

# 1825 Portfolio

## Investment Strategy

1825 Portfolios are researched, built and managed by experts, and aim to give you the right balance between how much risk you're prepared and able to take, and the returns you need to meet your goals. This Investment Strategy Flyer provides information about Portfolio 5.

### Key highlights

Risk forecast (volatility): 12.5 – 15.0%<sup>1</sup>

Our managed portfolio risk scale:

Lower 1 2 3 4 5 Higher

Launch date 01 July 2015

<sup>1</sup>This is the expected standard deviation of the portfolio's returns. It reflects how near or far we expect returns to be from the average in most scenarios. The higher the figure, the more volatile we expect the portfolio to be.

We review these figures regularly and they can change.

### Risk profile

The portfolio aims to provide growth over the longer term while being managed to a level of risk, rather than a level of return. It aims to deliver a high level of return over the longer term but clients should be prepared to accept fluctuations in value of similar size and frequency to those experienced by equity markets. This may mean sustained periods of negative performance. As with any investment, the value can go down as well as up, and may be worth less than what was paid in.

The portfolio will have exposure to a wide range of, primarily, growth assets which may include equities, property, high yield bonds and emerging market debt. In the main, exposure to these asset classes will be achieved through holdings in a range of actively or passively managed funds. The portfolio can also invest in absolute return funds that aim to provide positive investment returns, regardless of whether markets are going down or up, over the medium to long term. They do this by using a wide range of investment strategies including those using derivatives.

<sup>2</sup>Aberdeen Standard Investments is a brand of the investment business of Aberdeen Asset Management and Standard Life Investments.

### Investment strategy

The 1825 Portfolios, managed by Standard Life Wealth, are a proprietary range of risk managed portfolios for exclusive use by 1825 clients. They aim to maximise levels of return given the risk objective and constraints set for each portfolio. They do this by investing in a diverse range of investments from across the world through a carefully selected portfolio of funds from some of the leading fund management groups in the market.

In addition to a broad range of traditional assets like equities, bonds and property, the 1825 Portfolios also invest in absolute return funds. Absolute return funds typically aim to manage and diversify risk as a means of delivering a lower volatility return that is more independent of market direction and global economic conditions than a traditional fund. They often use cash as a benchmark with a target return over and above this. Absolute return funds can feature within the growth or defensive portions of the 1825 Portfolios, depending on their characteristics.

The 1825 Portfolios are actively managed by award winning discretionary managers Standard Life Wealth, supported by global fund management house Aberdeen Standard Investments<sup>2</sup>. The Portfolio Manager makes use of both strategic and tactical asset allocations.

The strategic asset allocation ensures a wide range of investments are employed to spread risk, and the tactical asset allocation enables the manager to add value through taking shorter term positions relative to the strategic asset allocation weights.

### 1825 Portfolio 5 breakdown

Holding	Weights
Vanguard US Equity Index	13.48%
Vanguard FTSE UK All Share Index	12.08%
SLI Global Absolute Return Strategies (GARS)	7.76%
TM Fulcrum Diversified Absolute Return	6.79%
Fidelity Index US	6.12%
Majedie UK Equity	6.04%
BlackRock Continental European Equity Tracker	5.10%
Old Mutual North American Equity	4.90%
Invesco Perpetual Global Targeted Returns	4.85%
L&G Japan Index	4.74%
SLI UK Equity Income Unconstrained	3.61%
CF Morant Wright Nippon Yield	3.16%
Invesco Perpetual Emerging Countries	3.15%
Vanguard Emerging Markets Stock Index	3.15%
Invesco Perpetual European Equity Income	3.06%
Hermes Asia Ex Japan Equity Fund	2.90%
Mirae Asset Asia Sector Leader Equity	2.90%
Fidelity UK Smaller Companies	2.42%
SLI European Equity Income	2.04%
Cash (£)	1.00%
L&G Emerging Markets Local Government Bond Index	0.75%
<b>Total</b>	<b>100%</b>

Each client portfolio is reviewed and rebalanced regularly where necessary. Fund selection and asset allocation are monitored on an ongoing basis, and will be changed as considered appropriate by the Portfolio Managers.

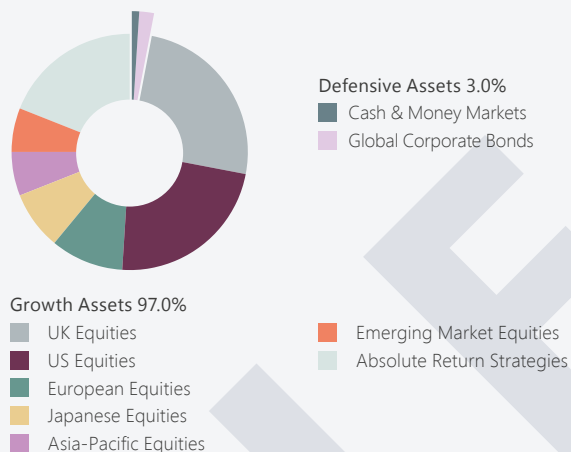
## Charges

The ongoing charges figure quoted below includes the SLW discretionary investment management charge (0.25%) and fund level management charges. It does not include product and adviser specific charges - speak to your 1825 Financial Planner for full details.

<b>Ongoing charges figure</b>	<b>0.75%</b>
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NOTE: the Portfolio holdings, asset class breakdowns, and ongoing charges, figure shown on this page are correct as at 30/09/2018. They will change from time to time. Source: Standard Life Wealth

### 1825 Portfolio 5 Asset class breakdown



## Portfolio Managers

### James Millard – Investment Director

James is an Investment Director in the Standard Life Investments Funds Solutions team. He is co-manager of the 1825 Portfolios for Standard Life Wealth.

James joined Standard Life Investments in 2014 from Old Mutual Wealth where he was Director of Investments. Prior to this he was Chief Investment Officer of Old Mutual Global Investors' multi-manager business, after heading up its Equity Manager Research function. He has also worked for Orbis Investment Advisory and KPMG.

James holds a BSc (Hons) in Natural Science from Durham University, the Investment Management Certificate (IMC), is a CFA® charterholder and also a qualified Chartered Accountant.

### Matthew Webber – Fund and Research Manager

Matthew is a Fund and Research Manager in the Standard Life Investments Fund Solutions team and co-manager of the 1825 Portfolios for Standard Life Wealth. He is also responsible for managing the research process and has several asset class research responsibilities.

Matthew joined the team in August 2011 from Co-operative Asset Management where he was a Fund of Funds Manager. Prior to this he was an Investment Analyst for Mazars Financial Planning and Old Broad Street Research (now Morningstar).

Matthew holds a BA (Hons) in Financial Services from Bournemouth University, the Investment Management Certificate (IMC) and the Certificate in Financial Planning. He is also a Chartered Member of the Securities and Investment Institute.

The 1825 Portfolio Managers, James Millard and Matthew Webber, act for Standard Life Wealth with regard to the management of the 1825 Portfolios.

EXAMPLE

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