

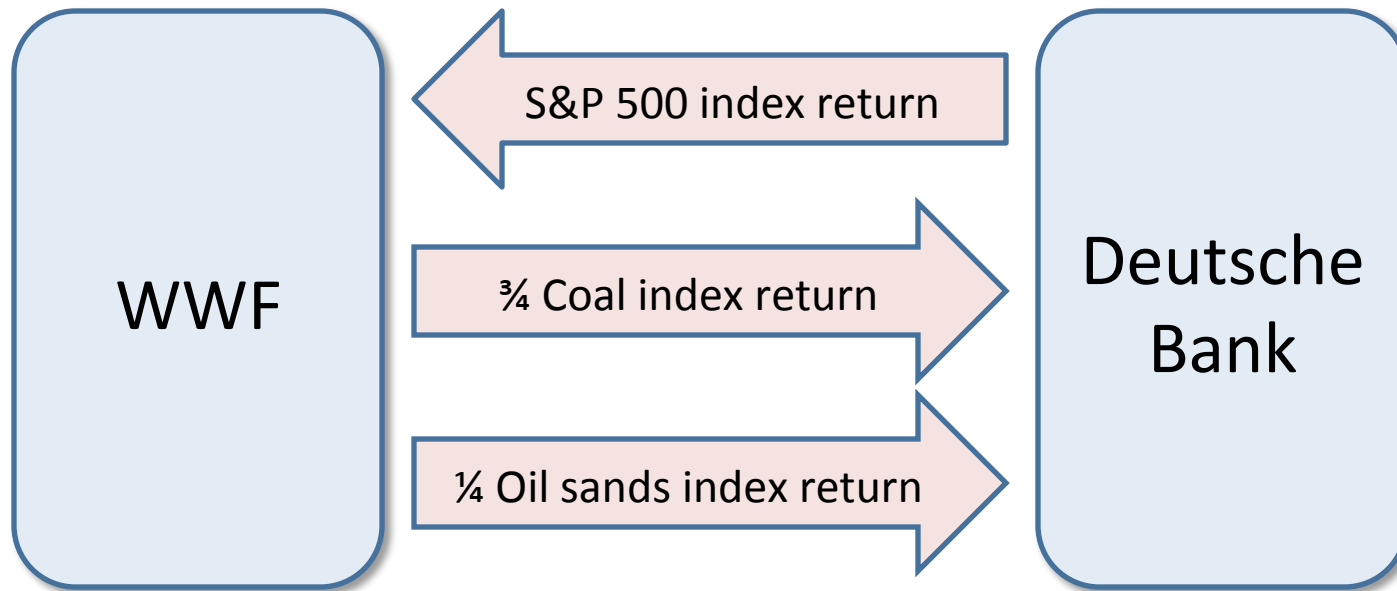
# Keynote

Bob Litterman – Chairman, Risk Committee,  
Kepos Capital LP

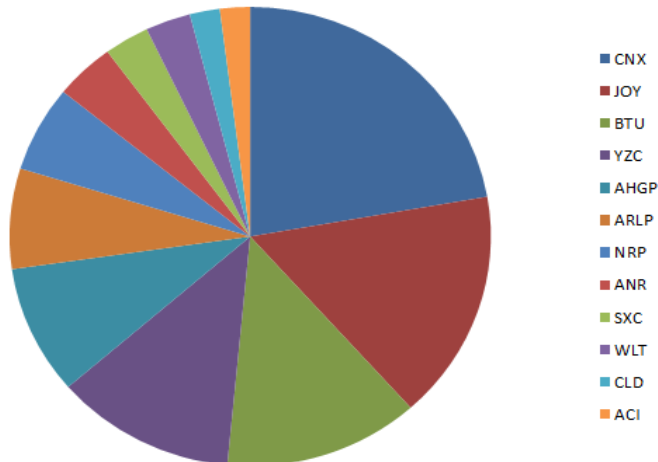
April 3, 2014

Cambridge, MA

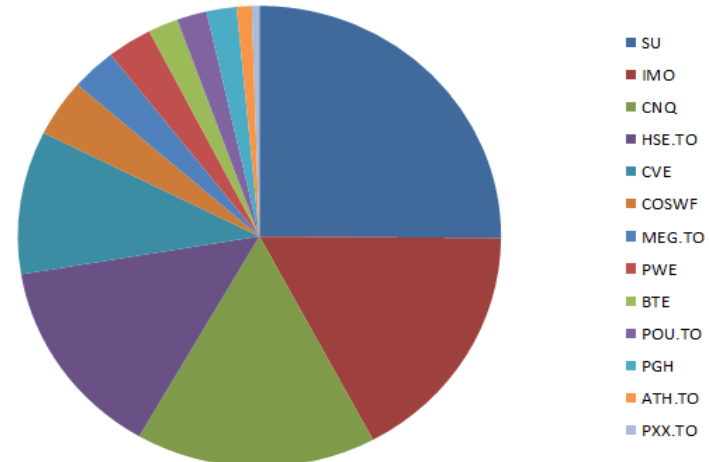
# Stranded Assets Total Return Swap



**Coal index -- 12 stocks**  
market cap weights



**Oil sands index -- 13 stocks**  
market cap weights



# Stranded Assets Total Return Swap

Negative correlation to S&P 500 -0.36

A hedge which reduces portfolio risk

Annualized net total return 21.7%

Better aligns investments with mission

Doesn't impact underlying assets

And adds a potential source of return

