



WALDEN CAPITAL

inspired | bespoke | assured

How we invest for you

What should you do with your money? The first instinct is to avoid taking risk, but in the presence of inflation and uncertain future liabilities, playing it safe can sometimes be the biggest risk of all. At Walden Capital we employ the same techniques as the top financial institutions to balance risk and reward in our portfolios. We target the right balance for you personally. Let us be your guide.

How we allocate assets within our portfolios

Each of our risk weighted model portfolios has a target asset allocation that is calculated using our proprietary optimisation process. We gain exposure to these assets by identifying the most appropriate funds and securities with cost, liquidity and counterparty risk being the primary selection criteria. The portfolios are very diversified with each consisting of at least 9,000 holdings. Our risk categorisation is measured in terms of volatility and each model portfolio attempts to maximise the returns available for a given level of risk.

MODEL PORTFOLIOS	1	2	3	4	5	6	7
Global Fixed Income	76.00%	55.60%	39.60%	24.40%	9.60%	0.00%	0.00%
Alternatives	20.00%	20.00%	20.00%	20.00%	20.00%	20.00%	0.00%
UK Equity	1.00%	4.90%	8.10%	11.10%	14.10%	16.00%	20.00%
International Equity	2.00%	12.20%	20.20%	27.80%	35.20%	40.00%	50.00%
Emerging Equity	1.00%	7.30%	12.10%	16.70%	21.10%	24.00%	30.00%
Total number of holdings	21,000+	21,000+	21,000+	21,000+	21,000+	15,000+	14,000+
Estimated charge*	0.38%	0.40%	0.42%	0.44%	0.45%	0.46%	0.37%
Targeted Volatility	2.5	4.25	6	7.75	9.5	11.25	13

* Estimated charge. This is the cost of each model portfolio but excludes platform costs and advisor charging. This charge is the weighted average of the OCF (ongoing charges figure) of all the funds held within the model portfolios. Where the OCF is unavailable the TER (total expense ratio) is used. Model weightings obtained from the latest available data from the underlying funds and F E Analytics. We create a master model for each of our model portfolios and all of the performance data, asset allocations, charges, number of holdings and targeted volatility displayed on this factsheet are derived from these master models. When the master model is replicated on a platform, any individual portfolio created is unlikely to be identical as a result of the timing of the investment or due to any restrictions imposed by the platform.

Performance summary as at 31 May 2022

	1 MONTH	3 MONTHS	6 MONTHS	1 YEAR	3 YEARS	5 YEARS	8 YEARS	YR TO DATE
Model Portfolio 1	0.12%	-0.99%	-2.98%	-1.00%	8.07%	12.33%	31.55%	-3.48%
Model Portfolio 2	0.11%	-0.57%	-2.53%	-0.06%	14.60%	20.44%	48.96%	-3.77%
ARC Sterling Cautious PCI	-0.20%	-0.94%	-3.96%	-2.08%	7.68%	9.41%	22.81%	-4.54%
Model Portfolio 3	0.11%	-0.23%	-2.21%	0.65%	20.11%	26.66%	61.70%	-4.01%
Model Portfolio 4	0.10%	0.09%	-1.90%	1.30%	25.23%	32.52%	74.43%	-4.21%
ARC Sterling Balanced Asset PCI	-0.40%	-1.22%	-5.00%	-1.79%	11.37%	14.26%	35.09%	-6.06%
Model Portfolio 5	0.09%	0.40%	-1.66%	1.90%	30.13%	38.12%	87.17%	-4.46%
ARC Sterling Steady Growth PCI	-0.50%	-0.99%	-5.56%	-1.54%	14.63%	19.83%	48.83%	-7.02%
Model Portfolio 6	0.10%	0.61%	-1.45%	2.31%	33.82%	43.21%	101.85%	-4.55%
Model Portfolio 7	0.15%	-0.41%	-3.13%	-0.57%	31.58%	39.66%	102.40%	-6.54%
ARC Sterling Equity Risk PCI	-0.60%	-0.94%	-6.40%	-2.17%	18.16%	24.71%	58.91%	-8.15%

Source: F E Analytics, data to 31/05/22. All figures quoted are on a total return basis inclusive of fund charges but exclusive of platform and advisor fees. We benchmark our model portfolios against the Asset Risk Consultants Private Client Indices www.assetrisk.com

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