



RIETUMU

ASSET MANAGEMENT

TARGET MATURITY
BONDS

Investment portfolios «Target Maturity Bonds», developed by the Rietumu Asset Management team are a great way to ensure a stable cycle of incoming payments and steady growth of your investments' market value over a certain time horizon. Portfolios include debt securities (bonds) with specific maturity periods.

Type of investment	Individual portfolio
Asset class	Bonds
Currency	USD
Minimum investment	500 000 USD
Geographical focus	Global markets

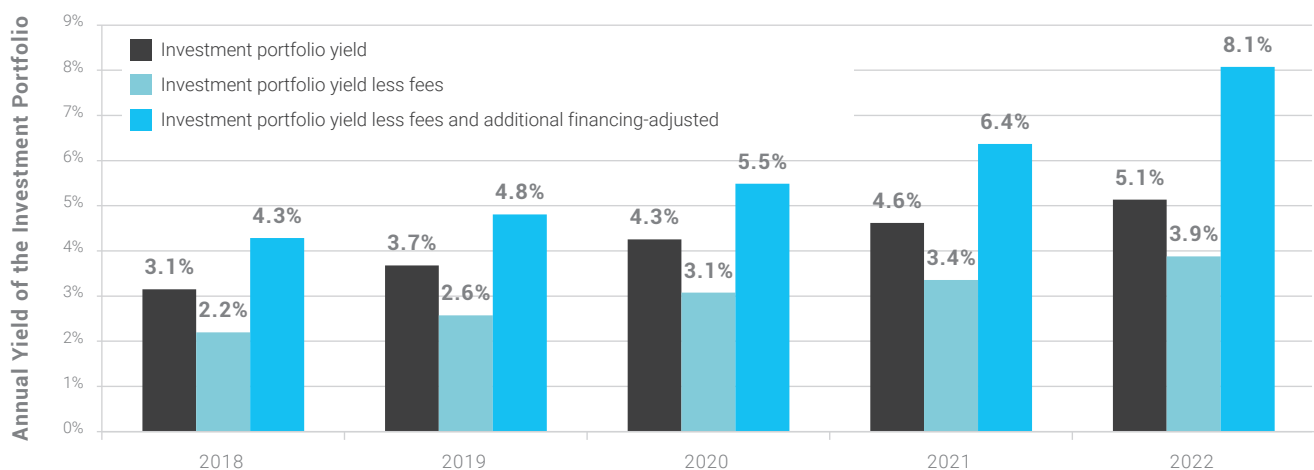
Benefits of the bond portfolio «Target Maturity Bonds»

- 1 / stability and predictability of cash flows
- 2 / predefined end date for investments
- 3 / yield exceeding comparable bank deposits interest rates
- 4 / possibility of coupon payments withdrawal to the client's operating account according to specified frequency
- 5 / wide risk diversification among different issuers and economic sectors
- 6 / ability to increase yield by taking out bank financing

The bonds included in the portfolios correspond to the criteria of the quantitative analytical models of Rietumu Asset Management, which evaluate **financial quality** and **attractiveness of the yield level** of each separate security. Additional bonds selection criterion – cumulative credit rating of the bond should be BB- or higher.

The actual investment portfolio is created by the Rietumu Asset Management team and at different periods can include bonds of up to 20 to 25 issuers.

MATURITY PERIOD OF THE INVESTMENT PORTFOLIO



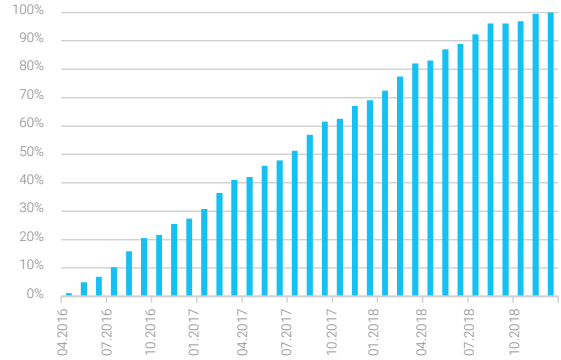
The yields shown serve only as an indication. Actual rates of return depend on the market situation at the time of investment portfolio acquisition.

KEY INDICATORS

Weighted Average Maturity (year)	2.29
Weighted Average Duration (year)	2.14
Weighted Average Yield to Maturity (annual)	3.15%
Weighted Average Coupon	5.05%
Weighted Average Price	104.33
Quantity of Bonds/Issuers	25 / 25
Purchase Commission (single fee)	0.35%
Management Commission (annual)	0.60%
Commission of the holder Bank (annual)	0.20%

GRAPH OF COUPON PAYMENTS

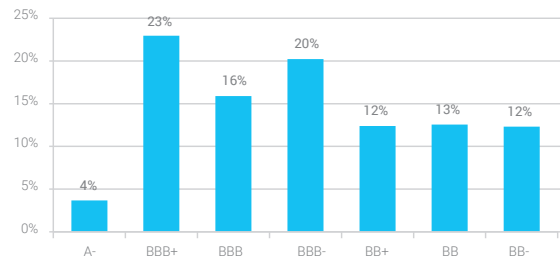
(cumulative percentage from total coupon payments)



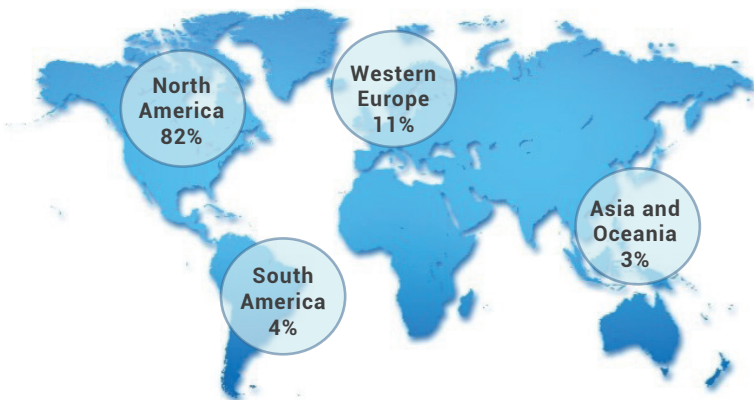
TOP 10 POSITIONS (% from total assets)

Lennar Corp	4.5%
Time Warner Cable Inc	4.5%
CF Industries Inc	4.5%
Rio Tinto Finance USA Ltd	4.4%
Jabil Circuit Inc	4.4%
Cameron International Corp	4.4%
RPM International Inc	4.3%
Yum! Brands Inc	4.3%
Commercial Metals Co	4.3%
Best Buy Co Inc	4.3%

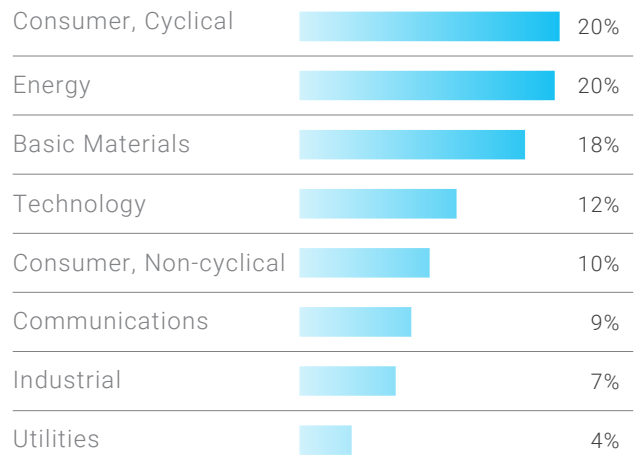
CREDIT RATING STRUCTURE



GEOGRAPHIC COVERAGE



INDUSTRY

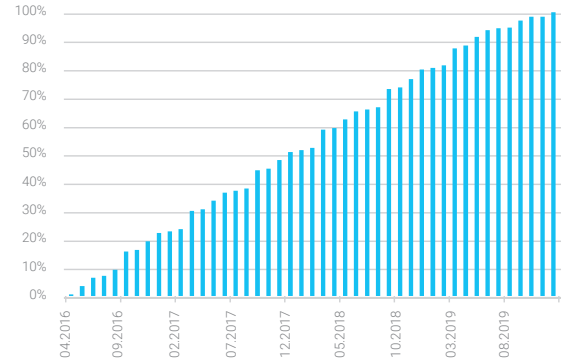


KEY INDICATORS

Weighted Average Maturity (year)	3.31
Weighted Average Duration (year)	3.00
Weighted Average Yield to Maturity (annual)	3.68%
Weighted Average Coupon	5.55%
Weighted Average Price	106.01
Quantity of Bonds/Issuers	25 / 25
Purchase Commission (single fee)	0.35%
Management Commission (annual)	0.80%
Commission of the holder Bank (annual)	0.20%

GRAPH OF COUPON PAYMENTS

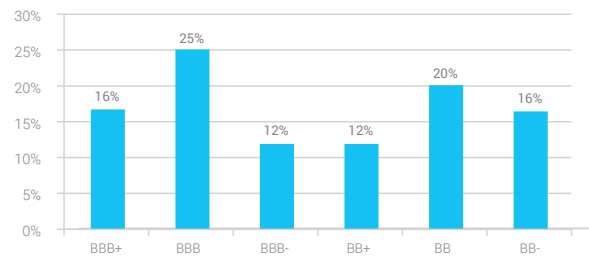
(cumulative percentage from total coupon payments)



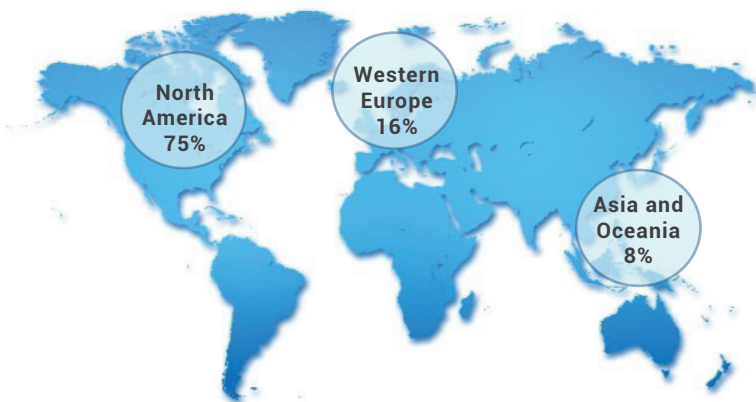
TOP 10 POSITIONS (% from total assets)

Rio Tinto Finance USA Ltd	4.6%
Valero Energy Corp	4.5%
Woodside Finance Ltd	4.3%
Hughes Satellite Systems Corp	4.2%
Roper Technologies Inc	4.2%
DISH DBS Corp	4.2%
CA Inc	4.2%
Graham Holdings Co	4.2%
Newmont Mining Corp	4.1%
Nokia OYJ	4.1%

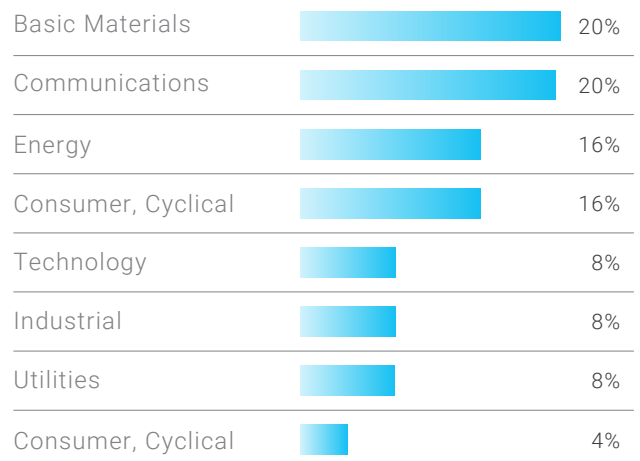
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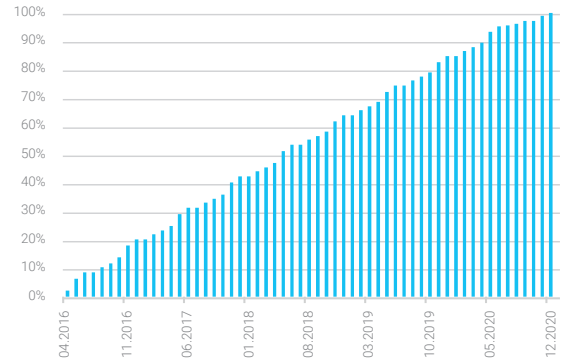


KEY INDICATORS

Weighted Average Maturity (year)	4.31
Weighted Average Duration (year)	3.81
Weighted Average Yield to Maturity (annual)	4.26%
Weighted Average Coupon	4.80%
Weighted Average Price	102.54
Quantity of Bonds/Issuers	25 / 25
Purchase Commission (single fee)	0.35%
Management Commission (annual)	0.90%
Commission of the holder Bank (annual)	0.20%

GRAPH OF COUPON PAYMENTS

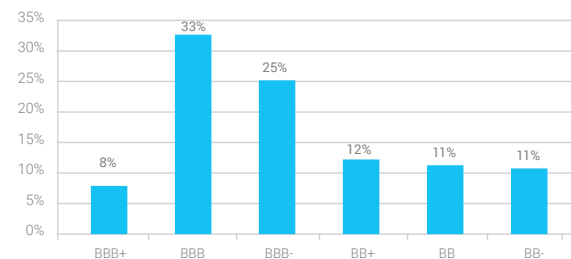
(cumulative percentage from total coupon payments)



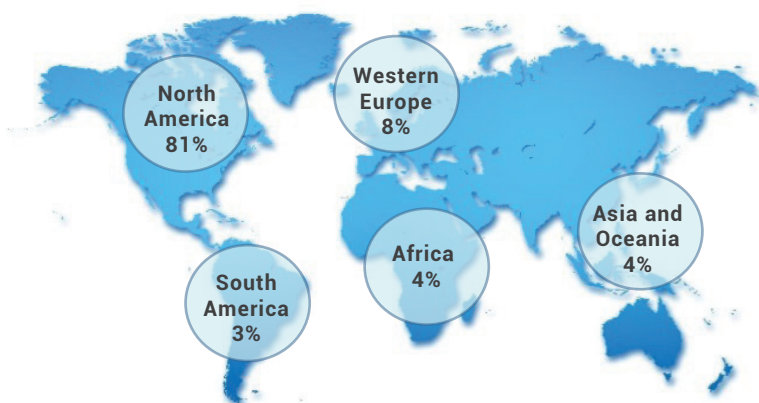
TOP 10 POSITIONS (% from total assets)

CF Industries Inc	4.5%
Valmont Industries Inc	4.5%
Advance Auto Parts Inc	4.4%
Avnet Inc	4.3%
Valero Energy Corp	4.3%
Bio-Rad Laboratories Inc	4.2%
Ingredion Inc	4.2%
Wolverine World Wide Inc	4.2%
Jabil Circuit Inc	4.2%
AmeriGas Finance LLC	4.1%

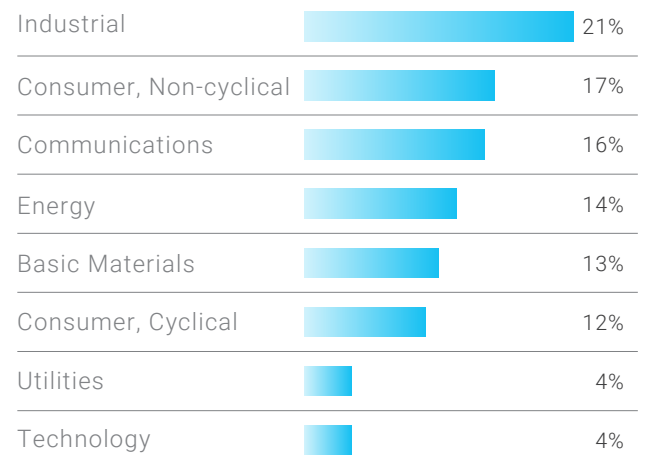
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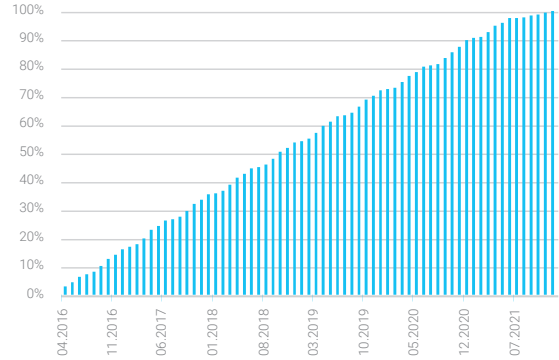


KEY INDICATORS

Weighted Average Maturity (year)	5.24
Weighted Average Duration (year)	4.49
Weighted Average Yield to Maturity (annual)	4.62%
Weighted Average Coupon	5.26%
Weighted Average Price	103.56
Quantity of Bonds/Issuers	25 / 25
Purchase Commission (single fee)	0.35%
Management Commission (annual)	1.00%
Commission of the holder Bank (annual)	0.20%

GRAPH OF COUPON PAYMENTS

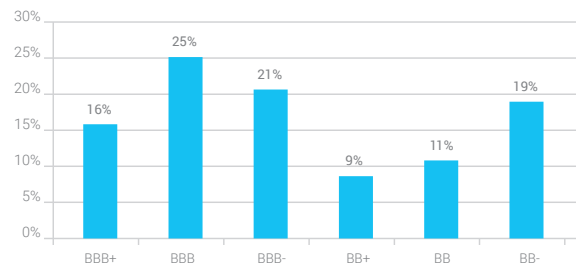
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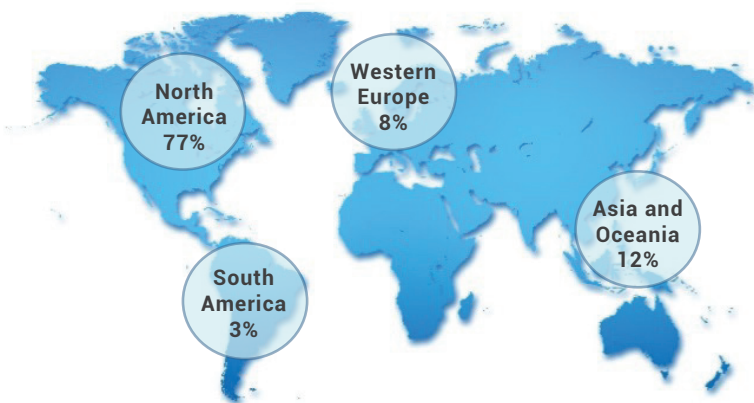
TOP 10 POSITIONS (% from total assets)

Vulcan Materials Co	4.7%
Steelcase Inc	4.3%
Gap Inc/The	4.3%
WPP Finance 2010	4.3%
Quest Diagnostics Inc	4.3%
Xylem Inc/NY	4.2%
Marathon Petroleum Corp	4.2%
DISH DBS Corp	4.2%
Woolworths Ltd	4.1%
T-Mobile USA Inc	4.1%

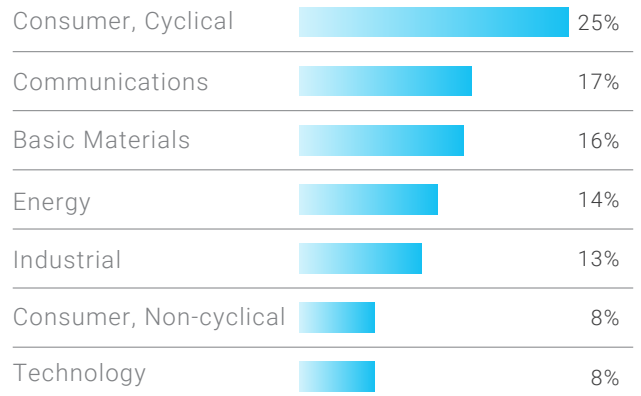
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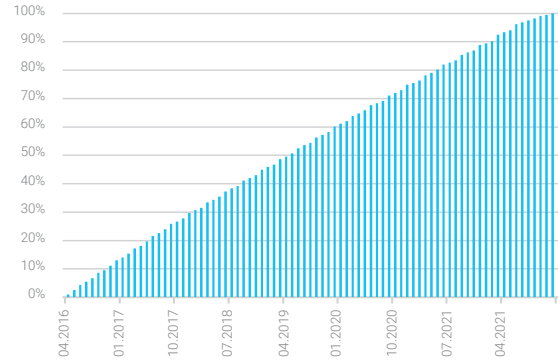


KEY INDICATORS

Weighted Average Maturity (year)	6.34
Weighted Average Duration (year)	5.36
Weighted Average Yield to Maturity (annual)	5.13%
Weighted Average Coupon	4.64%
Weighted Average Price	98.36
Quantity of Bonds/Issuers	25 / 25
Purchase Commission (single fee)	0.35%
Management Commission (annual)	1.00%
Commission of the holder Bank (annual)	0.20%

GRAPH OF COUPON PAYMENTS

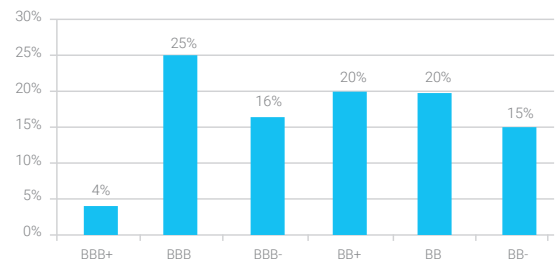
(cumulative percentage from total coupon payments)



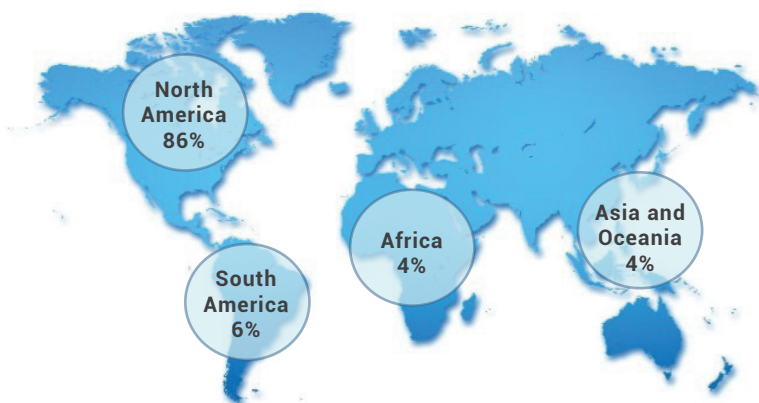
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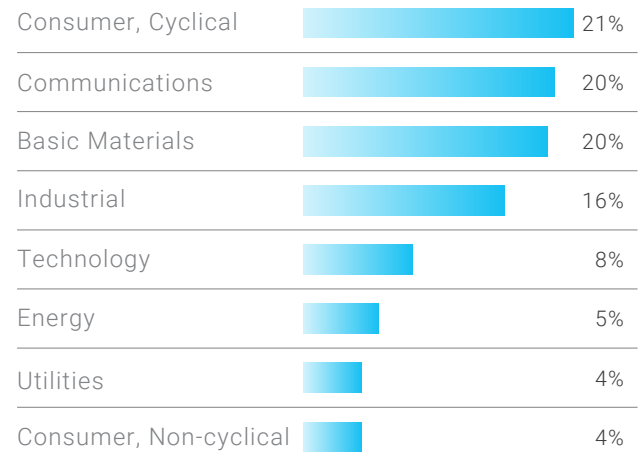
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INDUSTRY



Rietumu Asset Management provides its clients with a stable longterm return from investments and efficient risk management.

Our work principles:

- 1 / **Stable growth** – we use our own analytical models which were developed according to the successful experience and expertise of Rietumu Bank in the area of assets management.
- 2 / **Complex management** – ability to combine different asset classes and instruments in one investment portfolio for achieving the complex goals of our clients.
- 3 / **Integrated solutions** on the basis of our analytical resources and infrastructure of Rietumu Bank.
- 4 / **Experience and competence** – our experts have fundamental work experience in world financial centres, which allows us to complete asset management tasks for our clients with confidence and proficiency.

Rietumu Asset Management products and services are a precise combination of financial competence and the unique needs of each investor.

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