

Model details

Inception	1 January 2007
Min. initial investment	£1,000
Rebalancing strategy (min.)	Quarterly
Currency	£ GBP
Annual yield (current)	2.69%

Charges

Annual management charge*	0.50%
Ongoing charges figure	0.49%

*Not including platform fees.

Investment objective

To generate income and build capital in real (inflation-adjusted) terms over the medium to longer term. Investors should expect reasonable correlation to stockmarket behaviour and rewards, including quite sharp fluctuations in values, but also some protection in times of market weakness.

Risk profile

The model is managed in accordance with Dynamic Planner risk profile 5 (Low Medium), with the model's expected volatility targeted to stay within the assigned Dynamic Planner risk profile's boundaries.

About the Discretionary Managed Portfolio Service

The service consists of six actively managed investment models, offering lower cost access to our discretionary fund management capabilities, through the combination of active and passive collective investments.

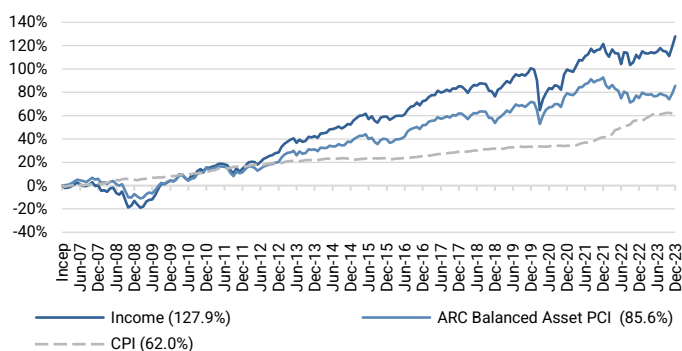
The service provides a solution that, when cost considerations are paramount, does not compromise on quality. Investment models are monitored by our central Investment Committee to ensure consistency of performance from one portfolio to another.

Investment update

Markets ended the year in a very positive mood with both equities and bonds performing strongly in December, adding to the excellent returns seen in November. 2023 has ultimately proved to be positive for equity investors with strong returns from most regions. However, returns have been far from uniform with growth stocks, in particular the 'magnificent seven' stocks at the top of the US index, providing a disproportionate amount of global equity returns over the year. It is encouraging to see that market leadership has broadened more recently with strength across the board. This includes some of the 'value' sectors that have lagged significantly during 2023. The key driver for markets over the year has undoubtedly been the outlook for inflation, and interest rate policy and expectations have moved from 'higher for longer' to the more recent view that central banks will reverse rate policy more significantly and earlier than expected. The more dovish outlook drove another excellent month from bonds. Coming into 2023 there were significant recession concerns across developed regions, however economic growth expectations have improved and data continues to point to an unexpected level of economic resilience. Looking ahead over the next two to three years global growth forecasts are moderate but nevertheless positive. No changes were made over the month as the strategy remains at the upper end of its corresponding Dynamic Planner risk profile. We retain a positive view on equities moving into 2024 and our positioning has been rewarded in a very strong end to the year for markets.

Performance

Inception performance



Cumulative performance

	1yr	3yr	5yr	10yr
Income	9.0%	14.2%	29.1%	60.0%
ARC Balanced Asset PCI	6.0%	3.7%	20.8%	41.5%
CPI	3.5%	20.6%	23.0%	32.2%

Annualised performance

	1yr	3yr	5yr	10yr
Income	9.0%	4.5%	5.2%	4.8%
ARC Balanced Asset PCI	6.0%	1.2%	3.9%	3.5%
CPI	3.5%	6.4%	4.2%	2.8%

Discrete performance

	2023	2022	2021	2020	2019	2018
Income	9.0%	-5.6%	11.0%	-0.6%	13.7%	-4.7%
ARC Balanced Asset PCI	6.0%	-9.1%	7.6%	4.3%	11.7%	-5.1%
CPI	3.5%	10.5%	5.4%	0.7%	1.3%	2.1%

Source: FE Analytics & Morningstar as at 31.12.23.

RHIM performance is net of fund charges, but does not include RHIM discretionary management fees, nor fees that may be incurred through your financial adviser. Latest ARC PCI data is provisional. Past performance is not a guide to future results. See full risk warning overleaf.

Asset allocation

Sector breakdown

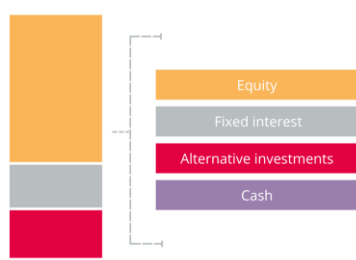


Sector	%
Cash	2
International fixed interest	14
Strategic bonds	10
Alternatives	16
UK equity (income)	11
US equity	18
European equity	5
Asia-Pacific ex Japan equity	11
Japanese equity	4
Thematic and global equity	9

Top 10 holdings

Fund	%
TwentyFour Corporate Bond	7
Fidelity Index US	6
HSBC American Index	6
HSBC Pacific Index	6
TM Tellworth UK Select	6
Vanguard US Equity Index	6
Janus Henderson Absolute Return	5
Janus Henderson Strategic Bond	5
Schroder Strategic Credit	5
Somerset Asia Income	5

Asset class breakdown



Active/Passive allocation breakdown

Underlying holdings	%
Active allocation	59
Passive allocation	41

Source: FE Analytics as at 31.12.23

Note: For illustrative purposes only.

About Richmond House

We launched our discretionary management service in 2006, and have navigated the portfolios through good times and bad. We're proud to say that we've protected our clients' capital and today we have around £200 million of funds under management.

We focus on both actively managed funds and lower cost passive funds where appropriate, taking a sensible approach and always maintaining our awareness of downside risks. Adopting a global view, we continually identify where the risks and opportunities lie.

We offer a range of model portfolios, and the discretionary powers of our specialist team allow us to make alterations to these quickly and efficiently. Each portfolio typically holds between 25 and 30 funds selected from the whole of the market, ensuring diversification across asset classes, countries and sectors.

We conduct our own fund research using specialist tools such as Morningstar, but we also take the opportunity to meet fund managers regularly face-to-face to ensure each fund continues to meet its objectives and remains appropriate to our clients' needs.

Contact us

For further information on this model please contact us:

t: 0333 241 3350
e: info@richmondhouseim.co.uk
w: richmondhouseim.co.uk

Richmond House Investment Management

Premier House
Argyle Way
Stevenage
Hertfordshire
SG1 2AD

Important information

This document is issued and approved by Richmond House Investment Management Limited.

Past performance should not be seen as an indication of future performance. The price of shares/units and income from them may fall as well as rise and is not guaranteed. The models used are typical of portfolios managed by Richmond House Investment Management. Your actual portfolio may differ depending on your individual circumstances. Please note that the calculated OCF from FE Analytics may vary from that stated by your chosen platform provider.

Richmond House Investment Management Limited (No 114563) is authorised and regulated by the Financial Conduct Authority Registered in England at Premier House, Argyle Way, Stevenage, Herts, SG1 2AD. Tel 0333 2413350.