

# RICHMOND HOUSE

## INVESTMENT MANAGEMENT

### RHIM DYNAMIC MODEL FACTSHEET

The RHIM Dynamic model aims to produce an attractive level of capital growth over the medium term with lower volatility than the IA sector, investing in collective investment schemes. This is a multi-asset global portfolio with an equity weight of between 50% and 75% which will involve investing in UK and overseas equities, including emerging markets. However, the model will typically also use targeted absolute return funds in order to reduce volatility associated with equity investing and at least 15% will be also invested in fixed interest and/or property as deemed appropriate. Asset allocation will be actively managed around the higher side of medium risk profile. This means investors should be comfortable with periods of volatility, although this is expected to be lower than a pure equity portfolio. The model will sit within risk profile 5 on a scale of 1-10, where 1 is cash and 10 is 100% high risk equity markets. Please see the reverse for historical volatility and peak to trough data.

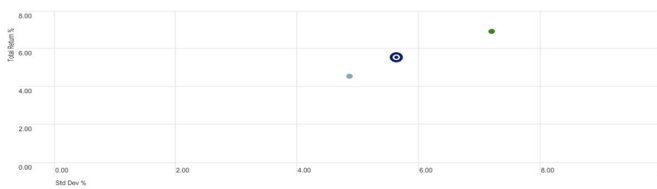


#### Commentary

**January 2020 UPDATE**

The Dynamic model was up 2.8% over the last three months as smaller UK-focused companies performed well in the run up to the general election and afterwards. The micro-cap funds have continued to perform well in 2020 and they are up 16-19% over the last three months. All equities have done well over the last three months as the U.S. Federal Reserve has pushed liquidity into the market. They tried to pull it back in January and this has not helped equity markets that were struggling with the coronavirus outbreak in China. US equities have remained strong and the Artemis US Select fund was up 8% over the three months. Asian and emerging market equities were only just positive over the period after giving back a lot of their recent gains in January. They should start to recover when the U.S. dollar starts to weaken again. The gold equity fund has also been a beneficiary of the extra U.S. dollar liquidity and the fund was up 6% over the three months. Over the year, the Dynamic model was up 8.9% as equities and bonds have risen on the back of easier monetary conditions even though the global economy has slowed.

#### Risk Return (5 years) as at 31st December 2019



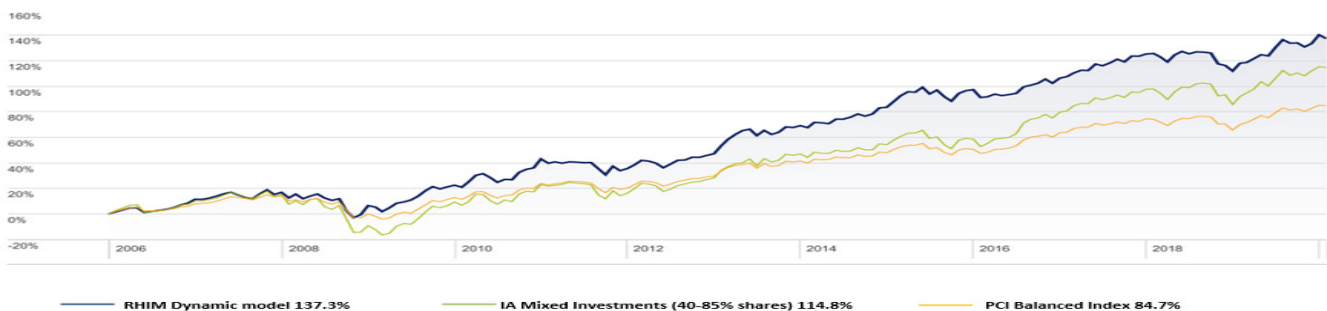
● RHIM Dynamic    ● IA (40-85% shares) Sector    ● PCI Balanced Index

\*For illustrative purposes only.

#### Performance (Cumulative) as at 31st January 2020

	1 year	5 years	10 years	Since Inception
<b>RHIM Model</b>	8.85%	26.06%	96.36%	137.33%
<b>PCI Return</b>	8.69%	22.67%	65.74%	84.68%
<b>IA Sector</b>	11.97%	36.02%	101.22%	114.85%

#### Performance Chart since inception



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 [www.richmondhouseim.co.uk](http://www.richmondhouseim.co.uk)

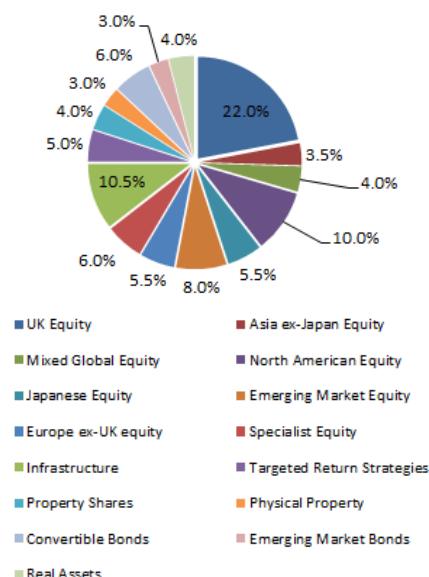
ISFS/Dyn/ 20200131

# RICHMOND HOUSE

## INVESTMENT MANAGEMENT

<b>Key Facts</b>	RHIM Dynamic
<b>Launch Date</b>	1 <sup>st</sup> January 2006
<b>IA Sector</b>	IA 40-85% Sector
<b>Private Client Index (PCI)</b>	PCI Balanced Index
<b>RHIM Fee</b>	0.5% + VAT
<b>No. Holdings</b>	27
<b>Historical Yield</b>	2.83% (as at 31.01.20)

### Asset allocation



The Historic Yield reflects distributions declared over the past twelve months as a percentage of the valuation as at the date shown. Investors may be subject to tax on their distributions.

Risk Statistics-Data as at 31 <sup>st</sup> December 2019	Annualised Return	Annualised Volatility	Worst Peak to Trough
---	-------------------	-----------------------	----------------------

Risk Statistics-Data as at 31 <sup>st</sup> December 2019	Annualised Return	Annualised Volatility	Worst Peak to Trough
<b>RHIM Model – 3 years</b>	5.21%	5.38%	-6.74%
<i>IA Sector</i>	<i>6.22%</i>	<i>6.72%</i>	<i>-8.28%</i>
<b>RHIM Model – 5 years</b>	5.54%	5.63%	-6.74%
<i>IA Sector</i>	<i>6.90%</i>	<i>7.21%</i>	<i>-8.71%</i>
<b>RHIM Model – since inception</b>	6.46%	7.38%	-18.37%
<i>IA Sector</i>	<i>5.63%</i>	<i>9.57%</i>	<i>-29.19%</i>

### Risk

Higher-risk investments tend to experience greater volatility, which means they are likely to go up and down in value more often and by larger amounts than lower-risk investments. In return, higher-risk investments have the potential to produce higher returns over the long term, although this is not guaranteed. If you do not understand the risks involved with the portfolio it is important that you seek clarification from your Financial Adviser before making an investment.

### This Factsheet

This factsheet demonstrates the exposure, characteristics and performance of the named RHIM model. Your actual portfolio may differ depending on your individual circumstances. All features described in this fact sheet are current at the time of publication and may be changed in the future.

### Currency

Some funds will hold overseas assets and as a result will also have exposure to overseas currencies. Exchange rates can fluctuate and may cause the value of the investment to rise or fall.

### Investment Term

It is generally accepted that equity investments should be regarded as long term investments and should be held for a minimum of five years, ideally longer. Your time horizon and capacity for loss are important considerations when selecting the most appropriate RHIM model.

### Property Funds

The value of property is generally a matter of a valuer's opinion which may not be readily realisable. There are liquidity risks associated with investing in property whereby encashments may be delayed waiting for properties to be sold.

### Performance

It should be noted that past performance is not necessarily a guide to future performance. The price of shares/units and income from them may fall as well as rise and is not guaranteed. RHIM Performance illustrated is net of fund charges, but does not include Richmond House Investment Management discretionary management fees, nor fees that may be incurred through your Financial Adviser. PCI returns are net of the Discretionary Manager charges and use provisional data.