

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 and overseas equities in both developed and emerging markets. The equity risk is balanced by a 60% allocation to high quality bonds and investment grade bonds.

Bravo ESG is a range of evidence-based, total-return portfolios designed using a systematic discipline, with Environmental, Social and Governance (ESG) front and centre of the investment process.

The portfolios are defined according to ESG criteria, so investors can see and understand clearly how they are constructed. In addition to understanding the key aims and objectives, we believe that investors in our ESG solutions should also know what is the composition of the portfolios. The Bravo range has undergone rigorous ESG screening with the fund and portfolio exclusions and objectives listed below:

Each fund in the portfolio excludes the following:

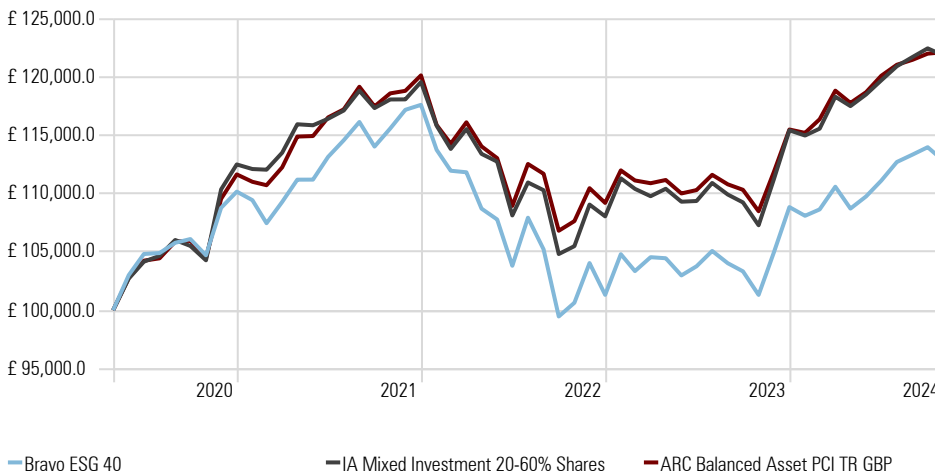
- Tobacco Producers
- Controversial Weapons
- Nuclear Weapons

The overall portfolio has the following characteristics:

- 50% less CO2 emissions than the MSCI ACWI World Index
- Revenue of no more than 5% from Alcohol sales, Gambling, Civilian Weapons, Nuclear Power and Thermal Coal

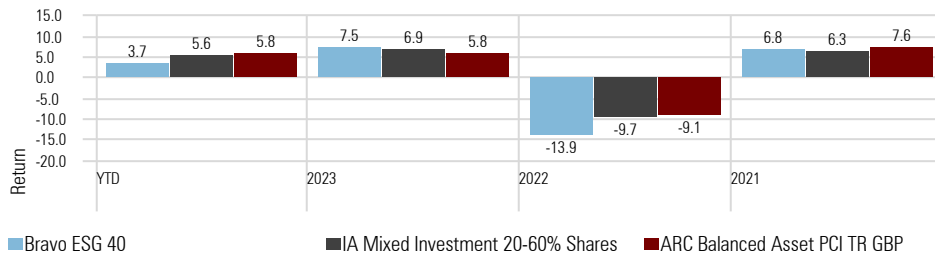
Cumulative Bravo ESG 40 returns of £100k invested

Time Period: 30/04/2020 to 31/10/2024



Calendar Year Returns

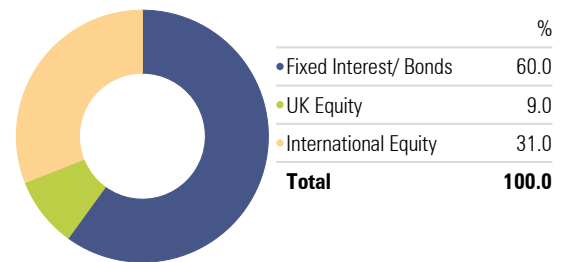
Calculation Benchmark: IA Mixed Investment 20-60% Shares



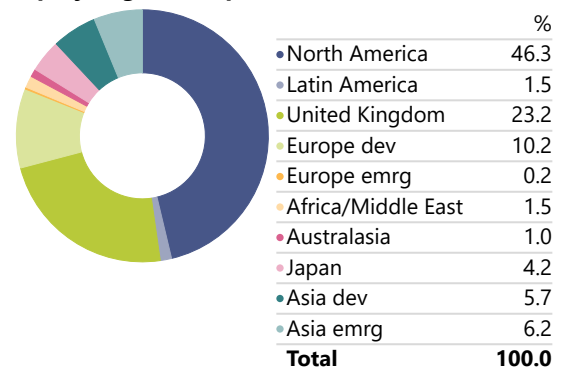
Bravo ESG 40 - Portfolio Information

| | |
|---------------------------|--|
| Yield | 2.09% |
| OCF | 0.24% |
| Transaction Charge | 0.04% |
| Investment Management Fee | 0.20% + VAT |
| Rebalance | Quarterly |
| Benchmarks | IA Mixed Investment 20-60% Shares ARC Balanced Asset PCI TR GBP |

Asset Allocation - Bravo ESG 40



Equity Regional Exposure - Bravo ESG 40



| Bravo ESG 40 Performance Metrics | Portfolio | Benchmark (IA) | Benchmark (ARC) |
|----------------------------------|-----------|----------------|-----------------|
| Max Drawdown | -18.40 | -14.16 | -11.13 |
| Best Month % | 3.99 | 5.86 | 4.90 |
| Worst Month % | -5.49 | -4.98 | -4.39 |
| Best Quarter | 5.35 | 6.65 | 5.40 |
| Worst Quarter % | -7.20 | -6.43 | -6.20 |

Portfolio Comments

October Overview

October was a volatile month for markets, with equities moving lower after a strong rally during the first nine months of the year. The up-and-coming US election and the potential implications of a policy shift on inflation and interest rates caused global uncertainty. Here in the UK, the first Labour budget in 15 years caused market paralysis as investors tried to forecast what Chancellor Rachel Reeves would do.

Economic Review and Outlook

The US has been the bellwether for financial markets with eyes firmly fixed on inflation data. The September CPI (consumer price index) report indicated that inflation eased by less than expected. Headline CPI rose by 0.2% month-over-month and 2.4% year-over-year, marking the slowest annual increase since early 2021. However, core inflation remained elevated at 3.3%, driven by rising costs in medical care, auto insurance and airline fares.

Following the Fed's 0.50% interest rate cut in September, the sticky core inflation reading highlighted the challenge facing US policymakers if they are to achieve their dual mandate of maintaining a solid labour market alongside price stability. Rate cuts are still expected in November and potentially December, but a strong labour market and resilient inflation has reduced the likelihood of a 0.50% cut at either of these meetings. The cooling in rate cut expectations, alongside election uncertainty has unnerved equity and bond investors.

In the UK, the labour market remains tight, with the unemployment rate falling to 4.0% and pay growth remaining high at 4.9% year-over-year in August. Despite this, September's headline inflation declined significantly to 1.7% year-over-year, with core inflation at 3.2%.

Later in October, the UK budget announcement put pressure on the UK Gilt market due to stronger-than-expected levels of spending now planned for 2025. Gilts were an underperformer on the month, ending the month with a return of -2.8%.

Growth Asset Summary

Developed market equities posted a negative return of 2.0%. Japanese stocks were the top performer despite concerns that the need for tighter policy and a stronger yen could impact export-oriented companies, as well as political uncertainty created by recent election results.

Emerging markets declined by 4.3%, pressured by a strong US dollar (USD), profit taking in India and volatility in Chinese equity indexes due to uncertainty over the efficacy of the support measures announced in September.

Factor Performance

Growth stocks outperformed their value counterparts, but fell 1.8% on the month. Small caps retraced by 2.7%, as slowing economic momentum continued to weigh on the segment.

Defensive Asset Summary

In fixed income markets, the resilience of the US economy and uncertainty surrounding potential post-election policy changes prompted a more gradual repricing of the anticipated Federal Reserve (Fed) rate cuts. The Barclays Global Aggregate Index returned -3.4%. Credit markets also exhibited some weakness, despite solid underlying fundamentals.

The global government bond index fell 3.7%, highlighting uncertainty over the trajectory of global interest rate cutting cycles. This trend also reflects the impact of a strong US dollar. However, investors should remember that historically, the start of rate cutting cycles has often resulted in significant returns for government bond markets in the subsequent years.

Summary

Recession risks remained a key concern in October. However, our base case of a soft-landing scenario with falling inflation and rates is still in place. If this environment materialises, it could create opportunities across various asset classes. Equities may remain supported, but returns could shift from the concentration in Big Tech to other sectors and stocks.

Fixed income markets are likely to experience further volatility until the path for rate cuts becomes clearer, though historically, falling rates have boosted government bond returns. As the US presidential election approaches, potential policy changes are a source of uncertainty and have already contributed to the move higher in bond yields.

Balanced and diversified portfolios, combining equities with quality fixed income, can help navigate uncertainty. Adding alternatives may also provide a hedge against unpredictable inflation bumps.

Benchmark Disclaimers

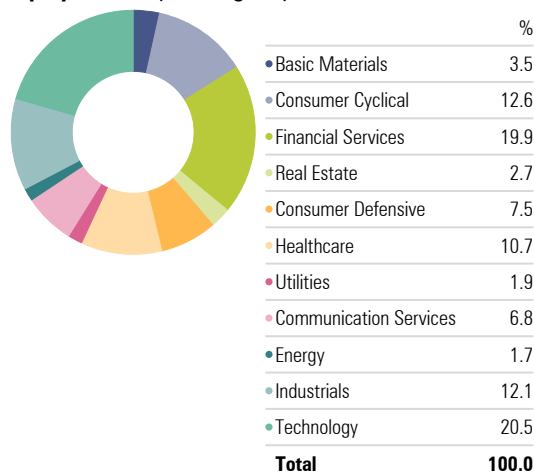
The IA (Investment Association) sector is used as the comparator. This is considered appropriate for investors to use when comparing performance as the sector is made up of funds with a similar asset allocation as defined by the IA. The sector is not constructed as an index, therefore as funds enter 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 Bravo ESG 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).

Equity Sectors (Morningstar) - Bravo ESG 40



Bravo ESG 40 - Holdings

| Holdings | Equity Style Box | Portfolio Weighting % |
|--|------------------|-----------------------|
| UBS(Lux)FS Sust Devpmt Bk Bds H GBP Adis | | 25.97 |
| Amundi IS MSCI World SRI PAB IG C | | 13.21 |
| Dimensional Global Sstby Fxd Inc GBPDis | | 12.45 |
| iShares Up to 10YrsIdxLnkdGtIdx(UK)SAcc | | 10.96 |
| L&G All Stocks Gilt Index C Acc | | 10.19 |
| UBS ETF MSCI UK IMI SRI GBP A dis | | 9.10 |
| Neuberger Berman Glb ValGBP5Acc | | 5.28 |
| Schroder ISF QEP Global ESG C Acc GBP | | 5.28 |
| iShares MSCI EM SRI ETF USD Acc | | 4.92 |
| Dimensional Global Sust Cor Eq GBP Acc | | 2.64 |

Morningstar Style Box - Bravo ESG 40

Portfolio Date: 31/10/2024

| Morningstar Equity Style Box™ | | | Market Cap | % | |
|-------------------------------|-------|-------|------------|--------------------|------|
| | Value | Blend | Growth | | |
| Large | | | | Market Cap Giant % | 32.6 |
| | | | | Market Cap Large % | 39.0 |
| | | | | Market Cap Mid % | 25.1 |
| Mid | | | | Market Cap Small % | 3.0 |
| Small | | | | Market Cap Micro % | 0.3 |