

The Approach

The Hedged Equity-Index Option portfolio seeks to capture the majority of the return of the US stock market with less risk than other equity investments. The portfolio is comprised of between 40 and 60 large cap stocks with call options sold against the SPDR S&P 500 exchange traded fund to decrease volatility and to increase current income. The stocks are selected utilizing our quantitative models and the options are selected based on our proprietary option selling model. We have found through our own research that selling call options against a broad-based and liquid index such as the S&P 500 provides better overall outcomes compared to selling call options against individual stocks.

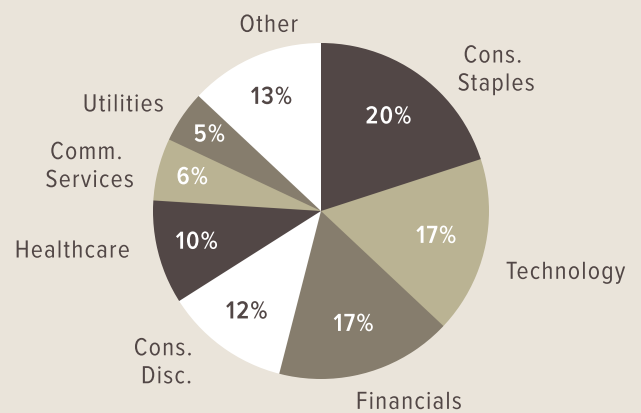
The Features

Covered call strategies provide an alternative to traditional, long-only equity strategies while historically delivering similar returns and lower volatility than the S&P 500. Covered call strategies may not perform as well as unhedged equity strategies when the market is trending up but may provide better performance when the market is either flat or down. In addition to selling call options, the manager may also hedge the portfolio by using inverse ETFs to provide additional protection against declining markets.

Key Facts

Strategy Assets	\$377 Million
Holdings	55
Beta*	0.47
Active Share	68%
Dividend Yield	2.6%
Min Portfolio Size	\$200,000
Benchmark	S&P 500 (Total Return)

Sector Weightings



Top 5 Holdings (%)

S&P 500 ETF	6.0%
Qualcomm	4.3%
WalMart	3.7%
Philip Morris	3.6%
Target	3.4%

*Beta is a measure of the systematic risk of a portfolio relative to the benchmark. The beta of the benchmark is equal to 1.

Source: 2019 Bloomberg; 2019 Addepar

E / contact@6meridian.com • P / 316.776.4601 / 855.334.2110 • F / 316.776.4620

WWW.6MERIDIAN.COM • 8301 E. 21st Street N. Ste. 150, Wichita, KS 67206

Securities offered through Private Client Services LLC, Member FINRA/SIPC. Advisory products and services offered through 6 Meridian LLC, a Registered Investment Advisor. Private Client Services LLC and 6 Meridian LLC are unaffiliated entities.

6 Meridian LLC is a Registered Investment Adviser. This fund sheet is solely for informational purposes. Advisory services are only offered to clients or prospective clients where 6 Meridian LLC and its representatives are properly licensed or exempt from licensure. Past performance is no guarantee of future returns. Investing involves risk and possible loss of principal capital. No advice may be rendered by 6 Meridian LLC unless a client service agreement is in place.

Material discussed is meant for general illustration and/or informational purposes only and it is not to be construed as tax, legal, or investment advice. Although the information has been gathered from sources believed to be reliable, please note that individual situations can vary, therefore, the information should be relied upon only when coordinated with individual professional advice.