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Technical issues?
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Dispersion - Global Energy Transformation

Live Investor Briefing | February 2021



HOSTED BY:

Patrick Nelson, MD and a founder of Reach Markets.

Overview

1. Why we expect more money to move into green energy investments
2. The challenges to oil and gas stocks
3. How investing in Dispersion allows you to benefit from these changes, regardless if the market goes up or down.

Our Vision:

To empower investors and traders with the best tools, research, access to experts and opportunities whilst cutting out unnecessary costs.



Research



Options
Trading



Portfolio



Education



Investor
Relations



Corporate
Finance

Disclaimer – Reach Markets



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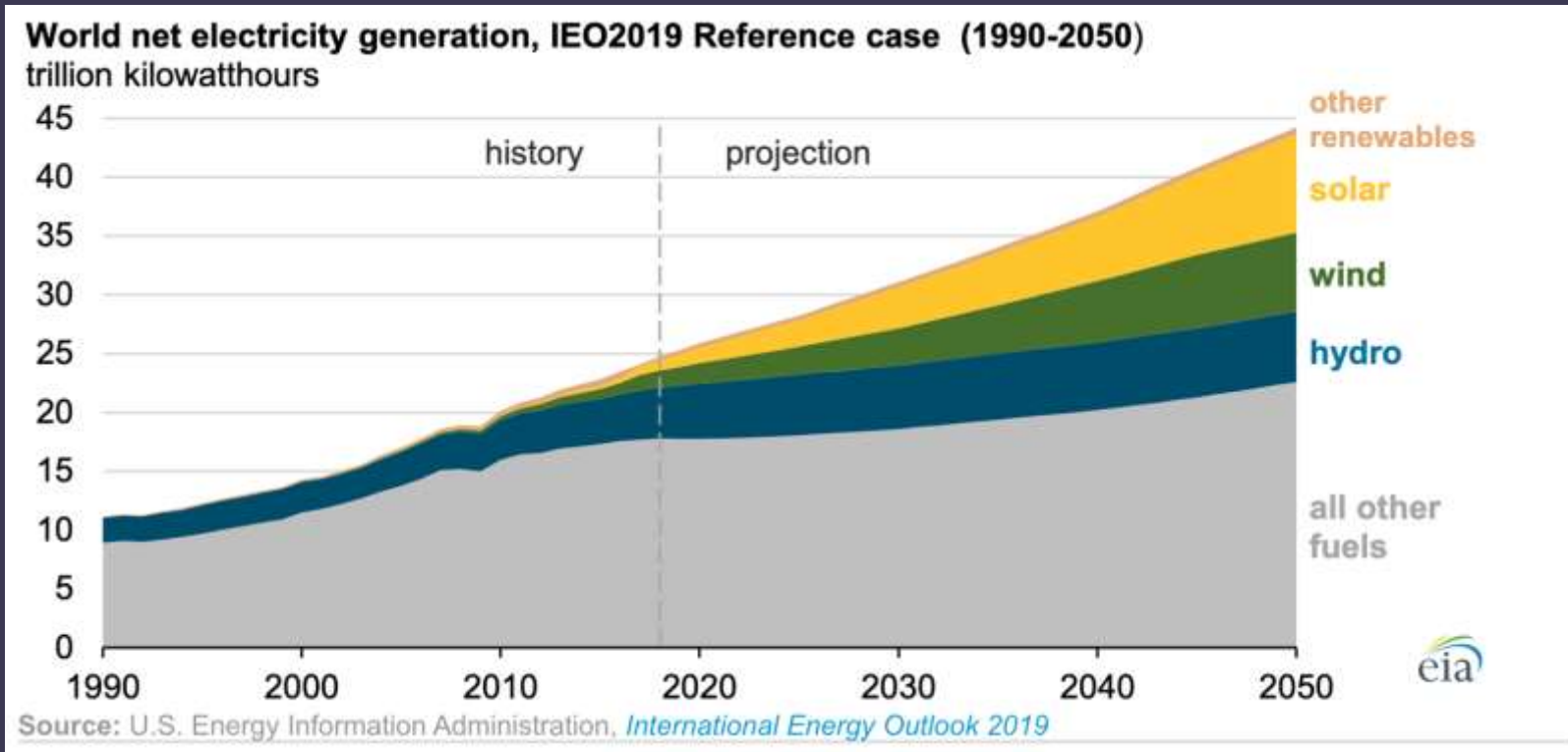


Units in Sequoia Dispersion - Global Energy Transformation – Series 8 are issued by Sequoia Specialist Investments Pty Ltd (ACN 145 459 936) (the “Issuer”) and arranged by Sequoia Asset Management Pty Ltd (ACN 135 907 550, AFSL 341506) (the “Arranger”). Investments in the Sequoia Dispersion - Global Energy Transformation – Series 8 can only be made by completing an Application Form attached to the Product Disclosure Statement (PDS) dated 9 February 2021, after reading the Master PDS dated 14 August 2017 any supplemental PDS issued for the Units.

A copy of the PDS and any other information can be obtained by contacting Reach Markets on (03) 8080 5795 or contacting your financial adviser. You should consider the PDS and the full product risk disclosures before deciding whether to invest in Units in Sequoia Dispersion - Global Energy Transformation – Series 8. Capitalised terms on the webpage have the meaning given to them in Section 10 “Definitions” of the Master PDS.

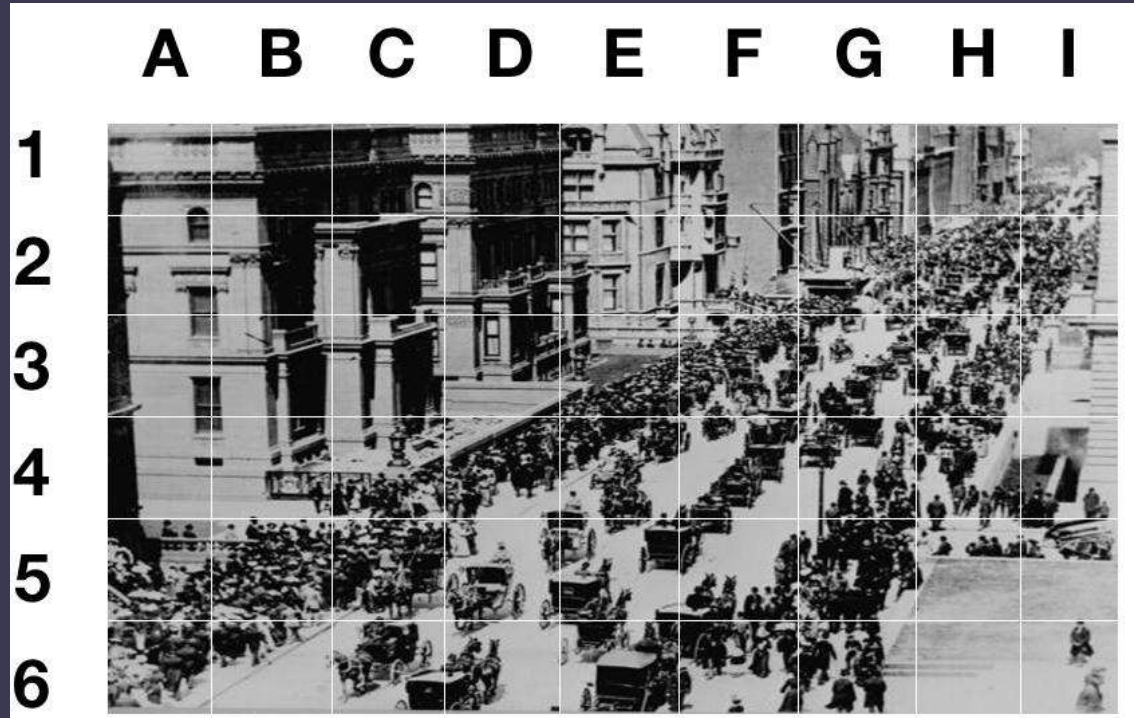
The shares offered by the PDS should be considered highly speculative. An investment in the fund is not risk free and potential investors need to consider the risk factors described in the PDS and to consult their professional advisers before deciding whether to apply for shares.



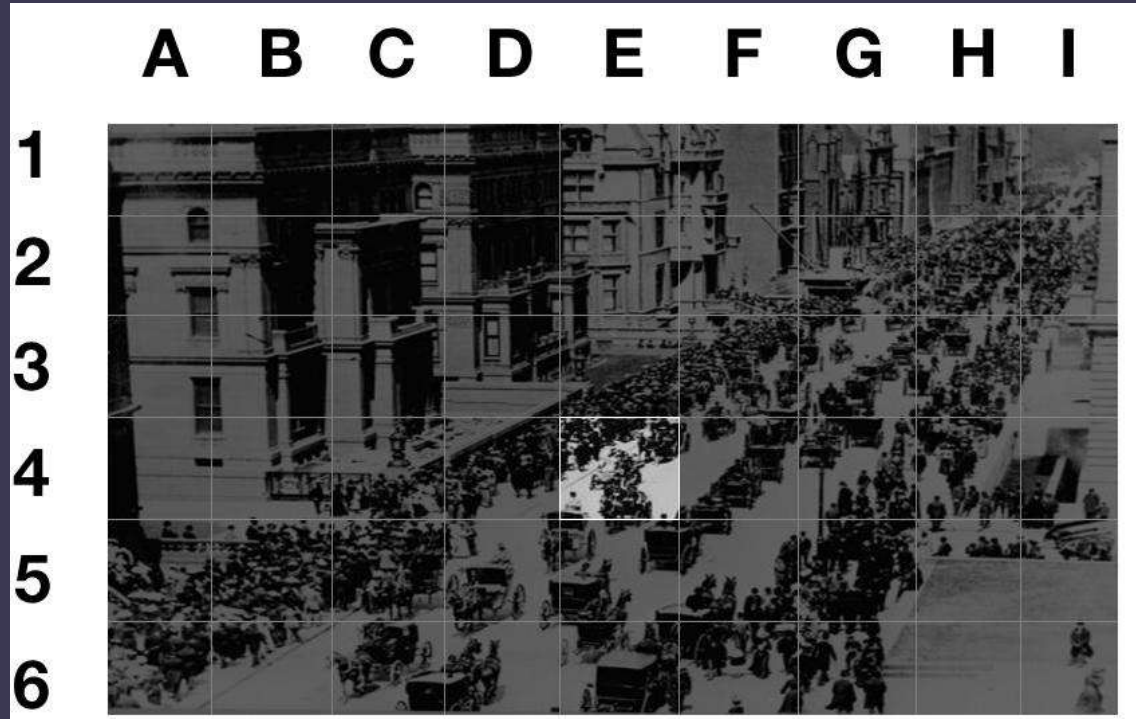




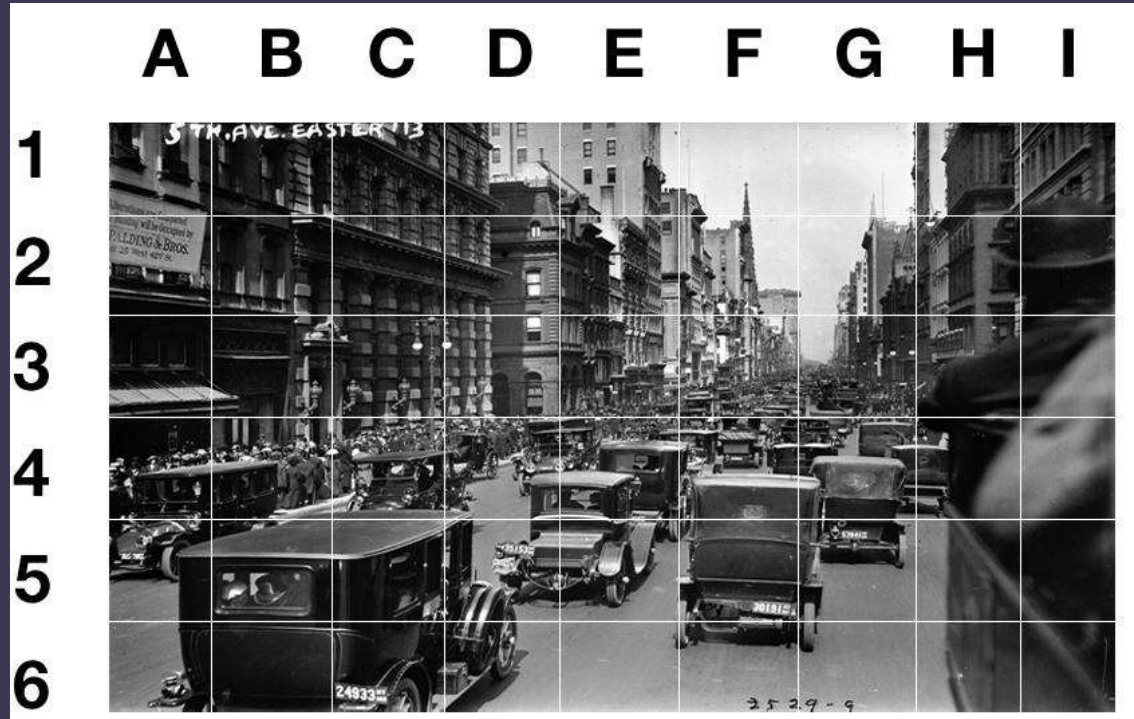
5th Ave New York. Circa 1900



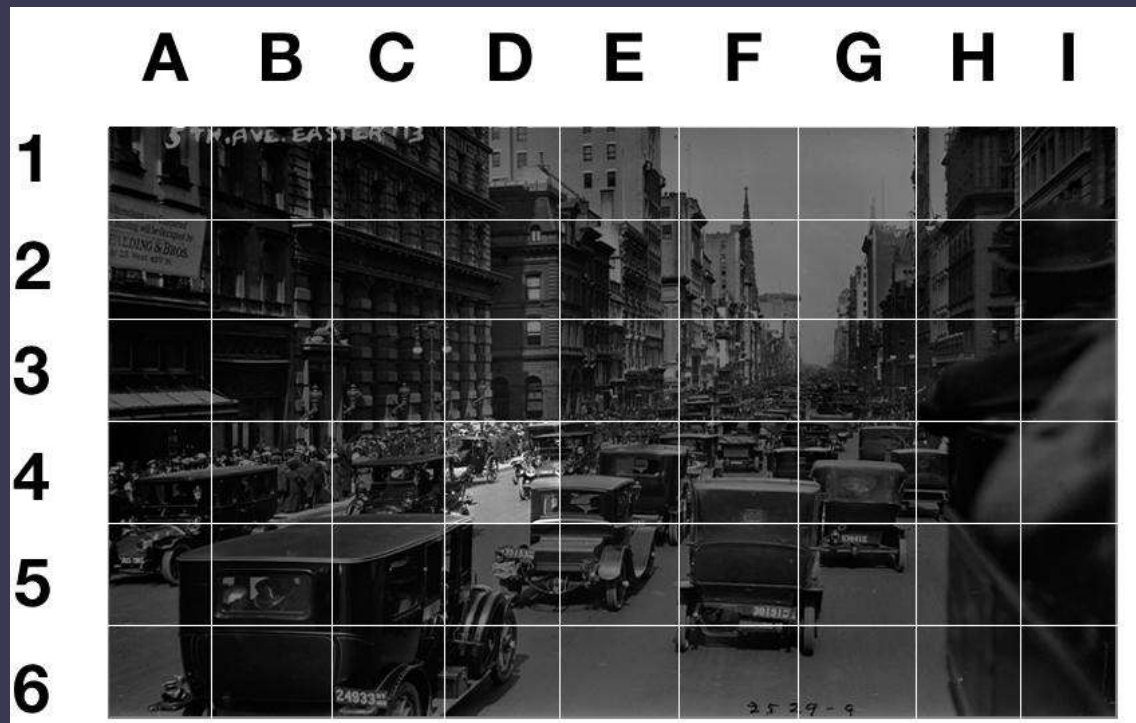
5th Ave New York. Circa 1900

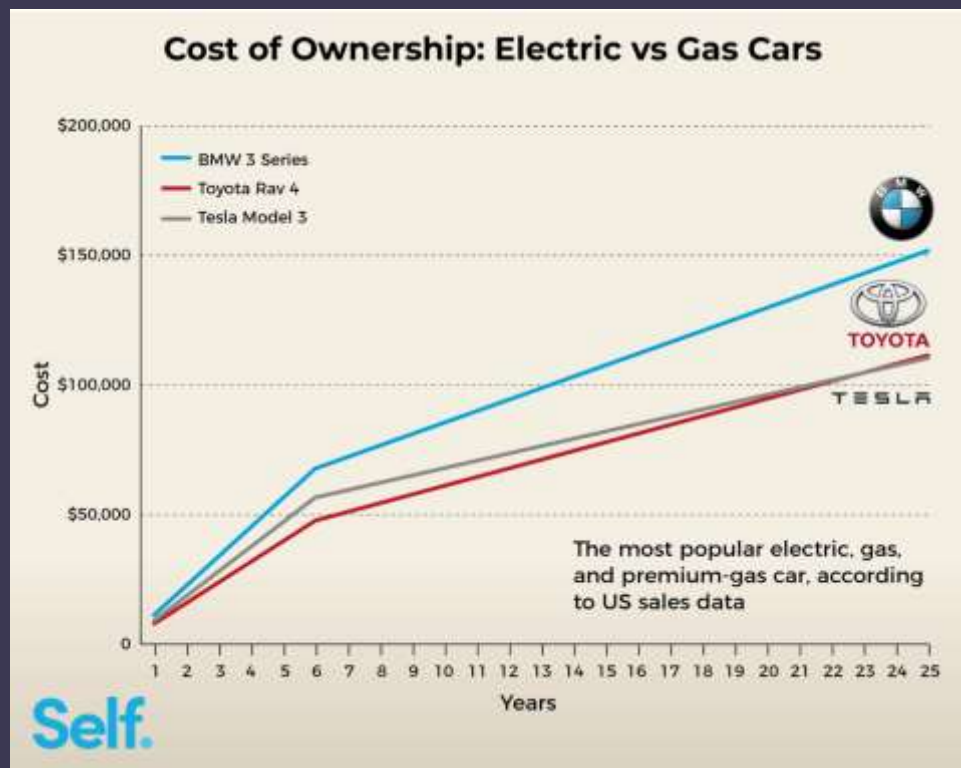


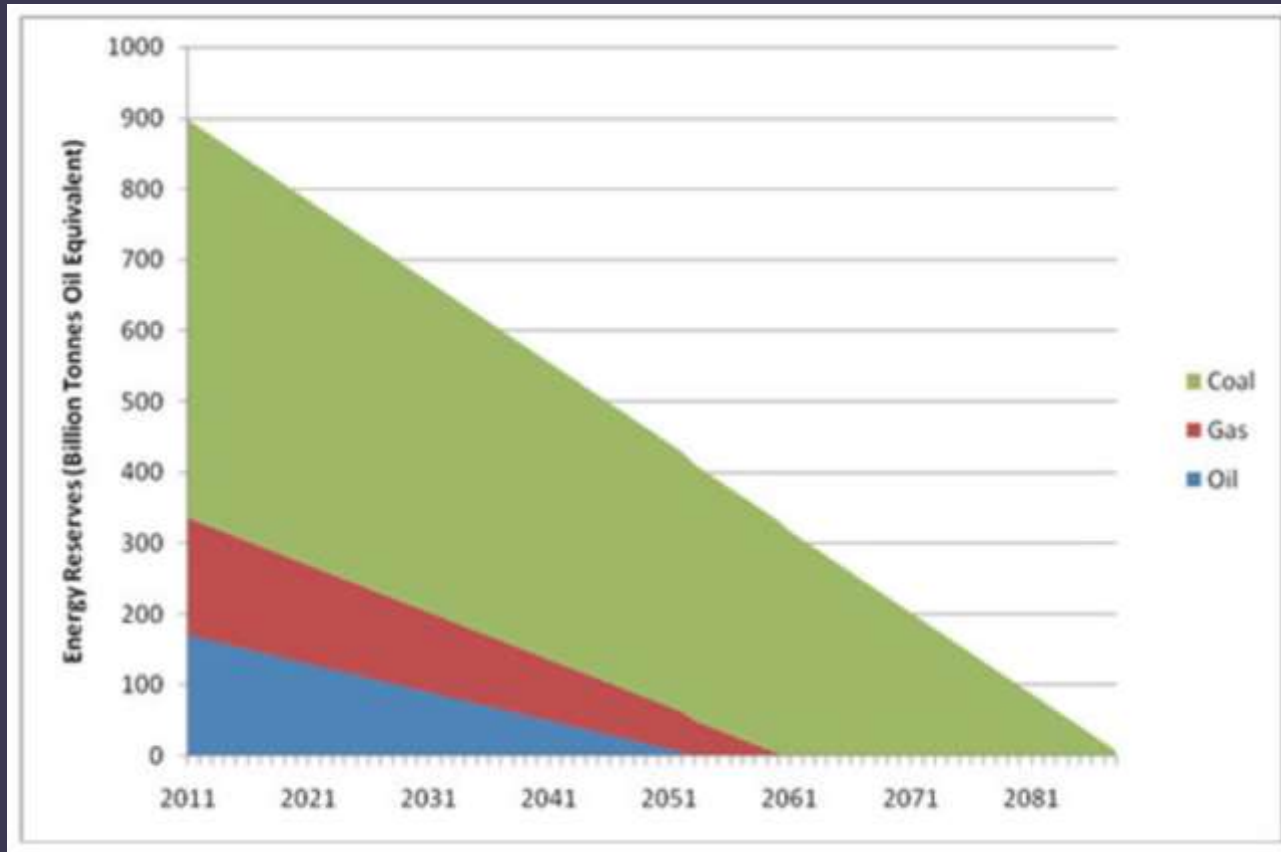
5th Ave New York. Circa 1913



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- USD \$120 Billion in direct oil subsidies globally
- Biden using executive powers to unwind US subsidies & pressure foreign governments

USA:

- **\$400 billion over ten years**
- **\$2 trillion, 15 year decarbonisation plan**
- **Pause on oil and gas leases**
- **Federal Government auto fleet switched to EV**

China:

- **\$11 billion into green Belt and Road in 2020**
- **Carbon neutral by 2060**
- **25% non-fossil fuels in primary energy mix by 2030**

Who is this investment for?



Exposure to transition to
green energy



Benefit from market
volatility and uncertainty



Limited downside
risk with
uncapped upside

How does this investment work?

- \$8,450 Net outlay

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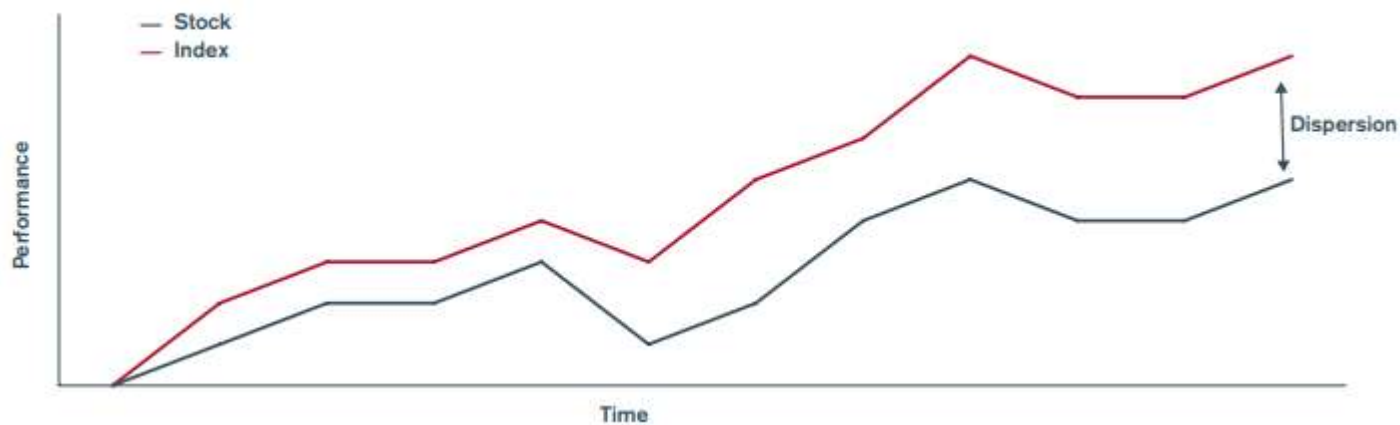
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- \$100,000 **Uncapped Upside**
- 18-month investment term

Measuring Dispersion

Chart 1: Close correlation, but wide dispersion



Dispersion

Chart 2: Low dispersion of returns

You can see that the returns for all three stocks (black, red and yellow) tend to cluster around the blue line of the benchmark.

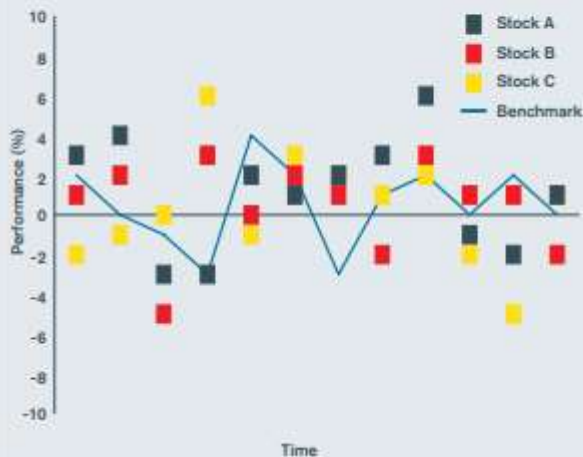
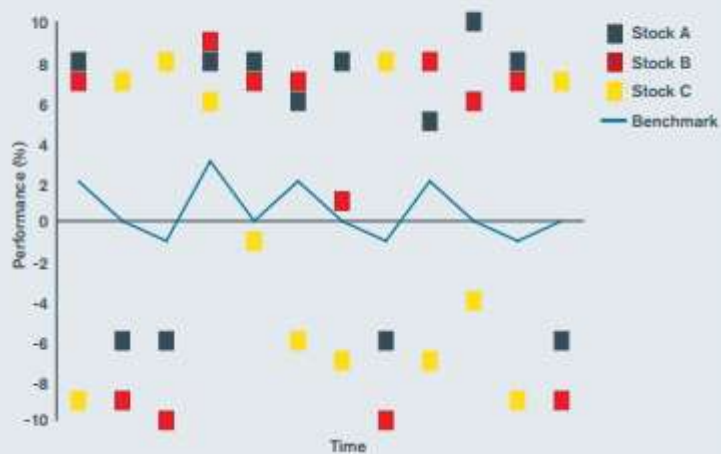


Chart 3: High dispersion of returns

You can see that the returns for all three stocks tend to be well away from the benchmark.



Reference Basket Composition

Reference Basket	Bloomberg Sector	Bloomberg Group	Bloomberg Code	Underlying
Green Energy Stocks	Energy	Energy-Alternate Sources	ENPH UQ Equity	Enphase Energy Inc
	Consumer, Cyclical	Auto Manufacturers	CMI UN Equity	Cummins Inc
	Basic Materials	Chemicals	APD UN Equity	Air Products and Chemicals Inc
	Utilities	Electric	NEE UN Equity	NextEra Energy Inc
	Technology	Semiconductors	AMD UW Equity	Advanced Micro Devices Inc
Traditional Energy Stocks	Energy	Oil & Gas	CVX UN Equity	Chevron Corp
	Energy	Oil & Gas	XOM UN Equity	Exxon Mobil Corp
	Energy	Oil & Gas	COP UN Equity	ConocoPhillips
	Industrial	Electronics	HON UN Equity	Honeywell International Inc
	Energy	Oil & Gas	MPC UN Equity	Marathon Petroleum Corp

Green Energy



Traditional Energy



ExxonMobil
Honeywell

Money pouring out

HESTA

\$52 billion

aware

SUPER

\$125 billion



ifm
investors

\$148 billion



\$54 billion

BLACKROCK



BLACKROCK

- ~USD \$7 trillion in FUM
- “We ... believe that climate transition creates a historic investment opportunity. With the world moving to net zero, BlackRock can best serve our clients by helping them be at the forefront of that transition.” -
BlackRock letter to clients, January 2021



Case study

Scenario	Investment Amount	Dispersion Less Hurdle at Maturity	Performance Coupon*	Total Investment Outlay	Net Gain/(Loss)	% return on Total Net cash Outlay
1	\$ 100,000	-5%	\$0	\$8,450	(\$8,450)	-100%
2	\$ 100,000	0.00%	\$0	\$8,450	(\$8,450)	-100%
3	\$ 100,000	8.45%	\$8,450	\$8,450	Break Even	0%
4	\$ 100,000	16.9%	\$16,900	\$8,450	\$8,450	100%
5	\$ 100,000	25.35%	\$25,350	\$8,450	\$16,900	200%
6	\$ 100,000	33.8%	\$33,800	\$8,450	\$25,350	300%

*Excludes the impact of any changes in the AUD/USD exchange rate

The above scenario outcomes are in no way indicative of future performance of Sequoia Dispersion – Series 8.

How is the investment designed?

Investment cashflows at commencement

Investment Amount	Interest for 18- month Investment Term (4.3%p.a.)	Adviser Fee	Total Investment Cost
\$100,000	\$6,450	\$2,000	\$8,450

Exposure examples

Investment		Exposure
\$8,450	=	\$100,000
\$15,900	=	\$200,000
\$37,250	=	\$500,000
\$72,000	=	\$1 Million

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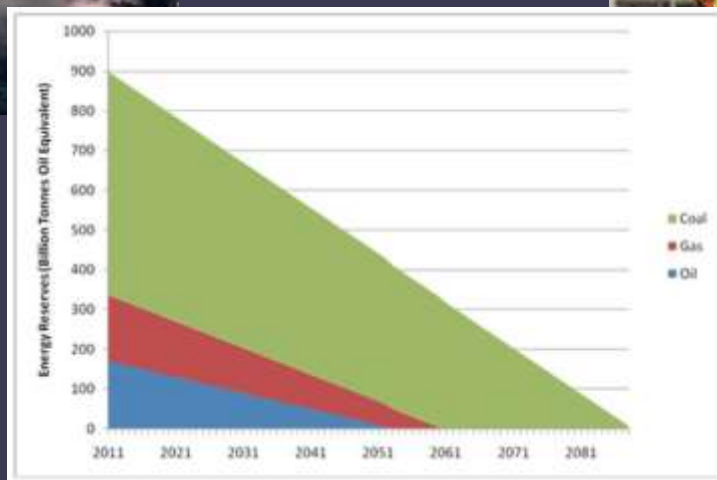
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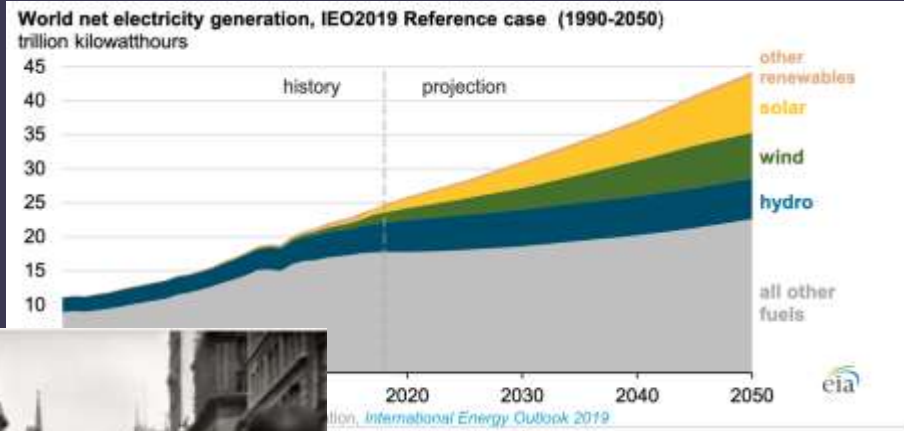
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Global Energy Transformation - Dispersion



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Questions?

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Next steps



Type **'YES'** to receive the
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Next steps



Or contact an advisor on

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