eden park
INVESTMENT MANAGEMENT

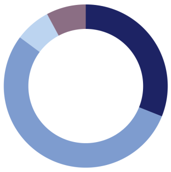
Sustainable Model Portfolio Service

In partnership with LGT Wealth Management

October 2023

EPIM Sustainable Balanced

Asset allocation



Fixed interest	31%
UK equity	0%
Overseas equity	54%
Alternatives	7%
Cash	8%

Top 10 holdings

Vontobel Sustainable Short Term Bond	9.30%
Trojan Ethical	7.00%
Morgan Stanley Global Sustain	6.20%
AB Sustainable US Thematic Equity	6.10%
Janus Henderson Global Sustainable Equity	5.90%
ICS Sterling Liquidity	5.80%
Brown Advisory Global Sustainable Total	5.70%
Lazard Global Sustainable Equity Fund	5.60%
Schroder Global Sustainable Value	5.20%
Stewart Investors Asia Pacific Leaders	5.10%

Portfolio information

Launch date	1 June 2020
Minimum cash holding	2%
Annual management charge	0.3%
Total Cost of Investment	0.62%

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

The recent attacks by Hamas have shifted the focus to geopolitical tensions, particularly in the Middle East. These events compound existing global concerns, such as the ongoing Ukraine conflict and US-China tensions. Concurrently, central banks worldwide appear to be slowing down their interest rate hikes, with the ECB signalling a possible peak in rates.

Throughout October, there was a persistent rise in longer-dated bond yields, primarily attributed to growing fiscal deficits and the prospect of interest rates being higher for longer. Notably though, the US economy remains robust, as evidenced by surprising GDP growth on the upside. In the corporate realm, earnings reports from tech giants like Alphabet, Microsoft, and Amazon have presented a mixed picture of their performance. Meanwhile, China has adopted fiscal measures, including issuing sovereign debt, to stimulate its economy.

Amidst these developments, central banks are taking a pause to evaluate the rapidly evolving geopolitical landscape, which is further complicated by the rising bond yields, contributing to tighter financial conditions. Therefore, the preference for investment leans towards quality companies with solid balance sheets that can weather economic shocks and deliver long-term returns.

Powered by LGT Wealth Management

Performance

Source: Morningstar

	As at end of October 2023
1 month	-2.35%
3 month	-4.40%
6 month	-2.14%
1 year	1.02%
3 year	4.23%
	Target
Volatility	5 to 9%
Return	5.2 to 7.5%
Potential drawdown	-13.5%
	Yield
Assumed yield	1.52%
Dividend	61%
Savings	39%

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.