progeny

Tempo 80 Portfolio Factsheet

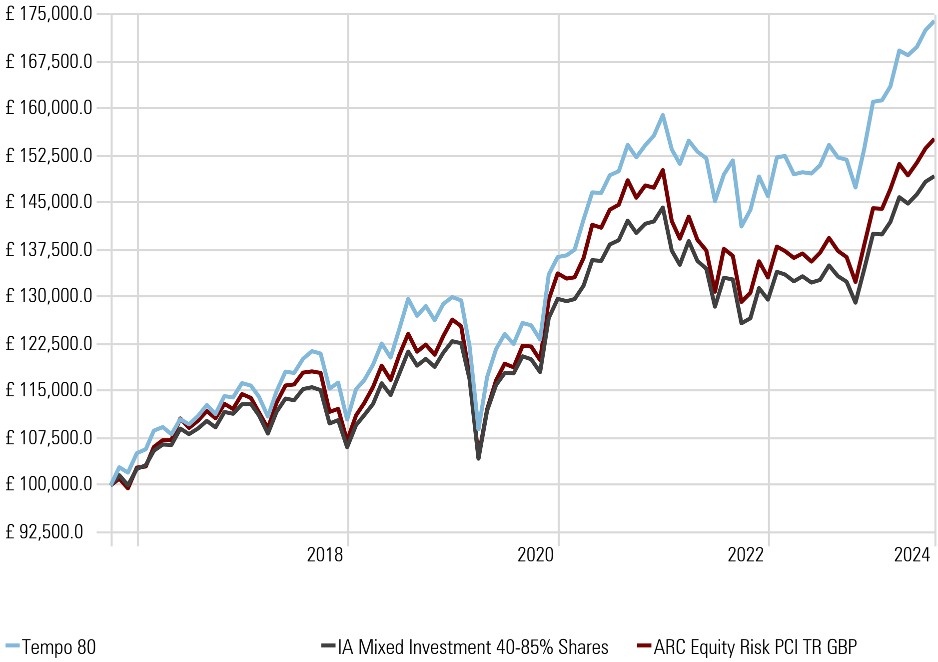
As of 31/07/2024

Risk Profile Description

The portfolio aims to have 80% exposure to equity and property assets and 20% exposure to Fixed Interest securities. Over the medium to longer term, the 80% 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 20% allocation to high-quality bonds and investment grade bonds.

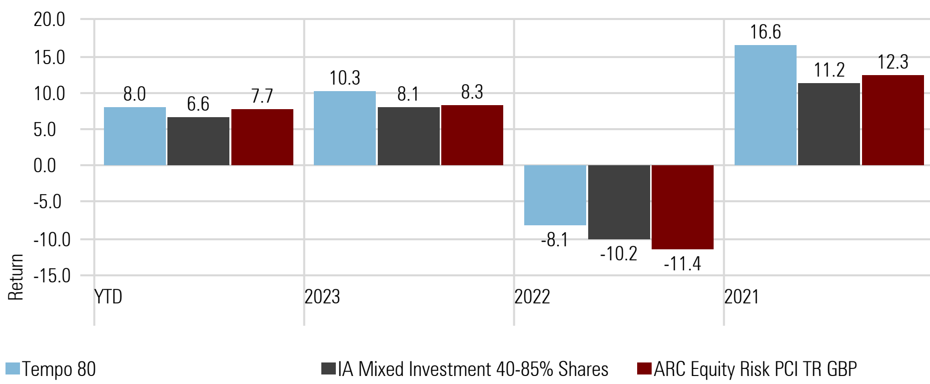
Cumulative Tempo 80 returns of £100k invested

Time Period: Since Common Inception (01/10/2016) to 31/07/2024



Calendar Year Returns

Calculation Benchmark: IA Mixed Investment 40-85% Shares



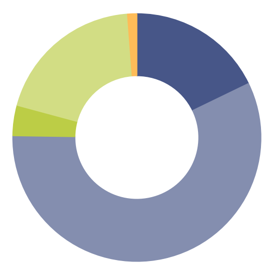
Display Benchmark 1: IA Mixed Investment 40-85% Shares Display Benchmark 2: ARC Equity Risk PCI TR GBP

Tempo 80 Performance Metrics	Portfolio	Benchmark (IA)	Benchmark (ARC)
Max Drawdown	-12.72	-14.98	-13.99
Best Month %	4.91	4.23	5.23
Worst Month %	-6.94	-5.27	-5.41
Best Quarter	6.08	5.77	5.72
Worst Quarter %	-6.22	-7.53	-8.39

Tempo 80 - Portfolio Information

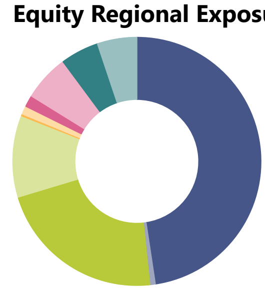
Yield	1.73%
OCF	0.35%
Transaction Charge	0.05%
Investment Management Fee	0.05% + VAT
Rebalance	Quarterly
Benchmarks	IA Mixed Investment 40-85% Shares ARC Equity Risk PCI TR GBP

Asset Allocation - Tempo 80



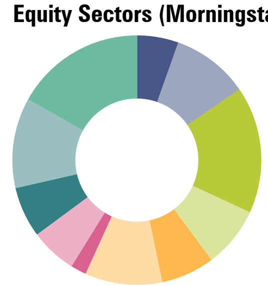
	%
UK Equity	17.8
International Equity	57.4
Commercial Property	4.0
Fixed Interest / Bonds	19.6
Cash	1.2
Total	**100.0**

Equity Regional Exposure - Tempo 80



	%
North America	47.6
Latin America	0.7
United Kingdom	22.0
Europe dev	10.6
Europe emrg	0.2
Africa/Middle East	1.1
Australasia	1.5
Japan	6.0
Asia dev	5.0
Asia emrg	5.1
Total	**100.0**

Equity Sectors (Morningstar) - Tempo 80



	%
Basic Materials	5.4
Consumer Cyclical	10.0
Financial Services	16.5
Real Estate	7.9
Consumer Defensive	6.9
Healthcare	10.1
Utilities	2.0
Communication Services	6.0
Energy	6.6
Industrials	11.8
Technology	16.8
Total	**100.0**

Portfolio Comments

July saw a change of political power in the UK, but despite all the noise in the lead up to the general election, financial markets did not react significantly, given that a Labour victory had already been priced in. Overall, it was a relatively volatile month as growth and defensive assets grappled with some key political and economic news. Commodities were weaker, driven by oil prices, as the market assessed the impact of lower demand from China countering the supply issues arising from continued hostilities in the Middle East.

Starting with the US economic news, weaker labour market and Consumer Price Index (CPI) data reassured defensive asset investors that the Federal Reserve is likely to reduce interest rates in the next few months, starting a downward trajectory of rates into 2025. The UK saw stronger than expected economic growth for the second quarter and healthy service sector PMIs in July, helped the overall economic picture. In Europe, the news was less positive due to uncertainties around the French election and disappointing Purchasing Managers' Index (PMI) figures over the month.

As August started, the Bank of England (BoE) reduced interest rates from 5.25% to 5%, the first drop since the onset of the Covid pandemic in March 2020. The BoE's rate setting committee, voted by a majority of five to four to reduce the rate. However, this was widely anticipated by financial markets.

Turning to US growth assets, after helping to drive equity markets so far this year, growth stockswere especially weak, as investors grew more cynical about the expected returns from artificial intelligence (AI). This was not helped by four of the 'magnificent seven' reporting results that disappointed some investors. With over 50% of major US companies having reported, one of our key messages at the start of the year appears to be playing out. A 'broadening of earning returns' is being seen, as over two thirds of these reported major US companies have beaten analyst expectations.

UK and European growth assets performed in line with their differing economic pictures, whilst Japanese equities were held back by the yen appreciating against the dollar, on the back of recent Bank of Japan rate hikes and the prospects of lower rates in the US.

Looking at the performance of factors, unsurprisingly the news on growth stocks impacted the growth factor. Interestingly, the expectation of a near term cut in rates from major central banks saw more positive sentiment to the small-cap factor. Smaller companies traditionally, perform better in a declining rate environment.

Looking at defensive assets, the UK 10-year gilt yield dropped sharply towards the end of the month, ahead of the expected decline in interest rates on 1st August. This was mirrored in the respective US yield. In the credit markets, investment grade bonds outperformed their high yield counterparts.

In summary, July was a volatile month for financial markets. Weaker inflation and labour market data from the US intensified expectations of rate cuts but there is a near term risk that bond markets may have moved too quickly. However, the broadening of earnings returns in the US was welcome news and the overall message continues to be the same - maintain a broadly diversified portfolio of assets as this market volatility continues.

Tempo 80 - Holdings

Holdings	Equity Style Box	Portfolio Weighting %
MGTS Progeny Systematic Equity GBP Acc		80.00
MGTS Progeny Systematic Bond GBP Acc		20.00

Tempo 80 - Underlying Holdings

Holdings	Equity Style Box	Portfolio Weighting %
Vanguard Glb Small-Cp Idx Ins Pl £ Acc		7.37
Dimensional Global Value GBP Acc		7.28
Vanguard FTSE UKAllShrIdxUnitTrInsPl£Acc		7.13
Fidelity Index US P Acc		6.38
HSBC American Index C Acc		6.38
Invesco UK Enhanced Index UK Z Acc		6.25
Vanguard Glb Bd Idx Ins Pl £ H Acc		5.98
HSBC US Multi-Factor Eq Instl A Acc		5.68
Schroder QEP US Core I Acc		5.53
L&G Global Real Estate Div Index C Acc		4.12
Vanguard Em Mkts Stk Idx Ins Pl £ Acc		3.67
iShares Up to 10YrsIdxLnkdGltIdx(UK)SAcc		3.57
Vanguard UK Govt Bd Idx Ins Pl £ Acc		3.33
Dimensional EM Core Equity Acc		3.21
abrdn Global Corp Bd Scrnd Trckr N Acc		3.09
HSBC European Index Accumulation C		2.87
Fidelity Idx Sterling Corp Bd P GBP Acc		2.54
abrdn European Equity Enhanced Idx NAcc		2.52
Dimensional UK Smlr Coms Acc		2.32
Dimensional UK Value GBP Acc		2.26
Fidelity Index Japan P Acc		1.59
GBP Cash		1.48
abrdn Japan Equity Enhanced Index N Acc		1.39
HSBC Pacific Index S Acc		1.34
abrdn Asia Pacific Eq Enh Idx N Acc		1.16
Vanguard Glb Corp Bd Idx Ins Pl £ H Acc		1.00
GBP Cash		0.56

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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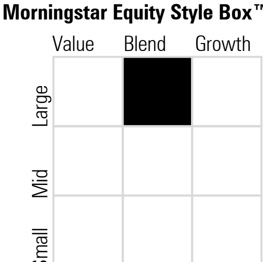
Morningstar Style Box - Tempo 80

Portfolio Date: 31/07/2024

Morningstar Equity Style Box™



Market Cap	%
Market Cap Giant %	35.4
Market Cap Large %	29.4
Market Cap Mid %	24.5
Market Cap Small %	8.8
Market Cap Micro %	1.8

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
Egyptian House, 170-173 Piccadilly, London, W1J 9EJ
Tel: +44 20 3284 5071