

Firm Overview
Parvin Asset Management

offers traditional and alternative investment management to address the specific needs and preferences of the individuals and families we serve. Our objective is to preserve capital and to provide higher risk-adjusted returns than the market. To accomplish this goal for equities, we concentrate on the fundamental importance of value and profitability. Equity portfolios are constructed with focused positions since we view too much diversification as lowering the opportunity for higher returns without reducing risk. As a result, we build portfolios with stocks that are typically spread among 20 equal-weighted positions. In general, we look for stock holdings that are usually characterized by high returns on capital; steady earnings growth; reasonable valuation; substantial income, as appropriate; and diversification across six, or more, economic sectors.

Investment Strategy

Parvin Hedged Equity International is a strategy designed for risk-averse investors to realize the diversification benefits and growth potential of international stocks in developed markets but guard against the full impact of market losses. Equity investments in these portfolios remain hedged in an attempt to prevent significant losses during volatile periods. We work to generate additional gains and to avoid potential losses by continually hedging each portfolio. Additional gains may be realized from premiums received selling cash-backed put options and covered call options on individual stocks. Potential losses can be limited by counteracting market sell-offs with iShares MSCI EAFE (EFA) put options. The result should be relatively stable returns that reflect a combination of the lower volatility of bonds and the higher appreciation of stocks. Margin, or leverage in the form of borrowed funds, is never used.

Portfolio Highlights

Downside protection, current income, and upside participation are primary objectives of this strategy

Focused portfolio diversified internationally with up to 20 equally-sized stock positions and protective put options

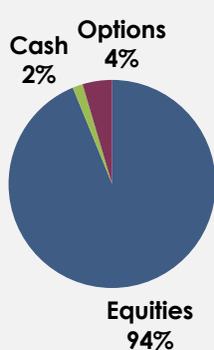
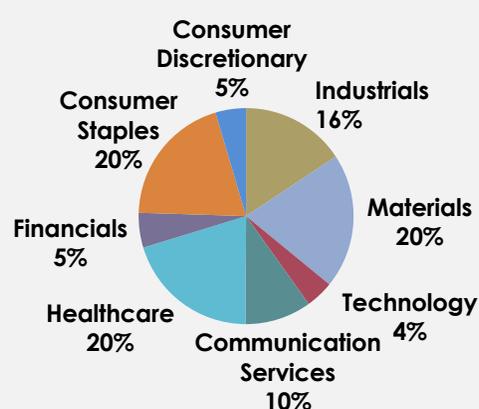
Selection process driven by economically profitable businesses, domiciled outside the U.S., trading at prices below intrinsic value

Offsetting returns of stocks and protective put options are inherently tax-efficient; foreign dividends will be subject to withholding taxes but often represent qualified income in the U.S.

Representative Account ¹

Significant Holdings ²	%
Eaton Corp.	5.2
Roche Holding	5.0
Swisscom	4.9
British Amer. Tobacco	4.9
Legal & General Group	4.9
EFA 01/21/22 60 Put	4.6
Financial Overview ³	Data*
Return on Equity	22.1%
Projected Growth	5.6%
Indicated Yield	3.0%
Forward P/E	15.6x
Price/Cash Flow	12.8x
Price/Book	2.6x

*Source: Morningstar.

Asset Allocation

Sector Allocation


- ¹ Based on a representative fully-discretionary account currently managed under Parvin's Hedged Equity International strategy and included in Parvin's Composite of Hedged Equity International Accounts.
- ² The Significant Holdings are intended only as sample of the types of securities that Parvin may purchase and hold and may differ from other accounts and change any time without notice. The securities listed are not recommendations to buy, sell or hold.
- ³ The Financial Overview is only intended as the current weighted-average profile of equity securities in a representative account that Parvin may purchase and hold, and may differ from other accounts and change any time without notice. These profile characteristics are not comprehensive and are not guaranteed to either generate returns or control risk. Source of data is Morningstar, which Parvin has deemed reliable but does not guarantee.

Information on Parvin's performance results is available upon request. Past performance is not a guarantee of future results.

Managing risk is a critical aspect of any investment process. The preservation of capital is an important goal at Parvin, but there is no guarantee against loss since risk is inherent in every capital allocation decision.

All portfolios are held by independent custodians.