

June 2024

Strategy details

Inception	2 July 2012
Min. initial investment	£20,000
Rebalancing strategy (min.)	Quarterly
Currency	£ GBP
Annual yield (current)	2.14%
Annualised volatility	7.58%

Annualised 3-year volatility data as at 30.06.24

Charges

Annual management charge	0.75%
Ongoing charges figure	0.66%

Investment objective

To build capital in real (inflation-adjusted) terms over the medium to longer term. Investors should expect reasonable correlation to stock market behaviour and rewards, including quite sharp fluctuations in values, but also some protection in times of market weakness.

Risk profile

The strategy is managed with a maximum target of 60% equity market exposure and is categorised as a Bordier Risk Profile 3.



About the Managed Portfolio Service

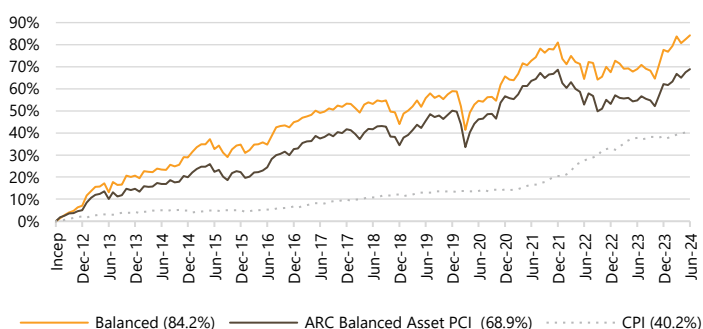
Our Managed Portfolio Service ('MPS') has been awarded the maximum Defaqto 5 stars as a solution for advisers to manage client assets directly with Bordier UK. The service offers five actively managed investment strategies ranging from Defensive to Adventurous. Each strategy has a different level of risk and potential return, with risk categorised by equity market exposure that increases in increments of 20% for each strategy, and the ability to select an income option to benefit from regular income from the strategy as well as potential long-term capital growth.

Investment update

Global equity indices rose in June although regional returns were mixed; US and Asian markets saw positive returns but there were modest declines in UK and Europe. Encouraging growth and inflation data as well as technology and AI-related stock performance supported the US market. Technology heavy markets in Asia similarly benefitted. While the June Purchasing Managers' Indices slightly disappointed, other key indicators in the US and elsewhere in the developed world continue to paint a broadly encouraging economic picture. A positive backdrop for equity markets remains given that inflationary pressures have already substantially receded in key regions and hopes remain for a 'soft landing', supported by recent resilient corporate earnings announcements. Uncertainties still exist, however. European markets were hit by President Macron's decision to call a snap election, which sparked some concerns around the potential repercussions of the election of anti-EU politicians. Sticky services-related inflation is also still complicating the inflation/interest rate backdrop, notably in the UK where services inflation dampened rate cut expectations and weighed on the market over the month. The higher-for-longer interest rate backdrop has proved challenging for bond markets so far this year, however bond yields were relatively stable over the month as a revised likely path for central bank rate cuts becomes more visible. The European Central Bank cut rates in June – current expectations now point to two rate cuts in the UK and one in the US before the end of the year. No asset allocation changes were made at a headline level over the month as the strategy remains at the top end of its allowable equity range. We believe various tailwinds should continue to be supportive for financial markets in the coming months. We expect actual interest rate cuts from key central banks, more manageable levels of inflation and further progress towards central bank targets. We also expect improvements to economic growth, but not to levels that threaten central banks' expected actions, and a generally supportive environment for corporate earnings growth and sustained profit margins. In the Japanese equity sector, we exited our position in FSSA Japan as the fund will be closed due to notable fund outflows. Proceeds were allocated to Vanguard Japan Stock Index.

Performance

Inception performance



Cumulative performance

	1yr	3yr	5yr	10yr
Balanced (60% eq.)	9.0%	6.7%	18.3%	49.3%
ARC Balanced Asset PCI (30-70% eq.)	9.2%	3.3%	16.1%	44.5%
CPI	1.8%	20.3%	24.1%	33.6%

Annualised performance

	1yr	3yr	5yr	10yr
Balanced (60% eq.)	9.0%	2.2%	3.4%	4.1%
ARC Balanced Asset PCI (30-70% eq.)	9.2%	1.1%	3.0%	3.7%
CPI	1.8%	6.4%	4.4%	2.9%

Discrete performance

	YTD	2023	2022	2021	2020	2019
Balanced (60% eq.)	3.7%	6.1%	-7.4%	9.3%	4.2%	10.3%
ARC Balanced Asset PCI (30-70% eq.)	4.2%	5.8%	-9.1%	7.6%	4.3%	11.7%
CPI	1.3%	3.9%	10.5%	5.4%	0.7%	1.3%

Source: Bordier UK & FE Analytics as at 30.06.24.

Bordier UK returns net of 0.75% AMC. VAT applied to AMC from inception (02.07.12) until 31.08.21. Latest ARC PCI data is provisional. Past performance is not a guide to future results. See full risk warning overleaf.

Asset allocation

Sector breakdown

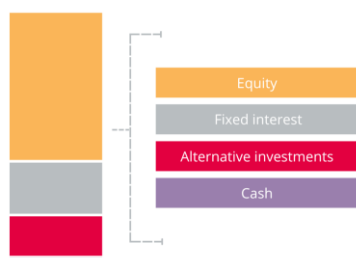


Sector	%
Cash	2
Fixed interest	28
Alternatives	10
UK equity (income)	3
UK equity (growth)	8
US equity	20
European equity	5
Asia-Pacific ex Japan equity	11
Japanese equity	4
Thematic and global equity	9

Top 10 holdings

Fund	%
TwentyFour Corporate Bond	7
Vanguard UK Long Duration Gilt Index	6
Fidelity American Growth	5
Janus Henderson Strategic Bond	5
Premier Miton US Opportunities	5
Arbrook American Equities	4
Invesco Asian	4
JOHCM UK Growth	4
Ninety One UK Alpha	4
Schroder ISF Asian Total Return	4

Asset class breakdown



Note: For illustrative purposes only.

Source: FE Analytics as at 30.06.24

Contact us

For further information on this strategy or any of our other investment services please contact a member of our sales team:

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Important information

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.

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