

### Optimum Moderate to Adventurous Portfolio Strategy

In order to generate potential returns consistent with the level of risk, Optimum Wealth Management will invest via a mixture of selected active and passive funds to create a diversified portfolio comprised of UK and Global equities, Corporate and Government bonds and other Alternative assets such as commodities and property where appropriate.

#### \* Who is this portfolio for?

This portfolio is likely to be suitable for: An investor who is comfortable with holding a significant proportion of their portfolio in higher risk investments in order to have the opportunity for a greater investment return. An investor who is prepared to accept investment losses in the short-term in order to achieve potentially greater investment returns over the longer-term. The portfolio will be subject to fluctuations in value.

### Portfolio Objective Moderate to Adventurous

The leading objective of this portfolio is to maximise potential return for a given level of risk. One measure of portfolio risk is how much of the portfolio is invested in equities (company shares). For this portfolio, over the long-term, we would expect the proportion invested in equities to be approximately 75%. This strategic exposure may be adjusted over the longer term to maintain adherence to the risk limits. In the shorter term, we may also adjust this weight tactically as economic and market conditions dictate while not deviating by more than  $\pm 12.5\%$ .

### Cumulative Returns

Time Period: Since Common Inception 17/04/2023 to 31/05/2024



### Performance Information

Past performance is not a guide to future performance.

### Cumulative Returns (%)

	1 MONTH	3 MONTHS	1 YEAR	3 YEAR	5 YEAR	INCEPTION
Optimum Moderate to Adventurous	1.1	3.2	13.2	-	-	11.5
	01/06/2023 - 31/05/2024	01/06/2022 - 31/05/2023	01/06/2021 - 31/05/2022	01/06/2020 - 31/05/2021	01/06/2019 - 31/05/2020	
Optimum Moderate to Adventurous	13.2	-	-	-	-	-

### Monthly Market Commentary - May 2024

Global equities reversed losses experienced in last month's selloff, returning 2.3% in sterling terms in May, a rise that was largely supported by strong US tech corporate earnings. Additionally, lower inflation data increased expectations that major central banks would start cutting interest rates more quickly. This supported the global aggregate bond market, which rose by 0.9%.

The strongest performing developed equity region was US technology large-cap stocks, returning 5.2%. This strong performance was fuelled by the resilient US tech corporate earnings reported throughout May. Europe and the UK also performed well, returning 3.5% and 2.1% in May, respectively. Both the European Central Bank and the Bank of England are likely to take a less aggressive stance on monetary policy, with interest rate cuts expected at their next scheduled meetings.

Although Chinese equities rebounded, positive momentum drifted away from Emerging Markets, which fell 1.1% in May. Election results in countries like Mexico, India, and South Africa caused wide swings in currency markets, creating a volatile environment for equities in this region. The relentless fall in the Yen, which prompted Japanese intervention in May to stabilize the currency, saw Japanese equities extend their losses, falling by 0.3%.

Commodities underperformed both equity and bond markets, with the broader commodity index falling 3.5% in May. This was largely driven by the performance of Brent crude oil, which fell 7.6%, as a result of weakening demand with OPEC agreeing a complex deal to extend production cuts in to next year.

**Portfolio Characteristics**

Standard Deviation	7.1
12 Month Yield	1.4
Since Inception Annualised Return	10.23
Risk Profile	<b>Moderate to Adventurous</b>
Inception Date	17/04/2023

**Top Holdings (%)**

HSBC American Index C Acc	14.50
iShares UK Equity Index (UK) D Acc	8.00
HSBC Global Aggregate Bond Index S2CHGBP	7.50
Vanguard US Equity Index Acc	6.00
Jupiter Merian North American Equity U2 GBP Acc	5.00
HSBC Global Government Bond IndexS2CHGBP	5.00
Invesco UK Enhanced Index UK(NoTrail)Acc	4.50
ES Alliance Bernstein Concentrated US Equity I GBP Acc	3.50
Artemis US Select I Acc GBP	3.50
iShares North American Equity Index Fund (UK)	3.00

**Data Definitions**

**Standard Deviation:** A statistical measurement of dispersion about an average, which, for a model, deviation of historical performance to try to predict the range of returns that are most likely for a given fund. When a fund has a high standard deviation, the predicted range of performance is wide, implying greater volatility. Morningstar computes standard deviation using the trailing monthly total returns for the appropriate time period. All the monthly standard deviations are then annualized.

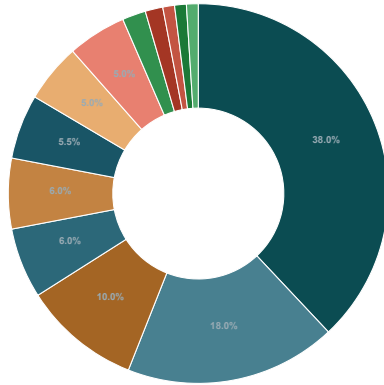
**Inception:** The date at which the portfolio was first managed. This can be found at the top left corner of the investment growth graph.

**12 Month Yield:** Is the sum of a fund's total trailing 12-month interest and dividend payments divided by the last month's ending share price (NAV) plus any capital gains distributed over the same period.

**Benchmark: ARC Private Client Indices** – The performance comparator provided in the cumulative return chart and the performance table below. The comparator benchmark(s) shown are representative of the risk/return of the model.

**Overlay Strategy** The Overlay Strategy allows us to benefit through institutional pricing, provides access to funds that may not be available on all platforms, and provides a more efficient means of portfolio management, therefore allocations can differ. The Overlay Strategy and the platform-held portfolio together aim to create the "ideal" portfolio. The overlay strategy is not applied to all models and you should refer to the Portfolio Characteristics section to determine if the overlay strategy has been applied to a model.

**Portfolio Holdings Optimum Moderate to Adventurous**



North America Equity	38.00%
UK Equity	18.00%
Strat Bond	10.00%
Europe Equity	6.00%
Global Emerging Market Equity	6.00%
IG Bond	5.50%
Japan Equity	5.00%
Govt Bond	5.00%
Asia Dev ex Japan Equity	2.00%
Alternative	1.50%
Cash	1.00%
Emerging Market Bond	1.00%
HY Bond	1.00%
Total	100.00%

**Important Notes**

The portfolio returns presented in this document are for information purposes only and should be regarded as indicative of the returns clients would have achieved with their actual investment portfolios, which are managed with the same investment style and risk profile. While client portfolio returns are expected to be very similar to the returns shown here, they may differ as a result of new monies having been introduced by the client, or withdrawn from the portfolio and/or the specific fee charging arrangements agreed between the client and the adviser. The performance does not account for the differences due to the limitations of a particular platform. Asset allocation: For operational efficiency and to cover all costs and charges, the investment manager makes sure there is a 2% cash holding in every model portfolio when conducting a portfolio update. The information in this document does not constitute investment advice or a recommendation for any product and investment decisions should not be made on the basis of it.

**Further information**

For more details regarding this portfolio or further explanation of the terms used please contact your professional adviser.

Please be aware that adjustments to previously reported data can occur.

The value of investments and the income from them can fluctuate and it is possible that investors may not get back the amount invested.

All model returns are calculated in £-Sterling and include DFM fee and fund charges, but do not include investment platform and adviser charges.

**NOTE:** All benchmark returns are calculated in £-Sterling and include DFM fees, fund and investment platform charges but do not include adviser charges.

## **About** Optimum Wealth Management

Optimum Wealth Management is a trading style of Tatton Investment Management Limited which is authorised and regulated by the Financial Conduct Authority. Firm Reference Number 733471 Tatton Investment Management Limited is registered in England and Wales No: 08219008. Registered Office: Paradigm House, Brooke Court, Wilmslow, Cheshire SK9 3ND