

Risk Profile Description

The portfolio aims to have 40% exposure to equity and property assets and 60% exposure to Fixed Interest securities. Over the medium to longer term, the 40% 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 60% allocation to high-quality bonds and investment grade bonds.

Cumulative Tempo 40 returns of £100k invested

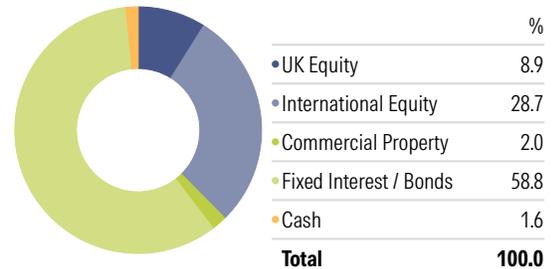
Time Period: Since Common Inception (01/10/2016) to 28/02/2026



Tempo 40 - Portfolio Information

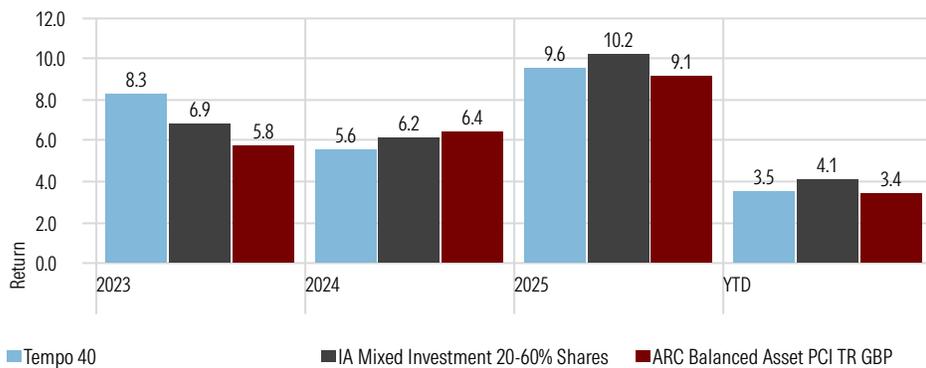
Yield	1.98%
OCF	0.32%
Transaction Charge	0.03%
Investment Management Fee	0.05%
Rebalance	Quarterly
Benchmarks	IA Mixed Investment 20-60% Shares ARC Balanced Asset PCI TR GBP

Asset Allocation - Tempo 40

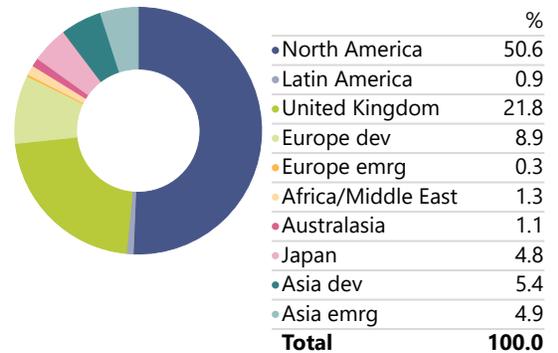


Calendar Year Returns

Calculation Benchmark: IA Mixed Investment 20-60% Shares

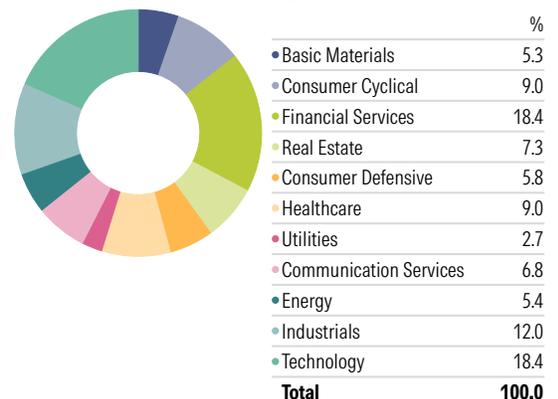


Equity Regional Exposure - Tempo 40



Tempo 40 Performance Metrics	Portfolio	Benchmark (IA)	Benchmark (ARC)
Max Drawdown	-6.87	-6.87	-3.96
Best Month %	4.27	3.82	3.29
Worst Month %	-1.86	-1.89	-2.47
Best Quarter	6.68	5.68	4.71
Worst Quarter %	-0.64	-0.38	-0.70

Equity Sectors (Morningstar) - Tempo 40



Portfolio Comments

February was a constructive month for investors, with equity markets rising across most major regions. This was driven by improving sentiment around inflation and interest rates, alongside stronger-than-expected corporate earnings. Importantly, market performance broadened beyond the narrow leadership of mega-cap technology seen last year, with more sectors and regions contributing to returns. This wider participation is generally viewed as a healthier and more sustainable market dynamic.

The UK market attracted renewed interest, supported by relatively attractive valuations and resilient corporate balance sheets. In fixed income, yields remained appealing, with bond income providing a meaningful contribution to overall returns. Overall, February reflected improving economic fundamentals: moderating inflation, stable growth, resilient earnings, and a gradual normalisation of monetary policy expectations.

Looking beyond the rear-view mirror

However, the outlook has become more complex moving into March due to escalating geopolitical tensions. As of 11 March, direct military conflict between the United States and Iran has led to swift market reactions, including rising energy prices and increased demand for safe-haven assets such as government bonds and gold.

Energy markets represent the most immediate channel of economic impact. Iran's role as a significant oil producer, combined with its proximity to the Strait of Hormuz - a critical global oil transit route - means any disruption or perceived threat to supply can drive oil prices higher. Elevated oil prices can feed directly into inflation through fuel and transport costs, and indirectly through higher production and distribution expenses. If sustained, this could slow recent progress on disinflation and complicate the path of central bank policy decisions.

Market implications are mixed. Energy producers may benefit from higher prices, while energy-intensive sectors such as industrials, transport, and consumer discretionary could face margin pressure. Broader equity markets may experience short-term volatility as risk premiums rise. In fixed income, persistent inflation could push bond yields higher, though government bonds often rally initially as investors seek safety during geopolitical shocks. Meanwhile, the US dollar typically strengthens in such environments, and gold often attracts defensive inflows.

What does this mean for portfolios?

For portfolios, the key uncertainty is whether the conflict remains contained or escalates further. Historically, geopolitical events tend to cause short-lived volatility unless they significantly alter growth or inflation trends. A temporary rise in oil prices may have limited long-term impact, but sustained supply disruptions could re-ignite inflation concerns just as central banks were preparing to ease policy.

In this environment, diversification remains essential. Exposure across regions, sectors, and asset classes helps mitigate event-driven risks. While geopolitical developments may dominate short-term sentiment, markets are ultimately driven by earnings, growth, and monetary policy. Maintaining a disciplined, long-term investment approach remains the most effective way to navigate periods of uncertainty.

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/>.

The information contained within this document is subject to the UK regulatory regime and is therefore primarily targeted at consumers based in the UK. The value of investments and income from them is not guaranteed, can fall, and you may get back less than you invested. Your capital is therefore always at risk. Past performance is not a guide to future performance. If you invest in currencies other than your own, fluctuations in currency value will mean that the value of your investment will move independently of the underlying asset. Any specific investments mentioned are for illustrative purposes only and this is not intended as investment advice. If you are unsure as to the suitability of any investment or service, please contact a professional adviser or Progeny Asset Management to discuss. The data in the performance metrics table is based on historical performance and is not indicative of future performance which could be better or worse than what is shown. The data contained in this profile is based on portfolio simulation and does not represent the actual portfolio. It is intended to provide an indication of the magnitude and direction of historic returns from a hypothetical portfolio made up of asset class market indices held in comparable proportions to those within the Tempo 40 portfolio.

Progeny is a trading style of Progeny Asset Management Limited and is used by various companies within the Progeny group of companies. Progeny Asset Management Limited is a limited company registered in England and Wales with number 09415365. The company's registered address is 1A Tower Square, Leeds, LS1 4DL. Progeny Asset Management Limited is authorised and regulated by the Financial Conduct Authority (No. 740528).

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.

Tempo 40 - Holdings

Holdings	Equity Style Box	Portfolio Weighting %
MGTS Progeny Systematic Bond GBP Acc		60.00
MGTS Progeny Systematic Equity GBP Acc	🇬🇧	40.00

Tempo 40 - Underlying Holdings

Holdings	Equity Style Box	Portfolio Weighting %
Dimensional Global Core Fx Inc GBP Acc		13.79
Vanguard Glb Corp Bd Idx Ins Pl £ H Acc		13.32
Fidelity Index Global Govt Bd S Acc		12.28
Fidelity Idx Sterling Corp Bd P GBP Acc		6.83
Fidelity Index UK Gilt S GBP Acc		6.31
iShares Up to 10YrsLdxLnkdGltIdx(UK)SAcc		5.82
Dimensional Global Value GBP Acc	🇬🇧	3.78
Vanguard Glb Small-Cp Idx Ins Pl £ Acc	🇬🇧	3.74
Fidelity Index US P Acc	🇬🇧	3.71
Fidelity Index UK P Acc	🇬🇧	3.71
Vanguard U.S. Eq Idx Ins Pl £ Acc	🇬🇧	3.69
Invesco UK Enhanced Index UK M Acc	🇬🇧	3.24
Vanguard Em Mkts Stk Idx Ins Pl £ Acc	🇬🇧	2.32
HSBC US Multi-Factor Eq Instl A Acc	🇬🇧	2.17
Schroder QEP US Core I Acc	🇬🇧	2.16
Invesco US Enhanced Index UK F Acc	🇬🇧	2.16
L&G Global Real Estate Div Index C Acc	🇬🇧	2.14
Dimensional EM Core Equity Acc	🇬🇧	2.04
Fidelity Index Europe ex UK P Acc	🇬🇧	1.28
Dimensional UK Value GBP Acc	🇬🇧	1.14
abrdn European Equity Enhanced Idx NAcc	🇬🇧	1.13
Dimensional UK Smlr Coms Acc	🇬🇧	1.12
Fidelity Index Japan P Acc	🇬🇧	0.58
abrdn Japan Equity Enhanced Index N Acc	🇬🇧	0.51
GBP Cash		0.44
GBP Cash		0.26
Vanguard Pac exJpn Stk Idx Ins Pl £ Acc	🇬🇧	0.16
abrdn Asia Pacific Eq Enh Idx N Acc	🇬🇧	0.15

Morningstar Style Box - Tempo 40

Portfolio Date: 28/02/2026

Morningstar Equity Style Box™			Market Cap	%
	Value	Blend	Growth	
Large		█		Market Cap Giant % 38.1
				Market Cap Large % 28.2
Mid				Market Cap Mid % 22.7
Small				Market Cap Small % 8.8
				Market Cap Micro % 2.2

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

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