

# EPIM Cabot Balanced

## Investment objective and policy

These discretionary managed model portfolios offer risk-profiled investment solutions, all of which have a dynamic top-down asset allocation strategy implemented using low cost index tracking funds.

The investment objective for the EPIM Cabot Balanced Model Portfolio is to provide a long-term total return which is superior to inflation plus 2% returns. The performance of the model portfolio is not intended to track the rise (or fall) of any specific index.

## Key facts

<b>Inception Date</b>	30/09/2012
<b>Typical Growth / Defensive Split</b>	50:50
Annual Management Charge	0.20%
Total Ongoing Charges (of underlying funds)	0.16%
<b>Portfolio Total Ongoing Charge</b>	<b>0.36%</b>

Equity markets were volatile in July as investors became worried about a potential US recession and stretched valuations in the technology sector.

Many US companies said they were cutting back on spending in their second-quarter earnings reports, fuelling concerns about the health of the US economy. Accusations that the Federal Reserve (Fed) had kept borrowing costs too high for too long increased after the central bank held interest rates. Indeed, since the end of the month, a jobs report showed a sharper slowdown in US hiring than Wall Street expected. The European Central Bank cut rates in June and the Bank of England followed suit in July. Globally, yields on long-dated bonds rose.

Worries about valuations in the technology sector accelerated. Earnings reports from Alphabet and Tesla disappointed and sparked a wider sector sell off. Concerns centred about the level of spending on AI-related infrastructure, with doubts mounting about whether future returns could justify current investment.

Japanese equities struggled and there was a major sell-off after the Japanese central bank raised the cost of borrowing at month-end. The Bank of Japan raised interest rates for only the second time in 17 years as it continued its shift away from negative interest-rate policies. The strengthening yen has prompted an unwinding of the carry trade – and raised concerns about prospects for the country's key exporters. Chinese equities remained out of favour as its economy recovers slowly from the Covid-19 pandemic. There are still problems in its property sector and stimulus measures have been muted, but interest rates were cut.

Previous expectations that the Fed can engineer a soft landing are being tested and the FOMC's next scheduled meeting isn't until mid-September. July's events mean there is likely to be continuing volatility until the markets get clarity on future policy. Although the Fed held rates in July, Chair Jerome Powell hinted a rate cut in September was likely. The soft payrolls report has now raised market expectations that a 50-basis-point cut could be in prospect.

## Performance %

Discrete Performance	July 23 - July 24	July 22 - July 23	July 21 - July 22	July 20 - July 21	July 19 - July 20	3 yr Volatility
<b>EPIM Cabot Balanced</b>	11.3	2.4	-2.8	12.7	-1.3	8.1
<b>UK CPI + 2%*</b>	4.0	10.1	11.6	4.5	2.7	-

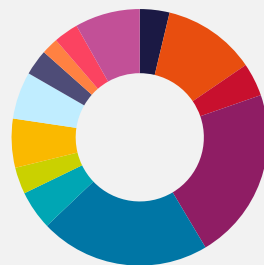
  

Cumulative Performance	1m	3m	6m	1yr	3yr	5yr
<b>EPIM Cabot Balanced</b>	1.2	4.1	6.8	11.3	10.8	23.3
<b>UK CPI + 2%*</b>	0.3	1.3	2.5	4.0	27.9	37.3

All data as at 31 July 2024

Source: Performance figures and ongoing charges are taken from FE Analytics. All holdings data is sourced from Bloomberg. Past performance is not a reliable guide to future performance. The performance is net of Eden Park Investment Management fees, with income reinvested. \*UK Consumer Price Inflation figures quoted with a 1-month lag.

## Asset Allocation



- Cash & Equivalent 3.7%
- Government Bond 11.7%
- Inflation Linked 4.2%
- Investment Grade Bond 21.8%
- North American Equities 21.5%
- UK Equities 4.9%
- European Equities 3.4%
- Japanese Equities 6.2%
- Asia Pacific ex-Japan Equities 6.0%
- Global Emerging Market Equities 3.3%
- Global/Thematic Equities 2.1%
- Property 3.1%
- Infrastructure 8.2%

## Top ten holdings %

Fidelity Index US Fund Class P Hedged GBP Inc	9.4
Legal & General Global Infrastructure Index C Inc	8.2
Vanguard UK Short Term Investment Grade Bond Index	8.0
L&G Short Dated Corp Bond Index C Inc	8.0
Legal & General US Index C Inc	7.2
Vanguard Global Short Term Corp. Bond Index Inst. Plus Hdg Acc	5.8
L&G All Stocks Gilt Index Trust C Inc	5.6
Fidelity US Index Fund Inc	4.8
Vanguard US Government Bond Index Inv GBP Hedged Inc	4.2
Legal & General Global Inflation Linked Bond Index C Inc	4.2

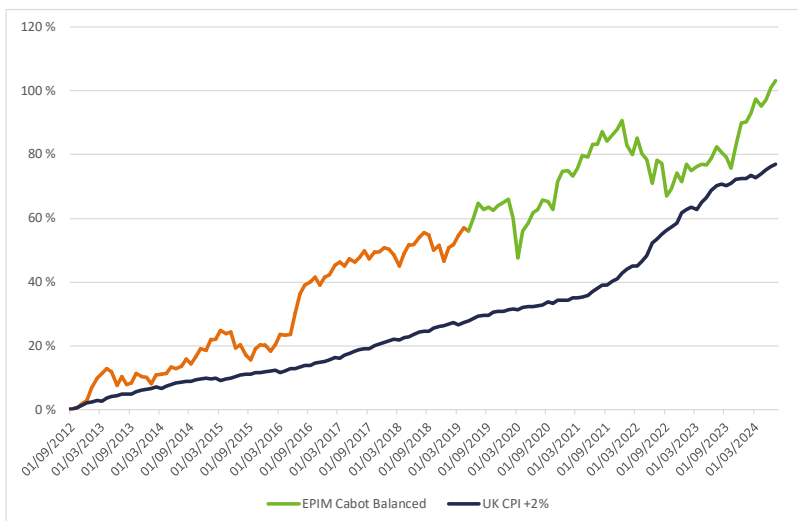
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# EPIM Cabot Balanced

## Investment Team

The model portfolios are managed by Eden Park Investment Management, with investment advisory and management services provided by Charles Stanley. The team of portfolio managers and analysts have extensive experience, drawing upon the expertise of investment specialists, strategists and economists both internally and externally. The research team looks for the best Index tracking funds from the available passive universe.

## Performance since Inception



Source: FE Analytics . Past performance is not a reliable guide to future performance. The performance is net of Eden Park Investment Management fees, with income reinvested.

## Sub Manager MPS Proposition Ratings

**MSCI**  
ESG RATINGS



CCC B BB BBB **A** AA AAA



## FIND OUT MORE

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The Pavilions  
Eden Park  
Ham Green  
Bristol  
BS20 0DD

## ACCOUNTS

- General Investment Account
- ISA
- SIPP
- Offshore Bond

Minimum suggested Investment = £1,000  
(subject to platform minimum requirements)

## PLATFORMS

- Morgan Lloyd Invest
- SS&C Hubwise

## Important Information

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**The value of investments, and the income derived from them, can fall as well as rise. Investors may get back less than invested. Returns may be affected by currency exchange rate fluctuations.**

Performance is calculated on a Total Return basis using a notional portfolio in Financial Express Analytics. Performance is net of Eden Park Investment Management fees but not adviser fees nor platform costs. Any charges and fees applied by authorised intermediaries will be charged in addition to the charges shown. The Total Ongoing Charges Figure (TOC) is calculated by Financial Express Analytics using a weighted average of the underlying investments and represents underlying Ongoing Charges Figure plus Transaction costs plus Incidental costs for those holdings. Portfolios linked to this Model Portfolio may not exactly replicate the model due to the difference in timing of initial investment or rebalancing differences resulting from individual portfolio circumstances. The management and rebalancing of this Model Portfolio does not take Capital Gains Tax into consideration. This update has been prepared for information purposes only and does not constitute advice or a personal recommendation, nor does it constitute an invitation to purchase units or shares. The information on which the document is based is deemed to be reliable. Eden Park Investment Management has not independently verified such information and its accuracy or completeness is not guaranteed. Although Charles Stanley's information providers, including without limitation, MSCI ESG Research LLC and its affiliates (the "ESG Parties"), obtain information (the "Information") from sources they consider reliable, none of the ESG Parties warrants or guarantees the originality, accuracy and/or completeness, of any data herein and expressly disclaim all express or implied warranties, including those of merchantability and fitness for a particular purpose. The Information may only be used for your internal use, may not be reproduced or disseminated in any form and may not be used as a basis for, or a component of, any financial instruments or products or indices. Further, none of the Information can in and of itself be used to determine which securities to buy or sell or when to buy or sell them. None of the ESG Parties shall have any liability for any errors or omissions in connection with any data herein, or any liability for any direct, indirect, special, punitive, consequential or any damages (including lost profits) even if notified of the possibility of such damages. Eden Park Investment Management is authorised and regulated by the Financial Conduct Authority.