



# CAPITAL PRESERVATION PORTFOLIO



## Key Information

Inception Date: **30 June 2022**

Base Currency: **GBP**

Minimum Investment: **Platform dependent**

Available Share Class: **Accumulation**

Historic Yield: **3.79%**

Accessibility: **GIA, ISA, PP, SIPP**

Number of Holdings: **8**

Growth Assets: **0.0%** (Range\*: 0% - 30%)

\*Expected range. Actual allocation may be more or less than this.

## Portfolio Charges

Initial Charge: **0%**

Portfolio Management Fee: **0.3%**

Ongoing Cost of Funds (OCF): **0.42%**

**Total Portfolio Cost: 0.72%\***

\*A professional adviser's initial and ongoing charge may be applied, subject to agreement between client and adviser. Other charges (such as platform charge) may also apply. OCF figure will vary.

## Portfolio Risk

Potentially lower rewards Potentially higher rewards



Lower risk

Higher risk

The portfolio is in this category due to historic risk and return characteristics demonstrated in the performance simulation, alongside the expected growth asset range between 0% - 30%. A risk indicator of "1" does not mean the investment is risk free.

## Market and Portfolio Update

President Trump continues to redefine US relations with the world, putting pressure on Europe to increase defence spending and pressing forward with tariffs on key trading partners. However, stock market leadership so far this year has come from Europe and Asia and not the US, where the post-election 'Trump bump' has been fading. Inflation refuses to be cowed and hovering at 3% year-on-year is causing angst for central bankers who'd prefer to be cutting interest rates to support growth. The path to peace in Ukraine is not going to be a straight one, as Zelensky's public dressing down in the White House at the end of the month proves. Europe is feeling a little isolated, although it's been good news for the region's defence companies, whose share prices have reacted warmly on the need to rearm the bloc. Nevertheless, peace could be a boost to Europe's economy and stock markets, not least because it could lead to lower energy prices, which would be good news for all.

We made no changes to the Capital Preservation portfolio in February.

## Investor Profile

Typical investors in this portfolio are likely those looking to reduce portfolio volatility, whilst still seeking a positive absolute return. The portfolio may also be useful for investors seeking a home for excess savings or cash. Investors in this portfolio should have the tolerance and ability to accept modest capital loss.

## Portfolio Aim

The Capital Preservation portfolio seeks to provide positive absolute returns, with low levels of volatility, from a diversified mix of fixed income, absolute return and multi-asset funds. The portfolio seeks to deliver returns in excess of cash\*, net of fees, over the short-to-medium term\*\*.

\*Bank of England base rate.

\*\*There is no guarantee this objective will be met. Capital is at risk.

## Portfolio Characteristics

The asset mix is constructed with the aim of having a low correlation to traditional assets (bonds and equities) with the ability to deliver positive returns in a variety of market conditions. The beta (change in portfolio, relative to change in equities) is expected to be low.

## Performance Update\*

The portfolio inception date was 30 June 2022. **Past performance is not a guide to future returns.**

Cumulative Performance	1m	3m	6m	1y	3y	5y	YTD
Capital Preservation Portfolio	0.35%	1.34%	2.9%	6.43%	-	-	1.37%
ARC Sterling Cautious PCI	-0.1%	1.37%	2.78%	6.05%	-	-	1.7%

\*Net of underlying fund costs and a 0.3% annual management fee. Other costs may apply.

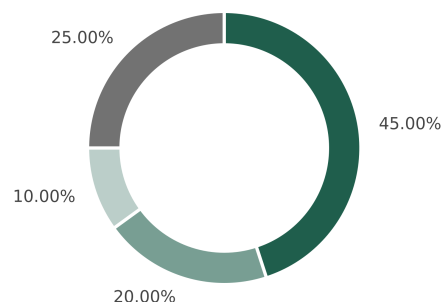


## Asset Allocation

Below is a list of holdings in the portfolio\*, alongside a summary and allocation weighting:

\*For illustrative purposes only. Actual exposures may vary according to manager discretion. An allocation to cash may also be included.

- Short-Dated Bonds
- Absolute Return
- Multi-Asset
- Money Market



Fund Name	Overview	Allocation
Ruffer Diversified Return	<i>Ruffer manage money on an absolute return basis. They have an excellent long term track record of preserving and growing capital, dating back to the late 1990's, through various market environments and cycles. The fund aims to provide capital preservation in all market conditions.</i>	7.5%
Fulcrum Diversified Core Absolute Return	<i>The fund aims to achieve long-term absolute returns of inflation + 3% to 5% in all market conditions over rolling five year annualised periods, with lower volatility than equity markets. In doing so the fund aims to achieve a positive return on a rolling three year basis.</i>	7.5%
Artemis Short Duration Strategic Bond	<i>This fund has an absolute return focus, investing mostly in developed market government and investment grade bonds with a short duration focus. The fund has the objective of achieving a positive return of at least 2.5% above the Bank of England base rate.</i>	20.0%
TwentyFour Absolute Return Credit	<i>This fund is managed by the experienced fixed income managers at TwentyFour. It seeks to provide solid risk-adjusted returns from a portfolio of short duration fixed income assets, that are mostly investment grade.</i>	20.0%
RL Short Term Fixed Income	<i>This fund aims to deliver a return above SONIA by investing in a portfolio of money market instruments, covered bonds, as well as government and corporate bonds. The interest rate sensitivity of the fund will be held low to ensure capital protection in risin</i>	10.0%
Troy Trojan	<i>This is a long-standing fund from Troy asset management, that has proven to preserve and grow capital in a number of different market environments over the years. It is mostly "long only" in nature, meaning it will have a closer correlation to bond and equity markets than other funds in the Capital Preservation portfolio.</i>	10.0%
abrdn Sterling Money Market	<i>The fund aims to generate income and preserve some capital over the short term (2 years or less) by investing in cash deposits and money market instruments.</i>	12.5%
BlackRock Institutional Cash Liquidity	<i>The fund aims to generate income and preserve some capital over the short term (2 years or less) by investing in cash deposits and money market instruments.</i>	12.5%

## Your Investment Professionals

### Financial Adviser

Your financial adviser is your main point of contact, guiding you in overall wealth planning.

**For more information, please contact your adviser.**

### Investment Manager

Professional relationship with your adviser, focused on managing your investments.

#### Aspen Advisers

4 Albyn Place  
Edinburgh  
EH2 4NG

## Risk Warnings & Disclaimer

The value of investments and the income from them can go down as well as up and investors may not recover the amount of their original investment. The sterling value of overseas investments, and the income from them, will fluctuate as a result of currency movements. Past performance is not a guide to future performance. Investors should be aware of the additional risks associated with funds investing in certain areas of the market or assets, such as smaller companies or emerging markets. The tax treatment of investments depends on each investor's individual circumstances and is subject to changes in tax legislation.

Aspen, as the investment manager, is responsible for managing the portfolio on a discretionary basis in accordance with the stated investment objectives and risk profile for the portfolio. The professional adviser is responsible for advising their client as to the selection of a portfolio and for assessing the suitability of the chosen portfolio for their client on an ongoing basis.

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