

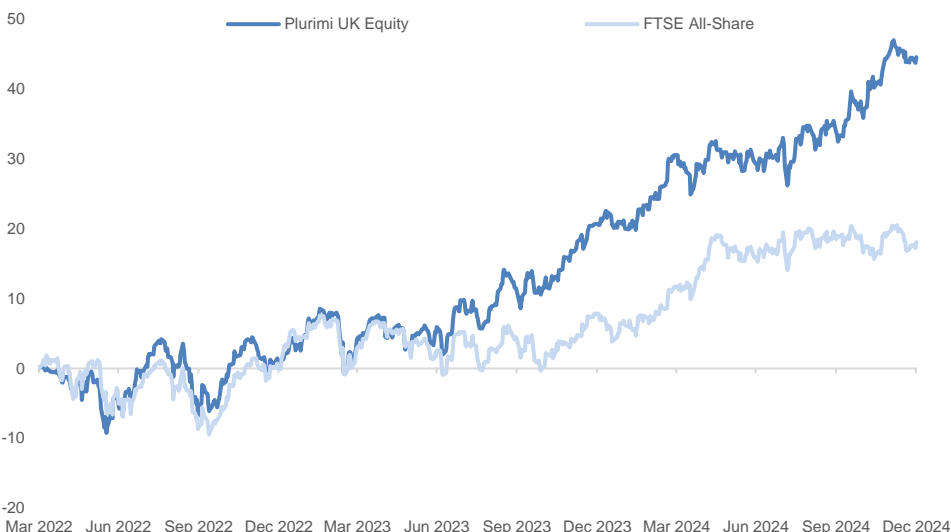
Objectives

The objective of the Plurimi UK Equity strategy is to achieve long-term capital appreciation through investments in UK stocks. The strategy is always at least 95% invested and seeks to maximise returns vs. the FTSE All-share benchmark by employing active bottom-up stock selection, which is driven by artificial intelligence with machine learning techniques, and discretionary sector and style allocations.

Risk and return targets

- Typical beta: 1.0
- Beta range 0.8-1.2
- Return target: FTSE All-share +3% per annum over a market cycle

Total return (%)



Total return in GBP terms. (31 Mar 2022 - 31 Dec 2024)

The returns are gross and do not reflect the deduction of investment management fees, which will reduce return.

Source: Bloomberg

Monthly performance (%)

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year
2024 Plurimi UK	-0.2	2.3	5.9	-1.6	1.6	-0.8	2.7	1.3	-0.6	1.5	6.6	-0.2	20.0
FTSE All	-1.3	0.2	4.7	2.5	2.4	-1.2	3.1	0.5	-1.3	-1.6	2.5	-1.2	9.5
2023 Plurimi UK	4.0	2.6	-2.7	2.8	-4.5	3.5	3.7	-1.2	2.7	0.0	4.0	4.0	20.0
FTSE All	4.5	1.5	-2.8	3.4	-4.6	1.0	2.6	-2.5	1.8	-4.1	3.0	4.5	7.7
2022 Plurimi UK				-1.2	0.4	-4.5	5.3	1.0	-6.4	4.0	6.5	-3.7	0.6
FTSE ALL				0.3	0.7	-6.0	4.4	-1.7	-5.9	3.1	7.1	-1.4	-0.3

Total return in GBP terms. (31 Mar 2022 - 31 Dec 2024)

The returns are gross and do not reflect the deduction of investment management fees, which will reduce return.

Source: Bloomberg

Sector exposure (%)

	Strategy	Benchmark	+/-
Communication Services	3.7	3.0	0.7
Consumer Discretionary	24.4	7.5	16.8
Consumer Staples	13.0	16.9	-3.9
Energy	3.9	10.0	-6.1
Financials	29.7	21.8	7.9
Health Care	6.8	10.3	-3.5
Industrials	18.5	15.1	3.4
Information Technology	0.0	1.6	-1.6
Materials	0.0	7.3	-7.3
Real Estate	0.0	2.4	-2.4
Utilities	0.0	4.0	-4.0
Communication Services	3.7	3.0	0.7

Key points

Bottom-up stock selection driven by Artificial Intelligence (AI) and machine learning. Evaluating more than 500 UK equities.

Objective stock selection process removes human emotion and behavioural biases.

Top-down sector and style allocations.

Portfolio characteristics skewed towards value, quality, and momentum stocks.

Key risks

Capital is at risk. Equity markets are volatile and the stocks in the strategy may outperform or underperform the benchmark. The strategy is a focused portfolio and not as diversified as the benchmark. The strategy takes significant stock specific risk, and sector differences from the benchmark which are intended to improve returns but can lead to capital loss.

Relative risk vs FTSE All-share (ex-ante)

Tracking error (%)	5.7
Beta	0.9
AI predicted alpha (%)	1.9
Active share (%)	62.0
Performance indicators (%)	(%)

	Strategy	Benchmark
Annualised return	14.3	6.2
Annualised volatility	11.2	11.0
Sharpe ratio	0.9	0.2
Best month	10.4	7.1
Worst month	-6.4	-6.0
Max drawdown	-10.6	-11.1

Holdings (%)

BARCLAYS PLC	5.8
CARNIVAL PLC	5.7
ROLLS-ROYCE HOLDINGS PLC	5.7
IG GROUP HOLDINGS PLC	5.5
PEARSON PLC	5.4
IMPERIAL BRANDS PLC	5.3
WISE PLC - A	5.3
INTERCONTINENTAL HOTELS GROU	5.0
RELX PLC	4.9
JET2 PLC	4.8
COMPASS GROUP PLC	4.6
3I GROUP PLC	4.5
LONDON STOCK EXCHANGE GROUP	4.4
NATWEST GROUP PLC	4.1
UNILEVER PLC	4.1
SHELL PLC	3.9
ASTRAZENECA PLC	3.8
INFORMA PLC	3.7
JD SPORTS FASHION PLC	3.6
BRITISH AMERICAN TOBACCO PLC	3.5
INTL CONSOLIDATED AIRLINE-DI	3.2
GSK PLC	3.0

Commentary

The strategy was down by 0.2% in December, beating the FTSE All-Share return of 1.2%. For the year the strategy rose 20.0% vs the FTSE return of 9.5%.

During the month we sold Frasers Group, which fell 17% on poor earnings, and added International Consolidated Airlines.

International Consolidated Airlines Group was born out of the 2011 merger of Britain and Spain's flag-carrier airlines, British Airways (BA) and Iberia. Ireland's Aer Lingus and low-cost Spanish carrier Vueling later joined. IAG reported a significant rise in earnings, with operating profits soaring 15% to €2 billion in the third quarter of 2024. IAG's focus on tight cost control has been a key factor in its ability to improve margins and profitability, even amidst rising costs in other areas. This disciplined approach to managing expenses has been pivotal in ensuring the group remains competitive and profitable.

Wise was the strongest contributor, rising by 20%. Wise experienced a significant increase in active customers, with a 30% rise to 7.5 million in the third quarter of fiscal year 2024 (calendar Q4 2023). Wise's strategy of reducing prices and improving efficiency has made their services more accessible and competitive, leading to higher transaction volumes and, consequently, better financial performance.

Pearson rose 4%. Pearson plc provides education products and services to institutions, governments, and individual learners in various countries. Pearson is enhancing its focus on employer sales and expanding Pearson+ for direct-to-consumer success. While navigating the shift in US courseware and some contract losses, the company is investing in new initiatives to drive sales. Despite competition from freemium tools, Pearson is poised for growth, targeting at least 4% annual revenue increase. With strategic cost management, they aim to maintain a robust operating-profit margin of 16-17%.

Informa performs business intelligence and academic publishing services, it fell 7% in the month. On December 6, 2024 Tech Target disclosed in a filing with the U.S. Securities and Exchange Commission that Informa's management had advised the Company that certain "financial statements previously prepared by Informa should no longer be relied upon and were being restated because of errors identified by Informa in such financial statements".

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).

Strategy managers:

Patrick Armstrong, CFA
Eugen Fostiak

Target return: FTSE All Share +3% p.a.

Holdings: 22

Portfolio characteristics

	Strategy	FTSE All-Share
Dividend Yield	17.3	19.8
Price to Earnings Ratio (P/E)	7.7	8.4
Price to Cash Flow Ratio (P/CF)	2.3	1.7
Price to Book Ratio (P/B)	216.4	134.8
Total Debt to Common Equity	1	1
Current Ratio	13.3	18.3
Est ROE	6.8	6.1
Operating Income Growth	4	-3.2
Sales Growth	11.2	10.9
Est P/E	2.4	2.6
Debt/EBITDA	9.8	8.5
Est EV/EBITDA	-17.3	-28.8
Profit Margin	5.6	5.2
ROC	1.1	1.7

Monthly Contributors

Top contributors	Return
WISE PLC - A	20.9
PEARSON PLC	4.0
IG GROUP HOLDINGS PLC	3.4
ROLLS-ROYCE HOLDINGS PLC	1.8
BARCLAYS PLC	1.6

Bottom contributors	Return
FRASERS GROUP PLC	-17.2
INFORMA PLC	-6.8
JD SPORTS FASHION PLC	-5.8
3I GROUP PLC	-3.9
UNILEVER PLC	-3.3