

Risk Management

BUSINESS	Strong business and compliance infrastructure helps protect against general business risks.
PORTFOLIO LEVEL	• prudent use of leverage • strong liquidity • high degree of diversification • no market timing
POSITION LEVEL	Investing in businesses with healthy cash positions, strong free cash flows and protected franchises inherently reduces long-term investment risk.
VOLATILITY	Aim to take advantage of volatility, not actively manage it. Strong distinction between volatility and risk