

Passive MPS 4

As at 31 December 2023



Investment objective

AJ Bell Passive MPS 4 aims to make an average return above the level of inflation (as measured by the consumer price index) over a period of at least five years. Over shorter periods the portfolio may lose value, including sharp falls in certain market conditions, as it invests in securities that can go both up and down in price.

Investment approach

By spreading out the investments across regions, sectors and different types of assets, the portfolio aims to achieve its return objective whilst minimising price variation where possible. It does so by investing mainly in collective investments, such as index funds and ETFs. These products hold different types of securities such as cash and bonds and company shares.

The AJ Bell investments team uses in-house modelling to deliver a long-term approach that combines different assets. This aims to efficiently deliver returns without compromising investors' tolerance for risk.

Our focus on long-term investing helps minimise transaction costs, ensuring there is a minimal impact on the portfolio, however the asset allocation and selection is constantly monitored, and underlying holdings will be changed when appropriate.

Top 10 holdings (weight %)

Vanguard S&P 500 ETF	20.00
iShares Core FTSE 100 ETF	17.00
iShares Core MSCI Emerging Markets IMI ETF	10.00
HSBC MSCI Emerging Markets ETF	10.00
Invesco GBP Corporate Bond ETF	8.00
Invesco Global High Yield Corporate Bond ESG ETF	7.00
iShares ESG Overseas Corporate Bond Index	7.00
Amundi MSCI Japan ETF	5.00
Vanguard USD Emerging Markets Government Bond ETF	3.00
Vanguard FTSE 250 ETF	3.00

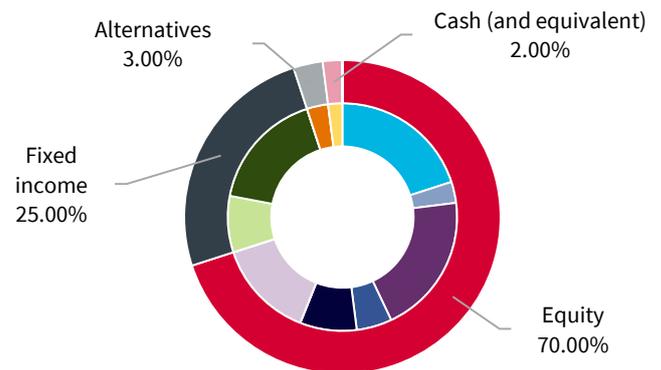
(2) Based on target weights at portfolio rebalance.

Risk profile⁽¹⁾

For investors who understand risk and appreciate how this can be mitigated with long-term planning. The portfolio invests in funds and exchange traded funds (ETFs), using defined strategic asset allocation to deliver returns while meeting the targeted level of risk.



Asset allocation⁽²⁾



- 20.00% UK equity
- 20.00% North America equity
- 8.00% Asia Pacific ex-Japan equity
- 8.00% UK corporate bonds
- 3.00% Property
- 3.00% Europe ex-UK equity
- 5.00% Japan equity
- 14.00% Emerging Markets equity
- 17.00% International bonds
- 2.00% Cash

Platform availability



Performance

Discrete (%)	Dec 2022 - Dec 2023	Dec 2021 - Dec 2022	Dec 2020 - Dec 2021	Dec 2019 - Dec 2020	Dec 2018 - Dec 2019
Passive MPS 4	8.65	-2.76	12.15	5.96	18.02
IA Mixed Investment 40-85% Shares	8.09	-10.19	11.23	5.48	15.95
IA Sector quartile	2nd	1st	2nd	3rd	1st

(3) The above table shows the total return of the portfolio during each one-year time period stated.

Cumulative (non-annualised %)	Dec 2022 - Dec 2023	Dec 2021 - Dec 2023	Dec 2020 - Dec 2023	Dec 2019 - Dec 2023	Dec 2018 - Dec 2023
Passive MPS 4	8.65	5.66	18.48	25.56	48.17
IA Mixed Investment 40-85% Shares	8.09	-2.91	7.99	13.92	32.08
IA Sector quartile	2nd	1st	1st	1st	1st

(4) The above table shows the total return of the portfolio on a cumulative basis over the previous five years. This is taken from the most recent month end.



Source: Morningstar as at 31 December 2023.

Performance is calculated on a net of fees basis. Due to its multi-asset nature, no financial instrument or index represents a fair benchmark for the portfolio. However, to give context and enable an objective assessment of the portfolio's performance, the IA (Investment Association) Mixed Investment 40-85% Shares sector average is included for reference. The portfolio does not aim to track the IA sector as a benchmark.

Performance reflects the headline model and includes the underlying costs of the holdings and the annual investment management charge. It does not include any transaction costs that would have been incurred through rebalancing or changing any underlying holdings. This model was launched on 18 August 2016.

Fees and charges

Ongoing charges figure (OCF)	0.28%
Transaction costs	0.06%
Total indicative charge	0.33%

Ongoing Charges Figure (OCF) is inclusive of the AJ Bell Investments Annual Management Charge (fee of 0.15%) and the ongoing charges of underlying investments. MPS transaction costs reflect the aggregated transaction costs reported by underlying products. In some instances products may deploy pricing mechanisms which can result in negative costs. Additional costs will be incurred while using the MPS. These include (where applicable) platform costs and dealing costs. Any charges payable to your financial adviser will apply in addition. Therefore, the actual performance of your portfolio might differ from the stated past performance. There is no set minimum investment into the MPS, however, the structure of the underlying investments means that the portfolios work more efficiently for investments above a certain size. For the Passive MPS, this is around £20,000. It should be noted that the smaller the investment amount, the greater the impact of transaction costs will be on the investment.

Each portfolio has an expected level of risk, measured by volatility. This is a statistical measurement of how widely the returns of each portfolio is likely to vary from its average over time. This is measured on a forward looking basis and is used to help you understand the level of risk taken in each portfolio.

Expected volatility	10.50% - 12.60%
---------------------	-----------------

Subject to regulatory requirements, the portfolio will normally remain fully invested. There is, however, no restriction on the underlying content of the investments held in terms of investment type and geographical or economic sector (other than those imposed by the regulations). This means that AJ Bell Investments can, at its own discretion, weight the portfolio towards any investment type or sector, including cash, at any time. For further details of all applicable costs, please speak to your financial adviser or visit www.investcentre.co.uk.

(1) The AJ Bell Managed Portfolio Service (MPS) have been risk mapped by independent risk profiling services. View our Risk Profiling Tools document on www.investcentre.co.uk/support/infocentre for further information on our risk profilers. The assigned risk profiles do not indicate a promise, forecast or illustration of future volatility or returns nor represent investment advice or a recommendation to buy or sell units/shares in a fund or portfolio.

Allocation and performance information contained in this document is representative of the standard Passive MPS 4 model held on AJ Bell Investcentre. The implementation of this model may vary when held via other platforms, for example, where access to certain share classes is restricted. This may lead to differences in allocation, performance and cost.



Past performance is not indicative of future performance. The value of investments may go down as well as up and the income generated by investments is not guaranteed and may fluctuate. You may receive back less than the amount that you invested.

This information is for indicative purposes only and is not intended, and should not be construed, as investment advice. The information contained in this document has been taken from the sources stated and is believed to be reliable and accurate, but without further investigation cannot be warranted or guaranteed to be wholly correct. The views and opinions expressed in this document are not forecasts or recommendations in relation to investment decisions.

The information and data presented in this document were believed to be correct at the time of writing and we are not liable for any subsequent changes.

AJ Bell Management Limited (company number 03948391), AJ Bell Securities Limited (company number 02723420) and AJ Bell Asset Management Limited (company number 09742568) are authorised and regulated by the Financial Conduct Authority. All companies are registered in England and Wales at 4 Exchange Quay, Salford Quays, Manchester M5 3EE. See website for full details.