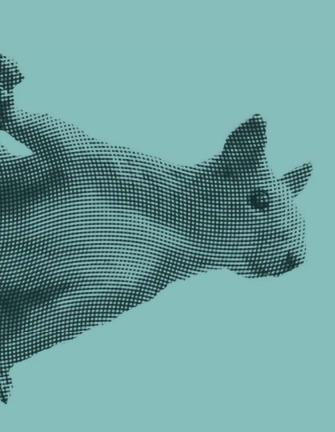
RISK



# **Cautious Investor**

You accept some risk & aim for a reasonable return. You accept the risk of a small to moderate loss with modest yet frequent fluctuations in value.

Potential return of 18.04% & potential loss of -9.96%

# CONSERVATIVE PORTFOLIO

EDITION 27 July 2017

The Conservative Portfolio is a blended style strategy. It is aimed at medium to long term investors who are seeking a relatively cautious investment that has a genuine prospect of capital growth.

The chosen investment funds can invest in fixed interest securities, commercial property, cash, UK and overseas equities and alternative assets. They are actively managed by leading fund managers to maximise total return whilst maintaining control of risk.

The Conservative Portfolio performance is benchmarked against the average performance of the IA Mixed Investment 0%–35% sector and has a risk rating and investor profile of 3 out of 10.

#### RISK

Potential return of 18.04% & potential loss of -9.96%.

# 3

#### ACTIVE

Managed daily by our personally selected fund managers.



#### EQUITY

Held in risk to drive growth, vs the stability of bonds & property.

#### Risk

#### Prospective Risk Level



#### Historic Risk Level



A risk level 3 investor should be prepared to accept annual returns somewhere within the range of a -9.96% loss and a 18.04% gain — returns within this range would be expected 95% of the time. It should be remembered that there is a 5% chance that risk level 3 portfolios will experience an annual return outside this range — this means an investor may experience losses greater than -9.96% or gains greater than 18.04% at some point(s) during their investment in one year.

It is important to remember the figures are not intended to be and should not be taken as a projection of the likely returns from the portfolio risk levels. This is intended to support the risk discussion between an adviser and a client following the completion of a risk profile questionnaire. They show the implied volatility and mean expected return of risk levels 1 to 10 to two standard deviations in one year (ie all returns are expected to be between these extremes in 95 years out of 100; this is often described as a 95% confidence level). The figures shown are the expected arithmetic average returns and the ranges assume that returns are based on a log normal distribution. Figures are shown net of tax and underlying manager fees.

## Range of Returns

Upper Return

18.04%

In 95 years out of 100, this is the highest expected level of return for a given level of risk. There is a 2.5% chance that returns could fall outside the upper return figure in one year.

Average of All Returns

4.04%

This is the average of all possible returns within a risk level in one year.

Lower Return

-9.96%

In 95 years out of 100, this is the lowest expected level of return for a given level of risk. There is a 2.5% chance that returns could fall outside the lower return figure in one year.

#### Asset Allocation

	Money Markets	Fixed Interest	Property	UK Equity	US Equity	Europea Equity	n Asian Equity	Japan Equity	Global Equity	Other Assets
Conservative	39%	16%	9%	11%	9%	6%	6%	2%	2%	0%
Benchmark IA Mixed Investment 0%-35%	11%	53%	3%	9%	3%	2%	1%	0%	6%	12%
Difference Portfolio v Benchmark	28%	-37%	6%	2%	6%	4%	5%	2%	-4%	-12%

#### **Cumulative Performance Chart**





Powered by data from FE

Cumulative performance chart shows % growth from 05.06.2012 to 02.06.2017 calculated using bid prices with income re-invested into the fund net of tax. The cumulative performance chart shows how the portfolio has performed against the benchmark taking into account the changing composition of the portfolio over the period of time shown.

## Cumulative Performance: % Growth to 02/06/2017

	6 months %	1 year %	· 2 years %	· 3 years %	5 years %
Conservative	7.67	12.42	13.42	22.53	45.67
Benchmark IA Mixed Investment 0%-35%	5.86	10.13	9.19	15.50	29.10
Difference Portfolio vs Benchmark	1.81	2.29	4.23	7.03	16.57

## Discrete Performance to Month End Shown: % Growth to 02/06/2017

	31/05/17	31/05/16	31/05/15	31/05/14	31/05/13
Conservative	12.56	-0.09	8.58	3.72	15.10
Benchmark IA Mixed Investment 0%-35%	10.30	-1.38	6.10	1.58	10.48
Difference Portfolio vs Benchmark	2.26	1.29	2.48	2.14	4.62

Individual	/06/201 <i>7</i> Cu	Cumulative Performance: % Growth						
Fund		% Holding	Fund Manager	6 months %	1 year %	2 years %	3 years %	5 years %
AXA Framlington	n Managed Income	2%	George Luckraft	6.48	12.77	12.69	19.49	60.47
BlackRock Cash		35%	Bea Rodriguez	0.04	0.13	0.38	0.63	1.09
BlackRock Euro	pean Dynamic	3%	Alister Hibbert	29.20	32.38	36.86	50.79	-
BlackRock Over	seas Corporate Bond Tracker	1%	Darren Wills	3.10	16.20	27.00	33.61	35.35
BlackRock UK G	ilts All Stock Tracker	3%	Panayotis Ferendinos	4.36	5.68	12.79	22.80	19.66
CF Lindsell Trair	n UK Equity	6%	Nick Train	22.23	26.00	29.34	49.47	148.19
Fidelity Emergin	ng Asia	3%	Dhananjay Phadnis	17.47	40.72	31.48	71.28	100.71
First State Globa	al Listed Infrastructure	4%	Peter Meany	18.91	32.78	44.10	65.14	126.79
FP Crux Europe	an Special Situations	2%	Richard Pease	26.11	33.69	41.71	57.74	151.48
Fundsmith Equi	ty	3%	Terry Smith	24.49	37.21	61.21	101.77	184.79
GAM Star Credit	t Opportunities	4%	Anthony Smouha	8.94	14.66	17.60	29.51	89.79
Henderson UK I	Property PAIF Feeder	4%	Marcus Langlands Pearse	3.50	2.04	3.35	15.24	36.62
Kames Property	/ Income	2%	David Wise	3.63	2.01	9.56	19.52	-
L&G All Stocks I	ndex Linked Gilt	5%	LGIM Fund Management Team	7.25	21.15	24.21	42.68	48.73
Lindsell Train Ja	panese Equity	2%	Michael Lindsell	19.67	27.77	20.62	63.98	184.21
Old Mutual Nor	th American Equity	2%	Amadeo Alentorn	11.70	37.42	46.08	86.16	171.96
Old Mutual UK I	Mid Cap	4%	Richard Watts	25.47	33.83	39.53	77.61	201.26
Polar Capital Gl	obal Insurance	2%	Nick Martin	8.37	29.81	50.30	79.60	155.50
Royal London S	terling Extra Yield Bond	2%	Eric Holt	10.77	17.53	18.26	23.45	70.62
Schroder US Mi	d Cap	2%	Jenny Jones	7.30	31.56	43.55	82.91	151.91
Threadneedle U	JK Property	6%	Gerry Frewin	8.81	6.71	8.81	24.46	35.91
Veritas Asian		3%	Ezra Sun	18.90	37.57	37.66	71.82	129.55

## Performance Ratios Over 3 Years

Volatility	Alpha	Beta	Sharpe	Information Ratio	Weighted Average TER	Max Loss	Max Gain	Negative Periods	Positive- Periods
3.99	2.29	0.92	0.85	1.29	0.61	-2.63	7.32	9	27



# Maximise your returns with a level of risk you're entirely comfortable with

Financial Advice & Wealth Management





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