Canaccord Genuity Wealth Management

2nd Quarter 2020

MPS Aggressive Growth Portfolio

Paul Parker
Head of Intermediary Portfolio Management Team

Paul and his team manage CGWM's MPS models and inheritance tax portfolios. He has been with Canaccord Genuity since 2001 and is a Chartered Fellow of the Chartered Institute for Securities and Investment.

Nick Muir
Investment Manager

Nick manages discretionary investment portfolios on behalf of the clients of Independent Financial Advisers. Joining CGWM from UBS in 2014, Nick is a Chartered Fellow of the Chartered Institute for Securities and Investment.

Benchmark
PIMFA Growth Portfolio Total Return

Contact us

+44 (0)20 7523 4597

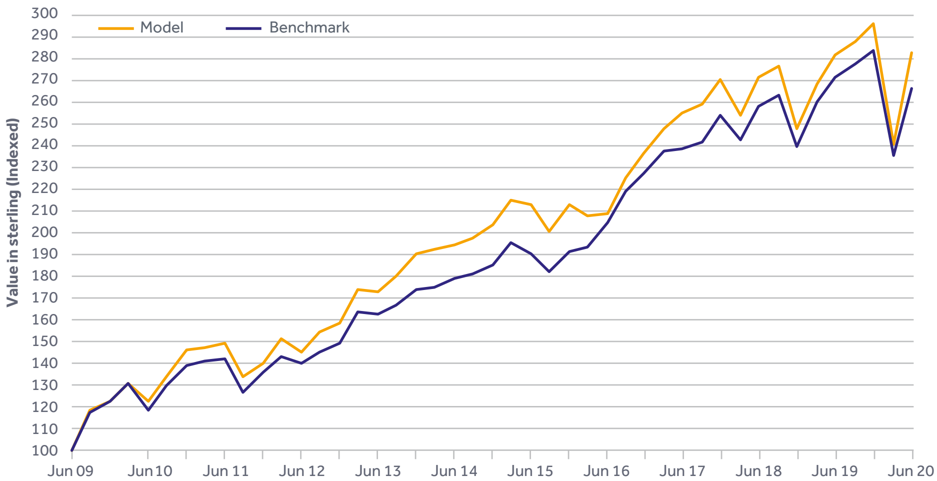
intermediary@canaccord.com

canaccordgenuity.com

Investment objective

The MPS Aggressive Growth Portfolio aims to produce capital appreciation over the medium to long term. Whilst this strategy may have some exposure to fixed interest, it will tend to have a focus on domestic and international equities to achieve both diversification and investment focus. In addition to strategic geographic placement of assets, collectives investing in commodities and alternative asset classes may also be used to pursue investment themes that are likely to outperform in the prevailing economic environment.

Performance since inception (30/06/2009)



Discrete performance (%)

Total return to end of last calendar quarter 30/06/2020.

	2019	2018	2017	2016	2015	2014	2013	2012
Model	**+19.8**	**-8.6**	**+14.3**	**+11.1**	**+4.7**	**+7.1**	**+20.2**	**+13.2**
Benchmark	**+18.2**	**-5.5**	**+11.4**	**+19.2**	**+3.0**	**+6.5**	**+17.0**	**+10.0**

Cumulative performance (%)

Total return from inception to 30/06/2020.

	3 Months	1 Year	3 Years	5 Years	Inception (30/06/2009)
Model	**+17.2**	**+0.3**	**+10.8**	**+32.6**	**+183.2**
Benchmark	**+13.0**	**-1.9**	**+11.3**	**+39.8**	**+166.8**

Source: Canaccord Genuity Wealth Management (CGWM).
All performance data to 30/06/2020. Total return before fees and charges are deducted.

Risk & return since inception

	Model	Benchmark / PIMFA Growth
Annualised volatility (%)	**+13.5**	**+12.4**
Maximum loss (%)	**-10.3**	**-11.1**
Sharpe ratio	**0.7**	**0.7**

Annualised volatility: risk is measured by the variability of performance. The higher the standard deviation, the greater the variability (and therefore the risk) of the Fund or the index.

Sharpe ratio: measures the risk/return trade-off. It is the annualised return less the average risk-free rate, divided by the annualised volatility of the model.

defaqto 2020 DFM MPS on Platform

defaqto 2020 DFM Bespoke

defaqto 2020 DFM MPS Direct

DYNAMIC PLANNER® PROFILED 7

MPS Aggressive Growth Portfolio suggested asset allocation (%)

	Model
Asia Equity	6.5
Japan Equity	8.2
Emerging Market Equity	3.7
Europe Equity	4.0
UK Equity	35.3
US Equity	17.1
Sector Specific	21.3
Cash	3.9

Top 10 holdings (%)

LINK FUND SOLUTIONS LTD LF LINDSELL TRAIN UK EQUITY DIS	**10.0**
NINETY ONE FUND MANAGERS UK LTD UK ALPHA J GBP ACC GBP	**8.9**
SLATER INVESTMENTS LIMITED GROWTH P UNITS GBP ACC GBP	**7.4**
FUNDROCK MANAGEMENT COMPANY SA ARTEMIS US	**7.4**
POLAR CAPITAL TECHNOLOGY TRUST GBP0.25 GBP	**7.2**
FIL INVESTMENT SERVICES(UK)LIMITED SPECIAL SITUATIONS W ACC	**5.5**
BROWN ADVISORY FUNDS US SUSTAINABLE GROWTH SI GBP DIS GBP	**5.1**
LINDSELL TRAIN LIMITED JAPANESE EQUITY B GBP QUOTED DIS	**5.0**
POLAR CAPITAL FUNDS HEALTHCARE OPPS I STERLING SHARE INC NAV	**4.8**
UBS (IRL) ETF PLC MSCI USA VALUE UCITS A USD DIS (GBP) GBP	**4.6**

Source: CGWM

Portfolio Manager commentary

There has been an eerie symmetry to market behaviour this year. After the ninth worst quarter for the S&P 500 since 1926 in the first quarter of 2020, the second quarter of the year saw the ninth best. Markets globally recovered strongly as they grappled with analysing more optimistic virus data and attempted to ascertain what this meant for earnings over the next year, should economies return to some degree of normality. While economic data remains somewhat alarming, there continues to be an unprecedented and coordinated response from both central banks and governments.

At times like these we feel it incumbent on ourselves to remind investors of the measures we take within portfolios to make them resilient in a variety of market environments. We own gold and have elevated cash positions which we feel will help cushion the strategies against more stressed market conditions such as the one we saw during the first quarter of the year. We also have targeted exposure to more resilient growth themes, such as technology and healthcare, that should be less impacted by unfolding events. During the quarter we added newer environmental, social and governance (ESG)-related themes to help the portfolios navigate a world where environmental and social issues could have significant financial implications. A geographical allocation was also made to Europe, a more cyclical market with differing sector exposure to what is held elsewhere in the portfolio.

Our focus is on making sure the portfolios are robust in the shorter term and well positioned for the recovery.