

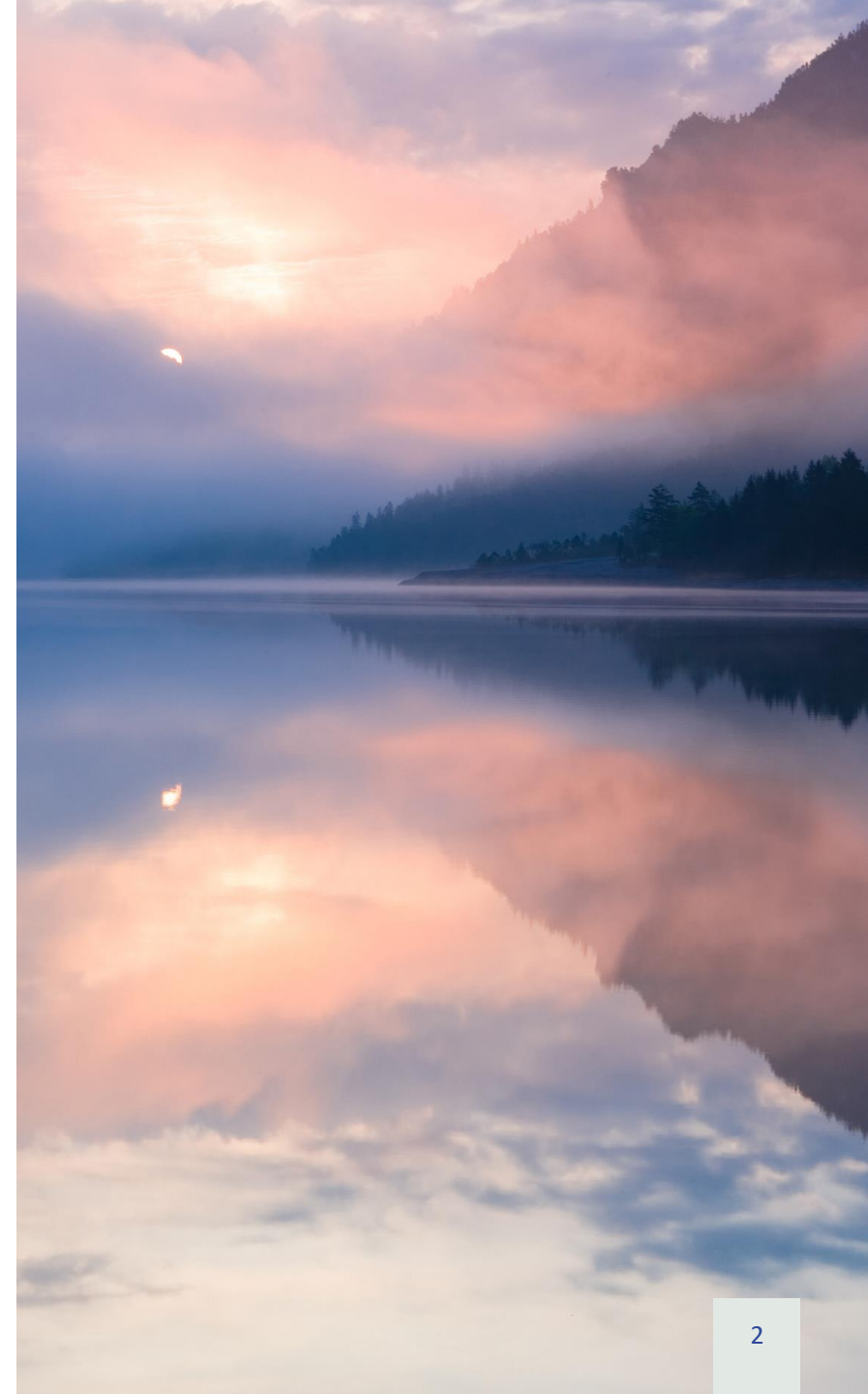
MPS Strategy Update, April 2024

Ben Gilbert, Model Portfolio Manager
Ed Lloyd, Deputy Model Portfolio Manager



Agenda

1. Review of Q1 2024 (Ben Gilbert)
2. What has driven performance year-to-date (Ed Lloyd)
3. Rebalance update (Ed Lloyd)
4. Outlook and current positioning (Ben Gilbert)

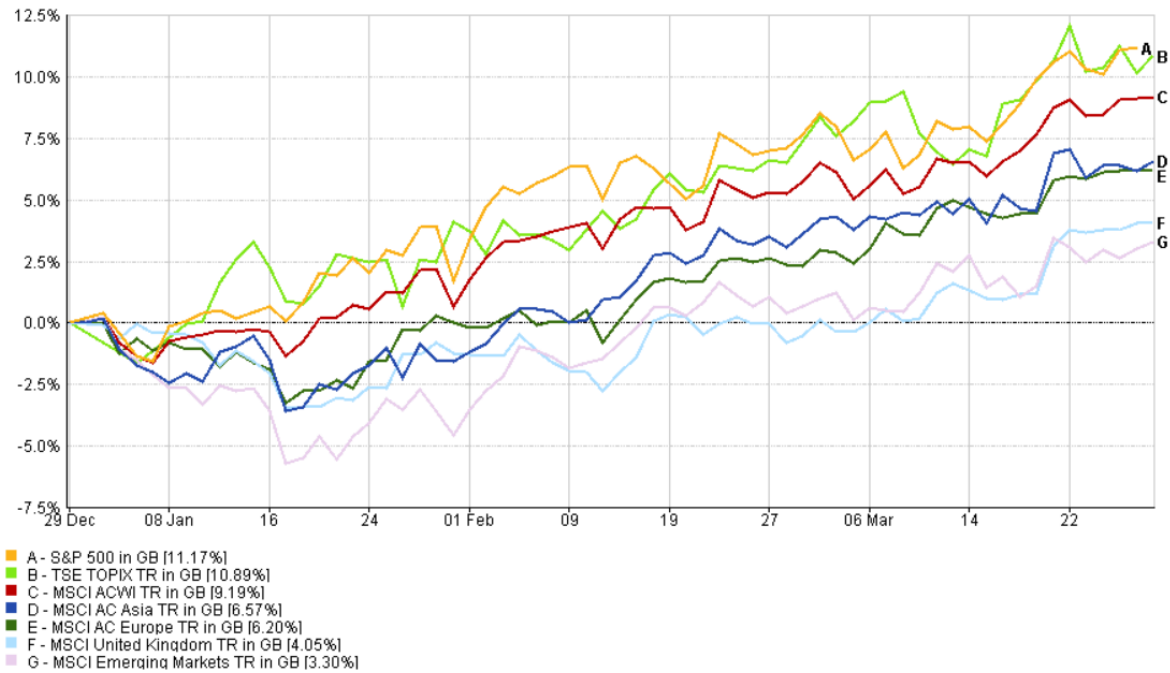


Markets Review



Performance of Global Equity Markets Q1 2024

Pricing Spread: Bid-Bid • Data Frequency: Daily • Currency: Pounds Sterling



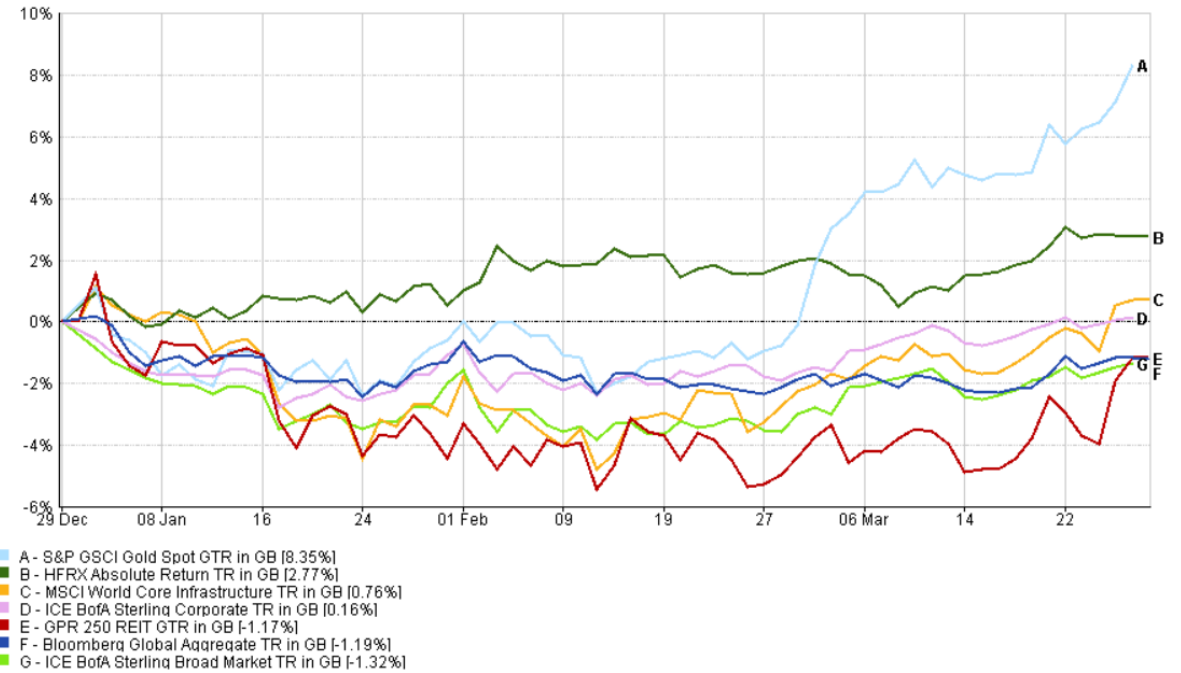
29/12/2023 - 29/03/2024 Data from FE fundinfo2024

Past performance is not a reliable indicator of future results and may not be repeated. Source: FE Analytics, 31 Dec 2023 – 31 March 2024



Bonds and Alternative Performance Q1 2024

Pricing Spread: Bid-Bid • Data Frequency: Daily • Currency: Pounds Sterling



29/12/2023 - 29/03/2024 Data from FE fundinfo2024

Past performance is not a reliable indicator of future results and may not be repeated. Source: FE Analytics, 31 Dec 2023 – 31 March 2024

2024 year-to-date performance

Portfolios outperform ARC both short and long term



Sarasin MPS vs ARC Q1 2024 performance

Pricing Spread: Bid-Bid • Data Frequency: Daily



- A - Sarasin & Partners Model Portfolio Sarasin Equity Model 11/04/2024 GTR in GB [7.62%]
- B - Sarasin & Partners Model Portfolio Sarasin Responsible Equity Portfolio 11/04/2024 GTR in GB [7.53%]
- C - Sarasin & Partners Model Portfolio Sarasin Balanced Model 11/04/2024 GTR in GB [4.87%]
- D - Sarasin & Partners Model Portfolio Sarasin Responsible Balanced Portfolio 11/04/2024 GTR in GB [4.55%]
- E - Sarasin & Partners Model Portfolio Sarasin Defensive Model 11/04/2024 GTR in GB [1.72%]
- F - Sarasin & Partners Model Portfolio Sarasin Responsible Defensive Portfolio 11/04/2024 GTR in GB [1.53%]

Past performance is not a reliable indicator of future results and may not be repeated.

Source: FE Analytics, Q1 2024

Headlines

- Portfolios were up between c. 1.5% and 7.6%
- MSCI ACWI (+9.3%) vs. MSCI United Kingdom (+4.0%), favored our global approach to equity selection
- ICE Sterling Broad Market (-)2.0% vs. ICE Global Broad Market (-)1.2%, fixed income dragged on portfolio performance
- Core and Responsible performance was largely in line

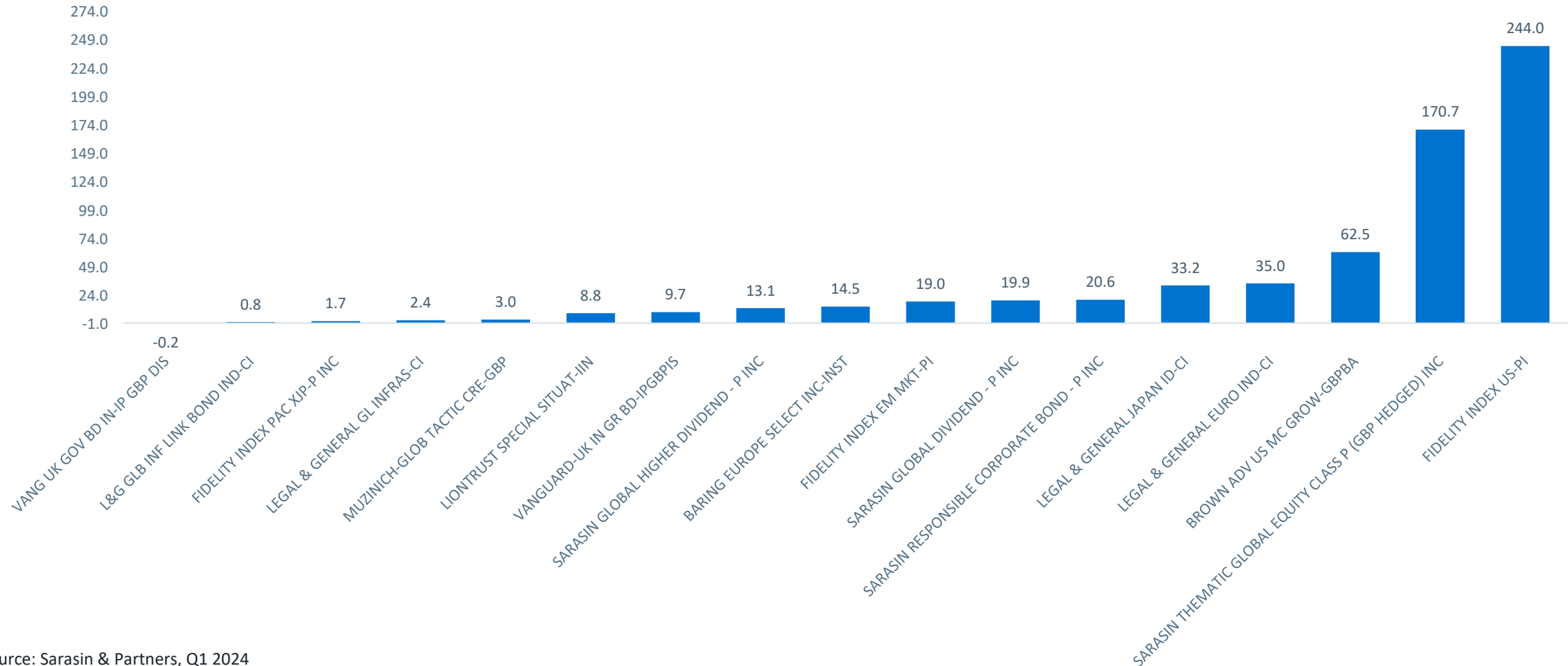
Source: FE Analytics, Q1 2024

What has driven performance year-to-date



2024 YTD Review – Contribution of underlying funds

Contribution to performance of underlying funds in Core Balanced MPS Model



Source: Sarasin & Partners, Q1 2024

Update following April rebalance



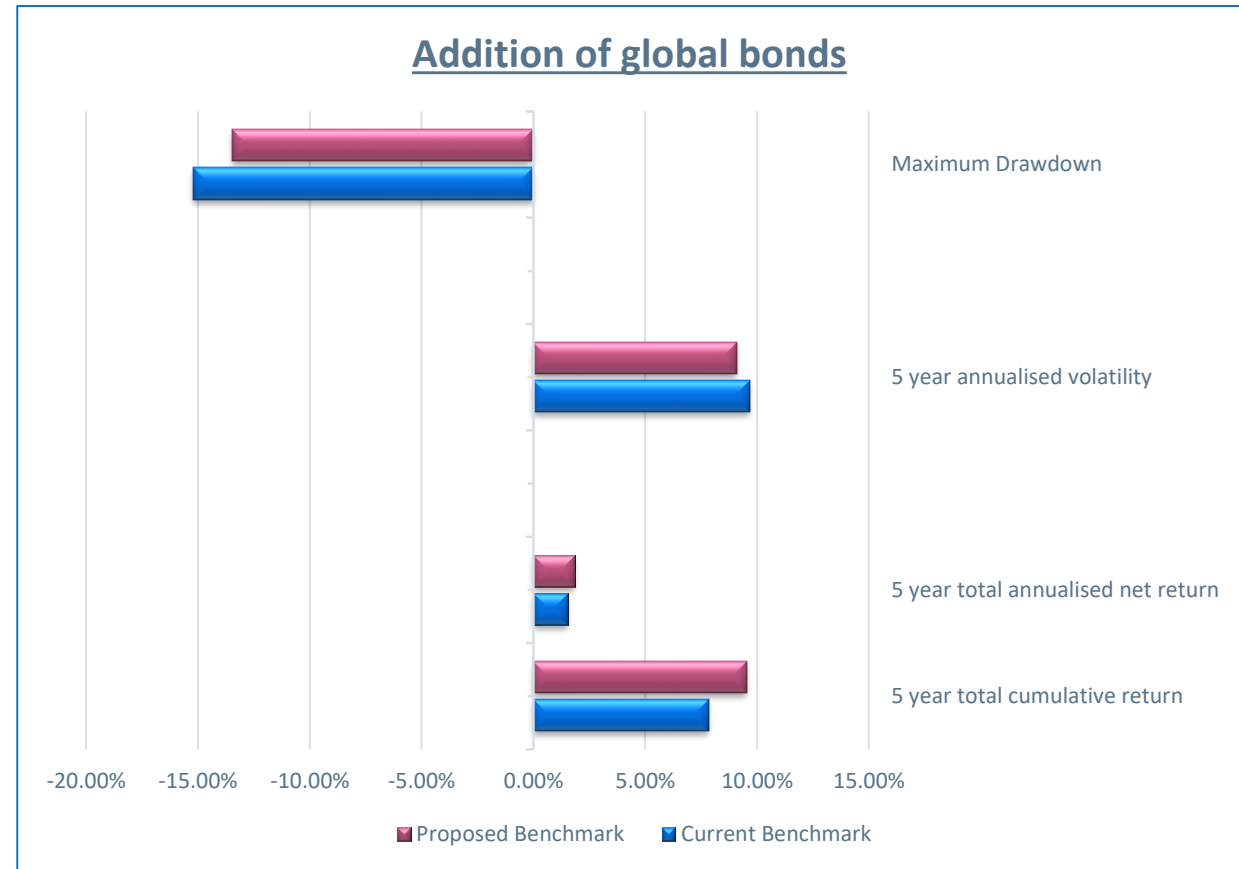
The case for global bonds

Case for global bonds

- Buy the best bonds in the world, not the best bonds that happen to be listed in the UK
- Maintaining returns + increasing diversification = more efficient portfolios
- Potential divergence from central banks responding to different inflation regimes creates need for more investment flexibility



Drawdown, annualised volatility, annualised and total return comparison

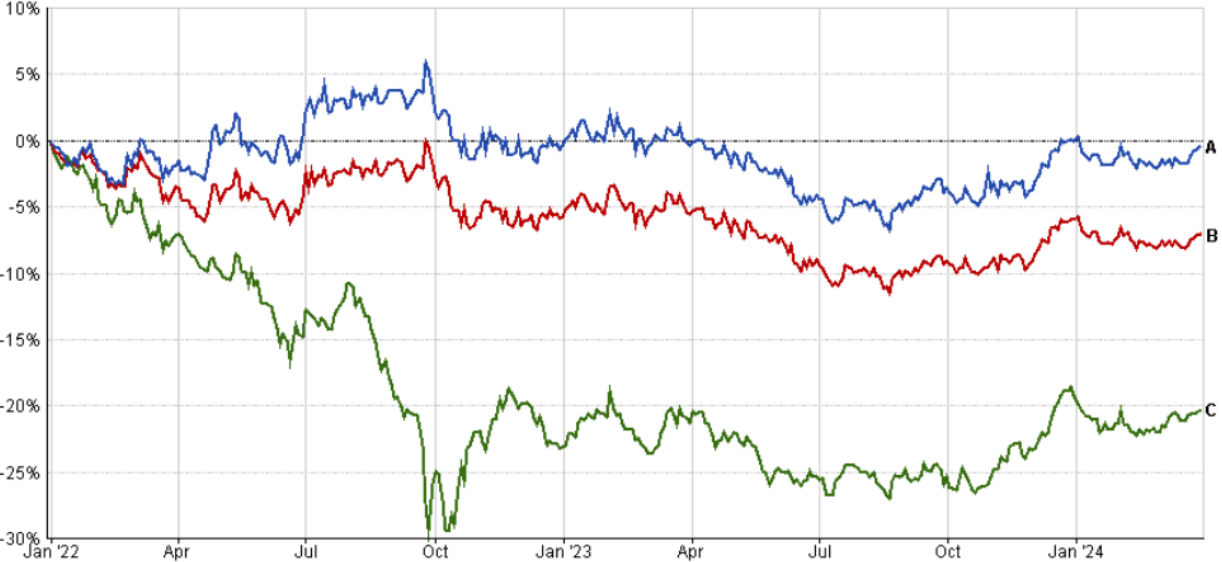


Source: Sarasin & Partners: 31 March 2024

New addition: Pimco Global Bond Fund

Strong performance in challenging environment for bond investors

Pricing Spread: Bid-Bid • Data Frequency: Daily • Currency: Pounds Sterling



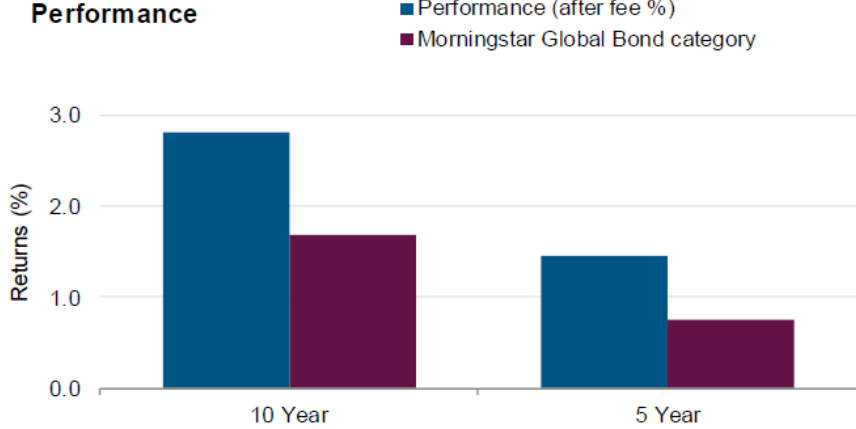
■ A - PIMCO - GIS Global Bond ESG Institutional GBP (Currency Exposure) Income TR in GB** [-0.37%]
 ■ B - Bloomberg Global Aggregate TR in GB [-7.05%]
 ■ C - ICE BofA Sterling Broad Market TR in GB [-20.25%]

31/12/2021 - 29/03/2024 Data from FE fundinfo2024

Past performance is not a reliable indicator of future results and may not be repeated. Source: FE fundinfo, 31 March 2024

Long-term outperformance over Peer Group

Performance



	10 Year	5 Year
Performance (after fee %)	2.82	1.46
Peer Group Median	1.69	0.76
Percentile Rank in category	6	24
Morningstar Rating	*****	****

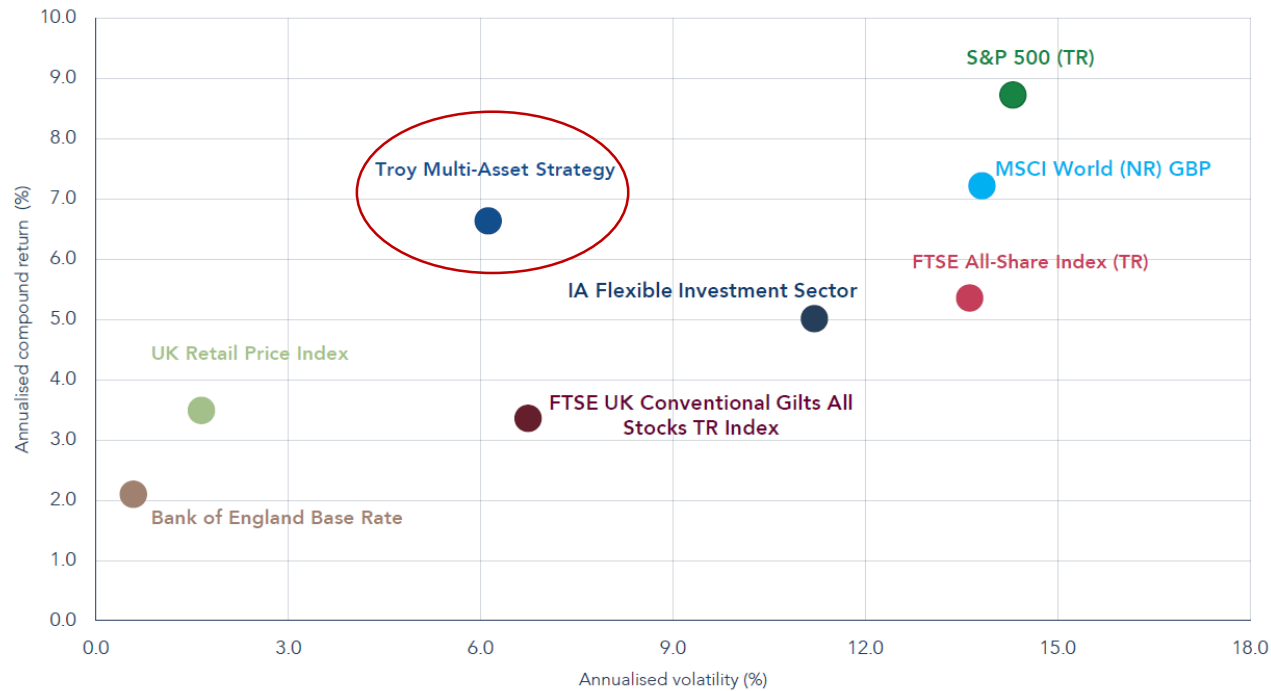
The Fund has been able to deliver **higher returns** relative to peers over the past 10 and 5 year periods.

Past performance is not a reliable indicator of future results and may not be repeated. Source: Pimco, 29 February 2024

Trojan Fund: World's simplest hedge fund?



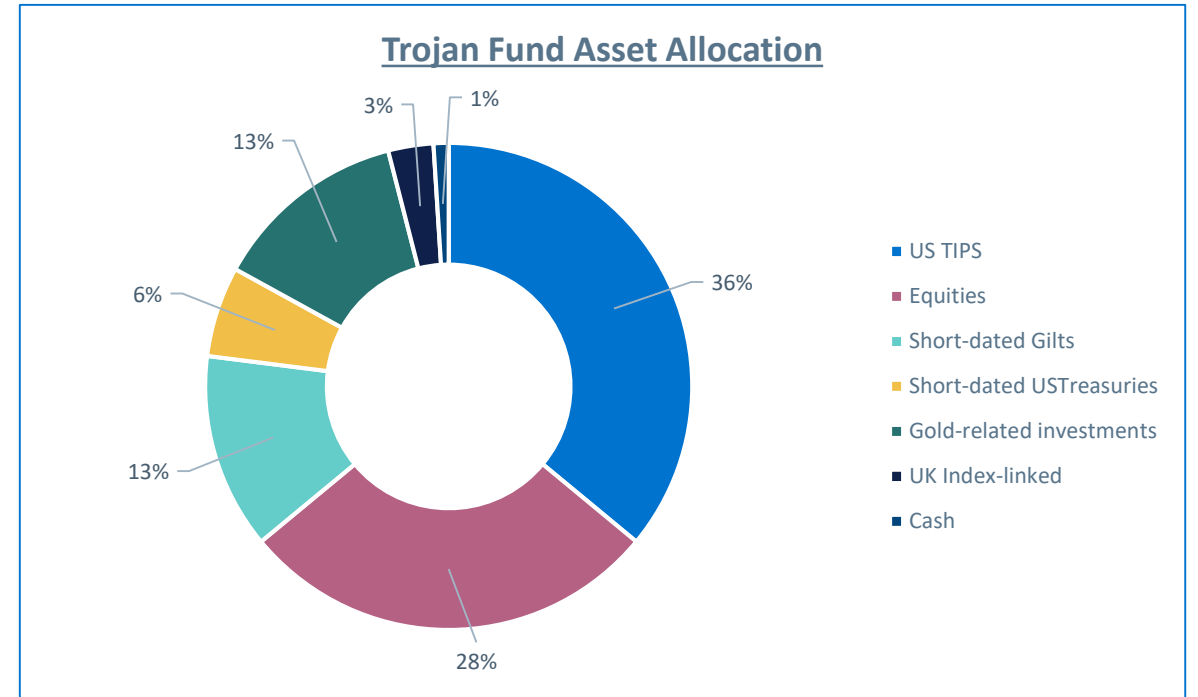
Competitive returns with low volatility



Past performance is not a reliable indicator of future results and may not be repeated. Source: Factset, since launch 31 May 2001 to 31 January 2024.



Trojan Fund Asset Allocation



Source: Troy Asset Management, 31 March 2024

Policy summary

Global Strategy April 2024

Bonds	<p>Neutral</p> <ul style="list-style-type: none">• Underweight Govt: Record levels of issuance by governments with little central bank support is challenging• Overweight Inv. Grade Credit: Yields attractive, corporate balance sheets healthy, demand from pension funds high• Duration: Neutral
Equities	<p>Overweight/Double Overweight</p> <ul style="list-style-type: none">• Equity: Global earnings & dividend growth robust, market leadership widening, value opportunities in world ex-US• Portfolio insurance: Attractive as equity valuations rise and volatility remains low
Alternatives	<p>Neutral</p> <ul style="list-style-type: none">• Neutral Alternatives: Infrastructure/Alternative income outlook uncertain – hurdle rates are higher• Overweight Defensive Alternatives: Gold and US TIPs provide a good hedge against higher inflation
Cash	<p>Double Underweight</p>
Risks	<ol style="list-style-type: none">1. Liquidity risks elevated as central bank balance sheets shrink & real rates turn positive2. Military conflict risk as Pax Americana ends. Trade barriers and tariffs to rise.3. Risk of natural disasters as global temperature climbs to record4. Geopolitical risk elevated as US election nears

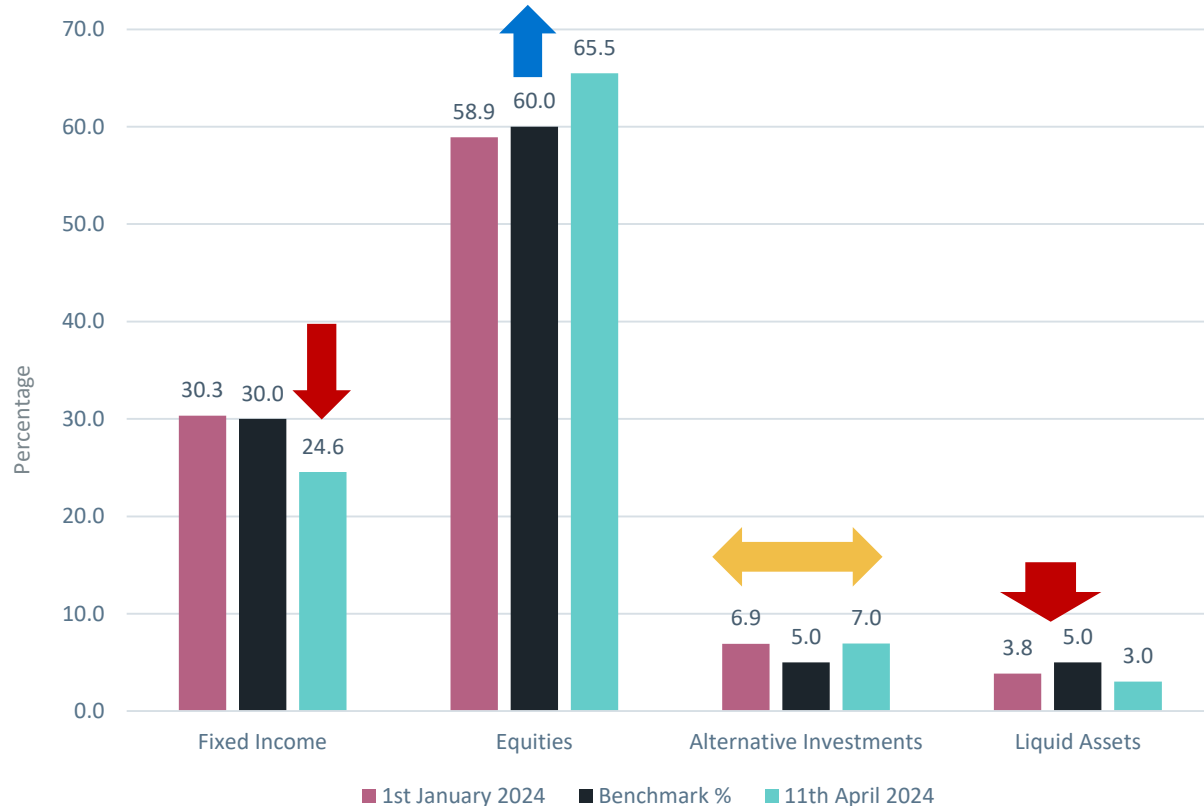
Source: Sarasin & Partners, March 2024

Asset allocation changes following rebalance

Sarasin Balanced Model Asset Allocation on a look-through basis



Asset Allocation Summary of Sarasin Balanced Model as at 11 April



Equities

- Overweight C. 5-7% , slight underweight Emerging Markets

Bonds

- * c. 5% Underweight to fund overweight to Equities, preference for Corporate Bonds over Government Bonds

Alternatives

- Introduction of defensive alternatives, to mitigate against risk-off event

Cash

- Underweight

Source: Sarasin & Partners, 11 April 2024

Important information

This document is intended for professional investors only. Not for onward distribution.

This document has been issued by Sarasin & Partners LLP of Juxon House, 100 St Paul's Churchyard, London, EC4M 8BU, a limited liability partnership registered in England and Wales with registered number OC329859, and which is authorised and regulated by the Financial Conduct Authority with firm reference number 475111.

This document has been prepared for marketing and information purposes only and is not a solicitation, or an offer to buy or sell any security. The information on which the material is based has been obtained in good faith, from sources that we believe to be reliable, but we have not independently verified such information and we make no representation or warranty, express or implied, as to its accuracy. All expressions of opinion are subject to change without notice.

This document should not be relied on for accounting, legal or tax advice, or investment recommendations. Reliance should not be placed on the views and information in this material when taking individual investment and/or strategic decisions.

The investments of the Model Portfolios are subject to normal market fluctuations. The value of the investments of the Model Portfolios and any income derived from them can fall as well as rise and investors may not get back the amount they originally invested. If investing in foreign currencies, the return in the investor's reference currency may increase or decrease as a result of currency fluctuations. Past performance is not a reliable indicator of future results and may not be repeated. Forecasts are not a reliable indicator of future performance.

The index data referenced is the property of third-party providers and has been licensed for use by us. Our Third-Party Suppliers accept no liability in connection with its use. See our website for a full copy of the index disclaimers <https://sarasinandpartners.com/important-information/>.

Neither Sarasin & Partners LLP nor any other member of the J. Safra Sarasin Holding Ltd group accepts any liability or responsibility whatsoever for any consequential loss of any kind arising out of the use of this document or any part of its contents. The use of this document should not be regarded as a substitute for the exercise by the recipient of their own judgement. Sarasin & Partners LLP and/or any person connected with it may act upon or make use of the material referred to herein and/or any of the information upon which it is based, prior to publication of this document.

Where the data in this document comes partially from third-party sources the accuracy, completeness or correctness of the information contained in this publication is not guaranteed, and third-party data is provided without any warranties of any kind. Sarasin & Partners LLP shall have no liability in connection with third-party data. Persons domiciled in the US and/or US nationals are not permitted to invest in the Model Portfolios. This publication is intended for investors in the United Kingdom only.

©2024 Sarasin & Partners LLP – all rights reserved. This document can only be distributed or reproduced with permission from Sarasin & Partners LLP. Please contact marketing@sarasin.co.uk.

Juxon House
100 St Paul's Churchyard
London
EC4M 8BU

T: +44 (0) 20 7038 7000
www.sarasinandpartners.com

