

# Glossary

## Brexit

Brexit is a combination of the words "Britain" and "Exit" and describes the planned exit of the United Kingdom of the European Union.

## CTA (Commodity Trading Advisor)

CTA (Commodity Trading Advisor) strategies involve trading futures contracts traded on exchanges.

## Contrarian

Contrarian investing is an investment strategy that is characterized by going against prevailing sentiment.

## Corporate Sector Purchase Programme (CSPP)

The Corporate Sector Purchase Programme (CSPP) is the European Central Bank scheme for purchasing corporate bonds.

## Correlation

Correlation is a statistical measure of how markets or securities move in relation to each other.

## Discretionary macro strategies

Discretionary macro strategies attempt to gain from macroeconomic, policy or political changes.

## Diversification

Diversification refers to the dispersal of investments across asset types, geographies and so on with the aim of reducing risk or boosting risk-adjusted returns.

## Earnings per share (EPS)

Earnings per share (EPS) are calculated as a companies' net income minus dividends of preferred stock all divided by the total number of shares outstanding.

## Efficient frontier

The efficient frontier is determined by the set of portfolios that offer the highest level of expected return for a given level of risk or the lowest level of risk for a given level of expected return.

Past performance is not indicative of future returns. Readers should refer to the explanatory notes at the end of this document.