February 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:

Equity indices across the globe posted positive returns in February with China's Shanghai and Japan's Nikkei being the top performers gaining around 8% each during the month. The Nikkei breached the all-time high recorded 34 years ago even as the Bank of Japan awaits the outcomes of wage negotiations in March and evidence that inflation remains stable before considering a reversal from its long-held negative interest rate policy.

US markets remained strong in February with tech heavy Nasdaq and flagship S&P 500 posting returns of ~6% and ~5% respectively. Strong corporate earnings aided the market rally during the month with Nvidia and Meta leading the tech performance. Stocks from Consumer Discretionary, Industrials, and Materials sectors too posted strong gains aiding the broad market performance. Meanwhile, US CPI inflation for February came in higher than estimates at 3.2% yoy (vs. est 3.1% yoy) which led to market concerns on delayed rate cuts by the US Fed.

FTSE 100 remained flat in February and underperformed its peers in Europe. UK's inflation rate was unchanged at 4.0% in January (vs market expectation of 4.2%). Meanwhile, the Chancellor of the Exchequer in his Budget speech expected the inflation to drop below the Bank of England's 2% target in the coming months. Yields of UK 10-year Gilts rose by ~40bp to close at 4.2% in February.

Brent Crude prices rose by 1.5% in February to close at US$81/barrel even as OPEC and its allies (OPEC+) are extending their voluntary oil output cuts of 2.2 million barrels per day (bpd) into the second quarter to support prices amid global growth concerns and rising output outside the group.

Investment strategy

Buoyant equity markets in February aided the performance of our portfolios. Bond markets remain cautious on inflation thus leading to lacklustre performance. We continue to see inflation trending downwards in the developed world and while the US continues to display a positive trend in terms of consumer confidence and manufacturing surveys, across the Atlantic the scenario is more starker. This supports the possible scenario of a 'soft landing'.

Corporate earnings continue to be positive on both sides of the Atlantic and also in Japan. Various corporate activities in areas outside the mega tech names are illustrating the value to be extracted in these industries. Recently BAT, a major global Cigarette player bought back close to 3% of its shares outstanding using the sale proceeds of certain shares in a company it holds a large shareholding in India.

Certain Asian Banks now have higher capitalisation ratios than their US counterparts and also offer higher dividend yields, clearly showing that balance sheet strength is being maintained without sacrificing returns to shareholders. We continue to maintain a large exposure to European and Asian equities.

The year 2024 would see over 49% of the world's population participating in a general election, including in the US, India, UK and the EU. This could cast a shadow on global bond markets, however we do believe that with declining inflation, global government bonds present a good investment opportunity.

There were no major changes to the portfolios in the past month, we remain positive on equities and look to add to our global bonds exposure as opportunities arise.

Portfolio Performance (%)

Through to 29th February 2024

Name	Inception Date	1m	3m	6m	Ytd	1y	3y	Inception
REALM Aggressive Portfolio	14-May-18	1.82	6.26	7.23	1.49	7.20	11.33	28.98
Portfolio Benchmark		1.68	5.61	6.29	1.80	6.56	10.25	26.78

Source: FE Analytics

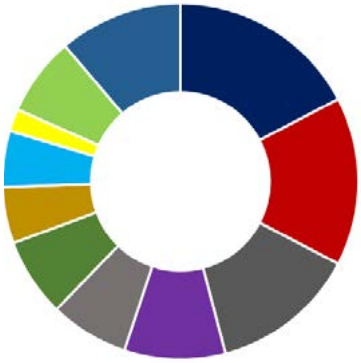
Risk Statistics

Risk Statistics	FE Risk Score	Portfolio Risk Level Suitability		
		Short Term (3-7yrs)	Medium Terms (8-15yrs)	Long Terms (15yrs+)
Realm Aggressive Portfolio	74	Moderate to Adventurous	Moderate	Moderate
Portfolio Benchmark	58			

Source: FE Analytics

Total Portfolio: Asset Allocation (%)

North American Equities	16.5%
European Equities	14.4%
UK Equities	13.2%
Global Fixed Interest	9.2%
Asia Pacific Emerging EQ	7.1%
Japanese Equities	6.9%
International Equities	4.7%
Asia Pacific Equities	4.6%
Property	2.5%
Other Assets	8.6%
Money Market & Cash	12.2%



Top 10 Holdings

Jupiter Japan Income	4.3%
Marlborough Global Bond	4.2%
JO Hambro UK Opportunities	4.1%
M&G North American Value Fund	4.0%
BNY Mellon Asian Income	3.9%
Fundsmith Equity	3.8%
L&G Global Health & Pharms Index Trust	3.8%
iShares S&P 500 ETF	3.5%
Jupiter European	3.5%
iShares FTSE 100 ETF	3.1%

Top Regional Weightings (%)

UK	21.9%
North America	20.3%
Europe Ex UK	17.8%
Pacific Basin	8.7%
Japan	7.3%
Emerging Americas	4.8%
Australasia	2.4%
Asia Pacific	1.8%
Other Regions	2.3%

HOW TO INVEST:

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