

# PanAgora Dynamic 130/30 U.S. Equity Fund

## PRODUCT PROFILE

**Asset Class:**

Alternative/Absolute Return

**Benchmark:**

Standard & Poors 500 Index

**Pooled Fund:** No

(Available upon request)

**Segregated Fund:** Yes**Manager: PanAgora Asset Management (30 professionals)**

Established in 1989, PanAgora is dedicated to providing quantitative solutions designed to adapt to changing market environments. PanAgora has over \$20 billion in assets under management. It has a sound investment infrastructure that blends the best of fundamental insights with systematic methods and is focused on risk management. It offers cutting edge research capabilities, integrated within investment teams, and a broad product line across regions, risk levels, and asset classes.

**Description of strategy:**

Utilizing PanAgora's dynamic equity management process, the 130/30 strategy seeks to capitalize on a higher set of alpha opportunities by increasing the long positions by 30 % and offsetting the risk with a 30% short position in overvalued securities in the US equity market. Given the demonstrated ability of the Dynamic Equity process to create consistent alpha, enlarging the opportunity set in this manner comfortably enhances returns versus benchmarks without adding to overall risk. This fund does not employ financial leverage.

The strategy has the following characteristics:

Long positions	200	Ex ante beta	1.0 +/- .1
Short positions	100	Gross exposure	160%
Active sector position limits	+/- 3.5%	Net exposure	100%
Active stock position limits	+/- 3.5%	Annual turnover	100%
Tracking error	3-6%		

**Objective:**

The objective of the PanAgora Dynamic 130/30 US Equity Fund is to deliver 3-6% excess return over the MSCI EAFE Index within the same ex post risk framework as the long only version of the portfolio.

**Fees:**

0.55% of the first \$50,000,000

0.50% of the next \$50,000,000

0.475% thereafter

Plus 15% of excess return over benchmark

