



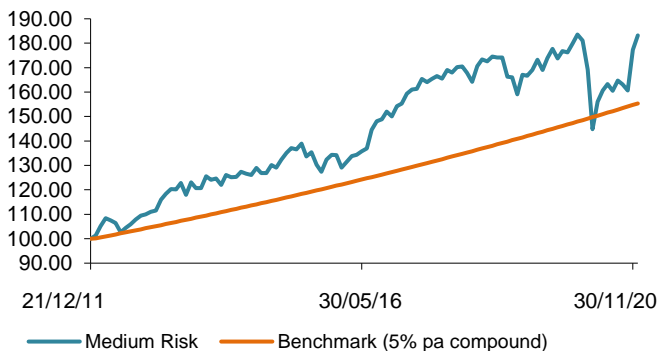
Sydney Charles Retirement Annuity Trust Scheme

Medium Risk Strategy – Q4 2020

Investment Comment

The announcement of two effective vaccines in early November ignited world equity markets into a strong Q4 rally. The more cyclically exposed FTSE 100 index outperformed other indices over the quarter as a Brexit deal followed late in December causing sterling to rally to its highest level since early 2018. During 2020 the FTSE 100 index fell by 11.55% on a total return basis whilst the World Index rose by 12.74%, as investors saw the end of the pandemic and prospects of a strong economic recovery developed on the horizon. With a Brexit deal agreed and the US election behind us, equity markets will begin to look towards a recovery built on a more sustainable society yet with many Western economies still on uncertain ground. Long-dated bond yields have moved higher in recent months which may signal a more inflationary environment as the year goes on. This would support prospects for the UK which look attractive beyond Coronavirus as institutions reduce long-held underweights to the country and valuations remain attractive versus US and EU counterparts.

Performance Details



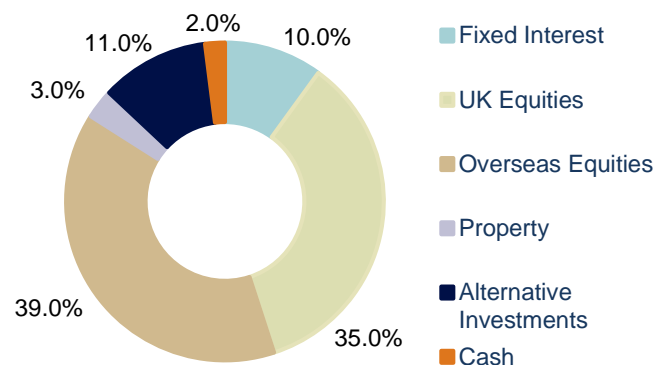
	Medium Risk Strategy	5% Per Annum Compound Growth
3 Months	12.3%	1.2%
2020	-0.2%	5.0%
2019	15.3%	5.0%
2018	-6.5%	5.0%
2017	10.3%	5.0%
2016	15.0%	5.0%
Since inception (21/12/11)	83.3%	55.3%

Source: Old Mutual Usca/Investec Wealth & Investment

Top 10 Holdings

1	Jupiter UK Special Situations – U	5.0%
2	Janus Henderson UK Absolute Return – U	5.0%
3	M&G Global Floating Rate High Yield – U	4.0%
4	AXA Framlington Monthly Income – U	4.0%
5	BlackRock UK Smaller Companies – U2	4.0%
6	JOHCM UK Equity Income – U	4.0%
7	Threadneedle UK Equity Income – U	4.0%
8	Schroder Asian Alpha Plus – U2	4.0%
9	Lazard Global Equity Income – U	4.0%
10	Loomis Sayles US Equity Leaders – U	4.0%

Asset Allocation



Please Note

- The asset allocation and holdings are indicative and due to the timing of your investment may not fully reflect the constituents of your own portfolio. Please refer to your adviser for full details.
- The indicative performance data is calculated net of the Investec Wealth & Investment annual management charge of 0.5% per annum (No VAT) and the underlying fund MiFID II ongoing charges of 0.88% per annum. Other associated charges are detailed overleaf.
- Performance is calculated on existing strategies and intended as a guide only.

Please remember that past performance is not a reliable guide to the future and that previous periods of favourable performance will not necessarily be repeated in the future.

Medium Risk Strategy

Stock Name	Portfolio %
FIXED INTEREST	10.0
M&G Global Floating Rate High Yield – U	4.0
Kames Absolute Return Bond Global – U	3.0
Royal London Short Duration High Yield Bond Fund – U	3.0
UK EQUITIES	35.0
Artemis Income – U	3.0
AXA Framlington Monthly Income – U	4.0
BlackRock UK Smaller Companies – U2	4.0
HSBC FTSE 250 Index – U	2.0
JOHCM UK Equity Income – U	4.0
Jupiter UK Special Situations – U	5.0
Threadneedle UK Equity Income – U	4.0
TM Crux UK Special Situations – U	3.0
Unicorn UK Income – U	3.0
Vanguard FTSE UK Equity Income Index – U	3.0
OVERSEAS EQUITIES	39.0
AXA Framlington American Growth – U	2.0
AXA Framlington Health – U	3.0
Fidelity China Consumer – U2	2.0
Schroder Asian Alpha Plus – U2	4.0
Man GLG Japan CoreAlpha Equity – U	3.0
Lazard Global Equity Income – U	4.0
Lazard Emerging Markets – U	3.0
Loomis Sayles US Equity Leaders – U	4.0
M&G Global Dividend – U	3.0
Schroder European Alpha Plus – U2	4.0
Schroder US Mid Cap – U2	4.0
TM Cerno Global Leaders – U	3.0
UK PROPERTY	3.0
Schroder Global Cities Real Estate Income – U2	3.0
ALTERNATIVE INVESTMENTS	11.0
Janus Henderson UK Absolute Return – U	5.0
Fortum Capital Regressive Growth – U	3.0
JP Morgan Global Macro Opportunities – U	3.0
CASH	2.0
Invesco Money (UK) – U	2.0
TOTAL	100.0

*U – Unbundled (clean) share class of the fund
U2 – Preferential (super-clean) share class of the fund*

Target Market Assessment

The offering is a discretionary model portfolio service. The investment strategy is typically suitable for Retail Clients able to bear loss of their capital in order to achieve income/capital growth over a 5-year period. The service and investment strategy is not suitable for those investors who cannot bear capital loss. Advice must be sought before the service is distributed.

Other Associated Charges

Sydney Charles and IQ-EQ each levy an Annual Management Charge of 0.7% and 0.5% per annum (No VAT) respectively, totalling 1.2%.

Detailed below are the Old Mutual Wealth charges based on the client investment values:

Account Value	Account Value	Charge (%)
First	£25,000	0.50
£25,001 to	£100,000	0.35
£100,001 to	£500,000	0.30
£500,001 to	£1,000,000	0.25
	Over £1,000,000	0.15

The MiFID II ongoing costs for this model is currently estimated at 0.88% and is included within the fund prices and not charged separately. This can change at any point, and is not guaranteed to be accurate.

Strategy Details

Structure

The portfolio is invested in a diversified range of assets with an equities bias within a medium risk framework.

Volatility

This mandate has a target volatility that is 60% of the UK equity market.

Time Horizon

The likely higher equity content means that a medium risk portfolio is suitable for the longer-term investor, with a minimum investment period of five years.

Fund Managers

The portfolio is managed by Oliver Battersby and Peter Birchall.

Oliver is a Senior Investment Director managing assets on behalf of private individuals, trusts and personal pension schemes. Oliver also sits on our global investment strategy group and the asset allocation committee.

Peter is a Divisional Director and team leader responsible for managing portfolios on behalf of individuals, trusts and pension funds.

This document has been prepared and published by Investec Wealth & Investment. The information and opinions contained herein are based upon sources believed by Investec Wealth & Investment to be reliable, but which may not have been independently verified and no guarantees, representations or warranties are made as to its accuracy, completeness or suitability for any purpose. Any opinion or estimate expressed in this publication is Investec Wealth & Investment's current opinion as of the date of this publication and is subject to change without notice. Past performance is not an indication of future performance. The value of investments and any income from them is not guaranteed and may go down as well as up; you may get back less than the amount invested. Higher volatility investments are subject to sudden and large falls in value and could result in a loss equal to the sum invested. Certain investments are not readily realisable and investors may experience difficulty in realising the investments or in obtaining reliable information on the value or associated risks. Changes in rates of exchange may have an adverse effect on the value, price or income of investments denominated in currencies other than Sterling. Any references to the impact of taxation are made in the context of current legislation and may not be valid should levels and/or bases of taxation change. Investec Wealth & Investment, its employees or a connected company may trade in the investments referred to herein and may also perform investment or other banking services for any companies. This document is not intended as an offer or solicitation for the purchase or sale of any investment or any other action. This material is for the use of intended recipients only and is not directed at you if Investec Wealth & Investment is prohibited or restricted by any legislation or regulation in any jurisdiction from making it available to you. This document is being supplied to you solely for your information and may not be re-produced, redistributed or passed to any other person or published in whole or in part for any purpose. Investec Wealth & Investment Limited. Member firm of the London Stock Exchange. Authorised and regulated by the Financial Conduct Authority. Investec Wealth & Investment Limited is registered in England. Registered No. 2122340. Registered Office: 30 Gresham Street, London EC2V 7QN.



Belfast	02890 321002	Edinburgh	0131 226 5000	Liverpool	0151 227 2030
Birmingham	0121 232 0700	Exeter	01392 204404	London	020 7597 1234
Bournemouth	01202 208100	Glasgow	0141 333 9323	Manchester	0161 832 6868
Bristol	01172 444860	Guildford	01483 304707	Reigate	01737 224223
Cheltenham	01242 514756	Leeds	0113 245 4488	Sheffield	0114 275 5100

investecwin.co.uk

Member firm of the London Stock Exchange.
Authorised and regulated by the Financial Conduct Authority.
Investec Wealth & Investment Limited is registered in England.
Registered No. 2122340. Registered Office: 30 Gresham Street, London EC2V 7QN

IWI581 v2 01/21