

WISE INVESTMENT LIMITED – LONG-TERM GROWTH

Pershing



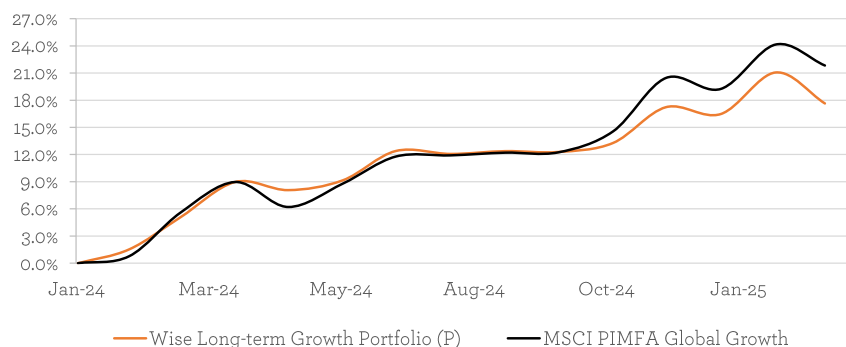
MONTHLY FACTSHEET

all data as at 28th February 2025

PORTFOLIO OBJECTIVES AND STRATEGY

The Wise Long-Term Growth Model Portfolio is designed for clients who are looking for a total return in line with the MSCI PIMFA Global Growth index over a 5 to 10-year period. We aim to achieve this by investing in a select and focussed list of funds (unit trusts, investment trusts and OEICs), with diversification across geography, asset class and investment style. These funds invest in real assets, such as company shares (listed both in the UK and overseas), property, fixed interest and cash. The Portfolio invests 60-100% in 'medium' risk assets, such as shares and property and can include up to 40% in 'high' risk assets such as shares in specific countries and industries. The Portfolio can also invest up to 20% in 'lower' or 'minimal' risk assets such as higher quality company debt and cash. We therefore consider the portfolio to be suitable for those willing to adopt an adventurous risk profile.

PERFORMANCE SINCE LAUNCH (using month-end data)



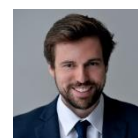
CUMULATIVE PERFORMANCE

	1m	3m	6m	1yr	Launch
Wise Long-term Growth Portfolio (P)	-2.8%	0.3%	4.7%	12.0%	17.6%
MSCI PIMFA Global Growth	-1.9%	1.1%	8.6%	15.4%	21.8%

DISCRETE ANNUAL PERFORMANCE

	29/02/2024	28/02/2025
Wise Long-term Growth Portfolio (P)	12.0%	
MSCI PIMFA Global Growth	15.4%	

PORTFOLIO MANAGEMENT



WILLIAM GEFFEN

Head of Investment Management

William joined Wise Investment in November 2023 and has 4 years' experience in managing equity funds. His main responsibility is the selection of suitable investments for portfolios and ensuring our investment service meets your requirements.

William successfully passed all three level of the Chartered Financial Analyst (CFA) exams gaining the qualification in 2021.

Key Portfolio Details

Launch Date	2nd January 2024
Holdings	12
Historic Yield¹	1.7%
Benchmark	MSCI PIMFA Global Growth
Model OCF²	0.4%
Service Charge³	1.8%

Contact Details

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All data used on this factsheet is supplied by Financial Express. Rounding may result in charts and tables not adding up to 100% in displayed data. Performance is based on total returns on a bid-to-bid basis, net of UK dividend tax credits and is calculated referencing a model portfolio. Actual portfolio statistics may differ because of investment performance, cash movements, transaction costs and the timing of sales and purchases within the portfolio. Quoted performance does not include fees levied by Wise Investments Ltd or any fees from custodial services. Service fees will apply. Past performance is not a reliable indicator of future results. This document should not be construed as an investment recommendation.

¹ The Historic Yield is the weighted average yield of the model based on the model's current constituents

² Volatility is the annualised monthly volatility of the model portfolio to the most recent month end over a 3 year period or since launch if this period is less than 3 years

³ The Model OCF calculates the annual charges levied by the underlying fund holdings according to the model portfolio weights

⁴ The Service Fee incorporates the model OCF, the standard non-tiered annual fees levied by Wise Investments Limited and custodian fees, of which this is the highest possible fee. Further details of these charges are disclosed to clients investing in the model portfolios.



MONTHLY COMMENTARY

February was a mixed month, generally bucking the trend built up over the past year or so.

Equities bifurcated fairly heavily. On the one hand the largest global market, the US, had a very poor month, sliding -2.9%. This was mainly driven by fears around tariffs, which were threatened against Canada and Mexico before being delayed, while the Trump administration pressed ahead with 10% tariffs on Chinese imports. This has impacted technology companies hardest, particularly those with supply chains reliant on Chinese imports.

Japan also had a poor month, sliding -2.7% in solidarity, caught in the middle of the US-China trade conflict.

On the other hand, UK and European markets were strong, rising 2.4% and 1.5% respectively as they have so far dodged any tariffs and look to be having slightly better economic growth than previously feared.

Overall, with US markets weighing heavily, global equities ended the month down, returning -2.0% in GBP terms.

Bond returns were steady, with the yield curve holding form. Gilts returned 0.9% while corporate bonds returned 0.5% and High Yield returned 0.9%. Direct property moved up 0.3% and liquid listed property slid -0.8% as borrowing costs stayed high.

The Long-term growth model returned -2.8%, behind the Global Growth PIMFA benchmark return of -1.9%.

The positions in global equities lagged, largely due to unfortunate fund price timings on the final day of the month. Nonetheless global equity exposure performed poorly, with Fidelity Index returning -3.8%. Exposure to UK funds helped, with the JOHCM UK Income fund returning 0.4%.

We made a number of changes to the portfolio, including trimming 5% of the JOHCM UK Equity Income fund and opening a 5% position in the Invesco Enhanced UK Index fund, looking to broaden our exposure to the UK where we see a fairly wide scope value opportunity. We also trimmed 5% out of Fidelity Index World and 10% out of Fundsmith Equity and allocated that to three 5% positions in the Invesco Global Ex UK Enhanced Index fund, Guinness Quality Mid-Cap fund, and Church House Human Capital fund again to broaden our exposure to 3 strategies that offer potential outperformance for long term investors. The enhanced index fund uses quantitative factors in an attempt to outperform the index by tilting positions in the index to get exposure to outperforming factors like Value, Quality and Momentum. The Mid-Cap fund gets exposure to very high-quality businesses – a sector and strategy that has the potential to outperform the large cap focussed index in the long run. Finally, the Human Capital Fund focuses on buying shares in businesses that are led by savvy management teams who aim to reinvest cashflows at high rates of return.

This model is designed to be an all-equity portfolio with a solid core of global equity exposure, which we currently maintain through a large position in the Fidelity MSCI World Index fund along with the Fundsmith Equity fund. We also look to take tactical exposure to sectors and geographies that we believe offer superior returns in the short to medium term.

We maintain a position in the JOHCM UK Equity Income fund to capture the substantial discount we see in the traditional “deep value” parts of the UK market. We also have the fairly new 5% position in the Teviot UK Smaller Companies fund to benefit from the attractive set up in that part of the domestic market – an area where other larger institutional investors are unable to access due to liquidity constraints.

We also hold a 5% position in the Janus Henderson Global Life Sciences fund to take advantage of the attractive valuations in the healthcare sector – a sector that has also enjoyed strong long-term returns due to the high-quality nature of many healthcare businesses and the steady secular growth trends they are exposed to (e.g. aging populations).

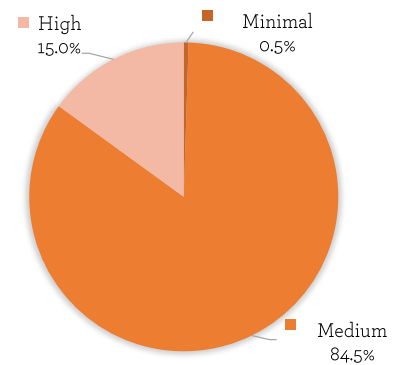
Finally, we have a 10% exposure to emerging markets with 5% in the Artemis SmartGARP Global Emerging Markets fund to capture the extreme discount emerging markets currently trade at, as well as 5% in the Aubrey Emerging Markets Opportunity fund which seeks returns via exposure to the rise in emerging market consumer spending.

HOLDINGS

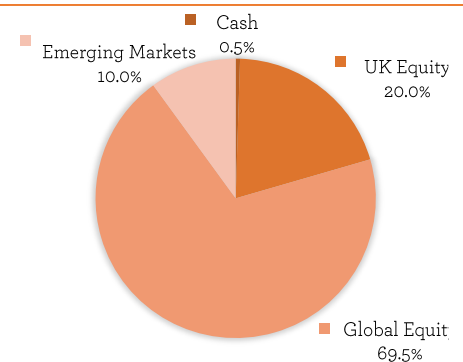
Name	Weight	OCF
JOHCM UK Equity Income	10.0%	0.66%
VT Teviot UK Smaller Companies	5.0%	0.88%
Invesco UK Enhanced Index	5.0%	0.23%
Fidelity Index World	39.5%	0.12%
Fundsmith Equity	5.0%	0.94%
IFSL Church House Human Capital	5.0%	0.66%
WS Guinness Global Quality Mid Cap	5.0%	0.35%
Invesco Global Ex UK Enhanced Index	10.0%	0.23%
Janus Henderson Global Life Sciences	5.0%	0.76%
Artemis Global Emerging Markets	5.0%	0.86%
Aubrey Global Emerging Markets Opportunity	5.0%	1.04%
Cash	0.5%	0.00%

RISK ALLOCATION

For Asset Risk Category definitions see the Wise Investment Risk Appendix, supplied to investors in the model portfolios.



ASSET ALLOCATION



IMPORTANT INFORMATION

Portfolio returns from the Wise Investment Model Portfolio Service will be subject to investment market fluctuations and there is no guarantee that the portfolio objectives, including any income targets, will be achieved. Where income is received as dividends, these will be automatically reinvested in the Model Portfolio, which may result in the Model Portfolio returns being higher than what a client portfolio can actually achieve. The performance will be reduced by the withdrawal of income and the impact of the ongoing charges and portfolio transaction costs. The charges can vary. Prices of funds and the income from them may fall as well as rise and investors may not get back the amount originally invested. Consequently, an investment into this portfolio should be considered for a 5 to 10 year period. The funds may invest in higher-yielding or non-investment grade bonds. The funds may hold investments denominated in currencies other than sterling. Changes in exchange rates will cause the value of these investments and the income from them to rise or fall. The funds can use derivatives for investment purposes. These instruments can be more volatile than investment in equities or bonds. Every effort is taken to ensure the accuracy of the data used in this document, but no warranties are given. Wise Investment has expressed its own views and these may change. The data contained in this document has been sourced by Wise Investment and should be independently verified before further publication or use. Wise Investment is a trading brand of Wise Investments Ltd. Wise Investments Ltd is authorised and regulated by the Financial Conduct Authority. Ref no. 230553.

