

## You protect your home, cars and life - why not protect shares?

## **Gyrostat Downside Protection Australian Equities Fund**

History shows us that equities worth \$1 M today are likely to see \$300,00 - \$500,000 wiped off its market value in a period of less than 12 months, and take 12-17 years to get back to previous levels. You can protect yourself.

Major market falls are a regular and hazardous feature of the investment cycle – 10 times in the past 90 years losses of 30% or more within a year, often much quicker, have occurred.



## S&P500 Index - 90 year historical chart

Source: http://www.macrotrends.net/2324/sp-500-historical-chart-data

To address this risk, keep your existing Australian equity investments in place and add around 5% of the portfolio value to the Gyrostat Downside Protection Australian Equities Fund. (ie: a \$ 1 M portfolio would add \$ 50,000 to Gyrostat.) This would provide full protection in the event of 'one off' 10% market fall.

The Fund uses our established risk management investment approach with lowest cost protection always in place to make money if the market falls. The level of protection is set at the current market level and is moved as the market moves. On market falls profits are made - selling some protection re-sets the protection level to the new lower market level. These profits are promptly distributed to investors in cash.

## GYROSTAT RISK MANAGED EQUITY FUNDS

Downside fund is designed to increase in value on market falls, especially large one off falls, without capping the upside in rising markets.

- Maintain existing growth investment.
- Add 5% of asset value to Gyrostat.
- The Gyrostat risk management approach identifies the least cost protection alternatives in the market.
- To minimise costs the "options" component is actively managed, and reset to current market levels.
- On large market falls Gyrostat takes profits by selling some protection.
- > Profits are promptly distributed for reinvestment.



Protection is always reset to current market levels

In summary:- Gyrostat Downside Protection Australian Equities Fund

- Protect your existing growth assets against large falls. Leave them where they are
- Add Gyrostat to ride out the storm and make money when other strategies don't
- Profits are promptly distributed to investors in cash

If you are approaching or in retirement, you will have likely experienced the bitter feelings of large market losses. The impacts on not only your lifestyle, but on those of your children/grand children can be very detrimental. Take action to protect against this regular and hazardous feature of the investment cycle.