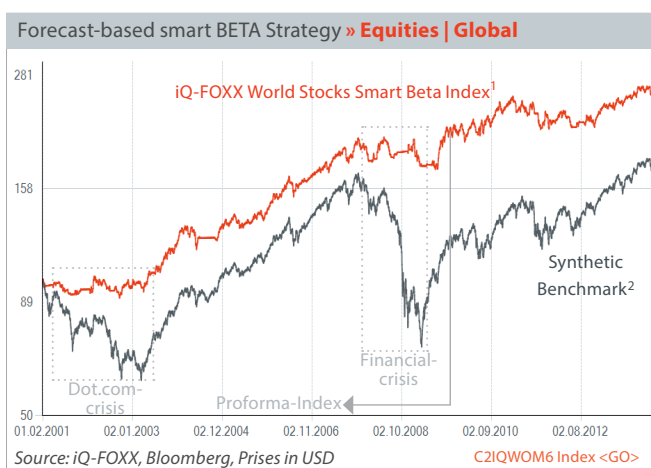
Index focus » USA-, Europe-, Asia Pacific-equities or cash

Weights » from 100 % equities to 100 % cash

13 yrs key statistics (01.02.2001 - 5.2.2014)	iQ-FOXX Index	Synthetic Benchmark
Total return %	154.2	73.52
Return p.a. %	7.43	4.32
Volatility p.a. %	9.64	16.44
Max. draw-down in %	15.41	58.49

Yearly key statistics	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Return p.a.	-5.57	1.15	29.54	8.68	8.88	18.46	12.08	1.1	7.24	13.71	-7.71	3.95	14.39
Volatility p.a.	6.0	9.29	9.79	8.62	7.81	8.72	9.7	9.38	12.87	11.8	12.43	8.57	7.91

Live Index calculation, Source: iQ-FOXX



Cross Asset Global

Strategy » smart BETA | Cross Asset | World-wide

Index focus » USA-, Europe-, Asia Pacific- equities, REITs world-wide, USD- und EUR- investment-grades und cash

Weights » 0% -50% equities, 0% -35% investment-grades, 0% -17% REITs or 0% - 100% cash

13 yrs key statistics (08.01.2001- 05.02.2014)	iQ-FOXX Index	Synthetic Benchmark
Total return %	185.51	98.56
Return p.a. %	8.34	5.38
Volatility p.a. %	5.6	9.6
Max. draw-down in %	9.88	42.45

Yearly key statistics	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Return p.a.	0.81	3.29	23.89	8.74	13.5	17.57	13.22	2.9	6.48	11.7	-4.29	7.83	7.41
Volatility p.a.	3.61	5.13	6.33	5.51	4.85	5.55	6.31	5.64	7.51	6.58	5.54	4.34	4.7

Live index calculation, Source: iQ-FOXX

