Cautious

Platform-based Managed Portfolio Service

June 2021

defaqto EXPERT RATED ★★★★★ DFM MPS on Platform 2021

Market and portfolio review

The month of June saw further optimism in most markets over the world's improving economic prospects, if offset by concerns over the persistence of the coronavirus. There was continued support from central banks in spite of concerns over the increasing rate of inflation. Consumers have been keen to spend the savings they accumulated during lock-downs as restrictions ease, while the effective roll-out of vaccination programmes around the world is key and there is a risk from the evolving strains of the coronavirus. Business confidence has been resilient, as reflected in purchasing managers' indices, although there is a challenge from higher costs in wages and shipping. Governments have been ready to maintain the fiscal stimulus that they started during the pandemic and President Biden has negotiated a package of infrastructure investment in the US, if less than first proposed. Increased taxation to clear deficits will be likely to dampen consumer and business confidence. The higher costs have shown in an increasing rate of inflation, with the US Consumer Prices Index up by 5% year-on-year for May, for example. The debate remains as to the extent that such price increases are transitory, and whether any moves by central banks to raise interest rates to curb inflationary pressures would de-rail the economic recovery. For now the central banks are ready to be patient - the Bank of England's Monetary Policy Committee voted unanimously to keep the interest rate at 0.1% and will continue its asset purchases.

For the portfolio the total return in June was +0.9%. Fundsmith Equity was the largest contributor to performance at +0.16%, with Ninety One Global Gold the largest detractor at –0.19%.

Portfolio information

Launch date:	October 2011
Initial charge:	Nil
Investment management fee:	0.375%
Ongoing Charge Figure (OCF):	0.53%
Transaction costs:	0.25%
Ancillary costs:	0.05%
Dealing costs:	Nil
Portfolio yield:	1.8%

Platform availability:

Aegon; Ascentric; Aviva; Elevate; Novia; Quilter (formerly Old Mutual); Standard Life; Succession; FundsNetwork.

Investment objective

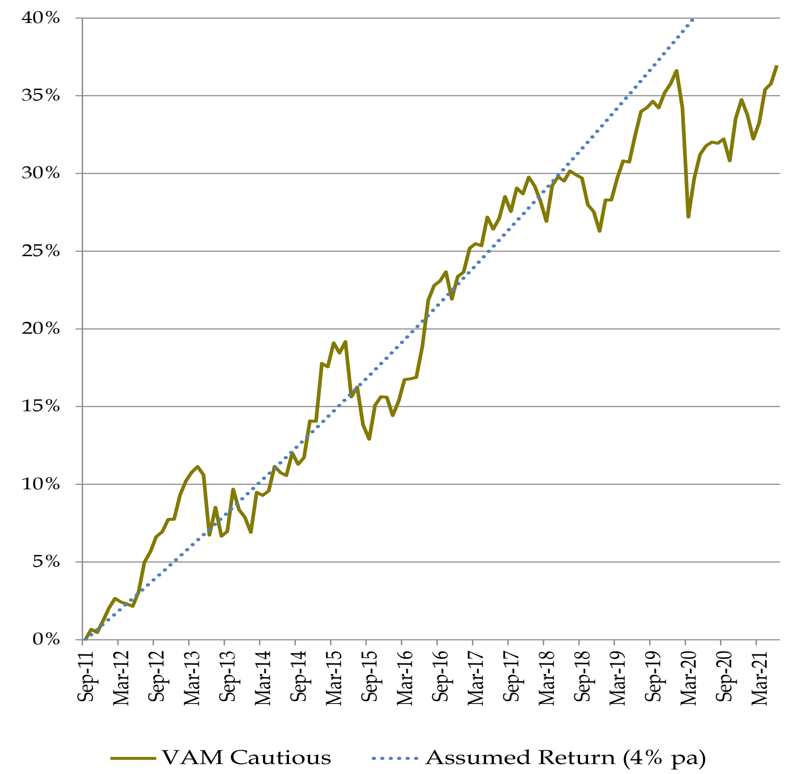
The Cautious portfolio has assumed returns of 3-5% p.a. net of fees over a rolling three-year period. The investment manager has discretion to weight the portfolio towards any of the asset classes comprising bonds, equities, alternatives and cash provided that any such investment is compatible with the objectives.

The OCF and other costs represent the average charge of funds in which the portfolio is invested; it is an indicative figure calculated at each quarter balancing, as is the portfolio yield. As well as the regular quarterly re-balance we may re-position the portfolios on an ad hoc basis and at each occasion we assess the risk profile.

Historical performance (as of 30th June 2021)

Rolling	1 mth	3 mth	1 yr	3 yr	From inception
VAM Cautious	+0.9%	+2.8%	+3.9%	+5.8%	+37.0%

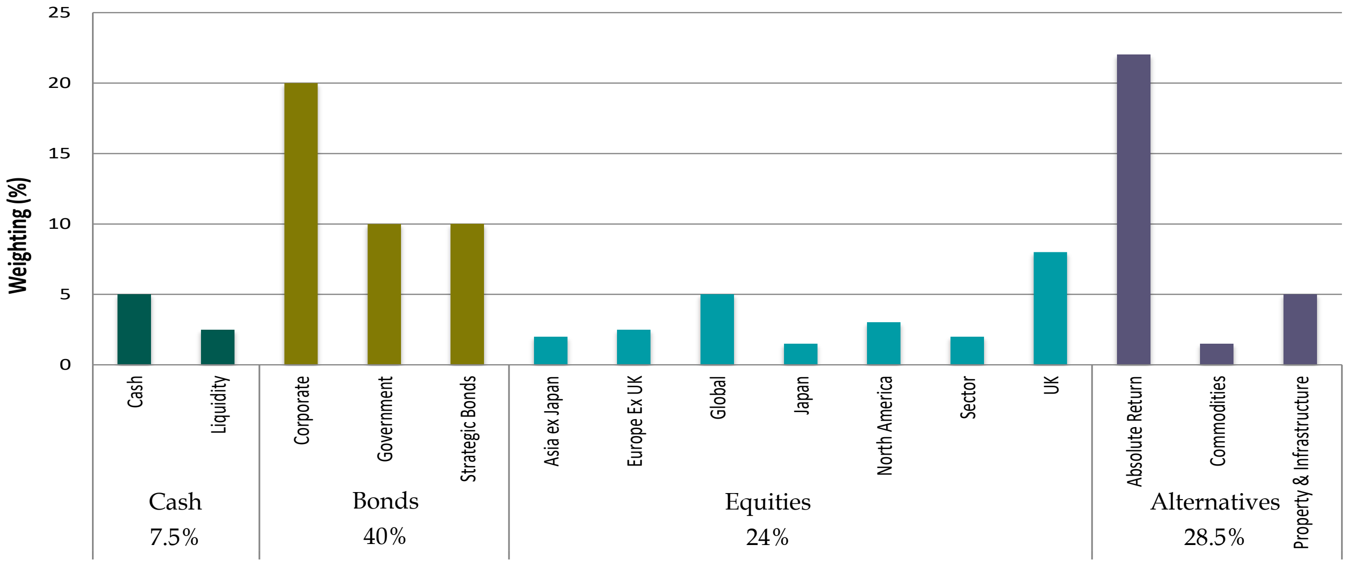
Annual	2017	2018	2019	2020	2021 to date
VAM Cautious	+5.2%	-2.7%	+7.5%	-0.7%	+1.6%



Please note that past performance is no guarantee of future returns and that capital in the portfolio is at risk of loss. The figures are based on a model and may vary between platforms if holdings differ due to availability. Performance is shown net of the OCF, transaction and ancillary costs and the investment management fee (deducted monthly) but gross of platform (and adviser) fees; it is calculated using Financial Express with Bloomberg for contribution analysis and assumes no frictional dealing costs nor any delay during model rebalancing. The investment management fee was liable to VAT until end March 2021 and so equivalent to 0.45%; the fee is 0.37% on those platforms that only calculate to two decimal places. The assumed return is set at 4% p.a. compounded monthly.

VINTAGE
ASSET MANAGEMENT

Asset allocation*



*This is based upon VAM's classification of each holding by asset class and sector, taking into account the holding's investment strategy, and does not purport to aggregate the asset distribution of each holding's underlying investments, which may vary from that represented above. The asset allocation and top 10 holdings are shown as of the latest re-balance (which was implemented on 22nd April 2021).

Top 10 portfolio holdings (excluding cash and money market funds)

Weight	Holding	Weight	Holding
5.0%	Royal London Short Duration Credit	5.0%	Rathbone Ethical Bond
5.0%	Fidelity Short Dated Corporate Bond	5.0%	CG Absolute Return
5.0%	Allianz Strategic Bond	5.0%	Janus Henderson Fixed Interest Monthly Income
5.0%	Nomura Global Dynamic Bond	5.0%	Artemis US Absolute Return
5.0%	Gravis UK Infrastructure Income	4.0%	Evenlode Income

About Vintage Asset Management

Vintage Asset Management (VAM) is an independent and boutique discretionary fund management company which was established in 2008. We provide bespoke portfolio management for private clients, companies and trusts advised by financial intermediaries for whom we offer a model-based Managed Portfolio Service on a number of platforms. This active service comprises a range of strategies for Cautious, Cautious Balanced, Balanced, Balanced Growth and Growth mandates as well as a Balanced Income offering. Our investment philosophy aims to achieve a steady return for clients whilst maintaining a focus on capital preservation. VAM is authorised and regulated by the Financial Conduct Authority (FCA) with number 489408 for investment business in the UK only. More information about VAM's business and investment services can be found on our website, or please feel free to contact a member of the team.

Contact details

Edward Hands — Investment Director
020 7989 3120
edward@vintageassetmanagement.co.uk

Andrew Fargus — Investment Manager
020 7989 3125
andrew@vintageassetmanagement.co.uk

Vintage Asset Management Ltd.
7a Wyndham Place | London
W1H 1PN
+44 (0)20 7989 3110
www.vintageassetmanagement.co.uk