

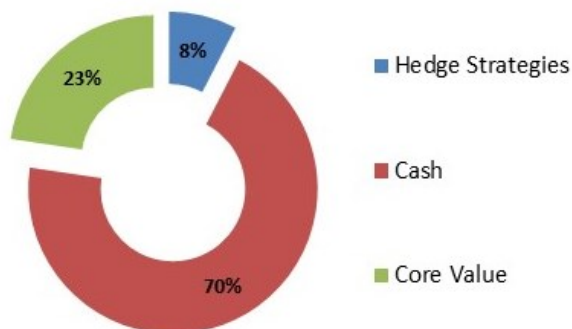
<b>Dec Net Asset Value:</b>	\$14.3387
<b>Assets:</b>	\$19.95
<b>Inception:</b>	Nov-11

### Performance:

	Fund	Benchmark*
<b>1 Month</b>	-0.05%	-7.17%
<b>3 Month</b>	-7.45%	-13.08%
<b>1 Yr</b>	-7.15%	-11.18%
<b>3 Yr Ave Ann</b>	5.48%	5.35%
<b>5 Yr Ave Ann</b>	2.36%	2.78%

\* MSCI All Country World Index (MXWD)

### Allocation:



### Top Holdings:

OAM ASIAN RECOVERY FUND	12%
OAM EUROPEAN VALUE FUND	11%
HEDGE STRATEGIES FUND	8%

*The International Opportunities Fund is a sub fund of the Royal Fidelity International Investment fund. Performance shown is for Series 1 shares, and the asset allocation is subject to change without notice and at the discretion of the investment manager, subject to the restrictions outlined in the fund's offering documents. Past performance doesn't guarantee future success.*

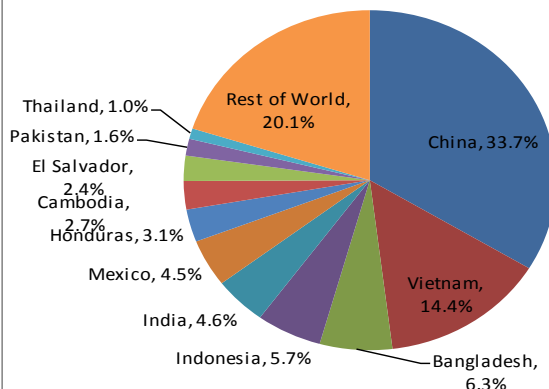
## Short-term Change for Future Gains

The 4Q of 2018 was a quarter to put behind us. The International markets experienced significant volatility; so much so that the Benchmark's December loss (-7.17%) was more than half its total 2018 loss (-11.18%). Fortunately, Royal Fidelity (RF) was able to avoid this loss in the International Opportunities Fund. Based on internal discussions and analysis, RF successfully evaded the significant loss by actively reallocating the majority of the fund's international holdings to cash.

As a result, the International Opportunities Fund (the "Fund") outperformed the benchmark in 2018 and 4Q by 4.03% and 5.63% respectively despite declining by 7.15% for the year.

In early 2019, RF will be selectively invest the cash, based upon areas of expect growth and recovery. In 2019 China will be the key to global economic growth. Chinese economic growth slowed to 6.6% in 2018, the lowest since 1990, and fourth-quarter growth was only 6.2%. China accounts for 20% of global GDP and 27% of the world's manufacturing output, which make it the key player in global trade. The chart below shows that in 2017, 33.7% of US apparel imports came from China. Slowing global trade is felt in other exporting economies, like Germany. As the key economy in Europe, as Germany goes so does the European Union.

### US Apparel Imports by Country in 2017



Source: OTEXA, Morgan Stanley & Co. Research as of Nov. 19, 2018

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