

## Investment Objective

The Balanced model aims to provide long term capital growth with some income for investors who are willing to accept a medium to high level of risk by investing across global markets into a range of asset classes. Equity exposure within this portfolio will not exceed 80%. The portfolio's benchmark is the ARC Sterling Steady Growth PCI.

## Commentary

Over the month, the Balanced portfolio returned 1.68%, marginally outperforming the ARC Sterling Steady Growth PCI. Investors continue to face an ever-increasing list of concerns with news flow predominantly remaining centred around the Russian invasion of Ukraine. However, this month, financial headlines were also contending with another key topic in question; the yield curve and its inversion. Historically, the spread between two and 10-year bond yields has long been respected as a key indicator of an oncoming recession. It's important to note that not all inversions have led to recessions and in the instances where they have, there has been a sizeable lead time (on average 12 months) before materialising. In other cases, markets have gone on to produce very attractive returns. Furthermore, inflation numbers continue to remain elevated placing greater pressure on monetary authorities to raise interest rates. Both higher interest and inflation rates remain key risks to portfolio returns so we continue to manage a diversified approach to portfolio construction. In times of heightened uncertainty, great opportunities can be unearthed though. We find the portfolio remains suitable for a client looking to obtain a broad exposure of assets diversified by manager, investment style, geography and income.

## Performance Summary as at 31<sup>st</sup> March 2022

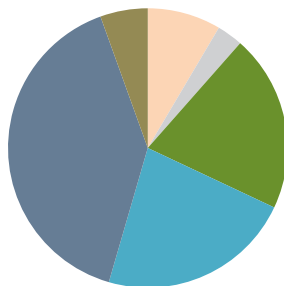


|                                       | 1 MONTH | 3 MONTHS | 6 MONTHS | 1 YEAR | 3 YEARS | 5 YEARS | SINCE INCEPTION DATE |
|---------------------------------------|---------|----------|----------|--------|---------|---------|----------------------|
| <b>Balanced Model</b>                 | 1.68%   | -5.12%   | -2.79%   | 3.10%  | 17.88%  | 24.56%  | 134.50%              |
| <b>ARC Sterling Steady Growth PCI</b> | 1.60%   | -3.61%   | -0.97%   | 5.13%  | 19.86%  | 27.31%  | 110.37%              |

Source: FE fundinfo & Hawksmoor. All figures quoted are on a total return basis with income reinvested and are gross of any Hawksmoor fees that may be deducted. Deduction of this charge will reduce the illustrated performance. All ARC benchmark figures are quoted net of fees.

## Current Asset Allocation

|                               |              |
|-------------------------------|--------------|
| <b>Alternatives</b>           | <b>8.5%</b>  |
| <b>Cash</b>                   | <b>3.0%</b>  |
| <b>Fixed Interest</b>         | <b>20.5%</b> |
| <b>UK Equities</b>            | <b>22.5%</b> |
| <b>International Equities</b> | <b>40.0%</b> |
| <b>Property</b>               | <b>5.5%</b>  |



## Top 10 Holdings

|                                            |      |
|--------------------------------------------|------|
| <b>BMO UK Property</b>                     | 5.5% |
| <b>Fidelity Asia Pacific Opportunities</b> | 5.5% |
| <b>Janus Henderson Strategic Bond</b>      | 5.5% |
| <b>ASI Global Smaller Companies</b>        | 5.0% |
| <b>Franklin UK Equity Income</b>           | 5.0% |
| <b>M&amp;G Global Dividend</b>             | 5.0% |
| <b>TwentyFour Corporate Bond</b>           | 5.0% |
| <b>Brooks Macdonald Defensive Capital</b>  | 4.5% |
| <b>Threadneedle European Select</b>        | 4.5% |
| <b>Baillie Gifford Japanese</b>            | 4.0% |

## Model Details

|                                                            |                          |
|------------------------------------------------------------|--------------------------|
| <b>Inception Date</b>                                      | 1 <sup>st</sup> Feb 2008 |
| <b>Number of Holdings</b>                                  | 24                       |
| <b>Underlying fund Ongoing Charge Figure (exc. fees) *</b> | 0.66%                    |
| <b>Investment Management Fee</b>                           | 0.35%                    |
| <b>Estimated Yield*</b>                                    | 1.72%                    |
| <b>3 Year Annualised Volatility</b>                        | 9.76%                    |

\* Based on the current portfolio weightings using the latest available data of the underlying funds. The yield is not guaranteed and may fluctuate.

A central model is created for each of our model portfolios, where the performance summary, asset allocation, fund holdings, charges and yield quoted on this factsheet are based on the central model portfolio. Where the central model is replicated, such as through a platform, any individual portfolio is unlikely to be identical to that of the central model as a result of the timing of the investment or any restrictions of the platform provider. There may be some circumstances when certain investments (e.g. property funds) may not be readily realisable and investors may experience difficulty in selling the investment or in obtaining reliable information as to its value.

For more information, please contact Jill Gill on 07846 932888 or at [jill.gill@hawksmoorim.co.uk](mailto:jill.gill@hawksmoorim.co.uk)

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