# **Hybrid Passive Managed Service**

## **Adventurous Strategy**

### October 2019

bordier |<sup>1844</sup>

## **Key information**

#### Strategy details

Start date	15 June 2015			
Minimum initial investment (direct)	£20,000			
Minimum initial investment (platform)	£1,000			
Rebalancing strategy (minimum)	Quarterly			
Currency	£ GBP			
Annual management charge (direct)	0.75% + VAT			
Annual management charge (platform)	0.30% + VAT *			
Annual yield (current)	2.66%			

\* Not including platform charges

#### Benchmark

ARC Sterling Equity Risk PCI

#### Annualised volatility and OCF

Bordier Adventurous	8.47%
Ongoing charges figures ('OCF')	0.20%

Annualised 3-year volatility data as at 31/10/19 - Source: FE Analytics

#### Investment update - October

October saw world markets continue to gather momentum, seemingly borne out of relief rather than optimism. The ongoing US/China trade discussions continue to dominate global market direction, with President Trump's 'phase one' trade deal providing markets with a boost. Closer to home, the threat of a nodeal Brexit has seemingly abated but with an election around the corner, the question remains for how long. The diminished risk of a no-deal saw the pound strengthen over the month, adversely impacting the UK stockmarket where many companies report international earnings. With geopolitical tensions balanced precariously, October saw our Investment Committee undertake a risk reduction exercise to protect the hard-earned gains made this year. Whilst equity exposure remained neutral, the Adventurous strategy saw the sale of the AHFM Defined Returns fund a structured investment fund which is sensitive to a sudden reappraisal of risk in equity markets. The proceeds were invested into the Vanguard UK Government Bond Index fund and the Janus Henderson UK Absolute Return fund

#### **Discretionary manager**

Bordier & Cie (UK) PLC 23 King Street St James's London SW1Y 6QY t: +44 (0)20 7667 6600 w: www.bordieruk.com

#### Hybrid Passive Managed Service

The service consists of five actively managed investment strategies, offering lower cost access to our discretionary fund management capabilities, through the combination of active and passive collective investments. The service provides a solution that, when cost considerations are paramount, does not compromise on quality. Investment strategies are monitored by our central Investment Committee to ensure consistency of performance from one portfolio to another. The service is available on the following platforms: Ascentric, Aviva, Fusion, Hubwise, Nucleus, Standard Life and Transact.

#### Investment objective

The objective is to build capital in real (inflation-adjusted) terms over the medium to longer term. Investors should expect a high correlation to stockmarket behaviour and rewards, and be entirely comfortable with substantial volatility and very limited protection in times of market weakness.

#### **Risk score**

Our strategies are constructed around five investment strategies, each with a differing commitment to equities via collective funds and other asset classes. The strategy is managed with a maximum target of 100% invested in equity markets at any given time and has been categorised as a Bordier UK risk profile 5.

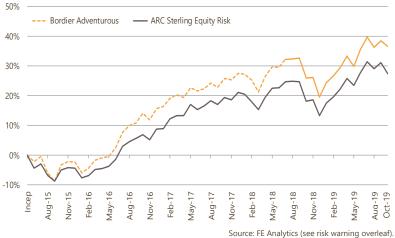


#### Model performance

	1mth	3mth	6mth	YTD	1yr	3yr	Start*
Adventurous	-1.4%	-2.3%	2.4%	14.2%	8.3%	19.8%	36.6%
ARC Equity Risk	-1.6%	-3.0%	1.2%	12.5%	7.9%	19.2%	27.4%

Data as at 31/10/19 (\*Inception from 15/06/15 to 31/10/19) - Figures net of 0.30% + VAT Source: FE Analytics

#### Inception performance



Performance from inception (15/06/15) to 01/08/18 is simulated past performance based on back-tested data.

# bordier |<sup>1844</sup>

#### Headline asset allocation

Summary of current Bordier UK Investment Committee positioning

## About Bordier UK

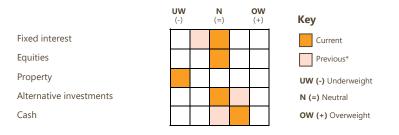
Bordier & Cie (UK) PLC ('Bordier UK') is a specialist investment manager that promotes a long-standing culture of consistency and excellence, whether in the performance of our portfolios, the service given by our staff or the quality of our reporting.

Bordier UK focuses on managing the wealth of individuals, families and trustees. We manage portfolios for pensions, trusts, charities, offshore bonds, livery companies, institutions and welfare committees, as well as investments from our own staff. Working alongside professional advisers and managing investment solutions on behalf of their clients is core to the Bordier UK business.

Bordier UK was previously known as Berry Asset Management, one of the country's most widely respected private portfolio management firms. The team that led Berry Asset Management continue to run the business to this day.

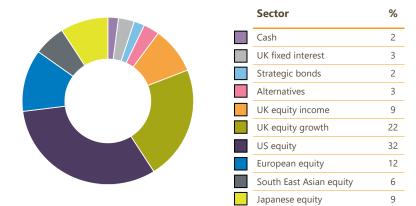
Bordier UK is part of the Bordier Group. The Bordier Group is built on solid foundations, with a strong Tier 1 capital ratio of 28%. Established in Geneva in 1844, the Bordier Group operates in six countries across three continents, managing assets of circa £10.6bn for approximately 4,000 families (Source: Bordier & Cie as at 30 June 2019).





As at 31/10/19 \*Positioning prior to last Investment Committee meeting

#### Model asset allocation



#### Top 10 holdings

Holding	%	Holding	%
HSBC American Index	9	HSBC FTSE 100 Index	7
Vanguard FTSE UK Equity Income Index	9	HSBC FTSE All-Share Index	7
Vanguard US Equity Index	9	Fidelity US Index	6
Fidelity UK Index	8	HSBC European Index	6
JPM US Equity Income (GBP Hedged)	8	Vanguard Developed Europe ex-UK Equity	6

As at 31/10/19

#### **Discrete annual returns**

Contact us		2015*	2016	2017	2018	
	Adventurous	-2.3%	18.3%	10.3%	-6.2%	
other investment services please contact a member of our sales team:	ARC Equity Risk	-4.4%	13.7%	11.4%	-6.5%	

Data to 31/12/18 (\*2015 performance from 15/06/15) - Figures net of 0.30% + VAT Source: FE Analytics

t: 020 7667 6600 e: sales@bordieruk.com

**Contact us** 

our sales team:

Risk warning: The value of an investment and any income from it may fall as well as rise, may be affected by exchange rate fluctuations and you may not get back the amount you originally invested. The information in this factsheet does not constitute an offer of, or an invitation to buy or sell any security. Levels and bases of tax can change. The securities detailed in this factsheet may not be suitable for all investors. The model portfolio is applied to client accounts by the platform provider but it may take some time for the client accounts to mirror the model. Bordier & Cie (UK) PLC recommends that you seek the advice of your financial adviser.

Issued by Bordier & Cie (UK) PLC, 23 King Street, St James's, London SW1Y 6QY. Authorised and regulated by the Financial Conduct Authority. Incorporated in England No. 1583393, registered office as above.

EXT/FACTSHEET/191127/1.0/AIH