progeny

Tempo 40 Portfolio Factsheet

As of 31/05/2026

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.

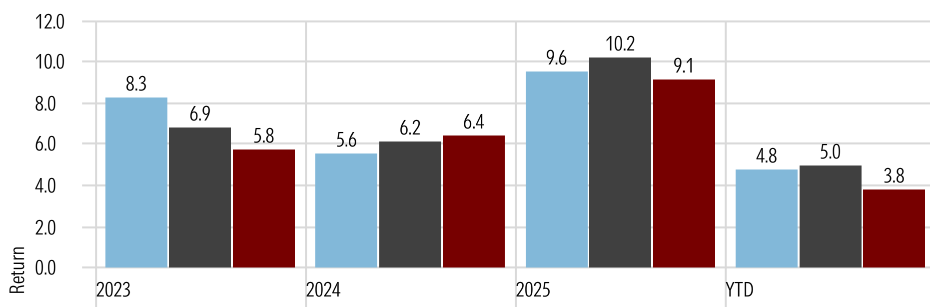
Cumulative Tempo 40 returns of £100k invested

Time Period: Since Common Inception (01/10/2016) to 31/05/2026

Tempo 40 — IA Mixed Investment 20-60% Shares — ARC Balanced Asset PCI TR GBP

Calendar Year Returns

Calculation Benchmark: IA Mixed Investment 20-60% Shares



Tempo 40 — IA Mixed Investment 20-60% Shares — ARC Balanced Asset PCI TR GBP

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

Tempo 40 Performance Metrics	Portfolio	Benchmark (IA)	Benchmark (ARC)
Max Drawdown	-6.87	-6.87	-4.45
Best Month %	4.27	3.82	3.29
Worst Month %	-4.25	-4.86	-4.45
Best Quarter	6.68	5.68	4.71
Worst Quarter %	-0.88	-0.98	-0.80

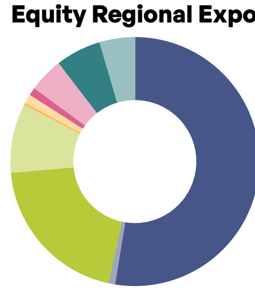
Tempo 40 - Portfolio Information

Yield	1.96%
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

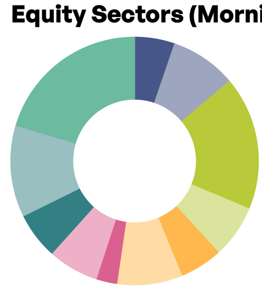
	%
UK Equity	8.9
International Equity	28.7
Commercial Property	2.0
Fixed Interest / Bonds	58.8
Cash	1.6
Total	**100.0**

Equity Regional Exposure - Tempo 40



	%
North America	52.6
Latin America	0.9
United Kingdom	20.2
Europe dev	9.0
Europe emrg	0.3
Africa/Middle East	1.2
Australasia	1.0
Japan	4.5
Asia dev	5.9
Asia emrg	4.5
Total	**100.0**

Equity Sectors (Morningstar) - Tempo 40



	%
Basic Materials	5.3
Consumer Cyclical	8.6
Financial Services	17.4
Real Estate	6.9
Consumer Defensive	5.6
Healthcare	8.5
Utilities	2.7
Communication Services	6.6
Energy	6.1
Industrials	12.0
Technology	20.3
Total	**100.0**

Portfolio Comments

May was a constructive month for risk assets, although the path was uneven. Global equities generally moved higher, supported by resilient corporate earnings, continued enthusiasm around artificial intelligence and signs that the global economy was holding up better than expected. Developed markets posted gains, while emerging markets outperformed, underpinned by technology-heavy Asian markets.

The Iran-US conflict remains the key macro risk, but markets increasingly traded on the view that a worst-case outcome may be avoided. Earlier disruption around the Strait of Hormuz pushed oil prices higher and drove a bond market sell-off as investors priced in inflation risk. During May, sentiment improved as negotiations appeared to make progress, reducing fears of prolonged supply disruption. Equity investors largely looked through the conflict, focusing on earnings resilience, while bond investors remained cautious given inflation’s sensitivity to energy prices.

Regionally, the US remained a leader in May, returning 1.92%, while the tech-heavy index gained 9.54%. Europe rose 4.19% as earnings held up and growth fears eased. The UK was more mixed, with large caps returning 0.88% and mid-caps 4.29%. Asia and emerging markets were among the strongest regions, as Taiwan, Korea and other technology-linked markets benefited from AI supply-chain exposure and firmer growth expectations.

Style leadership remained tilted toward growth and momentum in May, with growth outperforming value. Large caps also outperformed small caps, reflecting investor preference for stronger balance sheets, earnings durability and global market leadership while macro uncertainty remained elevated.

Defensive assets produced a mixed outcome. Government bonds weakened early in the month as higher oil prices lifted inflation expectations and pushed yields higher, before recovering some ground later as growth concerns resurfaced and the prospect of geopolitical progress improved.

Within the UK, gilts remained sensitive because domestic political instability added another layer of risk to the global rates story. Political uncertainty can raise concerns about fiscal discipline, borrowing needs, and policy credibility, pushing gilt yields higher and making the asset class more volatile. As a result, gilts did not behave as cleanly as a traditional defensive asset during the month.

Looking ahead, our view is cautiously constructive but selective. Markets continue to be supported by solid earnings, resilient activity, and investment in long-term growth themes, especially technology and AI. However, the outlook depends heavily on whether the Iran-US situation continues to de-escalate and whether energy prices settle. If they do, inflation pressure may ease and support broader risk assets. If not, renewed oil volatility could challenge valuations and central bank expectations. Overall, we expect quality businesses with strong earnings and pricing power to remain best placed as markets navigate geopolitics, inflation and the durability of growth.

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.

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Tempo 40 - Holdings

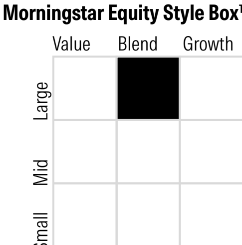
Holdings	Equity Style Box	Portfolio Weighting %
MGTS Progeny Systematic Bond GBP Acc		60.00
MGTS Progeny Systematic Equity GBP Acc		40.00

Tempo 40 - Underlying Holdings

Holdings	Equity Style Box	Portfolio Weighting %
Dimensional Global Core Fx Inc GBP Acc		13.39
Vanguard Glb Corp Bd Idx Ins Pl £ H Acc		12.94
Fidelity Index Global Govt Bd S Acc		11.79
Fidelity Idx Sterling Corp Bd P GBP Acc		6.64
Fidelity Index UK Gilt S GBP Acc		6.05
iShares Up to 10YrsIdxLnkdGltIdx(UK)SAcc		5.65
Fidelity Index US P Acc		4.08
Vanguard U.S. Eq Idx Ins Pl £ Acc		4.07
Vanguard Glb Small-Cp Idx Ins Pl £ Acc		3.83
Dimensional Global Value GBP Acc		3.80
Fidelity Index UK P Acc		3.52
Invesco UK Enhanced Index UK M Acc		3.06
Vanguard Em Mkts Stk Idx Ins Pl £ Acc		2.48
Schroder QEP US Core I Acc		2.39
HSBC US Multi-Factor Eq Instl A Acc		2.38
Invesco US Enhanced Index UK F Acc		2.38
Dimensional EM Core Equity Acc		2.14
L&G Global Real Estate Div Index C Acc		2.04
Fidelity Index Europe ex UK P Acc		1.29
Dimensional UK Smlr Coms Acc		1.14
abrdn European Equity Enhanced Idx NAcc		1.13
Dimensional UK Value GBP Acc		1.11
Gbp Cash		1.01
Fidelity Index Japan P Acc		0.56
abrdn Japan Equity Enhanced Index N Acc		0.48
Gbp Cash		0.33
abrdn Asia Pacific Eq Enh Idx N Acc		0.16
Vanguard Pac exJpn Stk Idx Ins Pl £ Acc		0.15

Morningstar Style Box - Tempo 40

Morningstar Equity Style Box™



Market Cap	%
Market Cap Giant %	36.7
Market Cap Large %	29.1
Market Cap Mid %	23.0
Market Cap Small %	9.0
Market Cap Micro %	2.3

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.

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