

5 T H A N N U A L

Innovative ALTERNATIVE INVESTMENT STRATEGIES

Using Non-Correlated Assets To Diversify and Improve Alpha

Accessing & Allocating Alternatives

MODERATOR

Keith Gregg
President
Aequitas Capital Partners

PANELISTS

Robert Worthington
President
Hatteras Funds

William Miller
Chief Investment Officer
Brinker Capital

Erik Rostvold
Director of Product
SC Distributors, Distributor for
TriLinc Global Impact Fund



Bill Miller, Chief Investment Officer, Brinker Capital



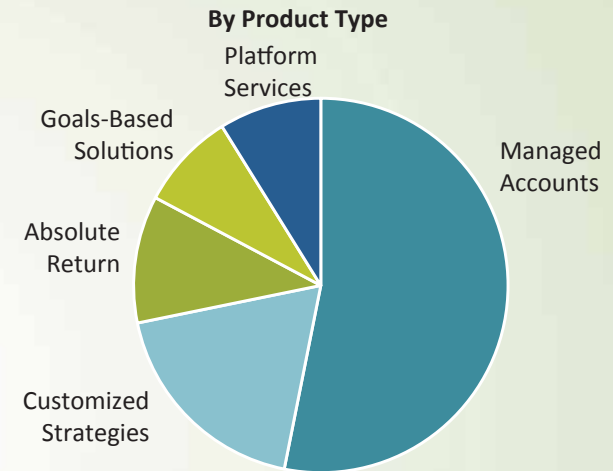
As chief investment officer of Brinker Capital, Bill chairs the company's investment committee and sets the investment philosophy and process for Brinker Capital. He is also responsible for asset allocation, manager selection and review and alternative investments. Bill's investment experience of almost 30 years includes the management and launch of Nationwide Insurance's Investor Destination Series of passive asset allocation funds, and Optimal Funds, which is an active management product. Bill initially joined the Conshohocken-based investment operations, of Nationwide, as interim chief investment officer. Bill also held senior investment positions at Putnam Investments and Delaware Capital Management. He holds a B.A. in Economics from Trinity College.



Brinker Capital At-a-Glance

- Since 1987, a leading independent financial services firm committed to delivering a quality investment experience through firm-wide integrity and focused organizational structure
- Combined portfolio management team has extensive experience delivering innovative solutions, quality service and value to our clients
- Depth and breadth in product offering designed to preserve purchasing power

Assets Under Management: \$17.5 Billion



As of 6/30/14. Source: Brinker Capital. Amount in US dollars. Percentage may not equal 100 due to rounding. AUM by product breakdown: Managed Accounts = Destinations and Personal Portfolios, Customized Strategies = non discretionary Core Asset Manager, Absolute Return = Crystal Strategies , Goals-Based Solutions = Personal Benchmark and Retirement Plan Strategies.



Brinker Capital and Alternatives

- Brinker embraced alternatives more than a decade ago
- Experienced Sales Team has sold alternatives for more than five years
- Every product and solution that we manage includes alternatives
- Alternative SMA's date back more than 5 years, are GIPS (Global Investment Performance Standards) compliant and have in excess of \$1.9 Billion in assets¹



- Launched three absolute return mutual funds 12/30/13

1. Source: Brinker Capital. As of 6/30/14.



Brinker Capital's Foundation: Six Asset Classes



Bob Worthington, CFA, President Hatteras Funds



Mr. Worthington oversees the investment and portfolio management teams of Hatteras Funds. Additionally, he serves on the investment committees for various investment funds including the Hatteras Alternative Mutual Funds. Prior to joining Hatteras, Mr. Worthington was a Managing Director at JPMorgan Asset Management. His previous investment management experience includes President of Undiscovered Managers, LLC, and Principal and Senior Vice President of the Burrige Group, LLC. For the first ten years of his career, Mr. Worthington held various corporate finance positions with Mellon Bank, Nikko Securities, Bankers Trust, and Westpac Banking. He received his Master of Business Administration with a concentration in finance from the University of Pittsburgh and his Bachelor of Arts degree in economics and political science from the University of Wisconsin.



Hatteras Funds At-a-Glance

Defining Alternatives

- Hatteras Funds provides unique alternative investment solutions for financial advisors and their clients
- We create investment vehicles that help financial advisors integrate alternatives into client portfolios by removing obstacles typically associated with alternative investing

Philosophy

- Focus only on alternative investment solutions
- Dedicated to financial advisors
- Reduce barriers to entry
- Embrace client service

Experienced Team

- 44 employees
- Founded in 2003
- \$2.7 Billion in AUM as of June 2014



HATTERAS
FUNDS



SOLUTIONS ACROSS THE LIQUIDITY SPECTRUM

DAILY LIQUIDITY

Hatteras Alternative Mutual Funds

Mutual Funds

- Solutions that fit Asset Allocation Models
- Hedge fund strategies provide potential for risk mitigation, downside protection and return enhancement
- Multiple hedge fund managers
- Daily liquidity
- Position level transparency

'33 And '40 Act Registered Funds

- Independent board
- No investor qualifications
- \$1,000 minimum investment (A-Shares)
- 1099

QUARTERLY LIQUIDITY

Hatteras Core Alternatives Fund

Core Alternative Investment Solution

- Designed as a core alternative investment solution for qualified clients
- 30% private investments target for potential return enhancement
- 70% hedge funds target for potential risk mitigation

'33 and '40 Act Registered Fund

- No pre-qualification requirements
- \$50,000 minimum investment

> 1 YEAR LIQUIDITY

Hatteras Global Private Equity Funds

Global Private Equity Fund of Funds[^]

- Global mandate with an emphasis outside North America
- Offered by vintage year
- Potential long-term return enhancement strategy
- A core private equity holding

'40 Act Registered Funds

- No capital calls
- \$50,000 minimum investment (GPEP Fund II)



[^] The Funds are closed to new investors

PROJECTED GROWTH OF ALTERNATIVES BY CHANNEL

Channel	Channel AuM (\$Bn)		Alternatives AuM (\$Bn)		Alts. Allocation	
	Current	2020E	Current	2020E	Current	2020E
Wirehouse	\$5,360	\$5,962	\$248	\$894	4.6%	15.0%
RIA	\$2,302	\$3,663	\$88	\$549	4.3%	15.0%
Regional B/D	\$1,867	\$2,873	\$54	\$431	2.9%	15.0%
Indep. B/D	\$2,169	\$2,069	\$78	\$310	3.6%	15.0%
Bank B/D	\$629	\$1,106	\$24	\$166	3.8%	15.0%
Ins. B/D	\$435	\$455	\$4	\$68	1.0%	15.0%
TOTAL	\$12,762	\$16,128	\$508	\$2,419	4.0%	15.0%

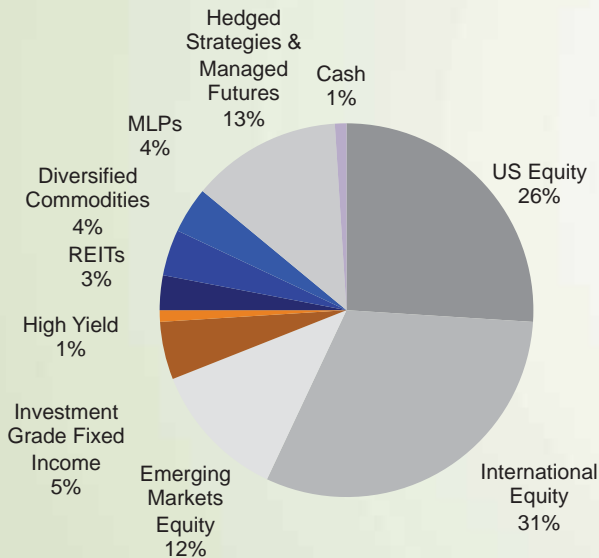
\$2.4 Trillion



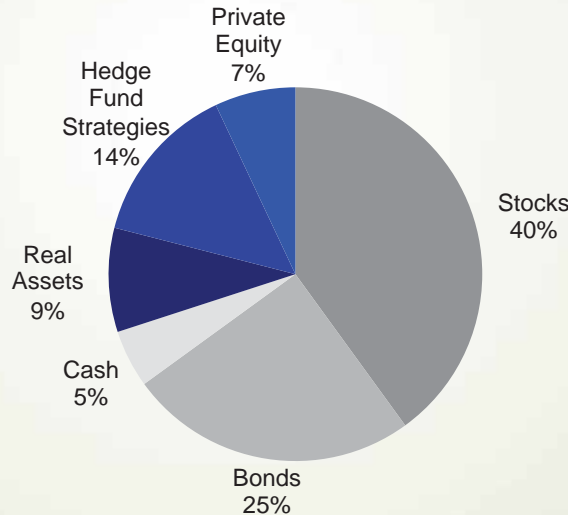
STRATEGIC PARTNERS ALTERNATIVES ALLOCATION



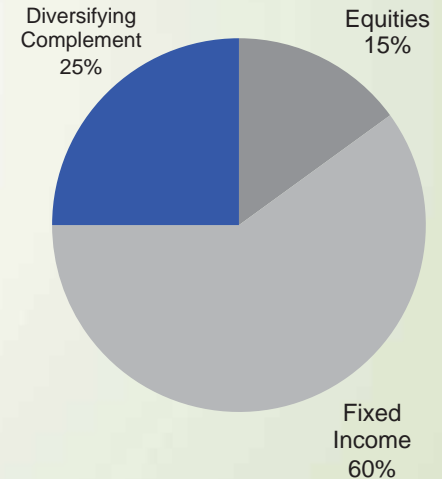
Recommends a 24% alternatives allocation



Recommends a 30% alternatives allocation for Moderate Tier 3 portfolios



Recommends a 25% alternatives allocation as a diversifying complement



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Why Focus on Impact Investing?

Key Findings from Independent Research

- \$650 billion of identified market opportunity
- ~87% of individual investors are open to impact investing but need to know more
- Individual investors want to discover & transact through their advisor
- Client retention – 3% without impact investments vs. 90% with impact investments



The Impact Investing Opportunity

ESTIMATED MARKET SIZE



INSTITUTIONAL DEMAND

U.S. Pension Funds	
6%	Have made an impact investment
64%	Expect to make an impact investment in the future
60%	Expect market rate returns on impact investments

Source: World Economic Forum, 2014

“We see the U.S. State Department’s ability to catalyze and scale the impact economy as a tremendous opportunity to address investment in a way that enables the United State’s greater foreign policy goals and creates sustainable value for business”

- **Kris Balderston**
Special Representative
Global Partnership Initiative
Office of the Secretary of State



“We are moving beyond the capitalism / philanthropy dichotomy by combining them together in a movement toward creative capitalism”

- **Bill Gates**
Founder, Microsoft
Chairman, Gates Foundation



“Commerce and entrepreneurial capitalism take more people out of poverty than aid”

- **Bono of U2**
Singer, Venture Capitalist,
Philanthropist

Who is Focusing on Impact Investing?

J.P.Morgan
 Impact Investments
 An emerging asset class

Global President
 24 November 2013

J.P. Morgan Chase Institute
 Neil O'Donnell
 Director of Impact
 and
 Social Investing
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 212 879 2100

Chelsea Lichtenfeld
 Director of
 Impact and Social
 Investing
 chelsea.lichtefeld@jpmorgan.com
 212 879 2100

Investment Director
 Arlene Ryan-Lindie
 Margit Brandenberg

ROCKEFELLER
 FOUNDATION

GIIN
 The Global Infrastructure Anti-Corruption Centre

Values-Based Investing Comes of Age
 After enduring years of skepticism and a worldwide financial crisis, this global phenomenon has fully emerged as a way to align personal financial goals and performance with the prospect of a better world.

THE WHITEPAPERS

Goldman Sachs

FOCUS ON
IMPACT INVESTING

Through our innovative "impact investing" strategy, Goldman Sachs is committed to deploying private capital — through investments and loans — to address critical public needs, and to help transform disadvantaged communities into neighborhoods of opportunity. "Impact investments" provide a new asset class for investors who seek investments that offer returns while addressing critical social challenges.

MASSACHUSETTS SOCIAL IMPACT BOND
 In January 2014, the Goldman Sachs Social Impact Fund made an investment of \$5 million to support services provided to Blue, a non-profit organization in Massachusetts that focuses on training students for high-rise jobs.

SOCIAL IMPACT BOND FOR EARLY CHILDHOOD EDUCATION
 In this video, Andrew Phillips of the Urban Investment Group at Goldman Sachs discusses the firm's second social impact bond, which invests in early childhood education.

FACT SHEET: GOLDMAN SACHS SOCIAL IMPACT FUND
 The Goldman Sachs Social Impact Fund will leverage the firm's expertise, experience and resources to deploy capital toward the physical, social and economic development of disadvantaged communities across the United States.

THE POWER OF CAPITAL TO DRIVE CHANGE
 Margaret Anshu and her colleagues in our Urban Investment Group set about the different ways social impact investing helps individuals and communities by providing access to better social service services.

CREDIT SUISSE

January 2013

Research Institute
 Thought leadership from Credit Suisse Research and the world's foremost experts

Morgan Stanley
 Smith Barney

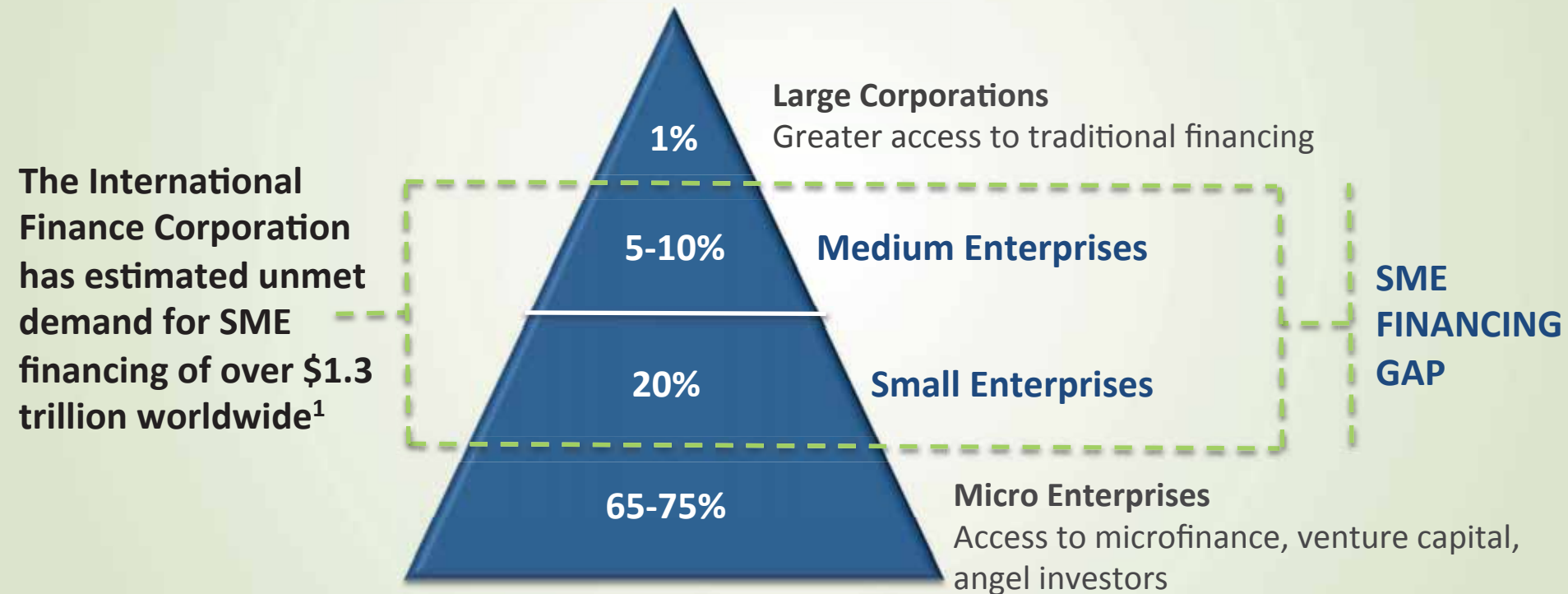
Investing with Impact
 Creating Financial, Social and Environmental Value

Investing for impact
 How social entrepreneurship is redefining the meaning of return



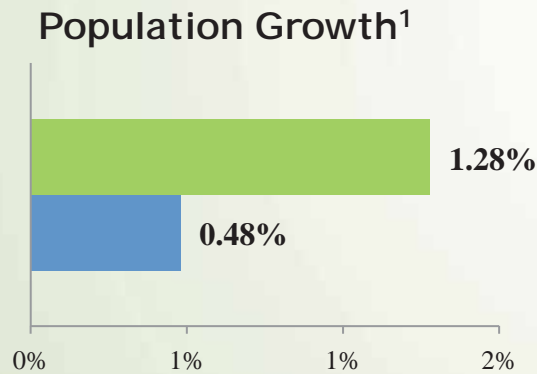
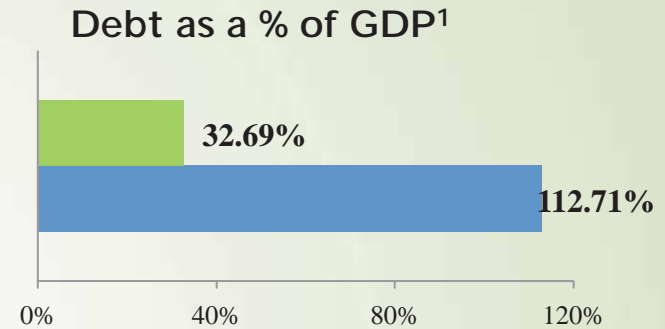
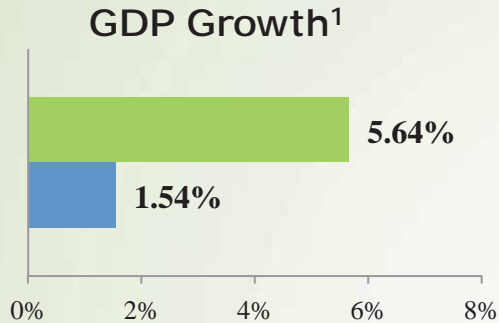
Significant Investment Opportunity

TriLinc Global Impact Fund provides growth stage loans and trade finance to established small and medium sized enterprises (“SMEs”) in developing economies where access to affordable capital is significantly limited



Where Would You Invest?

Country A Country B

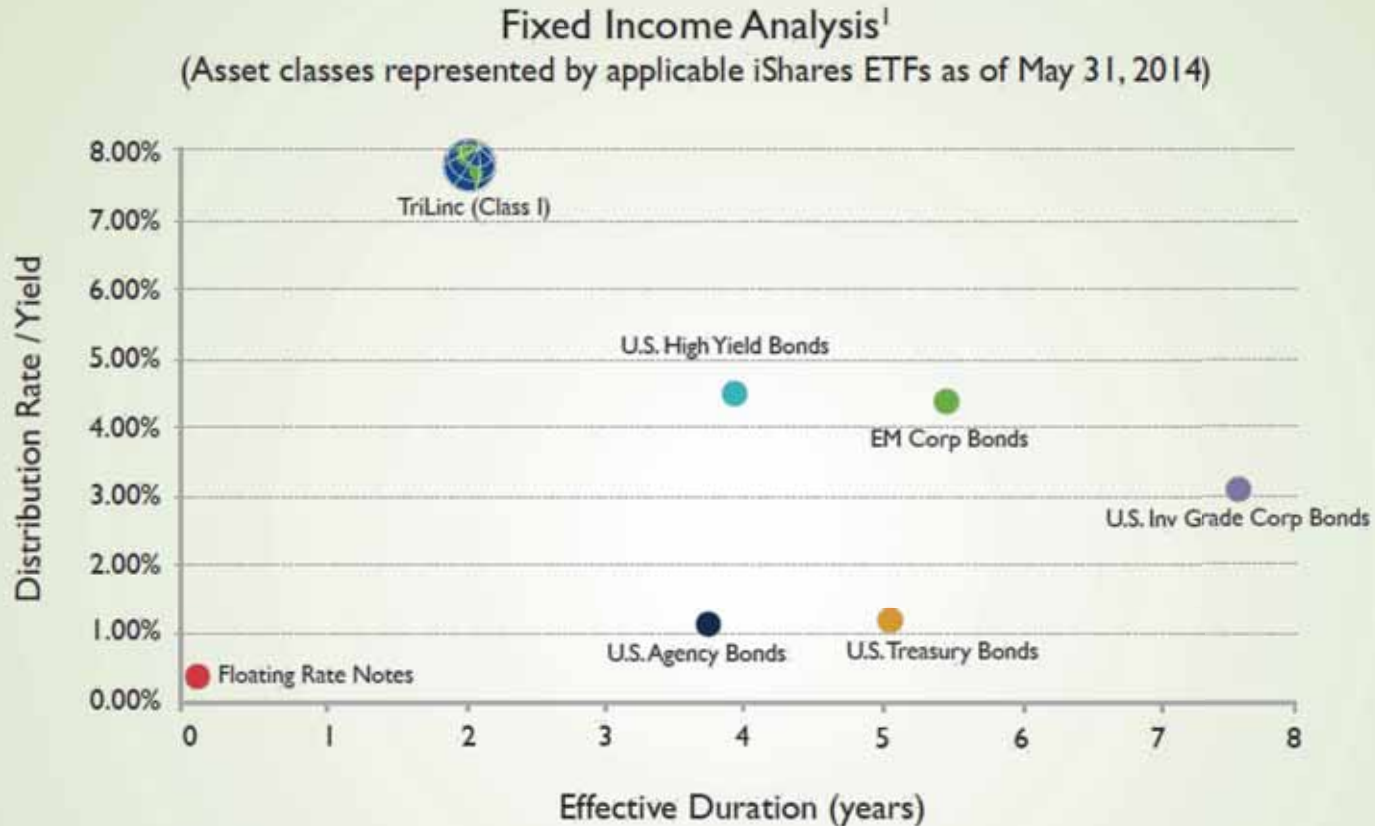


¹Source: IMF World Economic Outlook, UNCTAD database 2013 Estimate

²Source: IMF World Economic Outlook, UNCTAD database 2012 Year End



Yield vs. Duration



Source: iShares, 2014

Source: iShares, 2014

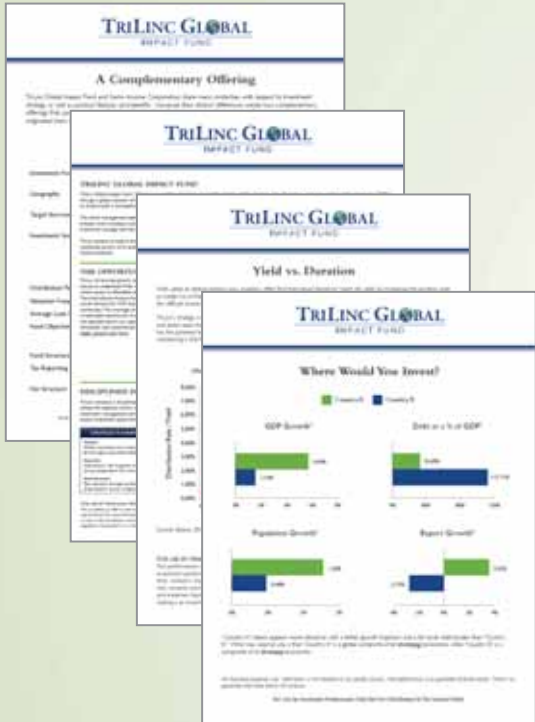
¹ This limited analysis covers only the asset classes indicated and does not consider other investment attributes aside from duration and yield. TriLinc information represents current Class I distribution rate and overall targeted duration.

Past performance not indicative of future results. Not indicative of any particular strategy. For illustrative purposes only.



Training & Education

Sales Concepts



Website



Whitepapers

