RICHMOND HOUSE
INVESTMENT MANAGEMENT

RHIM STRATEGIC MODEL FACTSHEET

The RHIM Strategic model is a defensive multi-asset portfolio which aims to generate growth ahead of inflation over a rolling 3 year period yet operate with a low level of volatility, using collective investment schemes (funds). The emphasis is on capital preservation and steady returns. The majority of the model will be invested in lower risk funds, with a maximum of 30% permitted in traditional equity funds. Targeted absolute return funds and fixed income will be used, in addition to property and cash as deemed appropriate. Asset allocation will be actively managed whilst maintaining a low risk profile. Any falls in the value of a portfolio should usually be small. However, potential returns are also likely to be modest. The model will sit within risk profile 3 on a scale of 1-10, where 1 is cash and 10 is 100% in emerging markets. Please see the reverse for historical volatility and peak to trough data.

Risk Rating

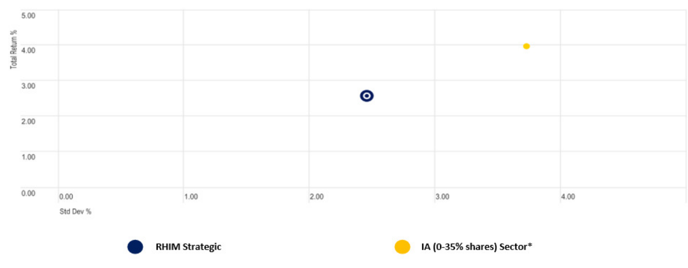
1	2	3	4	5	6	7	8	9	10
100% cash			50% Equity			100% Equity		100% EM Eq	

Commentary

February 2020 UPDATE

The Strategic model was down 2.1% over the three months to February as UK equities fell in February. UK stocks gave up their gains on December's election result over the next two months as the coronavirus reached Europe. The FTSE index has larger weightings in the financials and commodity sectors than other regions and these were weak as interest rates were cut and global growth came to a halt. UK smaller companies, with their greater domestic exposure, benefitted from the election result and were spared the worst of the global growth sell-off. The Franklin UK Smaller Companies fund was down 0.9% while the FTSE 100 was down 9.6% in the three months. The defensive global equity fund was down 5% while the real asset funds were just negative. They have a higher yield than most fixed income funds and they should do better when inflation picks up. However, big market falls pull down inflationary expectations so their return was less than the 1.5% return from the strategic bond funds in the period. The Strategic model was up 1.3% over the year to 29 February 2020, 0.5% behind UK CPI.

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

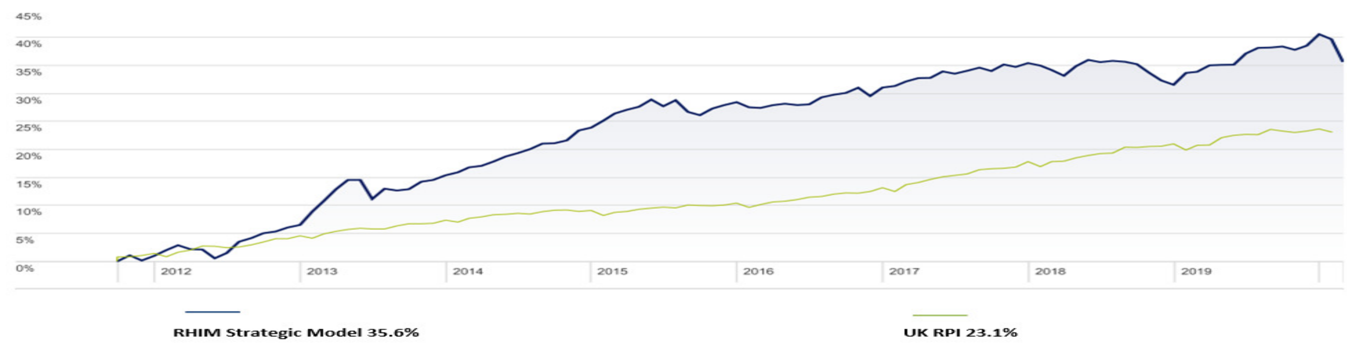


*For illustrative purposes only. The RHIM Strategic Model does not have a benchmark.

Performance (Cumulative) as at 29th February 2020

	1 year	5 years	10 years	Since Inception
RHIM Model	1.30%	7.29%	n/a	35.59%

Performance Chart since inception

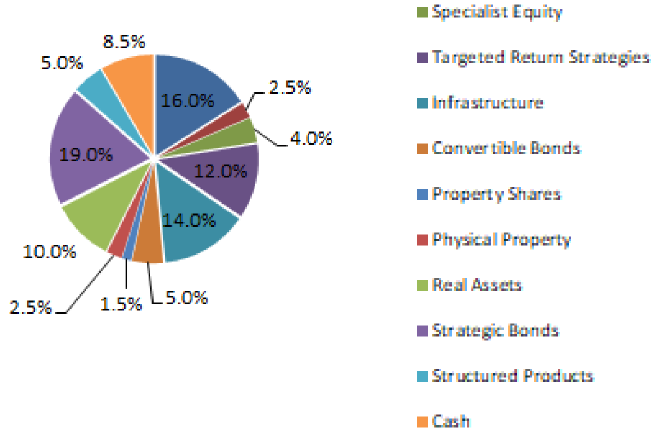


RICHMOND HOUSE
INVESTMENT MANAGEMENT

Key Facts	RHIM Strategic	
Launch Date	1st October 2011	
IA Sector	N/A	
Private Client Index (PCI)	N/A	
RHIM Fee	0.5% + VAT	
No. Holdings	15	
Historical Yield	3.33% (as at 29.02.20)	

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.

Asset allocation



Risk Statistics-Data as at 31st December 2019	Annualised Return	Annualised Volatility	Worst Peak to Trough
RHIM Model – 3 years	2.37%	2.39%	-3.26%
IA Sector	*3.34%*	*3.02%*	*-3.49%*
RHIM Model – 5 years	2.56%	2.46%	-3.26%
IA Sector	*3.95%*	*3.73%*	*-4.40%*
RHIM Model – since inception	4.21%	2.87%	-3.26%
IA Sector	*4.87%*	*3.71%*	*-4.40%*

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.