progeny

# Dynamic 50 Portfolio Factsheet

As of 31/03/2025

Risk Profile Description

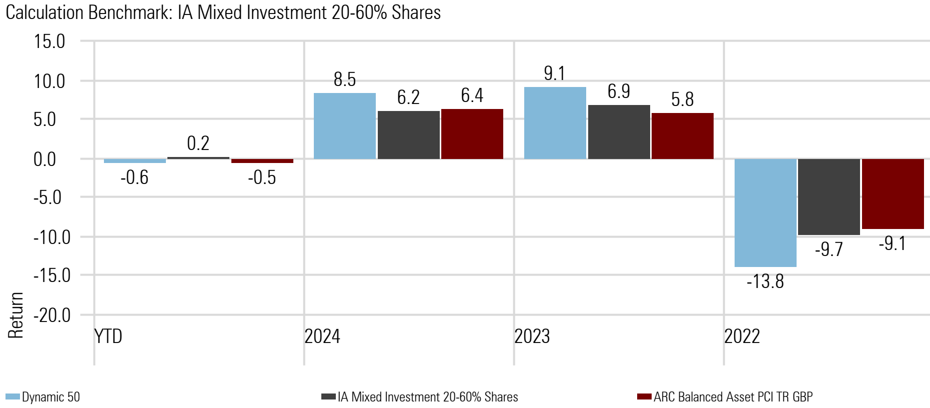
This portfolio is likely to contain lower, medium and higher risk investments, including cash, government bonds, UK corporate bonds and other higher-income types of global bonds as well as UK commercial property. It will also be expected to contain some higher-risk investments such as shares, but held mainly in UK and other developed markets, and a small amount in other higher-risk investments such as shares in emerging markets.

## Cumulative Dynamic 50 returns of £100k invested

Time Period: Since Common Inception (02/07/2016) to 31/03/2025


## Calendar Year Returns

Calculation Benchmark: IA Mixed Investment 20-60% Shares




Display Benchmark 1: IA Mixed Investment 20-60% Shares Display Benchmark 2: ARC Balanced Asset PCI TR GBP

| Dynamic 50 Performance Metrics | Portfolio | Benchmark (IA) | Benchmark (ARC) |
|---|---|---|---|
| Max Drawdown | -13.98 | -10.82 | -8.04 |
| Best Month % | 4.29 | 3.82 | 3.32 |
| Worst Month % | -7.58 | -4.98 | -4.39 |
| Best Quarter | 6.70 | 5.68 | 4.71 |
| Worst Quarter % | -7.17 | -6.43 | -6.20 |

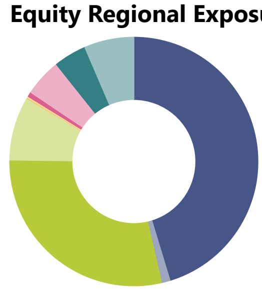
## Dynamic 50 - Portfolio Information

| | |
|---|---|
| Yield | 2.55% |
| OCF | 0.72% |
| Transaction Charge | 0.13% |
| Investment Management Fee | 0.05% + VAT |
| Rebalance | Quarterly |
| Benchmarks | IA Mixed Investment 20-60% Shares<br>ARC Balanced Asset PCI TR GBP |

## Asset Allocation - Dynamic 50

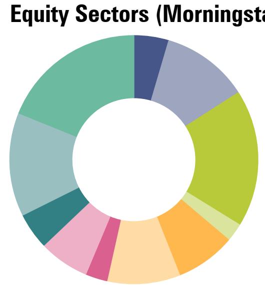
| | % |
|---|---|
| UK Equity | 14.3 |
| International Equity | 35.3 |
| Fixed Interest / Bonds | 49.0 |
| Cash | 1.5 |
| **Total** | **100.0** |

## Equity Regional Exposure - Dynamic 50



| | % |
|---|---|
| North America | 45.3 |
| Latin America | 1.1 |
| United Kingdom | 28.8 |
| Europe dev | 8.3 |
| Europe emrg | 0.1 |
| Africa/Middle East | 0.2 |
| Australasia | 0.6 |
| Japan | 4.9 |
| Asia dev | 4.3 |
| Asia emrg | 6.5 |
| **Total** | **100.0** |

## Equity Sectors (Morningstar) - Dynamic 50



| | % |
|---|---|
| Basic Materials | 4.6 |
| Consumer Cyclical | 11.4 |
| Financial Services | 17.9 |
| Real Estate | 2.4 |
| Consumer Defensive | 7.8 |
| Healthcare | 9.5 |
| Utilities | 2.8 |
| Communication Services | 6.6 |
| Energy | 4.7 |
| Industrials | 13.5 |
| Technology | 18.9 |
| **Total** | **100.0** |

## Portfolio Comments

Q1 proved to be turbulent one for growth assets. The winners were European, large-cap UK and value equities. In comparison, Japanese, US and growth equities lost ground. Defensive assets responded positively to the economic and political uncertainly.

Markets had been confident that US exceptionalism would drive the continued outperformance from US stocks. However, Trump's move towards his 'America First' policies and in particularly the so called 'Trump Tariffs' have created uncertainty. As a result, tariff-related activity has impacted equity markets, leading to concerns around the next round of tariffs due in early Q2.

In response, Fitch lowered its forecast for global GDP growth. The US economy looks to be decelerating into the spring, towards a 1-2% range from the 2-3% seen recently. This is not surprising against a backdrop of a fall in confidence, job cuts and cost cutting from DOGE (Department of Government Efficiency) activity and worries about future inflation.

The Federal Reserve left interest rates on hold, but did leave future rate cuts on the table, which implied that the US central bank is more concerned about the downside risks to growth than the upside risks to inflation.

The news on rates was more positive in Europe as interest rates were cut twice, with further cuts expected, as it seeks to bolster economic growth, counter the threat of US tariffs and plans to boost European military spending.

In the UK, following a fall in the fiscal outlook, the UK Chancellor was pushed to announce new spending cuts of £8.4 billion to observe the government's fiscal rules.

Despite a poor quarter for US equities, in the longer term a premium for US shares will probably depend on whether there is still evidence of US exceptionalism.

As the fiscal response was much more powerful than many were anticipating in Europe, this helped growth assets in the region, whilst the UK also made headway on the back of some better-than-expected corporate results.

Overall, Emerging Market equities outperformed developed markets, with Chinese and Korean equities both performing strongly. Value stocks outperformed their growth equivalents, while smaller companies struggled as increasing trade uncertainty drove concerns around both stronger inflation and weaker growth.

Value was the outstanding performing factor over the first part of this year, and this reflected in the returns from the major equity markets discussed above. The current economic uncertainty equally impacted both the Small-Cap and Growth factors and lost ground over the quarter.

More defensive assets were in demand, and commodities were boosted by the rise in the price of gold, a traditional 'safe haven' asset.

Investors moved into more a 'risk off' phase and this benefitted global bonds. A weaker US dollar proved supportive of emerging market debt, whilst the US 10-year Treasury yield ended the quarter 0.36% lower when compared to the start of this year.

It has been a volatile start to the year and that looks set to continue. A key reminder in situations like these is that diversification is key. Whenever we see an increase in growth asset volatility, we should also remember its time in the market that's important, not 'market timing'. Investing is for the long-term and ultimately remains one of the key engines to meet our clients' financial goals.

Benchmark Disclaimers

The IA (Investment Association) sector is used as the comparator. This is considered appropriate for investors to use when comparing performance as the sector is made up of funds with a similar asset allocation as defined by the IA. The sector is not constructed as an index, therefore as funds enter or leave, the sector composition can change, but it is considered that the sector remains a useful and relevant comparator for investors to assess performance within a relevant peer group.

ARC Private Client Indices ("PCI") are based on historical information and past performance is not indicative of future performance. PCI are computed using a complex calculation and the results are provided for information purposes only and are not necessarily an indicator of suitability for your specific investment or other requirements. ARC does not guarantee the performance of any investment or portfolio or the return of an investor's capital or any specific rate of return. ARC accepts no liability for any investment decision made on the basis of the information contained in this report. You should always complete your own analysis and/or seek appropriate professional advice before entering into an agreement with any PCI Data Contributor. The content is the property of ARC or its licensors and is protected by copyright and other intellectual property laws. Use of the information herein is governed by strict Conditions of Use as detailed on https://www.assetrisk.com/research/.

## Dynamic 50 - Holdings

| Holdings | Equity Style Box | Portfolio Weighting % |
|---|---|---|
| MGTS Progeny Dynamic Bond GBP Acc | | 50.00 |
| MGTS Progeny Dynamic Equity GBP Acc | | 50.00 |

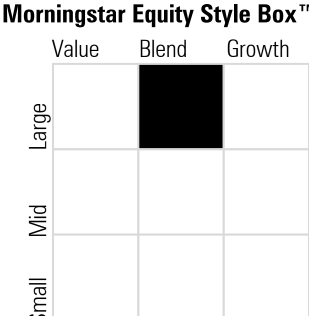
## Dynamic 50 - Underlying Holdings

| Holdings | Equity Style Box | Portfolio Weighting % |
|---|---|---|
| Fidelity Index US P Acc | | 8.43 |
| Vanguard Glb Bd Idx Ins Pl £ H Acc | | 8.19 |
| Vanguard U.S. Eq Idx Ins Pl £ Acc | | 7.09 |
| Fidelity Index UK Gilt S GBP Acc | | 6.82 |
| Artemis Corporate Bond I Acc GBP | | 5.20 |
| Vanguard Global Credit Bond Ins GBPH Acc | | 4.80 |
| JPM Global Corporate Bond C Acc | | 4.78 |
| M&G Strategic Corporate Bond GBP M Acc | | 4.68 |
| PIMCO GIS Low Avrg Dur Instl GBPH Acc | | 4.07 |
| Man Sterling Corp Bd Instl Acc F | | 3.79 |
| Invesco UK Opports (UK) M (Acc) | | 3.76 |
| iShares Up to 10YrsIdxLnkdGltIdx(UK)SAcc | | 3.71 |
| JOHCM UK Equity Income A GBP Acc | | 3.05 |
| Invesco UK Enhanced Index UK M Acc | | 3.02 |
| T. Rowe Price US Smlr Cm Eq CAccGBP | | 2.87 |
| HSBC US Multi-Factor Eq Instl A Acc | | 2.49 |
| Fidelity Index Japan P Acc | | 2.48 |
| Invesco Global Emerg Mkts (UK) M Acc | | 2.18 |
| IFSL Evenlode Income C Acc | | 2.15 |
| BlackRock European Dynamic FX Acc | | 2.10 |
| Polar Capital Em Mkts Stars SX Acc | | 2.09 |
| Fidelity European I Acc GBP | | 1.58 |
| Jupiter Merian Asia Pacific I GBP Acc | | 1.58 |
| FTF Martin Currie UK Rising Div W Acc | | 1.53 |
| Vanguard Glb Corp Bd Idx Ins Pl £ H Acc | | 1.52 |
| Royal London Short Duration Gilts Z Inc | | 1.51 |
| Liontrust Special Situations I Acc | | 1.49 |
| Fidelity Asia Pacific Opps R GBP Acc | | 1.06 |
| Gbp Cash | | 0.93 |
| L&G S&P 500 US Equal Wght Idx C GBP Acc | | 0.76 |
| Gbp Cash | | 0.30 |

## Morningstar Style Box - Dynamic 50

Portfolio Date: 31/03/2025

**Morningstar Equity Style Box™**




| Market Cap | % |
|---|---|
| Market Cap Giant % | 37.5 |
| Market Cap Large % | 29.5 |
| Market Cap Mid % | 20.9 |
| Market Cap Small % | 9.5 |
| Market Cap Micro % | 2.5 |



The model was rebalanced into the MGTS Progeny funds on the 07/03/22 and re-branded at the same time. The risk and objectives of the model have been preserved throughout.


Leeds
1A Tower Square, Leeds, LS1 4DL
Tel: +44 113 467 1596

London
16 Berkeley Street, London, W1J 8DZ
Tel: +44 20 3823 6034