

# True Potential Balanced Portfolio

## Portfolio Objective

The objective of the True Potential Balanced Portfolio is to provide investors with a way to achieve their investment goals. The Portfolio offers full exposure to different manager styles within the Balanced risk profile. We review the Portfolio monthly and, if necessary, rebalance to the allocation of styles that we believe offers the best opportunity for growth within the Balanced risk profile. The Portfolio aims to produce a higher risk-adjusted outcome at a lower average cost, compared to an equally-weighted model of Balanced funds.

## Risk Profile: Balanced

The Balanced Investor may be somewhat concerned with short-term losses and may shift to a more stable option in the event of significant losses. The safeties of investment and return are typically of equal importance to the Balanced Investor.

Ongoing Charge Figure (OCF)\*: 0.82%

There are no entry or exit charges.

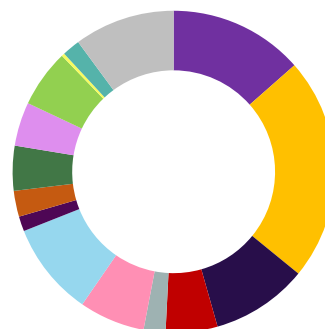
Launch Date: 1st October 2015

## Portfolio Diversification



### Strategy Allocation

Manager of Managers - True Potential SEI Balanced	16.00%
Actively Passive - True Potential 7IM Balanced	11.00%
Directly Invested - True Potential Close Brothers Balanced	16.00%
Risk-Based - True Potential Allianz Balanced	10.00%
Fund of Funds - True Potential Schroders Balanced	3.50%
Alternative Dynamic - True Potential Goldman Sachs Balanced	7.50%
Income Building - True Potential Goldman Sachs Income Builder	7.00%
Adaptive Investment - True Potential UBS Balanced	16.00%
Positive Alignment - True Potential Growth-Aligned Balanced	13.00%



### Asset Allocation

UK Equities	13.5%
North American Equities	22.4%
European (ex UK) Equities	9.7%
Japanese Equities	5.2%
Asia Pacific (ex JPN) Equities	2.2%
Emerging Markets Equities	6.6%
Global Bonds	9.4%
Global Inflation Linked bonds	1.5%
Emerging Market Bonds	2.6%
Global High Yield Bonds	4.5%
UK Gilts	4.4%
UK Credit	5.8%
Property	0.3%
Commodities	1.8%
Cash	10.1%

Strategy and Asset Allocation are subject to change at any time without notice, are for information purposes only and should not be construed as investment recommendations.

The True Potential Growth-Aligned Fund may be subject to a Share of Growth fee.

Please refer to the Fund Prospectus and Key Investor Information Document (KIID) for more information.

\*OCF payable can fluctuate over time as the underlying investments are variable and can change.

## Investment Commentary

The True Potential Balanced Portfolio returned -3.6% over the month of December.

Over the period, equity markets were weak, with global equities falling 6.9%, led by the US with the quarter point rise in interest rates coming at a time when market participants are becoming more nervous around economic growth. Within equity markets, Asia and Emerging Markets relatively showed the best returns, with investors taking advantage of good valuations. Bond markets performed strongly offering genuine diversification with higher quality and government paper faring the best as investors looked to de-risk their overall positioning.

Moving onto the individual fund performance, the True Potential Schroder Balanced Fund relatively performed well with their alternative assets offering genuinely diversified returns.

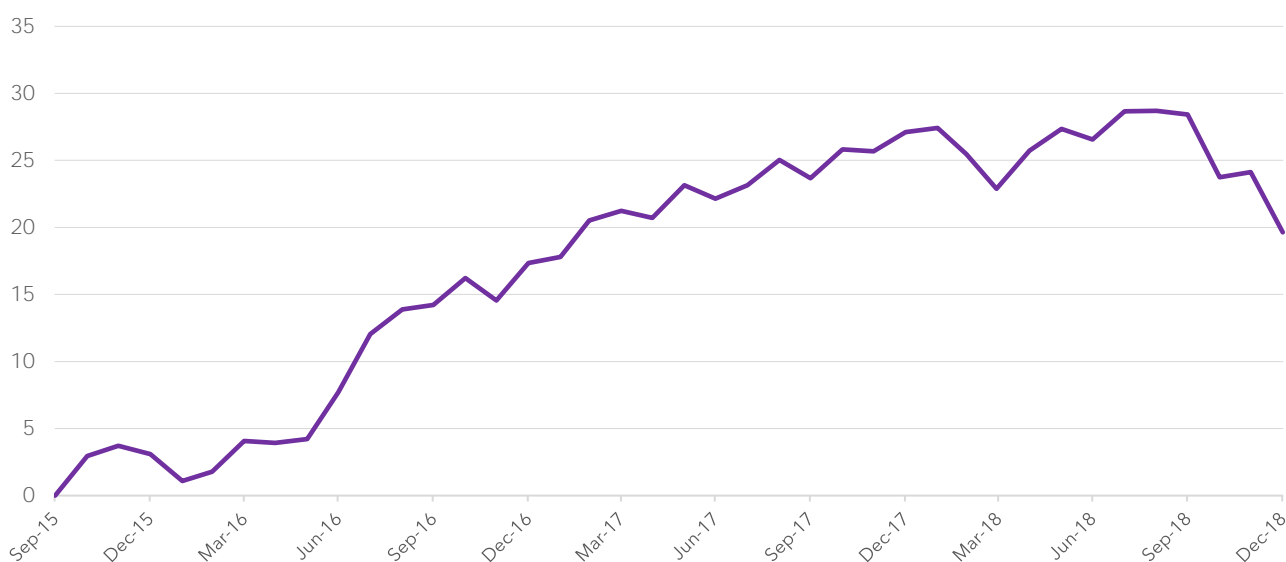
Over the month, no changes have been made to the Portfolio.

The True Potential Balanced Portfolio remains optimised across all factors being risk, cost, expected return and risk-adjusted return.

Performance (As of 31 December 2018)						
	1 Month	3 Month	6 Month	1 Year	3 Year	Since Launch
True Potential Balanced Portfolio	-3.6%	-6.8%	-5.5%	-5.9%	16.1%	19.7%

Annual Percentage Growth			
	Dec 2015 - Dec 2016	Dec 2016 - Dec 2017	Dec 2017 - Dec 2018
True Potential Balanced Portfolio	13.8%	8.3%	-5.9%

### Cumulative Performance (%)



Source: True Potential Investments, based on net asset value (as of 31 December 2018).

Performance is calculated on a Total Return basis and is net of Portfolio OCF.



With investing, your capital is at risk. Investments can fluctuate in value and you may get back less than you invest. Past performance is not a guide to future performance. This factsheet is not personal financial advice.

A Fund Prospectus and Key Investor Information Document (KIID) for each of the underlying investments listed above are available from [www.tpilp.com/wealth-strategy-fund-range](http://www.tpilp.com/wealth-strategy-fund-range) or by email to [investmentmanagement@tpilp.com](mailto:investmentmanagement@tpilp.com).

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