

## Model Portfolio Solutions Quick Guide - March 2024

The value of investments can fall and you may get back less than you invested. Past performance is not a guide to future performance. Any specific investments mentioned are for illustrative purposes only and are not intended as investment advice.

Our Model Portfolio Solutions (MPS) are a straightforward, cost-effective way of enabling you to benefit from our investment expertise, process and resources, with the aim of preserving or growing your clients' wealth.

### Peregrine & Black Investment Management Ltd

We are an owner-managed boutique investment firm based in St James's, London providing tailored investment management for UK and international private clients, trusts, charities and pension funds.

### Reasons to Use Model Portfolio Solutions

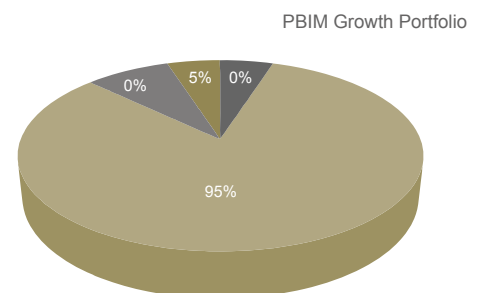
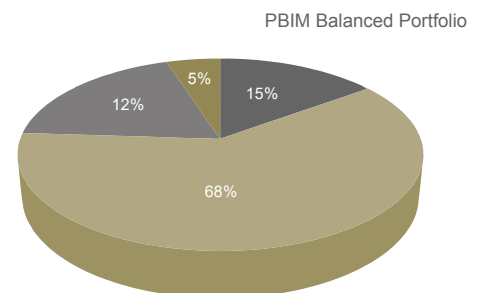
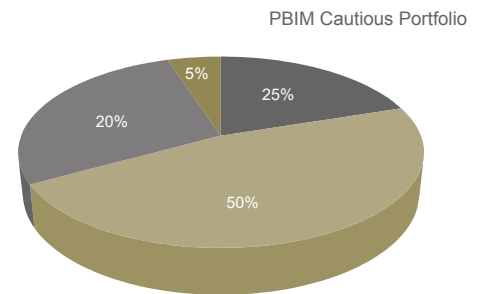
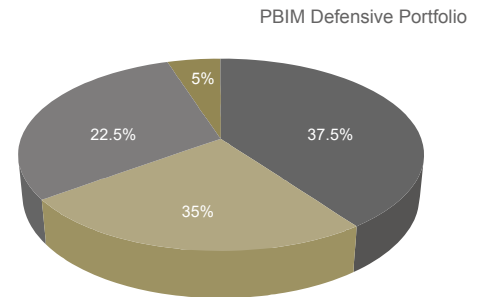
1. Save you time - removes the need to continually monitor investments and realign portfolios, as well as the associated administration
2. Improve your efficiency - allows you to spend more time with your clients, less on administration
3. Mitigate risk to your business - outsource the investment decisions to us
4. Respond faster to changes in the market - managed by experts whose single focus is to monitor and respond to market events and changing economic conditions
5. Access to global investment and research capabilities - managed by a dedicated team of experienced investment managers, with access to extensive investment resources
6. Trusted third-party platforms - our managed portfolios are available and administered by third-party platform providers and structured to fully support the client/adviser relationship
7. Competitive pricing - with a 0.3% plus VAT clean fee structure and competitive TERs on underlying holdings
8. Up to date reporting - you and your clients can view the underlying assets through the platform and our regular factsheets giving total clarity and transparency
9. High levels of adviser support - as well as regular reporting and you and your client will receive regular market updates.
10. Easy sign up process - simply select your portfolio and amount to be invested and click

### Our Portfolios

Our Model Portfolio Solutions provides a range of four investment portfolios (PBIM Defensive Portfolio, PBIM Cautious Portfolio, PBIM Balanced Portfolio and PBIM Growth Portfolio) which offer clients diversified exposure to global financial markets. We invest in both active and passive collective investments and the universe consists of equities, fixed interest, commodities, property and alternatives. With each portfolio, we endeavour to achieve the highest risk adjusted return for each strategy. This is obtained by following a three stage approach to portfolio construction:

1. Strategic Asset Allocation - Structuring the portfolios to reflect long-term investment themes
2. Tactical Asset Allocation - Portfolio adjustments to exploit short term market opportunities
3. Fund Selection - Identify leading managers to target sustained outperformance

### Our Portfolios



■ Bonds ■ Equities ■ Alternatives ■ Cash

We believe in the benefit of long term investment. Our portfolio models are rebalanced quarterly to reflect the views of the investment committee and to minimise transaction costs for clients. Action may also be taken in the interim if circumstances dictate. We aim to run a concentrated portfolio of 10-20 holdings as we believe every investment should make a meaningful contribution. Consequently we use a minimum position size of 3% going up to a maximum of 15%. Investors have the flexibility to switch seamlessly between the models should their circumstances or risk appetite change.

## PBIM Model Performance

Defensive Sector Performance	2016	2017	2018	2019	2020	2021	2022	2023	YTD	Inception
PBIM Defensive Fund	N/A	N/A	-3.03	8.55	5.17	7.69	-3.40	7.58	3.65	28.41
Peer Group (IA 0-35%)	N/A	N/A	-3.35	8.70	3.90	2.84	-10.87	5.97	1.5	7.63
Relative +/-	N/A	N/A	0.32	-0.15	1.27	4.85	7.47	1.61	2.15	17.08
Cautious Sector Performance	2016	2017	2018	2019	2020	2021	2022	2023	YTD	Inception
PBIM Cautious Fund	13.99	7.2	-3.89	11.26	5.43	9.81	-3.47	8.15	4.46	64.96
Peer Group (IA 20-60%)	10.32	7.16	-5.1	11.84	3.51	7.20	-9.47	6.81	2.49	37.98
Relative +/-	3.67	0.04	1.21	-0.58	1.92	2.61	6	1.34	1.97	26.98
Balanced Sector Performance	2016	2017	2018	2019	2020	2021	2022	2023	YTD	Inception
PBIM Balanced Fund	16.61	9.38	-5.23	13.71	6.24	11.99	-3.69	8.85	5.68	81.00
Peer Group (IA 40-85%)	12.87	9.98	-6.11	15.78	5.32	10.94	-10.04	8.08	4.17	59.7
Relative +/-	3.74	-0.6	0.88	-2.07	0.92	1.05	6.35	0.77	1.51	21.3
Growth Sector Performance	2016	2017	2018	2019	2020	2021	2022	2023	YTD	Inception
PBIM Growth Fund	19.99	14.35	-5.96	16.2	7.11	14.05	-4.34	8.42	7.10	103.42
Peer Group (Flexible)	13.82	11.21	-6.72	15.66	6.70	11.30	-8.98	7.08	4.48	65.13
Relative +/-	6.17	3.14	0.76	0.54	0.41	2.75	4.64	1.34	2.62	38.29



Nick Marshall Chartered FCSI  
Head of Fund Solutions

Nick joined Peregrine & Black Investment Management in January 2016 and is responsible for providing fund recommendations for the business and managing bespoke models. Nick started his career working for the Guinness family office and subsequently moved to Smith & Williamson in 2005 where he spent just under 10 years working as part of the multi manager team and was responsible for running and providing fund solutions across a range of strategies for investors and clients. He was also responsible for recommending European and Emerging Market funds for the Private Client teams and sat on the Collectives Committee for the firm. Nick holds a Masters Degree in International Financial Analysis and is a Chartered Fellow of the Securities Institute.

## Commentary

The Models have enjoyed a strong start to the year in both relative and absolute terms. Absolute performance has ranged from 3.7% to 7.1%.

Whilst the 3 main risks are ever present - avoiding a hard landing, inflation and geo-political tensions - markets have forged ahead turning positive on the first two pillars of concern. Performance drivers have been diverse over the quarter with Insurance, Healthcare, Japan, US and Technology all featuring in the top 5 contributors.

Coupled with a strong Q4 last year we may see a cooling off over the summer months and justification for the "sell in May and go away" adage. We remain positive on the future direction of markets and feel our diversified approach should benefit the models going forward and have not drastically altered our asset and geographical allocations.

The only change over the quarter was to reduce our UK exposure slightly in aggregate across the range. We did this by selling out of Artemis Income and switching Liontrust Special Situations for the Tyndall UK Unconstrained Income Fund which has a mid cap bias. Our rationale was the fact the fund yields 4.6%, so we are effectively getting paid to wait for the eventual uptick in the UK market that we anticipate. The residual proceeds were used to top up US and Global exposure.

## Important Information

The value of your investments and the income from them may go down as well as up, you could get back less than you invested. Past performance is not a guide to future performance. Changes in exchange rates may have an adverse affect on the value, price or income of an investment. Investors should also be aware of the additional risks associated with funds investing in emerging or developing markets. This document is not intended and should not be construed as an offer, solicitation or recommendation to buy or sell any specific investments or participate in any investment (or other) strategy. It is recommended that potential investors should seek advice concerning the suitability of any investment from their Financial Adviser. Tax treatment depends on individual circumstances and may be subject to change in the future. This document is for the information of the recipient only and should not be reproduced, copied or made available to others. Peregrine & Black Investment Management is authorised and regulated by the Financial Conduct Authority FRN 757727. Registered in England No 9796196. Registered office: 8 St James's Square, SW1Y 4JU.