



Passive Portfolios

The Passive Portfolios

Our passive portfolios comprise a range of funds which replicate the stockholdings of an underlying index, such as the FTSE 100, which follows the market prices of the 100 largest companies in the UK. When the composition of the index changes, so too will the fund's assets.

The 'passive' nature of these funds means that their performance tracks that of the underlying index. Since the fund manager is not seeking out investment opportunities and only changing the composition of the fund when indices change, there are low levels of human involvement and so the funds carry a total expense ratio (TER) of around 0.27%.

Estate Capital aims to offer access to a wide range of passive funds and it is our view that this fund range combined with the facility to rebalance the portfolio to a pre-selected asset allocation on a rolling six monthly basis will provide the opportunity for sustained growth with relatively low costs.

The table below highlights our range of funds :

Sector	Fund Name	Annual Management Charge (AMC)	Total Expense Ratio (TER)	ECFM Trail Commission
UK Equity	Black Rock UK Equity Tracker	0.20%	0.24%	0.75%
	Fidelity Money Builder UK Index	0.10%	0.27%	0.75%
	HSBC FTSE 100 Index	0.25%	0.33%	0.75%
	HSBC FTSE 250 Index	0.25%	0.27%	0.75%
	HSBC FTSE All-Share Index	0.25%	0.27%	0.75%
UK Fixed Interest	Black Rock Corporate Bond Tracker	0.20%	0.25%	0.75%
	Black Rock UK Gilts All Stocks Tracker	0.20%	0.22%	0.75%
	L&G All Stocks Gilt Index Trust	0.20%	0.22%	0.75%
	L&G All Stocks Index Linked Gilt Index Trust	0.20%	0.22%	0.75%
North American Equity	Black Rock North American Equity Tracker	0.20%	0.23%	0.75%
	HSBC American Index	0.25%	0.28%	0.75%
European Equity	Black Rock Continental European Equity Tracker	0.20%	0.24%	0.75%
	HSBC European Index	0.25%	0.32%	0.75%
Japanese Equity	Black Rock Japan Equity Tracker	0.20%	0.25%	0.75%
	HSBC Japan Index	0.25%	0.29%	0.75%
Far East Equity	Black Rock Pacific Ex Japan Equity Tracker	0.20%	0.29%	0.75%
	HSBC Pacific Index	0.25%	0.37%	0.75%
Emerging Markets Equity	Black Rock Emerging Markets Equity Tracker	0.20%	0.29%	0.75%