

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

Inception Date	30/09/2012
Typical Growth / Defensive Split	50:50
Annual Management Charge	0.20%
Total Ongoing Charges (of underlying funds)	0.20%
Portfolio Total Ongoing Charge	0.40%

After an impressive rally in recent months financial markets ended the third quarter with a decidedly risk-off tone. Several factors are behind the turn in markets, which has seen investors pivot away from a goldilocks outlook (steady growth, not too hot or too cold) to stagflationary concerns (stagnant growth and high inflation). Amidst continuing supply bottlenecks and ongoing energy crises, inflation pressures remain elevated and the recent deceleration in economic activity remains exacerbated by labour shortages in many sectors of the economy. Elsewhere, Chinese growth remains disappointing and President Xi's focus on "prosperity" has unnerved international investors.

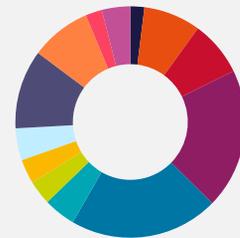
September also saw a sharp rise in sovereign bond yields, led by UK Gilt and US Treasury markets, which contributed to an underperformance of the more interest-rate sensitive secular-growth sectors of the equity market. Technology, health care and consumers staples all underperformed the broad market, with energy the big outperformer and financials benefitting from rising bond yields. Over the month, Asian stocks outperformed, though much of this was attributable to a rally in Japanese equities, following the announcement that Prime Minister Suga is stepping down and hopes of more pro-growth policy stimulus from his successor.

With the COVID situation improving in many parts of the world, and the upcoming Q3 corporate-earnings season likely to be supportive, it's hard to anticipate a protracted sell off in equities in the months ahead. However, with inflation remaining elevated and central banks under pressure to move in a more hawkish direction, the support for equities from low bond yields may begin to wane. From a corporate-earnings perspective, the longer the wide gap between producer-price and consumer-price inflation persists, the greater the concern in equity markets that margins will begin to compress - potentially clouding next year's corporate-earnings outlook.

Earlier in the year we made Fixed Income changes to lower the interest rate sensitivity of the portfolio which has helped to mitigate losses in the rising bond yield environment.

During the month, we did not make any changes to the models.

Asset Allocation



■ Cash & Equivalent	2.0%
■ Government Bond	8.0%
■ Inflation Linked	7.8%
■ Investment Grade Bond	19.7%
■ North American Equities	20.9%
■ UK Equities	4.5%
■ European Equities	3.4%
■ Japanese Equities	3.4%
■ Asia Pacific ex-Japan Equities	4.5%
■ Global Emerging Market Equities	11.1%
■ Global/Thematic Equities	8.5%
■ Property	2.3%
■ Infrastructure	4.0%

Top ten holdings

	%
Fidelity Index Emerging Markets P Acc	8.4
Vanguard US Government Bond Index Inv GBP Hedged Inc	8.0
Legal & General US Index C Inc	8.0
Fidelity Index US P Acc Hdg	7.9
Legal & General Global Inflation Linked Bond Index C Inc	7.8
Vanguard UK Short Term Investment Grade Bond Acc	7.6
Legal & General Sterling Corporate Bond Index C Inc	6.3
Legal & General Short Dated GBP Corp Bond Index I Acc	5.8
Amundi Index MSCI North America - RHG	5.0
Legal & General Global Technology Index C Acc	4.9

Performance %

Discrete Performance	Sept 20 - Sept 21	Sept 19 - Sept 20	Sept 18 - Sept 19	Sept 17 - Sept 18	Sept 16 - Sept 17	3 yr Volatility
EPIM Cabot Balanced	11.7	0.7	6.0	5.9	6.2	8.5
UK CPI + 2%*	5.3	2.2	3.8	4.7	4.9	-

Cumulative Performance	1m	3m	6m	1yr	3yr	5yr
EPIM Cabot Balanced	-1.5	0.7	5.0	11.7	19.3	34.2
UK CPI + 2%*	0.9	1.7	3.8	5.3	11.7	22.7

All data as at 30 September 2021

Source: APX and 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.

*UK Consumer Price Inflation figures quoted with a 1 month lag.

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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



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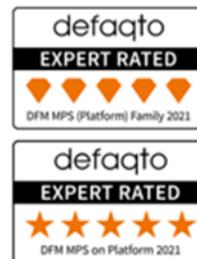
Sub Manager MPS Proposition Ratings

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ACCOUNTS

- General Investment Account
- ISA
- SIPP
- Offshore Bond

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

PLATFORMS

- Morgan Lloyd Invest
- Hubwise

Important Information

The value of investments, and any income derived from them, can fall as well as rise and may be affected by exchange rate variations. Investors may get back less than invested. Since the 31st of March 2021, performance was calculated on a Total Return basis using a notional portfolio in Financial Express Analytics. Before the 31st of March 2021, performance was calculated on a Total Return basis using a notional portfolio in Advent Portfolio Exchange (APX). Performance is net of Eden Park Investment Management fees but not adviser fees nor platform costs. Any charges and fees applied by platforms and/or authorised intermediaries will be charged in addition to the charges shown. The Total Ongoing Charges Figure (TOC) is calculated on a periodic basis using a weighted average of the most recent publicly available Total Ongoing Charges for the underlying investments as at the date of the factsheet. This includes the underlying funds' Ongoing Charges Figure plus Transaction costs plus Incidental costs. Please note that whilst we endeavour to show all charges associated with specific funds, sometimes this is not possible due to the information not being made available by the fund provider. In such cases transaction or incidental cost information may be missing. The Indicative Yield is provided for guidance purposes only and is calculated on a periodic basis using a weighted average of the most recent publicly available income yields for the underlying investments. Yields for the underlying funds, and thus for the strategy, are likely to differ in the future. The Indicative Yield does not represent guaranteed income. 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 minimum transaction size limits on platforms. The management and rebalancing of this Model Portfolio does not take Capital Gains Tax into consideration. This factsheet 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 other damages (including lost profits) even if notified of the possibility of such damages. Eden Park Investment Management Limited is authorised and regulated by the Financial Conduct Authority.