DEFENSIVE BALANCED MIXED ASSETS

BECKETT ASSET MANAGEMENT LIMITED

RISK PROFILE 4

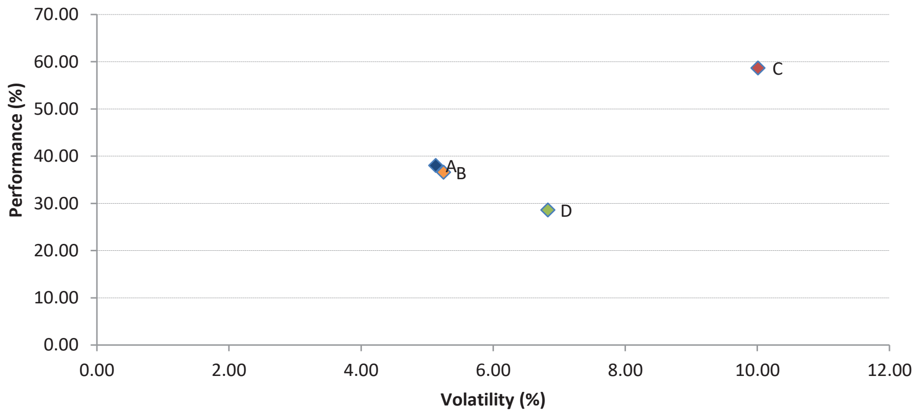
DEFENSIVE BALANCED MIXED ASSETS COMMENTARY

The model delivered a positive performance in the first quarter of the year but we have decided to make some alterations to the model composition.

We have switched the short duration credit exposure in the model from a passive index tracker to the Royal London Short Duration Credit fund, which uses a flexible and unique approach to fixed income investing to achieve higher yields than one would typically expect at this point from short duration credit.

The composition of our Global Equity exposure has also changed to accommodate a new 5% position in the Saracen Global Income & Growth fund, which is a boutique value orientated global equity fund which we believe offers a good blend of exposures with the current holdings. To fund this change we reduced the positions across the other Global Equity holdings and also reduced the position in the Insight Absolute Insight fund by 2% as we felt that having more directional risk asset exposure in the model was appropriate in the context of our market outlook and the model's current positioning. These changes result in the equity exposure in the model increasing slightly from 46% to 48%.

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



A DEFENSIVE BALANCED MIXED ASSETS TR

B IA MIXED 20-60 SHRS INVESTMENT TR

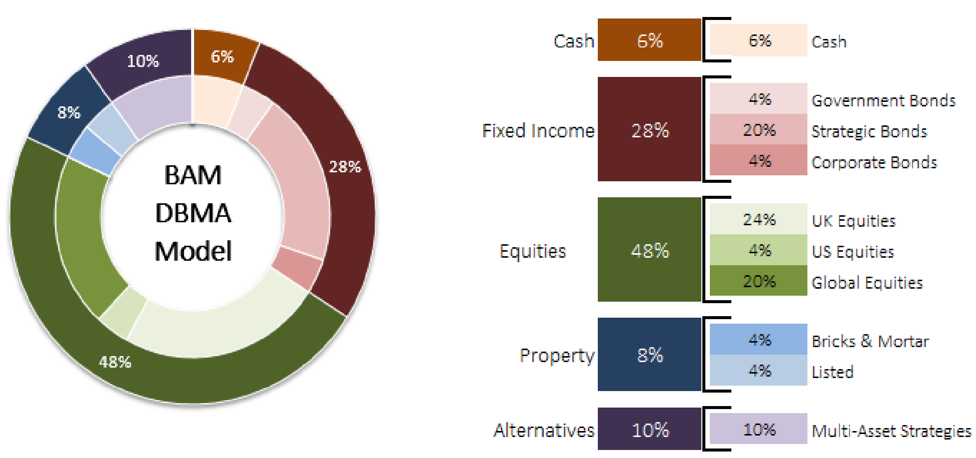
C FTSE ALL SHARE TR

D FTSE ACTUARIES UK CONVENTIONAL GILTS ALL STOCKS TR

POWERED BY DATA FROM FE

PORTFOLIO COMPOSITION

PLEASE NOTE:
PAST PERFORMANCE IS NO INDICATOR OF FUTURE PERFORMANCE



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

STRATEGY DESCRIPTION

This strategy seeks to achieve a combination of investment income and longer-term capital growth, 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 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 moderate level of investment risk.

INCOME YIELD

The Income yield of this strategy is currently c.3.48% April 2017.

STRATEGY BENCHMARK

The performance of the strategy will be measured against the IA Mixed Investment 20-60% shares, over a rolling three-year period.

CHARGES ON WRAP

OCF for underlying funds 0.76%

This does not include the advisor or platform charge.

RISK CONTROLS AND INVESTMENT STRATEGY CHARACTERISTICS

- The strategy will have a minimum or maximum exposure as defined. The maximum equity exposure is restricted to 60% of the fund and the current weighting is 48%.

Country/Asset Class	Minimum Exposure	Maximum Exposure	Current Exposure	Diff
UK Equities	10%	40%	24%	-
Global Equities	10%	40%	24%	▲
Fixed Interest	25%	60%	28%	-
Property	5%	20%	8%	-
Multi Asset Abs Return	0%	15%	10%	▼
Equity Based Abs Return	0%	10%	0%	-
Cash	0%	15%	6%	-

- At least 30% of the fund must be in fixed income investments (Corporate and/or Government bonds) and/or "Cash" investments (current account and/or short term fixed income investments and certificates of deposit).
- Minimum 60% investmet in established market currencies (US Dollar, Sterling & Euro) of which 30% must be Sterling.
- The strategy will hold a minimum of 10 different fund holdings and a maximum of 20.
- No individual holding will account for more than 17% of the strategy
- No invesment 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 Trust, Structured Products, Tracker-type investments and ETFs.

DEFENSIVE BALANCED MIXED ASSETS CONSTITUENTS

INTERNATIONAL FIXED INTEREST		Diff
JPM Strategic Bond	4%	-
L&G Dynamic Bond Trust	4%	-
Fidelity Strategic Bond	6%	-
Legg Mason Brandywire Global Income Optimiser	6%	-
Royal London Global Index Linked Bond	4%	-
Royal London Short Duration Credit	4%	*
ABSOLUTE RETURN		
Insight Absolute Insight	4%	▼
Aviva Multi Strategy Target Income	6%	-
UK INCOME		
Miton Income Fund	4%	-
VT UK Infrastructure	6%	-
Trojan Income	5%	-
Premier Income	5%	-
Royal London UK Equity Income	4%	-
PROPERTY		
Kames Property Income	4%	-
F&C Property Growth & Income	4%	-
INTERNATIONAL		
TB Saracen Global Income & Growth	5%	*
Newton Global Higher Income	6%	▼
Lazard Global Income	5%	-
Aviva US Equity Income II	4%	-
Fidelity Global Enhanced Income	4%	▼
CASH	6%	-

*represents new funds

BECKETT ASSET MANAGEMENT LIMITED
DETTINGEN HOUSE, DETTINGEN WAY, BURY ST EDMUNDS, SUFFOLK, IP33 3TU
T: 01284 754500 E: INFO@BECKETTINVEST.COM WWW.BECKETTINVEST.COM