

True Potential Balanced Income Portfolio

Portfolio Objective

The objective of the True Potential Balanced Income Portfolio is to provide investors with a way to draw a secure, regular and growing income. The Portfolio offers exposure to a select group of investment partners and a range of risk profiles (Cautious to Growth), whilst remaining within the Balanced risk profile. We review the Portfolio monthly and, if necessary, rebalance to the allocation of styles we believe offers the best potential for yield within the Balanced risk profile. The Portfolio aims to produce a higher than average yield, compared to an equally-weighted model of True Potential Wealth Strategy income 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)*: 0.80%

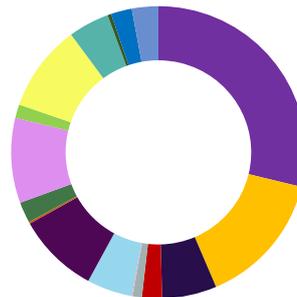
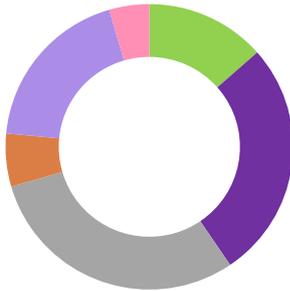
There are no entry or exit charges.

Launch Date: 1st October 2015

Yield as of: 29 February 2024** 3.64%

Portfolio Size: £751m

Portfolio Diversification



Strategy Allocation

● Directly Invested - True Potential Close Brothers Cautious Income	13.50%
● Income Building - True Potential Goldman Sachs Income Builder	27.00%
● Direct Income - True Potential Threadneedle Monthly Income	30.00%
● Fund of Funds - True Potential Schroder Cautious Income	6.00%
● Enhanced Income - True Potential UBS Income	19.00%
● Income Strategies - True Potential Waverton Income	4.50%

Asset Allocation

● UK Stocks	28.8%
● US Stocks	14.8%
● European Stocks ex UK	6.0%
● Japanese Stocks	2.2%
● Asia Pacific Stocks ex Japan	1.0%
● Emerging Market Stocks	0.1%
● Global Treasury Bonds	5.0%
● Global Corporate Bonds	9.0%
● Global Inflation Linked Bonds	0.2%
● Emerging Market Bonds	2.3%
● Global High Yield Bonds	9.4%
● UK Government Bonds	1.5%
● UK Corporate Bonds	9.6%
● Global REITS / Property	4.5%
● Gold	0.4%
● Alternatives	2.3%
● Cash and Cash Equivalents	2.9%

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.

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.

**Income subject to revision in the current market environment.

Yield figure indicated on this page is the forward looking 12-month yield, net of charges and UK withholding tax.

Personal dividend tax charges may still apply and is subject to individual circumstances.

Tax rules may change in the future.

*Under the current Packaged Retail Insurance and Investment Products (PRIIPS) guidance we consider all ongoing charges including those from closed ended vehicles such as investment trusts in the OCF (Ongoing Charges Figure) calculation. We use investment trusts to gain access to certain asset classes, such as infrastructure, their closed ended structure being an important feature in such asset classes. The return an investor earns from investing in an investment trust is determined by the performance of its share price. This is a disclosure change and the cost of investing in the fund does not change.

Investment Commentary

The True Potential Balanced Income Portfolio returned +0.30% in February 2024, net of OCF.

February was a positive month for equity markets, with market participants encouraged by resilient economic data and corporate earnings. The US equity market was positive, albeit returns were narrowly led by the technology, consumer discretionary and industrial sectors, these are sectors which typically offer a lower dividend therefore are not typically a large component of income portfolios. A rebound in Chinese stock market returns was also supportive for global portfolios, influenced by several policy decisions from the Chinese government to moderate equity market short selling and volatility, but also encouraged by decisions to lower the 5-year loan prime rate (a benchmark for mortgage rates) and strong activity levels over the Lunar New Year holiday period. High-yield corporate bonds also benefitted however Government bonds and high-grade credit markets were negative over the month, as yields moved higher with investors pushing expectations for interest rate cuts further out after stronger-than-expected US inflation data. This higher discount rate was a headwind to real asset returns and also led to a strengthening of the US dollar on an international trade-weighted basis.

The best performing funds in the portfolio were True Potential UBS Income and Goldman Sachs Income Builder, both benefitting from their larger allocation to US equities. The True Potential Schroders Cautious Income Close Brothers Cautious Income funds were the poorest performing funds. The Schroders fund was challenged from a total return perspective by a large allocation to UK equities despite income levels remaining attractive, as well as by weakness in the performance of Gold mining companies over the month. The Close Brothers fund faced a headwind of weakness in the price of some of its real asset holdings, which were sensitive to the rise in bond yields over the month, although income from these areas continues to look attractive.

Over the period, no changes were made to manager allocations, however it is important to note that this is an active decision, with the team believing current positioning is optimal. Over the month, managers have made changes to their individual fund allocations. In aggregate, these include increasing exposure to corporate bonds which offer a higher yield relative to the government bonds they were funded from.

For further information please subscribe to our daily Morning Markets videos and Weekly Round Up. This can be found on the following link <http://www.youtube.com/user/TruePotentialLLP>.

Performance (As of 29/02/2024)

	1 Month	3 Month	6 Month	1 Year	3 Year	5 Year	Since Launch
True Potential Balanced Income Portfolio	0.3%	4.0%	5.3%	5.6%	9.5%	19.3%	48.4%

Annual Percentage Growth

	Feb 18 - Feb 19	Feb 19 - Feb 20	Feb 20 - Feb 21	Feb 21 - Feb 22	Feb 22 - Feb 23	Feb 23 - Feb 24
True Potential Balanced Income Portfolio	2.5%	3.7%	5.0%	7.4%	-3.4%	5.6%

Cumulative Performance (%)



Income Distribution (%)



Source: True Potential Investments, based on net asset value (as of 29/02/2024).

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

Important Information

A Fund Prospectus and Key Investor Information Document (KIID) for each of the underlying investments listed above are available from www.truepotential.co.uk/fund-administration/#fund-documents or by email to investmentmanagement@tpllp.com.

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.

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