

Risk Profile Description

This portfolio is likely to contain lower, medium and higher risk investments, including cash, government bonds, UK corporate bonds and other higher-income types of global bonds as well as UK commercial property. It will also be expected to contain some higher-risk investments such as shares, but held mainly in UK and other developed markets, and a small amount in other higher-risk investments such as shares in emerging markets.

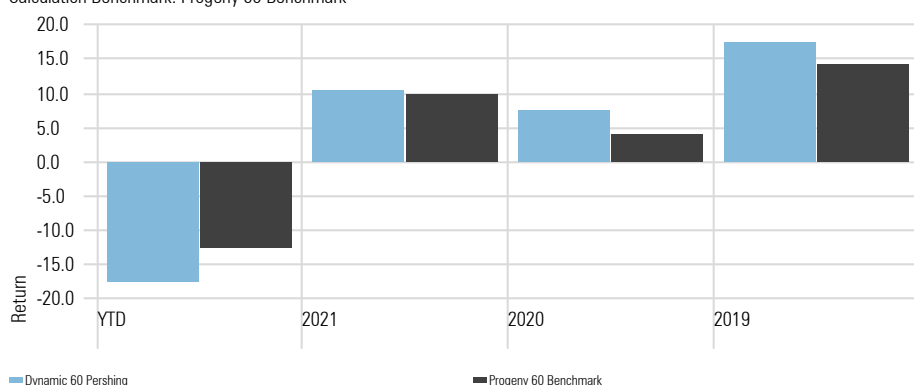
Cumulative Dynamic 60 Pershing returns of £100k invested

Time Period: Since Common Inception (02/07/2016) to 30/09/2022



Calendar Year Returns

Calculation Benchmark: Progeny 60 Benchmark

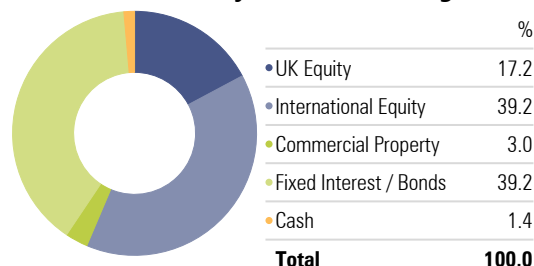


Dynamic 60 Pershing Performance Metrics	Portfolio	Bmark
Max Drawdown	-20.80	-18.97
Best Month %	7.97	6.39
Worst Month %	-9.82	-8.88
Best Quarter	14.16	10.21
Worst Quarter %	-13.91	-12.40

Dynamic 60 Pershing - Portfolio Information

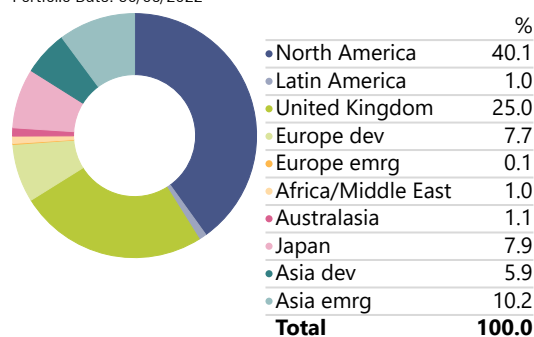
Yield	1.12%
OCF	0.77%
Transaction Charge	0.07%
Investment Management Fee	0.30% + VAT
Rebalance	Quarterly
Benchmark	Progeny 60 Benchmark*
*Constructed from MSCI and ICE BofA indices	

Asset Allocation - Dynamic 60 Pershing



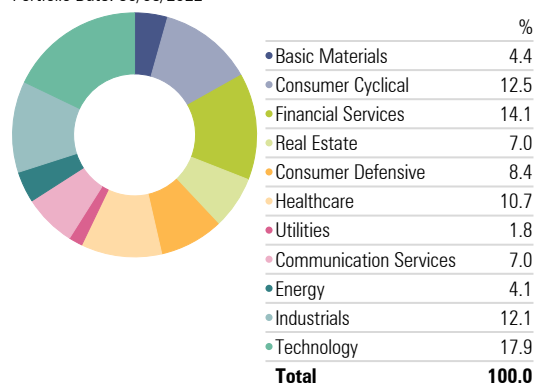
Equity Regional Exposure - Dynamic 60 Pershing

Portfolio Date: 30/09/2022



Equity Sectors (Morningstar) - Dynamic 60 Pershing

Portfolio Date: 30/09/2022



Portfolio Comments

September has seen some extreme volatility in financial markets, particularly in the UK and we going to look at why markets reacted the way they have over the past few weeks.

Chancellor Kwarteng’s mini budget this month was not received well by markets. The long-term cost to the government of funding a surprise higher rate tax cut, saw some investors sell Sterling and UK Government bonds.

This saw Sterling fall to an all-time low against the dollar and created some short-term disfunction in both the currency and the gilt markets. This ultimately led to the Bank of England intervening to buy long-dated gilts to support liability-driven investment funds and defined benefit pension schemes.

Meanwhile on an economic front, the UK is very likely to head into recession (the US has arguably already entered one) and emerge with a K-shaped recovery whereby certain sectors and those at the higher end of income and economic distributions fare relatively better than those at the lower end.

Clearly, higher interest rates will have a direct impact on UK consumers and businesses, further exacerbating an existing cost of living crisis. One positive, however, is that both UK corporates and consumers emerged from covid lockdowns with much healthier balance sheets than pre-pandemic, with a record level of savings balances.

Additionally, the labour market is still tight, with unemployment at historically low levels of 3.6%. These help to offset the impact of generally higher cost of living.

Focussing on growth assets, financial markets are forward-looking discounting machines, i.e. the impact on corporates and their earnings has mostly been baked in and UK valuations are attractive compared to history and peers. What matters more medium-long term is still the actions of the US Federal Reserve and the general global economic backdrop.

In terms of factor performance over the month, unsurprisingly given the volatility, the Quality factor gave one of the best returns, with growth and small cap the worst performing.

Turning to defensive assets, as mentioned, it was a very difficult month for UK Government bonds. However, a lot of bad news appears to be baked into to pricing and on valuation grounds, bonds are looking as attractively priced as they have in many years.

In summary, volatility will remain elevated for some time. For investors, staying diversified and staying invested is important. There is a lot of noise at the moment and it is important to remember the old adage that it is ‘time in the markets’ not market timing which is important. At times like these, don’t let emotions drive investment decisions.

Composite Benchmark Disclaimer

Source: MSCI. The MSCI information may only be used for your internal use, may not be reproduced or disseminated in any form and may not be used as a basis for or a component of any financial instruments or products or indices. None of the MSCI information is intended to constitute investment advice or a recommendation to make (or refrain from making) any kind of investment decision and may not be relied on as such. Historical data and analysis should not be taken as an indication or guarantee of any future performance analysis, forecast or prediction. The MSCI information is provided on an “as is” basis and the user of this information assumes the entire risk of any use made of this information. MSCI, each of its affiliates and each other person involved in or related to compiling, computing or creating any MSCI information (collectively, the “MSCI Parties”) expressly disclaims all warranties (including, without limitation, any warranties of originality, accuracy, completeness, timeliness, non-infringement, merchantability and fitness for a particular purpose) with respect to this information. Without limiting any of the foregoing, in no event shall any MSCI Party have any liability for any direct, indirect, special, incidental, punitive, consequential (including, without limitation, lost profits) or any other damages.

Source ICE Data Indices, LLC is used with permission. ICE® is a registered trade mark of ICE Data Indices, LLC or its affiliates and BofA® is a registered trademark of Bank of America Corporation licensed by Bank of America Corporation and its affiliates and may not be used without BofA's prior written approval. The index data referenced herein is the property of ICE Data Indices, LLC, its affiliates (“ICE Data”)and/ or its third party suppliers and along with the ICE BofA trademarks, has been licensed for use by Progeny. ICE Data and its Third Party Suppliers accept no liability in connection with the use of such index data or marks. See prospectus for a full copy of the Disclaimer.

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.

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.

Dynamic 60 Pershing - Holdings

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

Dynamic 60 Pershing - Underlying Holdings

Holdings	Equity Style Box	Portfolio Weighting %
Vanguard Glb Bd Idx Ins Pl £ H Acc		7.30
HSBC American Index C Acc		6.31
Fidelity Index US P Acc		6.26
Dimensional £InflLnkdIntermDurFI GBP Acc		5.70
Vanguard UK Govt Bd Idx Ins Pl £ Acc		5.50
Vanguard U.S. Eq Idx Ins Pl £ Acc		4.89
Fidelity Index Japan P Acc		4.28
Liontrust Special Situations I Acc		4.23
Artemis Corporate Bond I Acc GBP		3.75
Rathbone Ethical Bond I Acc		3.73
Allianz Continental European S Acc		3.73
Vanguard Em Mkts Stk Idx Ins Pl £ Acc		3.65
CFP SDL UK Buffettology General Acc		3.50
JPM Global Corporate Bond C Acc		3.23
Vanguard Global Credit Bond Ins GBPH Acc		3.22
T. Rowe Price US Smlr Cm Eq CAccGBP		3.12
Federated Hermes Glb Em Mkts F GBP Acc		3.11
Fidelity Idx Sterling Corp Bd P GBP Acc		2.86
iShares Glb Prpty Secs Eq Idx (UK) D Acc		2.85
FSSA Asia Focus B GBP Acc		2.51
Ninety One Asia Pacific Franchise I Acc£		2.43
FTF Martin Currie UK Equity Income W Acc		2.25
FTF Martin Currie UK Rising Div W Acc		2.24
Polar Capital UK Value Opports I GBP Acc		2.03
JOHCM UK Equity Income Y GBP Acc		1.68

Morningstar Style Box - Dynamic 60 Pershing

Portfolio Date: 30/09/2022

Morningstar Equity Style Box™			Market Cap	%
	Value	Blend	Growth	
Large				Market Cap Giant % 35.9
				Market Cap Large % 28.0
Mid				Market Cap Mid % 22.3
				Market Cap Small % 11.0
Small				Market Cap Micro % 2.9

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