

Model Portfolio Solutions Quick Guide - March 2019

The value of investments can fall and you may get back less than you invested. Past performance is not a guide to future performance. Any specific investments mentioned are for illustrative purposes only and are not intended as investment advice.

Our Model Portfolio Solutions (MPS) are a straightforward, cost-effective way of enabling you to benefit from our investment expertise, process and resources, with the aim of preserving or growing your clients' wealth.

Peregrine & Black Investment Management Ltd

We are an owner-managed boutique investment firm based in Mayfair, London providing tailored investment management for UK and international private clients, trusts, charities and pension funds.

Reasons to Use Model Portfolio Solutions

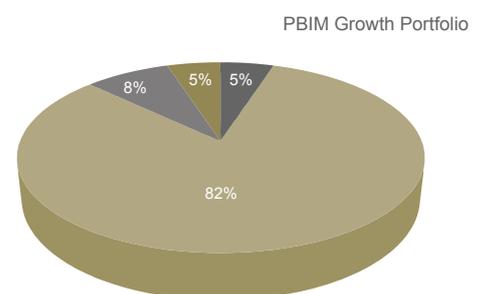
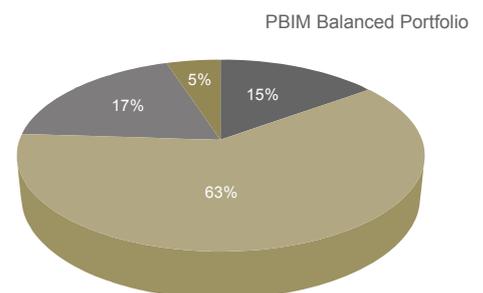
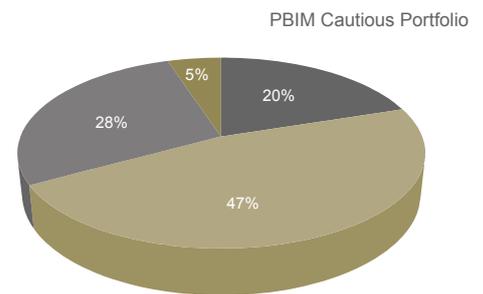
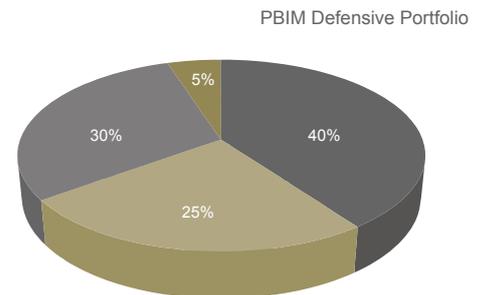
1. Save you time - removes the need to continually monitor investments and realign portfolios, as well as the associated administration
2. Improve your efficiency - allows you to spend more time with your clients, less on administration
3. Mitigate risk to your business - outsource the investment decisions to us
4. Respond faster to changes in the market - managed by experts whose single focus is to monitor and respond to market events and changing economic conditions
5. Access to global investment and research capabilities - managed by a dedicated team of experienced investment managers, with access to extensive investment resources
6. Trusted third-party platforms - our managed portfolios are available and administered by third-party platform providers and structured to fully support the client/adviser relationship
7. Competitive pricing - with a 0.3% plus VAT clean fee structure and competitive TERs on underlying holdings
8. Up to date reporting - you and your clients can view the underlying assets through the platform and our regular factsheets giving total clarity and transparency
9. High levels of adviser support - as well as regular reporting and you and your client will receive regular market updates.
10. Easy sign up process - simply select your portfolio and amount to be invested and click

Our Portfolios

Our Model Portfolio Solutions provides a range of four investment portfolios (PBIM Defensive Portfolio, PBIM Cautious Portfolio, PBIM Balanced Portfolio and PBIM Growth Portfolio) which offer clients diversified exposure to global financial markets. We invest in both active and passive collective investments and the universe consists of equities, fixed interest, commodities, property and alternatives. With each portfolio, we endeavour to achieve the highest risk adjusted return for each strategy. This is obtained by following a three stage approach to portfolio construction:

1. Strategic Asset Allocation - Structuring the portfolios to reflect long-term investment themes
2. Tactical Asset Allocation - Portfolio adjustments to exploit short term market opportunities
3. Fund Selection - Identify leading managers to target sustained outperformance

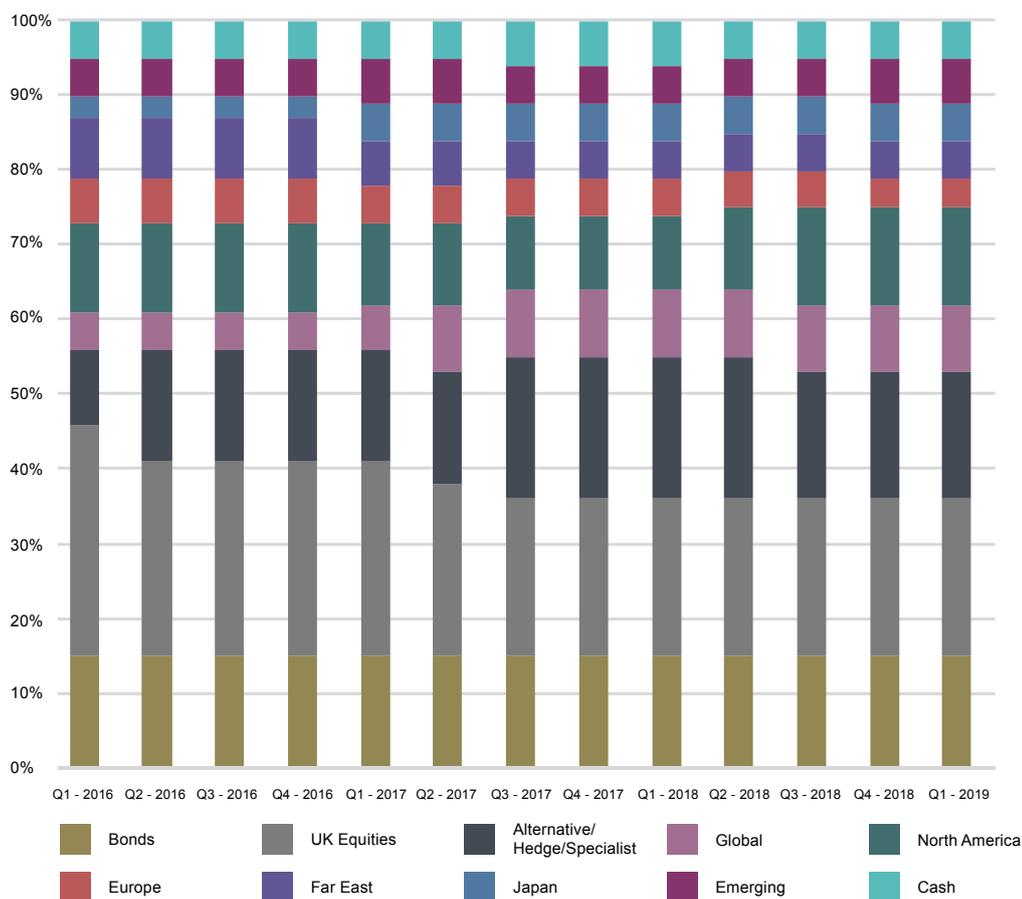
Our Portfolios



■ Bonds ■ Equities ■ Alternatives ■ Cash

We believe in the benefit of long term investment. Our portfolio models are rebalanced quarterly to reflect the views of the investment committee and to minimise transaction costs for clients. Action may also be taken in the interim if circumstances dictate. We aim to run a concentrated portfolio of 10-20 holdings as we believe every investment should make a meaningful contribution. Consequently we use a minimum position size of 3% going up to a maximum of 15%. Investors have the flexibility to switch seamlessly between the models should their circumstances or risk appetite change.

PBIM Balanced Asset Allocation over time



Nick Marshall Chartered FCSI
Head of Fund Solutions

Nick joined Peregrine & Black Investment Management in January 2016 and is responsible for providing fund recommendations for the business and managing bespoke models. Nick started his career working for the Guinness family office and subsequently moved to Smith & Williamson in 2005 where he spent just under 10 years working as part of the multi manager team and was responsible for running and providing fund solutions across a range of strategies for investors and clients. He was also responsible for recommending European and Emerging Market funds for the Private Client teams and sat on the Collectives Committee for the firm. Nick holds a Masters Degree in International Financial Analysis and is a Chartered Fellow of the Securities Institute.

Commentary

Markets with an eye to sustained earnings and largely positive economic data shrugged off the despondency of trade wars and BREXIT and recovered some of the losses from Q4. The FED reviewed and then moderated its stance on interest rates and this helped global markets gain in Q1. The S&P500 posted 11.1% in GBP and the FTSE Allshare 9.4%.

The funds delivered strong absolute numbers over the quarter and mixed on a relative basis - Balanced lagged the average, Growth was above the average and Cautious and Defensive were close to the average. At the beginning of the quarter we slightly reduced Europe into Emerging in Balanced and Growth and this had a positive impact. At a fund level we continue to closely monitor our alternatives exposure especially our equity long short mandates as this area has been underwhelming.

It was judged that no trading activity was necessary for the end of the quarter and the risks still remain skewed to the downside. With regions bouncing back over Q1 valuations are not as attractive now as at the beginning of the year. Whilst it can sometimes be hard to not tinker with the portfolios in the current environment we feel it is the prudent course of action.

Important Information

The value of your investments and the income from them may go down as well as up, you could get back less than you invested. Past performance is not a guide to future performance. Changes in exchange rates may have an adverse affect on the value, price or income of an investment. Investors should also be aware of the additional risks associated with funds investing in emerging or developing markets. This document is not intended and should not be construed as an offer, solicitation or recommendation to buy or sell any specific investments or participate in any investment (or other) strategy. It is recommended that potential investors should seek advice concerning the suitability of any investment from their Financial Adviser. Tax treatment depends on individual circumstances and may be subject to change in the future. This document is for the information of the recipient only and should not be reproduced, copied or made available to others. Peregrine & Black Investment Management is authorised and regulated by the Financial Conduct Authority FRN 757727. Registered in England No 9796196. Registered office: 65 Curzon Street, London W1J 8PE.