Sustainable Model Portfolio Service

EPIM Sustainable Cautious

In partnership with LGT Wealth Management

January 2026

Portfolio information

Launch date	June 2020
Min cash holding	2.00%
Annual management charge	0.30%
OCF	0.48%

Sustainable Philosophy

The ultimate goal of the portfolio is to support more inclusive social and economic development and more sustainable environmental and business practices, whilst generating strong and consistent investment returns. The portfolio will aim to achieve this by investing in a diversified range of funds which include themes such as renewable energy, financial inclusion, education, social housing, climate change action, sustainable waste management and renewable material production.

Investment highlights

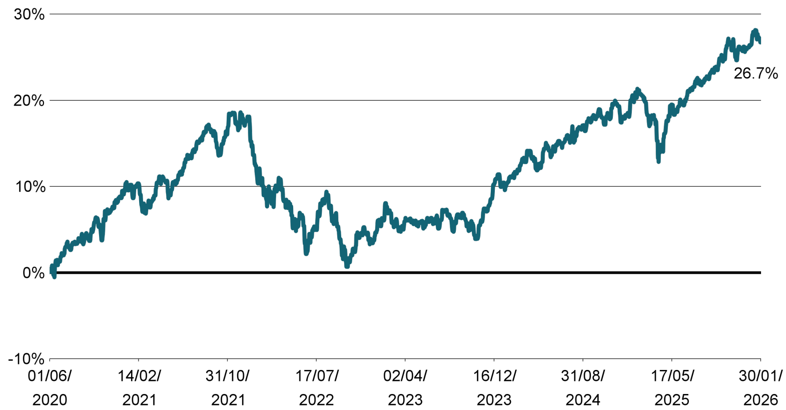
Global markets started 2026 with resilience, extending the rally from late last year despite rising geopolitical tensions and renewed focus on central bank independence. Equity gains broadened beyond mega-cap technology. In the US, the S&P 500 rose 1.4% in January, while the Equal Weight index gained 3.4%, signalling healthier market participation. Europe, the UK and parts of Asia also posted solid returns. Within technology, performance became more selective. Investors rewarded companies that demonstrated tangible returns from AI investment, while others faced pressure despite strong headline earnings. This dispersion reflects a more disciplined market backdrop.

Geopolitics played a central role. US intervention in Venezuela and tensions involving Greenland and Iran weighed on the US dollar and supported oil prices, with Brent crude ending the month around USD 70 per barrel. Precious metals surged, as investors sought protection against policy uncertainty and currency weakness. Meanwhile, the Federal Reserve held rates steady, though political scrutiny added an additional layer of uncertainty. Overall, equities remain supported by earnings, but fiscal risk, geopolitics and policy credibility are likely to drive volatility in the months ahead.

Model description

The objective of this portfolio is to achieve a moderate level of capital growth. The portfolio is diversified across a range of asset classes with low-to-medium allocation to funds investing in equities (expected to be no greater than 55%) and other risk assets. Target Volatility: 4.6% - 7.4%. The portfolio is invested in line with the LGT WM Sustainable investment Framework, which aims to identify companies and assets with strong sustainability characteristics as well as those that provide solutions to environmental and social challenges. The portfolios have formal exclusions on controversial weapons, thermal coal, alcohol and tobacco.

Performance since inception



Source: Morningstar

Performance and volatility

12 month rolling performance as at end of January 2026

3 month	6 month	1 year	3 year	5 year	Since inception
-0.05%	3.37%	4.79%	19.43%	16.65%	26.71%

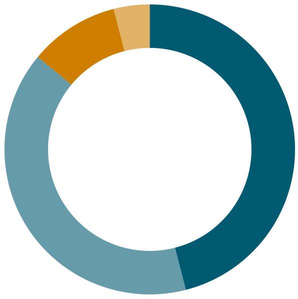
	Target	Realised (Since Inception)
Volatility	4.6 to 7.4%	5.04%
Return	3.4 to 8.5%	4.27%
Potential drawdown	-9.1%	-13.63%
		Yield
Assumed yield		2.13%
Dividend		50%
Savings		50%

Where targets are given, these are for indication purposes only; the actual figures achieved could be more or less than the ranges given. Source: Morningstar. Net of underlying fund costs, gross of all other charges. Source: Figaro. Fixed Income considered saving income, all other asset classes (bar cash) considered dividend income.

Powered

LGT Wealth Management

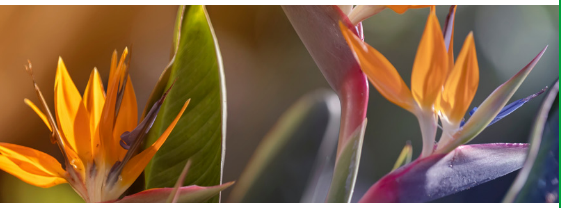
Asset allocation



Fixed interest	46%
UK equity	0%
Overseas equity	40%
Alternatives	10%
Cash	4%

Full Holdings

Trojan Ethical	10.00%
Vontobel Sustainable Short Term Bond	10.00%
Brown Advisory Global Sustainable Bond	8.00%
Rathbone Ethical Bond	6.00%
Janus Henderson Global Sustainable Equity	5.50%
L&G Global Inflation Linked Bond Index	5.50%
Morgan Stanley Global Sustain	5.50%
Sparinvest Ethical Global Value	5.50%
L&G All Stocks Gilt Index	5.50%
Schroder Global Sustainable Value	5.50%
Lazard Global Sustainable Equity Fund	5.50%
Threadneedle UK Social Bond	5.00%
Vanguard US Govt Bond Index	4.00%
AB Sustainable US Thematic Equity	3.25%
Mirova US Sustainable Equity	3.25%
Stewart Investors Asia Pacific Leaders	3.00%
Cash	2.00%
Mirova Euro Short Term Sustainable	2.00%
Ninety One Global Environment	2.00%
ICS Sterling Liquidity	1.50%
Polar Emerging Market Stars	1.50%



Get in touch

Please feel free to contact a member of our team should you require any further information

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Important information

LGT Wealth Management's fees for the management of model portfolios should be VAT exempt and it treats such fees accordingly. However, the firm is aware that the VAT liability of model portfolio management services is due to be reviewed by HM Revenue & Customs. If it is determined that such services should be subject to VAT, it will be necessary for LGT Wealth Management to add VAT to its fees.

The performance of actual portfolios linked to this Model Portfolio may differ from the performance of the Model Portfolio shown herein due to certain funds contained in the Model Portfolios not being made available for investment into actual portfolios by some investment platforms, the variation in timing of the initial investment or rebalancing differences resulting from minimum transaction size limits on the investment platform.

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