

# Core | Satellite Investing with First Eagle Global

As of September 30, 2018

## Actively Managing Your Core

Many practitioners of core | satellite investing use the core of their clients' portfolios to seek to generate market-like returns with market-level risk exposure, or beta, and use satellite investments in an attempt to produce excess returns, or alpha. Within this framework, passive investment vehicles — index funds and ETFs — have become standard core investments for many.

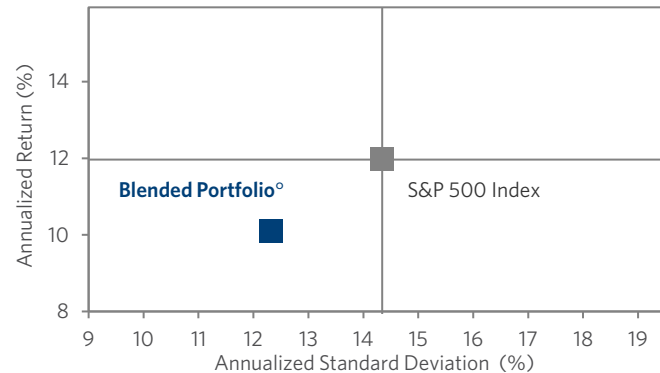
At First Eagle, we question the wisdom of constructing a core exclusively from passive vehicles. That is because index funds and ETFs, by their very nature, can expose investors to one of the gravest kinds of investment risk: permanent impairment of capital. If the core of a portfolio is designed, above all, to seek to provide stability and preserve purchasing power over time, we believe it should contain more than just index funds and ETFs. As a complement to these vehicles, an actively managed global flexible fund such as First Eagle Global Fund (the "Fund") may help to mitigate downside risk while generating positive, absolute long-term returns.<sup>1</sup>

Consider First Eagle Global Fund as part of your actively managed core.

- The Global Fund (Class A Shares w/out sales charge) has a 39-year track record with an annualized return of 13.02% and positive returns in 34 out of 39 calendar years.<sup>2</sup>
- Flexibility to invest across the capital structure can provide opportunities to generate above-market returns while also potentially minimizing volatility.
- The Fund's go-anywhere approach enables us to invest in a variety of countries, sectors and market capitalizations without constraints from industry benchmarks.
- The Fund's high active share has historically made it effective in offsetting the risks of ETFs and index funds.

1. All investments involve the risk of loss of capital.  
2. If sales charge was included values would be lower.

### 10 Year Risk vs. Return



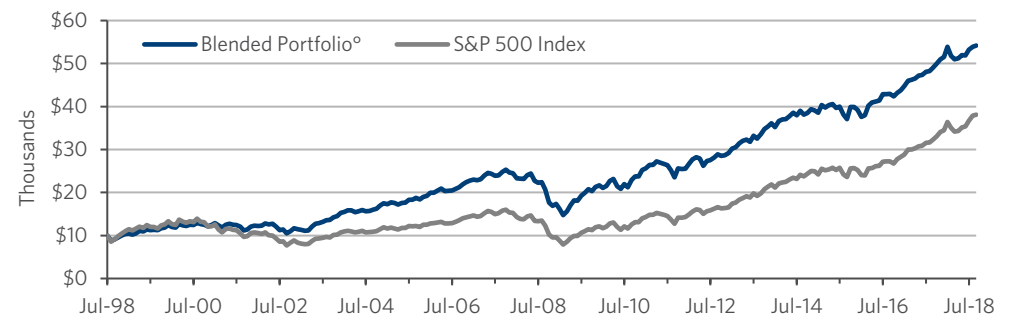
	Blended Portfolio <sup>o</sup>	S&P 500 Index
Ann. Return (%)	10.09	11.97
Ann. Std. Dev. (%)	12.32	14.34
Beta	0.84	1.00
Alpha (annualized) (%)	-0.05	0.00
Sharpe Ratio	0.79	0.81

<sup>o</sup> The blended portfolio represents 50% SGIX and 50% SPDR S&P 500 ETF with monthly rebalancing and assumes all distributions have been reinvested.

This chart illustrates risk and return data for the blended portfolio which includes Class I shares without the effect of sales charges and assumes all distributions have been reinvested and if sales charge was included values would be lower. Performance for other periods may differ.

The performance data quoted herein represents past performance and does not guarantee future results. Market volatility can dramatically impact the funds' short-term performance. Current performance may be lower or higher than figures shown. The investment return and principal value will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. Past performance data through the most recent month end is available at [www.feim.com](http://www.feim.com) or by calling 800.334.2143.

### Growth of \$10,000



Results shown are since 07/31/1998. This chart illustrates a hypothetical \$10,000 investment in Class I Shares without the effect of sales charges and assumes all distributions have been reinvested and if sales charge was included values would be lower. Performance for other periods may differ.

**Average Annual Returns as of 09/30/2018 (%)**

				YTD	1 Year	5 Years	10 Years	Expense Ratio*
First Eagle Global Fund	Class A	without sales charge	SGENX	-0.02	3.20	6.07	7.92	1.11
		with sales charge	SGENX	-5.02	-1.97	4.99	7.37	
	Class C	with sales charge	FESGX	-1.56	1.47	5.28	7.11	1.85
	Class I		SGIIX	0.19	3.47	6.35	8.20	0.84
MSCI World Index				5.43	11.24	9.28	8.56	
SPDR S&P 500 ETF				10.37	17.83	13.82	11.91	

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\* The annual expense ratio is based on expenses incurred by the fund, as stated in the most recent prospectus.

The opinions expressed are not necessarily those of the firm. These materials are provided for informational purpose only. These opinions are not intended to be a forecast of future events, a guarantee of future results, or investment advice. Any statistic contained herein have been obtained from sources believed to be reliable, but the accuracy of this information cannot be guaranteed. The views expressed herein may change at any time subsequent to the date of issue hereof. The information provided is not to be construed as a recommendation or an offer to buy or sell or the solicitation of an offer to buy or sell any fund or security.

The Fund commenced operation April 28, 1970. Performance for periods prior to January 1, 2000 occurred while a prior portfolio manager of the Fund was affiliated with another firm.

*There are risks associated with investing in securities of foreign countries, such as erratic market conditions, economic and political instability and fluctuations in currency exchange rates. These risks may be more pronounced with respect to investments in emerging markets.*

*Investment in gold and gold related investments present certain risks, and returns on gold related investments have traditionally been more volatile than investments in broader equity or debt markets.*

*The principal risk of investing in value stocks is that the price of the security may not approach its anticipated value or may decline in value.*

*All investments involve the risk of loss.*

Beta is a measure of the fund's volatility (risk) relative to the overall market. The higher the fund's Beta, the more the fund price is expected to change in response to a given change in the value of the market.

Standard deviation is a statistical measure of how returns over time have varied from the mean. A lower number signifies lower volatility.

Alpha is a measure of a Fund's excess return relative to the return of the benchmark index.

The Sharpe ratio uses standard deviation to measure a fund's risk-adjusted returns. The higher a fund's Sharpe ratio, the better a fund's returns have been relative to the risk it has taken on.

The MSCI World Index is a widely followed, unmanaged group of stocks from 23 developed market countries and is not available for purchase. The index provides total returns in U.S. dollars with net dividends reinvested. One cannot invest directly in an index.

The Standard & Poor's 500 Index is a widely recognized unmanaged index including a representative sample of 500 leading companies in leading sectors of the U.S. economy and is not available for purchase. Although the Standard & Poor's 500 Index focuses on the large-cap segment of the market, with approximately 80% coverage of U.S. equities, it is also considered a proxy for the total market. The Standard & Poor's 500 Index includes dividends reinvested. One cannot invest directly in an index.

Since ETFs are bought and sold at prices set by the market - which can result in a premium or discount to NAV—the returns calculated using market price (market return) can differ from those calculated using NAV (NAV return).

**Investors should consider investment objectives, risks, charges and expenses carefully before investing. The prospectus and summary prospectus contain this and other information about the Funds and may be obtained by contacting your financial adviser, visiting our website at [www.feim.com](http://www.feim.com) or calling us at 800.334.2143. Please read our prospectus carefully before investing. Investments are not FDIC insured or bank guaranteed, and may lose value.**