October 2024

REALM AGGRESSIVE PORTFOLIO: FACT SHEET

Portfolio Objective:

The investment objective is to grow the capital value of the portfolio with a view to outperform equity market returns. The Realm Aggressive Strategy is designed for an investor with a time horizon of more than 5 years, a higher tolerance for risk and can accept disruption to capital value and risk of high volatility, in order to achieve their longer-term objective.

The Realm Aggressive Strategy is a diversified portfolio of mainly equity investments that is managed by a process of active asset allocation and investment selection. The portfolio is composed of active funds, passive trackers where applicable and investment trusts. From time to time certain funds with limited liquidity may also be considered.

Annual Management Fees:	1%
Minimum Investment:	£100,000
Average number of holdings:	30-40
Rebalancing frequency	Dynamic
Base Currency:	Sterling
Strategy Inception:	May 2018
Benchmark:	IA Flexible

Asset allocation range

Asset type	Range Percentage
Equity	50-90
Fixed Income	0-30
Property	0-15
Alternatives	0-30
Cash	0-30

Market Commentary:

Global equities fell in October with Emerging markets leading the declines due to a steep 6% fall in India, attributed to expensive valuation multiples and lacklustre corporate earnings for the second quarter of FY2025. The Shanghai and Hangseng indices were down 1.7% and 3.8% respectively, thereby shedding some of the huge gains of September.

The first week of November witnessed the return of Donald Trump as the President of United States. Widely seen as pro-business, he is likely to renew the tax cut package enacted during his first term, which is due to expire at the end of 2025. Meanwhile, The US Fed followed up its 50bp rate cut in September with another 25bp rate cut even as the non-farm payroll additions in October fell drastically to the lowest level since December 2020, signalling a clear weakness in job growth. Although the impact of the recent Hurricanes in the US could be mitigating factors.

The new Labour government in the UK, in its first budget has increased the rate of capital gains tax from the range of 10%-20% to 18%-24%. The country's tax revenue as a proportion of GDP is now at levels last seen at the end of WW2, is expected to rise further by 2026 thus limiting flexibility in government spending. The S&P Global UK Composite PMI fell to 51.8 in October from 52.6 in September. The Bank of England reduced the policy rates by 25bp in early November and could be prompted to cut rates further as the UK unemployment rate rose more than expected in the third quarter to 4.3% (from 4.0% in three months to August period).

Brent Crude prices were volatile in October and ended flat for the month at USD70/barrel levels after surging by 15% in the first week. Gold prices which crossed USD 2,700/ounce levels in October has declined after the US Presidential elections and is trading close to USD 2,600/ounce levels.

Investment strategy

US equity markets continue to dominate global equity returns, with the S&P500 at all time highs buoyed by declining interest rates. The top 10 largest companies in the S&P500, mainly from the technology sector now account for more than a third of the market. With declining interest rates and a slowdown in overall economic growth, we see opportunities in various industries across the board in both the US and outside where companies are exhibiting features such as high return on equity, low leverage, healthy margins and good dividend growth.

Sterling which witnessed an appreciation of 19% versus the USD during the two years ended September 2024 has depreciated by 4.5% since then, which would benefit our portfolios due to the large weighting in overseas assets. We continue to remain positive on US and European smaller companies, both of which are likely to benefit from a benign interest rate environment. With the return of President Trump some expectations are beginning to emerge that earnings growth of US corporates would continue to be strong as we ahead into 2025. While this supports US equity markets, we also see opportunities in Asia and Europe where close to similar earnings growth are available at far lower valuations. With bond yields now yielding higher than the earnings yield of equity markets, bond markets are also presenting a potential opportunity, however the fiscal situation of various major western counties makes us cautious on bonds at this time.

Portfolio Performance (%)

Through to 31st October 2024

Name	Inception Date	1m	3m	6m	Ytd	1y	3y	5y	Inception
REALM Aggressive Portfolio	14-May-18	-1.03	-0.16	2.44	5.37	14.84	6.01	34.13	33.91
Portfolio Benchmark		0.25	1.22	3.87	7.97	16.18	6.94	29.77	34.47

Source: FE Analytics. Note: The performance numbers in the table above are shown before deduction of fees.

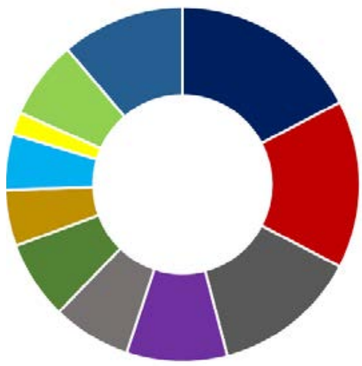
Risk Statistics

Risk Statistics	FE Risk Score	Portfolio Risk Level Suitability		
		Short Term (3-7yrs)	Medium Terms (8-15yrs)	Long Terms (15yrs+)
Realm Aggressive Portfolio	73	Moderate to Adventurous	Moderate	Moderate
Portfolio Benchmark	60			

Source: FE Analytics.

Total Portfolio: Asset Allocation (%)

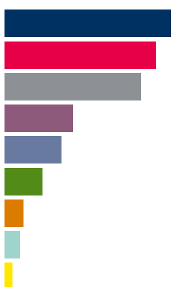
North American Equities	17.9%
European Equities	15.7%
UK Equities	12.3%
Global Fixed Interest	11.3%
Asia Pacific Emerging EQ	8.9%
Japanese Equities	6.7%
Asia Pacific Equities	5.1%
International Equities	5.0%
Property	2.7%
Other Assets	6.6%
Money Market & Cash	7.8%



Top 10 Holdings

JO Hambro UK Opportunities	4.5%
Jupiter Japan Income	4.2%
M&G North American Value Fund	4.1%
BNY Mellon Asian Income	4.1%
Marlborough Global Bond	4.0%
L&G Global Health & Pharms Index Trust	3.9%
Fundsmith Equity	3.9%
iShares S&P 500 ETF	3.8%
Jupiter European	3.4%
iShares FTSE 100 ETF	3.3%

Top Regional Weightings (%)



North America	23.4%
UK	20.8%
Europe Ex UK	17.7%
Pacific Basin	10.7%
Japan	6.8%
Emerging Americas	2.5%
Australasia	2.4%
Asia Pacific	2.0%
Other Regions	3.2%

HOW TO INVEST:

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CONTACT DETAILS

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