

FOCUSED GROWTH MIXED ASSETS

BECKETT ASSET MANAGEMENT LIMITED

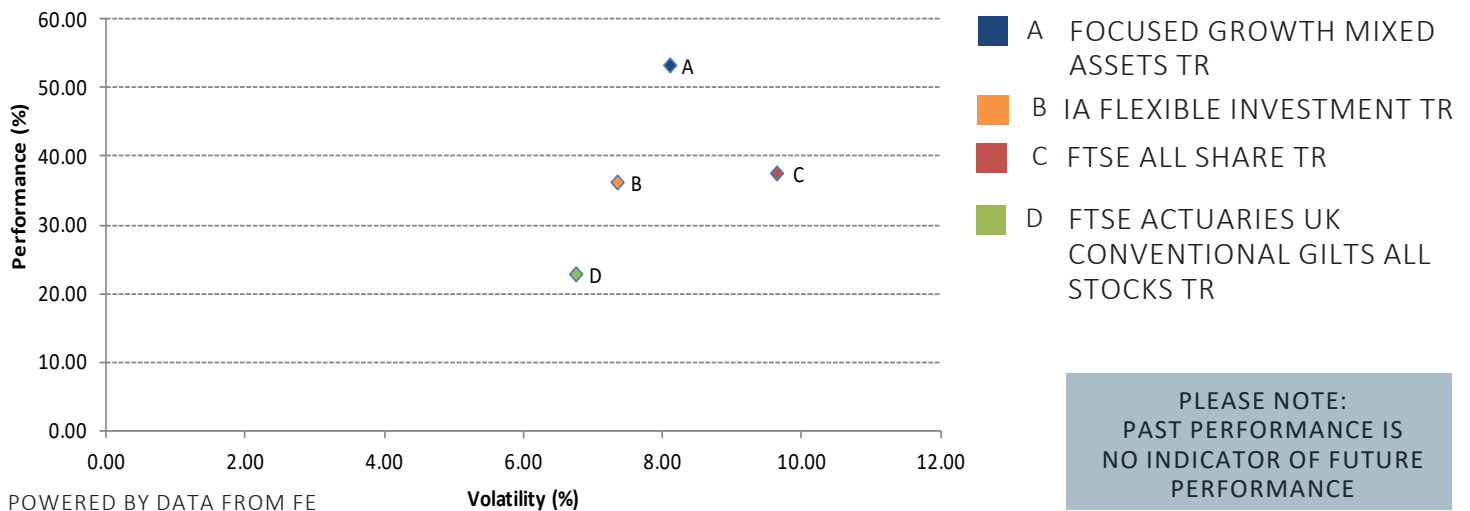
RISK PROFILE 7-8

FOCUSED GROWTH MIXED ASSETS COMMENTARY

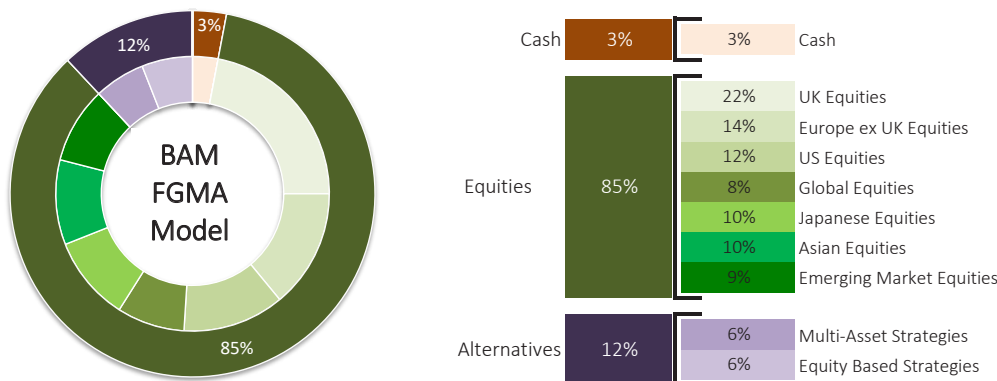
With volatility picking up in Q1, this portfolio experienced a drawdown broadly commensurate with the risk taken. After very good performance from the model in 2017 we have decided to make a couple of changes to reflect a slight change in our outlook.

Firstly the F&C US Smaller Companies fund has been under review as our outlook on the US has begun to shift, as much of the eventual tax reform benefits seemed already in the price of many of these assets. Our analysis has resulted in the decision to sell this position and allocate the proceeds globally. While the strategy has benefitted over the last year or two from having a strong bias towards Growth assets, we believe that we will begin to see some of the historic underperformance of Value vs Growth be clawed back over the coming years and therefore we wanted to begin to reflect this in the model. To achieve this we have allocated the 3% from the sale of F&C US Smaller Companies and 1% from a reduction of Artemis Global Select to a new position in the R&M World Recovery fund. We believe that this fund, with its Value orientated philosophy and process, will blend well with the Artemis Global Select fund, which is more Growth focused.

TOTAL RETURN PERFORMANCE VS VOLATILITY OVER 5 YEARS (31/03/2013 - 31/03/2018)



PORTFOLIO COMPOSITION



PORTFOLIO COMPOSITION SHOWN IS AS APRIL 2018. PLEASE NOTE THAT ASSET ALLOCATIONS MAY CHANGE OVER TIME.

STRATEGY DESCRIPTION

This strategy seeks to achieve long-term capital growth, using a fund of funds approach to investment. The strategy is primarily stock market based. The portfolio is comprised of funds that invest across a range of geographical areas, including a core in the UK. The funds are selected on a discretionary basis from a number of top fund management houses.

This strategy is potentially suitable for investors seeking capital growth over the medium to long-term (5 years plus), and prepared to accept a medium to high level of investment risk, i.e. accept the normal risks of investing in the various markets.

INCOME YIELD

Income yield of this strategy is not a consideration, and is likely to be low.

STRATEGY BENCHMARK

The performance of the strategy will be measured against the IA Flexible Investment Sector over a rolling three-year period.

CHARGES ON WRAP

In the region of 0.84%, but subject to change depending on the underlying funds.

RISK CONTROLS AND INVESTMENT STRATEGY CHARACTERISTICS

- The strategy will have a minimum or maximum exposure to any particular asset class or geographical area as defined. The Manager is able to invest up to 100% in equities at their discretion and the current weighting is 85%.

Country/Asset Class	Minimum Exposure	Maximum Exposure	Current Exposure	Diff
Fixed Income	0%	20%	10%	-
UK Equities	10%	50%	22%	-
Europe ex UK Equities	5%	25%	14%	-
US Equities	5%	25%	12%	▼
Global Equities	0%	25%	8%	▲
Japanese Equities	5%	25%	10%	-
Asian Equities	5%	25%	10%	-
Emerging Market Equities	0%	20%	9%	-
Property	0%	10%	4%	-
Alternatives (inc Multi Asset & Equity Based)	0%	30%	12%	-
Cash	0%	10%	3%	-

- This strategy can invest a significant amount in overseas assets which can be positively or negatively impacted by changes in the relative valuation of currencies if the currency is not hedged.
- 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 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.

FOCUSED GROWTH MIXED ASSETS

UK GROWTH		Diff
Jupiter UK Smaller Companies	5%	-
SVM UK Growth	5%	-
Lazard UK Omega	6%	-
JOHAMBRO UK Dynamic	6%	-
EUROPE		
Man GLG Continental European Growth	5%	-
Baring European Select	5%	-
JPM European Dynamic Ex UK Hedged	4%	-
US		
Old Mutual North American	7%	-
Artemis US Extended Alpha	5%	-
SPECIALIST GLOBAL		
Artemis Global Select	4%	▼
R&M World Recovery	4%	*
JAPAN		
AXA Framlington Japan	5%	-
JPM Japan (Hedged)	5%	-
FAR EAST		
Fidelity Asia Pacific Opportunities	4%	-
Schroder Asian Alpha Plus	6%	-
EMERGING MARKETS		
Jupiter Global Emerging Markets	4%	-
Newton Global Emerging Markets	5%	-
ALTERNATIVES		
JPM Global Macro Opportunities	6%	-
F&C Global Equity Market Neutral	6%	-
CASH		
	3%	-

* 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.