progeny

Tempo 50 Portfolio Factsheet

As of 31/07/2025

Risk Profile Description

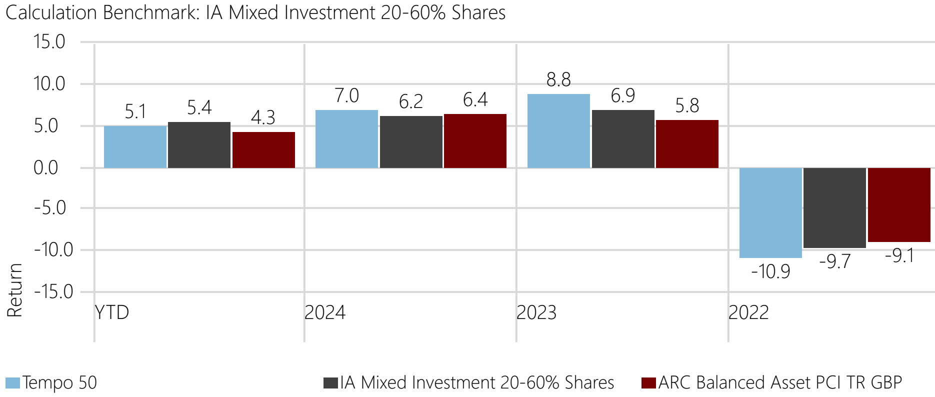
The portfolio aims to have 50% exposure to equity and property assets and 50% exposure to Fixed Interest securities. Over the medium to longer term, the 50% exposure to risks and expected rewards of equity ownership should help to deliver moderate, inflation-plus returns. The equity exposure is invested in both UK equities and overseas equity in both developed and emerging markets. The equity risk is balanced by a 50% allocation to high-quality bonds and investment grade bonds.

Cumulative Tempo 50 returns of £100k invested

Time Period: Since Common Inception (01/10/2016) to 31/07/2025

Calendar Year Returns

Calculation Benchmark: IA Mixed Investment 20-60% Shares



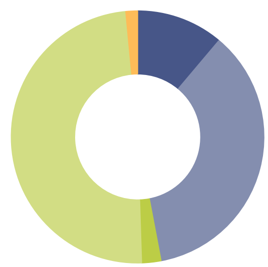
Display Benchmark 1: IA Mixed Investment 20-60% Shares   Display Benchmark 2: ARC Balanced Asset PCI TR GBP

Tempo 50 Performance Metrics	Portfolio	Benchmark (IA)	Benchmark (ARC)
Max Drawdown	-11.20	-8.77	-5.11
Best Month %	4.43	3.82	3.29
Worst Month %	-7.21	-4.98	-4.39
Best Quarter	6.53	5.68	4.71
Worst Quarter %	-0.24	-0.38	-0.70

Tempo 50 - Portfolio Information

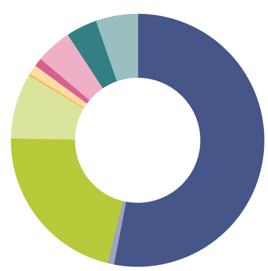
Yield	2.04%
OCF	0.32%
Transaction Charge	0.06%
Investment Management Fee	0.05% + VAT
Rebalance	Quarterly
Benchmarks	IA Mixed Investment 20-60% Shares ARC Balanced Asset PCI TR GBP

Asset Allocation - Tempo 50



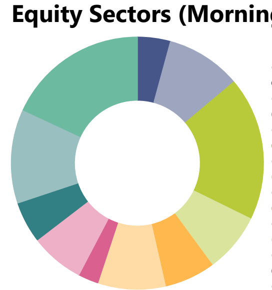
	%
UK Equity	11.1
International Equity	35.9
Commercial Property	2.5
Fixed Interest / Bonds	49.0
Cash	1.5
Total	**100.0**

Equity Regional Exposure - Tempo 50



	%
North America	53.0
Latin America	0.8
United Kingdom	21.4
Europe dev	8.3
Europe emrg	0.3
Africa/Middle East	1.2
Australasia	1.1
Japan	4.6
Asia dev	4.0
Asia emrg	5.3
Total	**100.0**

Equity Sectors (Morningstar) - Tempo 50



	%
Basic Materials	4.2
Consumer Cyclical	9.6
Financial Services	18.4
Real Estate	7.6
Consumer Defensive	6.5
Healthcare	8.7
Utilities	2.6
Communication Services	6.9
Energy	5.3
Industrials	12.1
Technology	18.1
Total	**100.0**

Portfolio Comments

In July, sentiment improved as political uncertainty reduced and investor sentiment turned to the second quarter earnings season. The 90-day tariff pause came and went, with some countries striking deals and an extended deadline of 1st August for the remainder. Although not ideal with tariff rates higher than previously expected and way above the pre-Trump era of 2.4%, the market has found solace in the fact that an agreement has been reached and there is reduced risk of escalating trade wars. The passage of the One Big Beautiful Bill Act brought more clarity to the future policy path in the US, adding further fiscal stimulus and supporting growth optimism. The early part of July was dominated by policy, and the latter was focused on company earnings.

Equity markets responded by reaching new all-time highs, with developed markets rising 1.3% and emerging markets increasing by 2%. Regional returns were strong for the UK and US, whilst Fixed Interest was subdued in what became a risk-on month.

Growth Assets

The latter part of the month saw the start of earnings season, with the world's biggest companies announcing their most recent results. Second-quarter earnings reports provided a tailwind for equity markets. In the US, close to 80% of companies which have reported thus far have beaten consensus earnings and revenue growth expectations, which is better than the long-term average. Strong earnings reports reinforced the view that the political turmoil of recent months has so far had only a muted impact on company earnings.

Naturally, all eyes were firmly on the “Magnificent Seven” companies that delivered stronger earnings growth than peers. Microsoft, Meta and Nvidia were standouts, with strong earnings tied to AI trends leading to strong share price gains.

European and UK equities diverged from each other, in local currency the UK’s main market was the strongest over the month, delivering a 4% return with the commodity-heavy index helped by strong revisions to both the energy and materials sectors. Wider Europe lagged due to warnings from some of its largest businesses about the possible impacts of tariffs.

Asia and Emerging Markets have been supported by policy easing and trade realignment; these regions remain a key destination for diversification.

Defensive Asset

Fixed interest had a poor month, delivering negative returns. For the Federal Reserve, the timeline for clarity on the effects of tariffs and other policy measures on the economy may be pushed back to the autumn. However, political pressure on the US central bank is rising as the administration pushes for low interest rates. Treasury yields moved higher in July, reflecting the improving growth outlook but also the growing uneasiness of markets with the fiscal situation.

In the UK, Gilt markets had to digest a relatively hot CPI print in June. Headline inflation unexpectedly increased, versus consensus expectations that it would stay flat. The increase at the headline level was predominantly driven by an acceleration in transport, clothing and recreation costs. Ten-year gilt yields increased to 4.6% over the month.

Factor Performance

Turning to factor performance, cyclicals outperformed defensive stocks as investors favoured economically sensitive stocks as growth expectations rose. Small caps did well but the final week saw them overtaken by large caps. Large cap and Growth factors delivered due to the “Magnificent Seven” tech giants post earnings season. A run which saw the gains from quarter two extended. Value was the worst performing factor, delivering 0.79% compared to Growth which increased by 3.72%.

Summary

In July, investor sentiment improved as political noise was toned down somewhat, with markets gaining more clarity regarding future US trade and fiscal policy. However, last month’s rally extended equity valuations even further. We continue to be cautious and one of our main focuses is the potential for further increases in inflation. Well-diversified portfolios are therefore essential to protect against both the risk that inflation resurges and pushes bond yields much higher, and the risk that the economy falls into recession.

Tempo 50 - Holdings

Holdings	Equity Style Box	Portfolio Weighting %
MGTS Progeny Systematic Bond GBP Acc		50.00
MGTS Progeny Systematic Equity GBP Acc		50.00

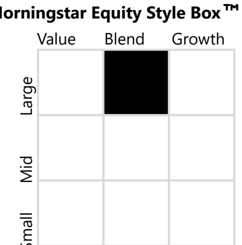
Tempo 50 - Underlying Holdings

Holdings	Equity Style Box	Portfolio Weighting %
Vanguard Glb Corp Bd Idx Ins Pl £ H Acc		11.43
Dimensional Global Core Fx Inc GBP Acc		11.31
Fidelity Index Global Govt Bd S Acc		9.55
Fidelity Idx Sterling Corp Bd P GBP Acc		5.87
Fidelity Index US P Acc		4.93
Fidelity Index UK Gilt S GBP Acc		4.90
Vanguard U.S. Eq Idx Ins Pl £ Acc		4.89
iShares Up to 10YrsIdxLnkdGltIdx(UK)SAcc		4.79
Vanguard Glb Small-Cp Idx Ins Pl £ Acc		4.57
Dimensional Global Value GBP Acc		4.56
Fidelity Index UK P Acc		4.54
Schroder QEP US Core I Acc		4.34
HSBC US Multi-Factor Eq Instl A Acc		4.32
Invesco UK Enhanced Index UK M Acc		3.99
Vanguard Em Mkts Stk Idx Ins Pl £ Acc		2.66
L&G Global Real Estate Div Index C Acc		2.54
Dimensional EM Core Equity Acc		2.32
Dimensional UK Value GBP Acc		1.44
Fidelity Index Europe ex UK P Acc		1.43
Dimensional UK Smlr Coms Acc		1.37
abrdn European Equity Enhanced Idx NAcc		1.26
GBP Cash		0.97
Fidelity Index Japan P Acc		0.67
abrdn Japan Equity Enhanced Index N Acc		0.59
GBP Cash		0.34
Vanguard Pac exJpn Stk Idx Ins Pl £ Acc		0.22
abrdn Asia Pacific Eq Enh Idx N Acc		0.20

Morningstar Style Box - Tempo 50

Portfolio Date: 31/07/2025

Morningstar Equity Style Box™



Market Cap	%
Market Cap Giant %	36.7
Market Cap Large %	28.5
Market Cap Mid %	23.5
Market Cap Small %	9.1
Market Cap Micro %	2.2

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. Last rebalance date was 01/07/25.

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