

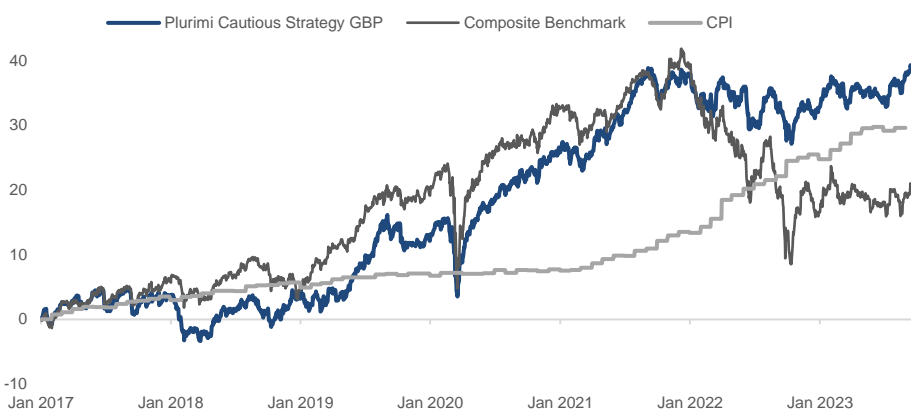
Objectives

The objective of the Plurimi Cautious strategy is to achieve long-term capital appreciation primarily through investments in a portfolio of global stocks and bonds. Tactically the strategy may also include exposure to commodities, real estate, and other alternative asset classes. The strategy is flexible and seeks to preserve capital on a 12-month basis and deliver a total return of inflation +2% per annum over a market cycle. Performance is compared to a composite index made up of 35% MSCI World GBP, 32.5% Iboxx Investment Grade GBP, and 32.5% FTSE UK Gilts All Stocks.

Risk and return targets

- Return target: CPI +2% per annum.
- Typical beta vs MSCI World: 0.4-0.6

Total return (%)



Total return in GBP terms. (Jan 2017 - Sep 2023)

Performance is compared to a composite index made up of 35% MSCI World GBP, 32.5% Iboxx Investment Grade GBP, and 32.5% FTSE UK Gilts All Stocks.

Source: Bloomberg/PW

Monthly performance (%)

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year
2023	2.6	-1.2	0.7	-0.1	-0.6	-0.1	2.1	0.4	0.2				4.1
2022	-2.6	0.1	1.8	-1.3	0.4	-3.9	3.3	-0.6	-4.4	2.8	2.1	-1.0	-3.5
2021	-1.5	-0.3	1.4	2.6	0.8	1.7	2.6	1.6	-1.3	-0.0	0.6	0.7	9.3
2020	1.6	-1.6	-2.4	4.6	3.2	0.3	0.6	1.4	1.2	-0.8	2.6	1.1	12.2
2019	-0.9	-1.1	3.4	-0.9	3.0	0.9	3.3	3.2	-0.7	-2.2	0.3	0.2	8.6
2018	-3.8	-0.9	-0.5	1.1	2.8	-0.6	0.9	0.0	-0.9	-0.1	0.9	1.1	-0.2

Total return in GBP terms. (Jan 2018 - Sep 2023)

Gross of all fees. Current year and previous five calendar years shown.

Source: Bloomberg/PW

Equity sector exposure (scaled to 100%)

	Cautious	MSCI World
Communication Services	18.3	7.3
Consumer Discretionary	0.0	10.9
Consumer Staples	4.9	7.2
Energy	13.6	5.2
Financials	14.7	15.0
Health Care	19.7	12.8
Industrials	0.0	10.8
Information Technology	21.5	21.7
Materials	0.0	4.1
Real Estate	0.0	2.3
Utilities	7.3	2.6

Equity characteristics (scaled to 100%)

	Cautious	MSCI World
Dividend Yield	2.8	2.4
Price to Earnings Ratio (P/E)	11.5	18.8
Price to Cash Flow Ratio (P/CF)	9.6	13.5
Price to Book Ratio (P/B)	3.7	2.9
Total Debt to Common Equity	48.4	145
Current Ratio	1.5	1.2
Est ROE	44.3	37.8
Op. Income Growth	129	-1.3
Sales Growth	31.3	5.9
Est P/E	14.1	16.1
Debt/EBITDA	0.8	3.2
Est EV/EBITDA	15.3	10.9
Profit Margin	15.4	9.6
ROC	25.5	7.2

Key points

Defensive strategy designed to protect capital in the short term and grow purchasing power over a cycle.

Objective stock selection process utilises independent research and proprietary screens.

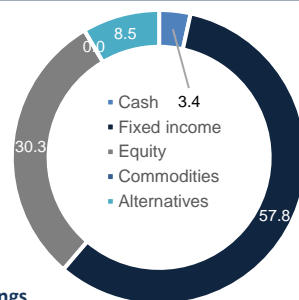
Top-down regional, asset class and style allocations to enhance returns and mitigate macro risks.

Portfolio characteristics skewed towards value, quality, and yield.

Key risks

Capital is at risk. The strategy has a flexible asset allocation policy, which means allocations to risky assets are not fixed and may be increased at the portfolio managers discretion. The strategy invests globally and takes currency exposure which also can create capital losses. The strategy is diversified but individual stock and corporate bond risk may be significant with positions up to 4 and 9% respectively.

Asset allocation (%)



Holdings (%)

X NIKKEI 225 1D	2.8
ACTIVISION BLIZZARD INC	2.7
ALPHABET INC-CL A	2.3
NOVO NORDISK A/S-B	2.2
APPLE INC	2.1
CENTRICA PLC	2.0
ASTRAZENECA PLC	2.0
SHELL PLC	1.9
EOG RESOURCES INC	1.8
VISA INC-CLASS A SHARES	1.7
PLUS500 LTD	1.5
ADOBE INC	1.4
DANONE	1.4
APPLIED MATERIALS INC	1.3
ZOETIS INC	1.2
MICROSOFT CORP	1.0
HARTFORD FINANCIAL SVCS GRP	0.9
ISHARES GBP CORP BOND 0-5YR	18.1
ISHARES CORE GBP CORP	13.7
ISHARES USD TIPS GBP-H DIST	7.3
WT AT1 COCO ETF GBP HEDGED	6.3
UKT 3 ¼ 01/31/33	4.5
GS 3 ¼ 07/25/29	2.6
VW 2 ¼ 04/12/25	2.4
HTHROW 6 ¼ 12/03/26	1.9
EOANGR 5 ¼ 12/06/23	1.0
TABULA US ENHANCED INF GBPHA	5.0
BREVAN HOWARD AB RT G-A1 GBP	3.5
BRITISH POUND	3.4

Source: Bloomberg/PW

Commentary

The strategy rose by 0.2% in September which compares to the benchmark return of -0.6%.

Both equity and bond markets fell during the month.

The strategy's shorter duration stance in fixed income delivered positive returns, despite the fall in broader bond markets. The strategy's largest holding, iShares Short Duration GBP Corporate bond etf rose by 0.9% in September. We increased the weighting to US inflation-linked bonds, as real yields over inflation rose above 2.0% per annum. We removed positions in Gold and Silver during the month. The geopolitical backdrop will probably continue to be supportive for precious metals, but rising real yields and USD strength may be headwinds that are too strong.

The strategy's equities delivered a flat return despite the weak equity backdrop. **Activision** rose by 5% on positive indications that the UK regulator may allow the takeover by Microsoft to proceed following concessions made regarding cloud gaming. **Shell** rose 8%, benefitting from higher energy prices. The WTI oil price rose by 10% to \$91/bbl in September after the Organization of Petroleum Exporting Countries and its allies curbed crude supplies, Russia banned exports of diesel and official US data confirmed a collapse in crude stockpiles at the vital hub in Cushing, Oklahoma. The company's best-in-class cash generation is translating into a sustained strong buyback pace this year, complemented by a gradual dividend recovery, and driving a 2023 distribution yield of about 12%. US technology shares sold off on the higher yield environment and concerns about future consumer spending. **Apple**, **Adobe** and **ASML** falling about 5% in September. We replaced ASML with **Applied Materials** during the month. Applied Materials sales should be solid in 2024 due to rising demand for Internet of Things (IoT), communication, automotive and power chip (ICAP) customers. Demand from foundry customers such as TSMC might also remain robust due to technology development for the 5- and 3-nanometer processes. Demand from memory-chip customers such as Micron and SK hynix could grow long term due to advanced memory chips for AI servers. Applied Materials' advanced tools may help chip customers improve performance, power, area cost and time to market, leading to robust sales and profit growth in the next four to five years. The stock trades at 17.7x forecast earnings, which is in line with the broader market, but the stock offers higher growth in our opinion.

We have kept the strategy underweight equities with a 30% allocation, which compares to a neutral weight of 35%.

We expect both equity and bond markets may remain under pressure in the near term, but if central banks give clear indications that their rate hiking cycle has come to an end, this could set a floor for a renewed rally.

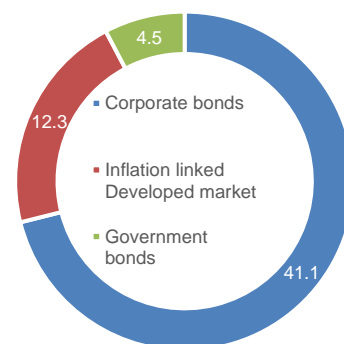
Strategy managers:

Patrick Armstrong, CFA
Eugen Fostiak

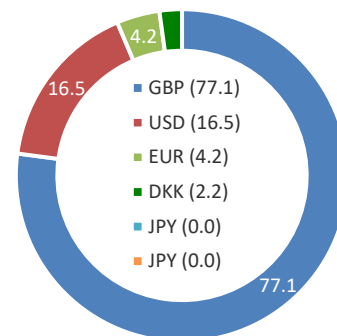
Target return: CPI +2% per annum

Holdings: 29

Fixed Income type (% of Portfolio)



Currency (%)



Performance attribution (%)

	Since inception	1 month attribution
Equity	+28.7	+0.0
Fixed Income	+10.0	+0.1
Commodity	+3.0	+0.1
Alternative	-3.6	-0.0
Cash	+0.1	+0.0

Top contributors	1 month return
ISHARES GBP CORP BOND 0-5YR	0.9
ACTIVISION BLIZZARD INC	5.7
SHELL PLC	8.1
ISHARES PHYSICAL GOLD ETC	2.6
ASTRAZENECA PLC	4.1

Bottom contributors	1 month return
APPLE INC	-5.4
ADOBE INC	-5.4
ZOETIS INC	-5.2
ASML HOLDING NV	-4.7
ISHARES USD TIPS GBP-H DIST	-1.8

Portfolio characteristics (%)

Volatility (ex-ante)	6.0
Value at Risk (Monthly 97.5%)	3.5

Performance indicators

	Plurimi Cautious	Composite Benchmark
Annualised return	4.9	2.0
Annualised volatility	6.4	8.1
Sharpe ratio	0.6	0.2
Best month	4.6	6.6
Worst month	-4.4	-7.1
Max drawdown	-10.9	-22.9

P L U R I M I

DISCLAIMER

The information and opinions expressed in this publication were produced by Plurimi Wealth LLP (Plurimi). This publication is intended for information purposes only and does not constitute an offer, a recommendation or an invitation by, or on behalf of Plurimi to make any investments. Opinions and comments of the authors reflect their current views, but not necessarily of other Plurimi entities or any other third party. This publication has been prepared without taking account of the objectives, financial situation or needs of any particular investor. Before entering into any transaction, an investor should consider the suitability of the transaction against their individual circumstances and objectives. Any investment or trading or other decision should only be made after a review of the relevant product term sheet, subscription agreement, information memorandum, prospectus or other offering document relating to the issue of the securities or other financial instruments. Nothing in this publication constitutes investment, legal, accounting or tax advice, or a representation that any investment or strategy is suitable or appropriate for an investor's circumstances, or otherwise constitutes a personal recommendation for any specific investor. Plurimi recommends that you independently assess, with a professional advisor, the specific financial risks as well as legal, regulatory, credit, tax and accounting consequences. Past performance is not a reliable indicator of future results. Performance forecasts are not a reliable indicator of future performance. An investor may not get back the amount invested or may be required to pay more. Although the information and data herein are obtained from sources believed to be reliable, no representation is made that the information is accurate or complete. Plurimi do not accept liability for any loss arising from the use of this publication. This publication cannot be reproduced or used for any other purpose and can only be distributed in countries where its distribution is legally permitted. This publication may relate to investments or services of an entity/person outside the UK, or to other matters which are not regulated by the FCA, or in respect of which the protections of the FCA for retail clients and/or the UK Financial Services Compensation Scheme may not be available. Further details as to where this may be the case are available on request in respect to this document, please contact your Plurimi Relationship Manager.

Plurimi Wealth LLP, a limited liability partnership, is incorporated in England & Wales with registered number OC326895. Authorised and Regulated by the Financial Conduct Authority ("FCA") 466728.