

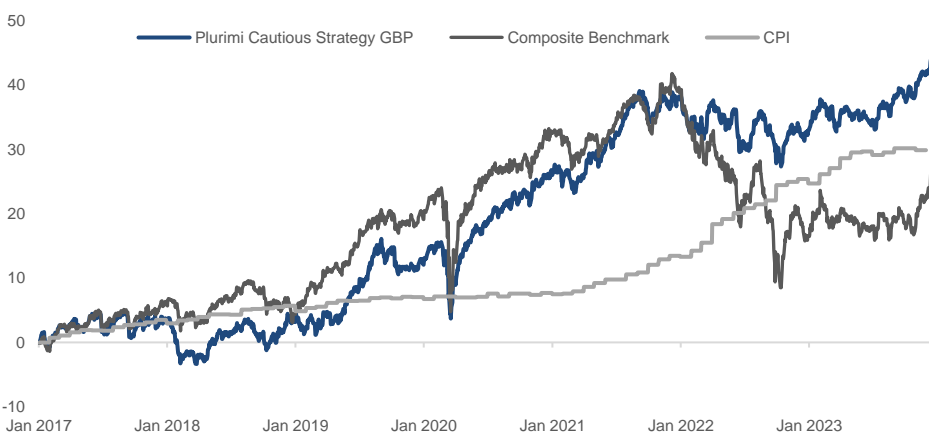
Objectives

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 - Dec 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	0.2	2.2	2.7	9.5
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 - Dec 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	6.9	7.2
Consumer Discretionary	0.0	10.9
Consumer Staples	8.7	6.8
Energy	11.4	4.5
Financials	20.0	15.2
Health Care	21.5	12.1
Industrials	4.8	11.1
Information Technology	21.3	23.0
Materials	0.0	4.1
Real Estate	0.0	2.5
Utilities	5.4	2.6

Equity characteristics (scaled to 100%)

	Cautious	MSCI World
Dividend Yield	2.8	2.3
Price to Earnings Ratio (P/E)	11.0	20.7
Price to Cash Flow Ratio (P/CF)	9.1	14.0
Price to Book Ratio (P/B)	3.0	3.2
Total Debt to Common Equity	115.7	145
Current Ratio	1.5	1.2
Est ROE	39.5	30.9
Op. Income Growth	79	-0.1
Sales Growth	13.6	4.3
Est P/E	13.2	17.3
Debt/EBITDA	1.0	3.1
Est EV/EBITDA	16.3	11.6
Profit Margin	11.2	9.7
ROC	13.9	7.4

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.

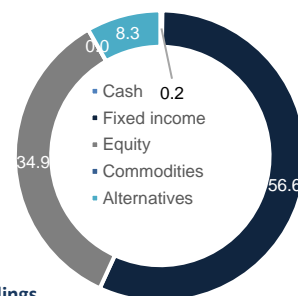
Top-down regional, asset class and style allocations to enhance returns and mitigate macro risks.

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
NOVO NORDISK A/S-B	2.2
ALPHABET INC-CL A	2.2
APPLE INC	2.2
SHELL PLC	2.1
ASTRAZENECA PLC	1.8
CENTRICA PLC	1.7
VISA INC-CLASS A SHARES	1.7
MICROSOFT CORP	1.7
PLUS500 LTD	1.7
HUMANA INC	1.6
HARTFORD FINANCIAL SVCS GRP	1.6
ADOBE INC	1.6
EOG RESOURCES INC	1.6
BAE SYSTEMS PLC	1.5
DANONE	1.4
BANCO BILBAO VIZCAYA ARGENTA	1.4
APPLIED MATERIALS INC	1.4
BUNGE GLOBAL SA	1.3
ZOETIS INC	1.2
ISHARES CORE GBP CORP	15.0
ISHARES GBP CORP BOND 0-5YR	11.8
ISHARES USD TIPS GBP-H DIST	7.2
WT AT1 COCO ETF GBP HEDGED	6.4
UKT 3 ½ 01/31/33	5.0
HTHROW 6 ¾ 12/03/26	4.1
GS 3 ¾ 07/25/29	2.7
VW 2 ¾ 04/12/25	2.3
GS 1 12/16/25	2.0
TABULA US ENHANCED INF GBPHA	4.8
BREVAN HOWARD AB RT G-A1 GBP	3.4
BRITISH POUND	0.2

Source: Bloomberg/PW

Commentary

The strategy rose 2.7% in December, amid a rise of 4.8% from the composite benchmark.

Equities and bonds continued rallying into the end of 2023 as central banks confirmed cuts will be discussed in the new year.

Plus500 rose by 15.4%. The company operates a trading platform for investors. The Company indicated it will deliver full-year 2023 results that are “significantly ahead of market expectations”. It anticipates consensus figures will rise, and flagged favourable environment in 2024, citing good momentum, a robust cash balance and some predictable volatility events such as elections and interest rate moves. **Zoetis** rose by 12%. Zoetis' diversified companion-animal platform across pharmaceuticals, diagnostics and pet insurance appears to be well positioned to take advantage of the growth in the animal-health market, driven by heightened pet spending from younger generations, coupled with greater life expectancy for pets that require more expensive care. The company raised its dividend by 15% to 43cents per share. **Bunge** fell 8%. Bunge's profit slid in the third quarter on lower sales as volumes weakened in its agribusiness. Bunge's agribusiness, which accounts for a majority of its revenue, logged lower volumes and sales for the quarter as higher results in the processing side of the business were more than offset by lower results on the merchandising side. The stock trades at less than 8x forecast earnings, which we think represents good value, and already discounts the weak volume growth of the company. We end 2023 with equities at a 34% weight, just below the neutral 35% for the strategy.

Fixed income instruments moved sharply higher. The repricing of the outlook for monetary policy has been very aggressive. The i-Shares Corporate Bond etf rose by 4.8% in December. Markets are now pricing about 150bp of rate cuts from both the Fed and the Bank of England before the end of 2024. 10-year TIPS moved higher by 5.4% We expect the yield curve to steepen as longer yields rise in a “soft-landing” and Central Banks’s pivot to cuts in 2024.

After the strong rally in equities and bonds in December the re-pricing of interest rate outlook now looks to be completed. Valuation for global stocks are above the historical median. This may make it harder to extend the multiple expansion of 2023. Our base case is that global earnings growth will push equities higher in 2024. A rate cut cycle, supported by drivers from AI, and ideally a tail wind from reduced geopolitical competition.

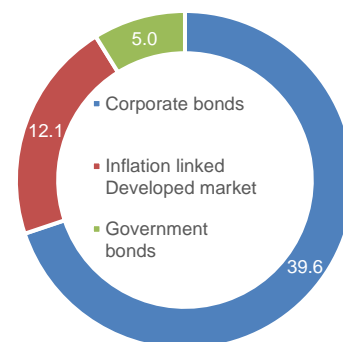
Strategy managers:

Patrick Armstrong, CFA
Eugen Fostiak

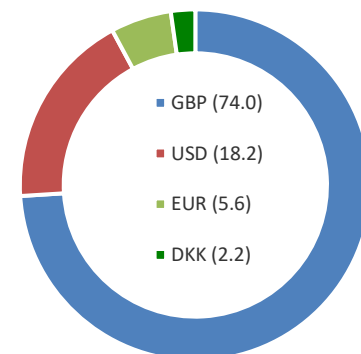
Target return: CPI +2% per annum

Holdings: 32

Fixed Income type (% of Portfolio)



Currency (%)



Performance attribution (%)

	Since inception	1 month attribution
Equity	+31.1	+0.5
Fixed Income	+14.6	+2.0
Commodity	+3.0	+0.0
Alternative	-3.4	+0.1
Cash	+0.1	+0.0

Top contributors	1 month return
ISHARES CORE GBP CORP	4.8
ISHARES GBP CORP BOND 0-5YR	2.5
WT AT1 COCO ETF GBP HEDGED	4.2
UKT 3 ¼ 01/31/33	5.4
PLUS500 LTD	15.4

Bottom contributors	1 month return
BUNGE GLOBAL SA	-8.8
CENTRICA PLC	-5.6
ADOBE INC	-3.1
HUMANA INC	-6.1
BANCO BILBAO VIZCAYA ARGENTA	-2.8

Portfolio characteristics (%)

Volatility (ex-ante)	6.3
Value at Risk (Monthly 97.5%)	3.6

Performance indicators

	Plurimi Cautious	Composite Benchmark
Annualised return	5.5	3.6
Annualised volatility	6.3	8.3
Sharpe ratio	0.7	0.3
Best month	4.6	6.6
Worst month	-4.4	-7.1
Max drawdown	-10.7	-23.5

Source: Bloomberg/PW

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 (No. OC326895) is a limited liability partnership incorporated in England and Wales with registered address: 30 St James's Square, London SW1Y 4AL, and is authorised and regulated by the Financial Conduct Authority (FCA).