

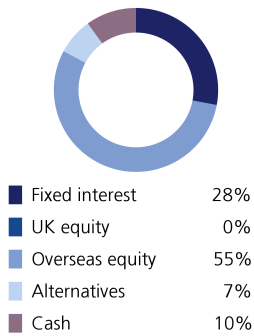
# Sustainable Model Portfolio Service

In partnership with LGT Wealth Management

June 2022

## EPIM Sustainable Balanced

### Asset allocation



### Top 10 holdings

Cash	10.20%
Vontobel Sustainable Short Term Bond	8.70%
AB Sustainable US Thematic Equity	7.70%
Trojan Ethical	7.20%
Janus Henderson Global Sustainable Equity	6.40%
Morgan Stanley Global Sustain	6.20%
Lazard Global Sustainable Equity	6.00%
Rathbone Ethical Bond	5.80%
Stewart Investors Asia Pacific Leaders	5.40%
Schroder Global Sustainable Value	5.00%

### Portfolio information

Launch date	1 June 2020
Minimum cash holding	2%
Annual management charge	0.3%
Total Cost of Investment	0.68%

### Portfolio description

The primary objective of this portfolio is to achieve capital growth in excess of inflation. The portfolio is diversified across a range of asset classes, with a medium allocation to funds investing in equities (expected to be no greater than 75%) and other risk assets. Target Volatility: 5%-9%

### 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.



### Monthly investment update

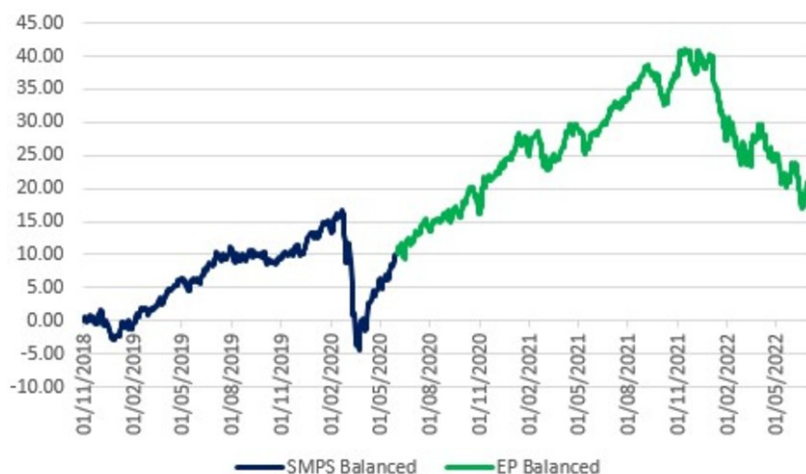
As we approach the third quarter, markets have printed one of their worst starts to the year in history, demonstrating the difficult market and economic environment we have seen so far this year. The first half of 2022 has seen a seismic shift in the valuation at which the market is willing to pay for companies, with those with greater longer term potential but lower earnings today being the most heavily impacted. This is a characteristic synonymous with many sustainably focused businesses as they are focused on addressing and solving the problems of tomorrow. As such, more of their earnings potential will be realised over the longer term and not necessarily over the next year, despite being profitable and financially resilient today. One of the big drivers of these moves has been the higher interest rates and less accommodative central bank policies around the world, as tighter policy leads to more expensive borrowing costs. This is primarily a concern for more indebted businesses and those with a higher perceived risk of default but despite this, the market has shown little mercy on long term growth opportunities that have minimal debt, or need to borrow for that matter. This highlights the short term and indiscriminate nature of markets during periods of stress and although it can be difficult to stomach the drawdowns we have seen so far this year, we believe that the businesses we favour will continue to generate good underlying growth in the medium to long term and weather the current market conditions better than the moves in share prices suggest. Markets have been experiencing higher levels of volatility lately and we see this continuing through the rest of 2022. Holding assets in more defensive sectors such as healthcare can help provide greater short term certainty on earnings due to much of the healthcare sector being supported by necessary spending. Healthcare has long been a core exposure within the sustainable portfolios due to their ability to significantly advance sustainable development and improve health outcomes, which helps to generate a more stable return profile through the economic cycle.

Powered by



**Wealth  
Management**

## Performance



Source: Morningstar

As at end of June 2022

<b>1 month</b>	-3.73%
<b>3 month</b>	-7.85%
<b>6 month</b>	-14.85%
<b>1 year</b>	-9.60%
<b>3 year</b>	9.85%
	<b>Target</b>
<b>Volatility</b>	5 to 9%
<b>Return</b>	5.2 to 7.5%
<b>Potential drawdown</b>	-13.5%
	<b>Yield</b>
<b>Assumed yield</b>	1.15%
<b>Dividend</b>	62%
<b>Savings</b>	38%

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.

## Important information

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.

The Model Portfolio Service is not a financial instrument. The portfolio will consist of financial instruments, which when considered together as the Model Portfolio Service have a target market consistent with the needs of retail clients. This publication is marketing material. It is for information purposes only. The information presented herein is for illustrative purposes only and does not provide sufficient information on which to make an informed investment decision. This document is not intended and should not be construed as an offer, solicitation or recommendation to buy or sell any specific investments or participate in any investment (or other) strategy. It is recommended that potential investors should seek advice concerning the suitability of any investment from their Financial Adviser. Potential investors should be aware that past performance is not an indication of future performance and the value of investments and the income derived from them may fluctuate and they may not receive back the amount they originally invested. The tax treatment of investments depends on each investor's individual circumstances and is subject to changes in tax legislation. The Ongoing Charge Figure is variable and is for example purposes only. The information in this factsheet is for private circulation only and though it is believed to be correct it cannot be guaranteed. No representation or warranty (express or otherwise) is given as to the accuracy or completeness of the information contained in this factsheet and LGT Wealth Management UK LLP ("LGT Wealth Management") and its partners and employees accept no liability for the consequences of your acting upon the information contained herein.

LGT Wealth Management UK LLP is a Limited Liability Partnership registered in England and Wales. Registration number OC329392. LGT Wealth Management is authorised and regulated by the Financial Conduct Authority and is a member of the London Stock Exchange.

Eden Park Investment Management Limited is authorised and regulated by the Financial Conduct Authority. A Registered in England number 10953727. Registered office: The Pavilions, Eden Park, Ham Green, Bristol, BS20 0DD.