

Model Portfolio Risk Level 2

October 2020

Information in this factsheet is at the last valuation point in 31st October 2020 (except where indicated).

Portfolio Overview

Objective: To provide a long-term total return above that of the UK Consumer Price Index (CPI) +1%

Investments: The portfolio will be actively managed and invest in multiple asset classes with a portfolio of collective investment schemes, commodity and property funds.

Strategy: The investment manager has the discretion to weight the portfolio towards any investment type, or geographical region, at any time provided it is compatible with the investment objective, risk parameters and policy of the portfolio as a whole.

Key Facts

| | |
|---------------------|--|
| Investment Managers | Chris Fernyhough John Mitchell Alex Young |
| Entry Fees | None |
| Exit Charge | None |
| Fund Management Fee | 0.40% + VAT |
| Performance Fee | None |

Portfolio Manager - Facet

Established in 1979, FACET Investment Management Limited is a provider of investment management services to both individuals and corporate clients. Our multi-asset class portfolios give exposure to a wide variety of opportunities and help to manage risk within portfolios. Historically Facet's model portfolios have consistently outperformed numerous established benchmarks and comparable indices.

Key Investment Managers

Chris Fernyhough - Chris has over 15 years' experience managing multi-asset portfolios. Prior to becoming Managing Director of FACET, Chris worked at WH Ireland establishing their Bristol office. He also worked at Newland in the wealth management division. He holds a distinction in the PCIAM exam and is a Chartered Wealth Manager as well as holding Chartered FCSI status with the CISI

John Richard Mitchell - John has a career spanning over 40 years in both equities and bonds. He managed risk at Credit Suisse before moving to Royal London where he implemented risk for their first geared fund. John was also involved in the founding of Newland Financial where he was the compliance director.

Alex Young - Alex has been in Financial Services with FACET for 20 years. He is a qualified IFA as well as holding IMC, a certificate in Discretionary Investment Management, a certificate in Securities Advice and Dealing and a diploma in Technical Analysis.

Risk Report

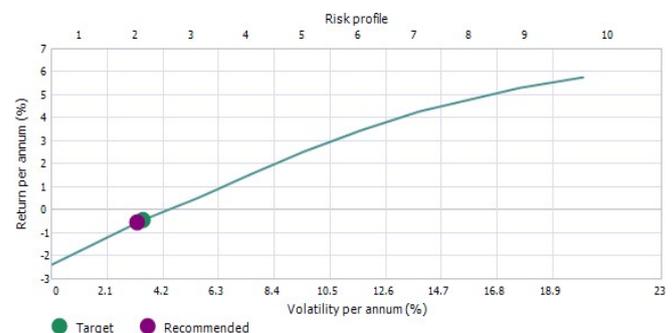


The indicator is based on historical data and may not be a reliable indication of the future risk profile. The lowest category does not mean 'risk free'

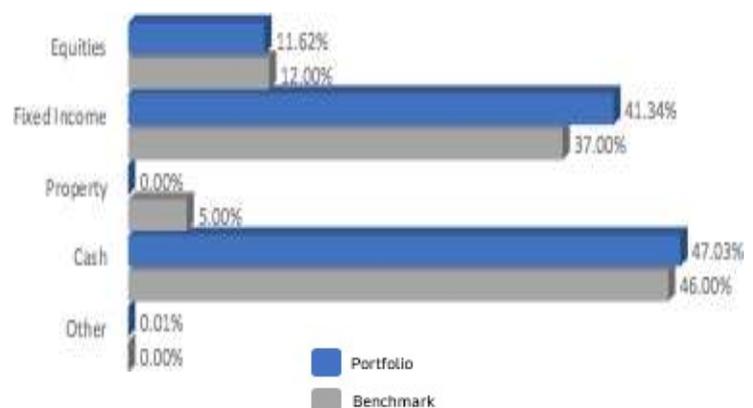
Facet Performance**



Efficient Frontier



Fund Breakdown by Asset Class



Top 5 Holdings

| Holding | % of Portfolio |
|--------------------------------------|----------------|
| ASI Sterling Money Market | 16% |
| BlackRock Cash | 15.5% |
| Royal London Short Term Money Market | 15.5% |
| iShares Gilts All Stocks Index | 11% |
| M&G Global Macro Bond | 7% |
| | 65% |

Portfolio Manager's Comments

The markets have turned dark, as if obeying the laws of pathetic fallacy. With the dark nights of October and awful weather came significant falls in the UK stock markets, closing 288.83 points down or -4.92% across the month. The US markets also saw a fall, closing 81 points down or -2.39% in October.

On the 31st October, Boris Johnson addressed the nation to inform us that on Thursday 5th November, the UK would be entering a second lockdown. This means that pubs, restaurants, gyms and non-essential shops will have to close for four weeks. But unlike the restrictions in spring, schools, colleges and universities can stay open. Mr Johnson did confirm that the successful furlough scheme will be extended through November paying 80% of wages of employees on the scheme. The Bank of England is meeting on the 5th November and the likely outcome of this meeting will be implementing additional measures to boost the economy, which will hopefully introduce some positivity back into the markets.

However, many experts are warning that a second lockdown will push the economy into another nosedive and could potentially lead to a double-dip recession. Economists believe that tighter COVID-19 restrictions will cause the country's already weakened economy to spiral dramatically, with forecasts suggesting a shrink of up to 8% GDP in the last quarter of 2020.

The reopening of shops, restaurants and pubs over the summer helped the economy to make a short sharp rebound from the first lockdown, but by the end of the summer, output was still 9.2% smaller than its pre-crisis peak.

Finally, we, at Facet, would like to wish everyone a safe second lockdown. Times will be tough, but we will get through this stronger and more together than ever before.

Portfolio Performance

| | Facet Portfolio Risk 2 | IA Mixed Investment 0-35% Shares | UK Consumer Price Index + 1% |
|-----------------|------------------------|----------------------------------|------------------------------|
| 1m | -0.08 | -0.78 | |
| 3m | 0.11 | -0.40 | 0.17 |
| 6m | 3.10 | 4.00 | 0.97 |
| 1yr | 1.83 | 0.36 | 1.66 |
| 3yr | 3.82 | 4.82 | 7.78 |
| 5yr | 14.68 | 18.26 | 14.23 |
| 18th July 2011* | 67.47 | 37.76 | 28.21 |

*Start date of portfolio

Issued by FACET Investment Management Limited, which is authorised and regulated by the Financial Conduct Authority. FRN: 131372.

Further information is available from:

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**Using Facet Aviva Risk 1 performance pre-1st March 2020, and Facet ModelPortfolio Risk 2 post 1st March. This is due to Facet only running risk models 1-4 as opposed to the new 1-10 risk models available now.

IMPORTANT INFORMATION This document has been produced by FACET Investment Management Limited for information only and represents the views of the investment manager at the time of writing. It should not be construed as Investment Advice. No investment decisions should be made without first seeking advice. The ModelPortfolio Risk Level 2 is managed by Facet Investment Management Limited, which is authorised and regulated by the Financial Conduct Authority. Before making an investment, you should ensure that you have read and understood the relevant Key Investor Information documents, for all the underlining funds within the portfolio

Slight deviations in the underlying assets for this portfolio may be required subject to availability of investments on the investment platform you are with. Not all platforms have our preferred investment choices available. In this instance, appropriate substitutions will be made.

WARNINGS The ModelPortfolio Risk Level 2 is subject to normal stock market fluctuations and other risks inherent in such investments. The value of your investment and the income derived from it can go down as well as up, and you may not get back all the money that you invested. Investments in overseas equities may be affected by changes in exchange rates, which could cause the value of your client's investment to increase or diminish. You should regard their investment as medium to long term. Past performance is not a guide to future performance. Every effort is taken to ensure the accuracy of this data, but no warranties are given. Some of the funds within the portfolio could in exceptional circumstances be subject to a temporary suspension.