

BALANCED MIXED ASSETS

BECKETT ASSET MANAGEMENT LIMITED

RISK PROFILE 5-6

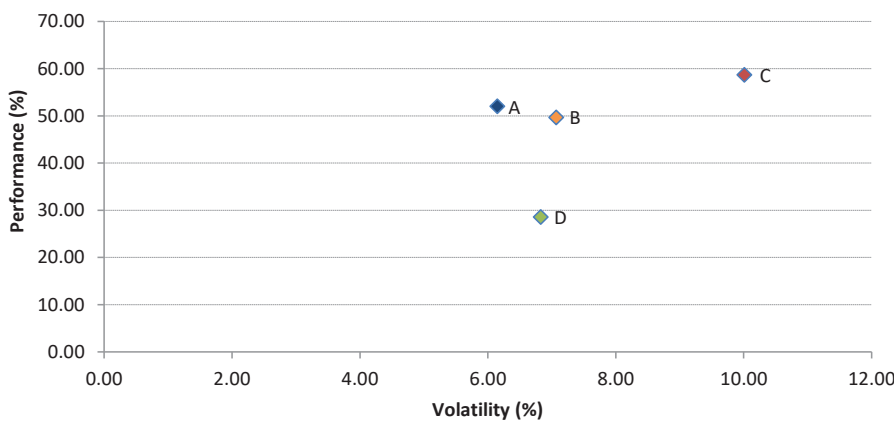
BALANCED MIXED ASSETS COMMENTARY

The model delivered a positive performance and outperformed the benchmark in the first quarter of the year. We decided to make a couple of changes to the model at the end of the quarter.

The first change to the model was halving the position in the Blackrock Continental European Income fund, taking it to 3%, and allocating the proceeds to start a 3% position in the Schroder European Alpha Income fund. We believe that blending the Schroder fund with the Blackrock one offers a better balance of overall exposure for Europe, with the former offering more upside participation in the reflation theme, and a latter a more defensive tilt in the event we do see further volatility around the European political events this year.

The final change we made is to rationalise our UK equity holdings. We took the decision to sell our holding the Old Mutual UK Equity fund (6%) and split the proceeds equally between the Jupiter, Rathbone and Standard Life UK equity funds. When we evaluated our exposure we felt that there was a reasonable level of crossover in what Old Mutual were trying to achieve and exposure we already had across our other funds. Therefore rationalising the holdings into funds we have higher conviction in made sense, in the context of the overall model.

TOTAL RETURN PERFORMANCE VS VOLATILITY OVER 5 YEARS (31/12/2016-31/03/2017)

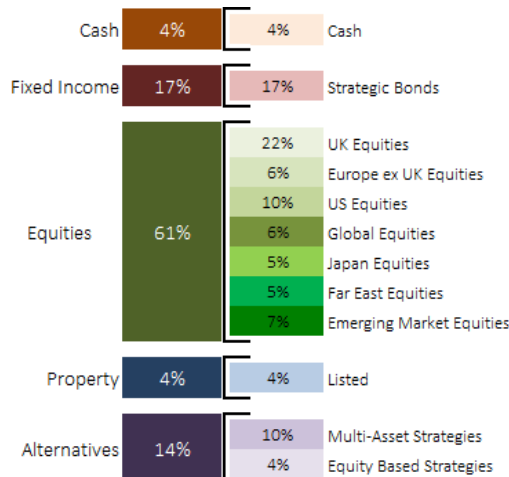
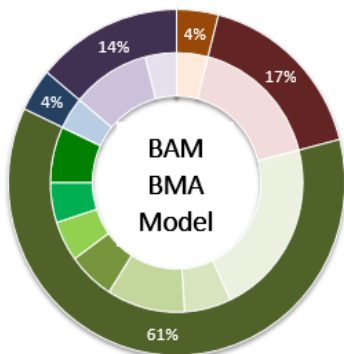


- A BALANCED MIXED ASSETS TR
- B IA MIXED 40-85% SHS INVESTMENT TR
- C FTSE ALL SHARE TR
- D FTSE ACTUARIES UK CONVENTIONAL GILTS ALL STOCKS TR

PLEASE NOTE:
PAST PERFORMANCE IS
NO INDICATOR OF FUTURE
PERFORMANCE

POWERED BY DATA FROM FE

PORTFOLIO COMPOSITION



PORTFOLIO COMPOSITION
SHOWN IS AS APRIL 2017.
PLEASE NOTE THAT ASSET
ALLOCATIONS MAY CHANGE
OVER TIME.

STRATEGY DESCRIPTION

This strategy seeks a total return from investing in blend of income and growth generating assets, using a fund of funds approach to investment. The strategy invests in a blend of different assets, which will include Equities as well as Fixed Interest and Property. The portfolio is comprised of funds that invest across a range of geographical areas. The funds are selected on a discretionary basis from a number of top fund management houses.

This strategy is particularly suited to those investors seeking a combination of a regular income and longer-term capital growth (5 years plus). Investors can also opt to reinvest the investment income that is generated. Investors should be prepared to accept a medium level of investment risk

INCOME YIELD

Income yield of this strategy is currently c. 2.83% April 2017.

STRATEGY BENCHMARK

The performance of the strategy will be measured against the IA Mixed Investment 40-85% Shares over a rolling three-year period.

CHARGES ON WRAP

OCF for underlying funds 0.74%. This does not include the advisor or platform charge.

RISK CONTROLS AND INVESTMENT STRATEGY CHARACTERISTICS

- The strategy will always have a minimum and a maximum exposure as defined below. Maximum equity exposure restricted to 85% of the Fund and is currently 61%.
- Minimum 50% investment in established market currencies (US Dollar, Sterling & Euro) of which 25% must be Sterling
- The strategy will hold a minimum of 10 different fund holdings and a maximum of 20.

| Country/Asset Class | Minimum Exposure | Maximum Exposure | Current Exposure | Diff |
|-------------------------|------------------|------------------|------------------|------|
| UK Equities | 15% | 50% | 22% | - |
| North American Equities | 5% | 15% | 10% | - |
| European Equities | 5% | 15% | 6% | - |
| Japanese Equities | 0% | 10% | 5% | - |
| Far East Equities | 5% | 15% | 5% | - |
| Global Equities | 0% | 25% | 6% | - |
| Emerging Mkts Equities | 0% | 15% | 7% | - |
| Fixed Interest | 15% | 40% | 17% | - |
| Property | 0% | 15% | 4% | - |
| Multi Asset Abs Return | 0% | 15% | 10% | - |
| Equity Based Abs Return | 0% | 10% | 4% | - |
| Cash | 0% | 10% | 4% | - |

- No individual holding will account for more than 17% of the strategy.
- No investment house will have more than 3 funds represented within the strategy.
- The policy of the strategy is to be managed on a "fully invested" basis.
- In addition to mainstream Unit Trust / OEIC funds, the strategies may also invest, where appropriate, in: Boutique investment house funds, Alternative investment funds (FAIFS), Investment Trusts, Structured Products, Tracker-type investments and ETFs.

BALANCED MIXED ASSETS CONSTITUENTS

| ABSOLUTE RETURN | | Diff |
|--|----|------|
| Invesco Perpetual Global Targeted Return | 5% | - |
| Aviva Multi Strategy Target Income | 5% | - |
| Jupiter Absolute | 4% | - |
| UK FIXED INTEREST | | |
| M&G Global Macro Bond | 4% | - |
| Jupiter Strategic Bond | 8% | - |
| L&G Dynamic Bond | 5% | - |
| UK INCOME | | |
| Rathbone Income | 6% | ▲ |
| Std Life UK Equity Income Unconstrained | 6% | ▲ |
| Unicorn UK Income | 4% | - |
| UK GROWTH | | |
| Jupiter UK Special Situations | 6% | ▲ |
| PROPERTY | | |
| F&C Property Growth & Income | 4% | - |
| US | | |
| JPM US Equity Income | 6% | - |
| Fidelity American Special Situations | 4% | - |
| EUROPE | | |
| Blackrock Continental European Income | 3% | ▼ |
| Schroder European Alpha Income | 3% | * |
| JAPAN | | |
| Baillie Gifford Japanese | 5% | - |
| GLOBAL | | |
| First State Global Listed Infrastructure | 6% | - |
| FAR EAST | | |
| Newton Asian Income | 5% | - |
| EMERGING MARKETS | | |
| Std Life Global Emerging Markets Income | 3% | - |
| Henderson EM Opps | 4% | - |
| CASH | 4% | |

*Represents new funds

THE INVESTMENTS MENTIONED IN THIS REPORT ARE INTENDED AS LONG-TERM INVESTMENTS. SOME OF THEM MAY GO DOWN AS WELL AS UP AND YOU THEREFORE MAY NOT GET BACK THE FULL AMOUNT INVESTED. WHERE INVESTMENTS ARE DENOMINATED IN FOREIGN CURRENCIES, CHANGES IN THE RATE OF EXCHANGE MAY HAVE AN ADVERSE EFFECT ON THE VALUE OR PRICE OF THE INVESTMENT IN STERLING TERMS. PAST PERFORMANCE IS NOT NECESSARILY A GUIDE TO FUTURE PERFORMANCE. THIS DOCUMENT SHOULD NOT BE CONSTRUED AS AN OFFER DOCUMENT OR SOLICITATION AND IS CIRCULATED BECAUSE THE CONTENTS MAY BE OF INCIDENTAL INTEREST. THE OPINIONS STATED ARE THOSE OF BECKETT ASSET MANAGEMENT LTD, WHICH IS AUTHORISED AND REGULATED BY THE FINANCIAL CONDUCT AUTHORITY.