

Our approach

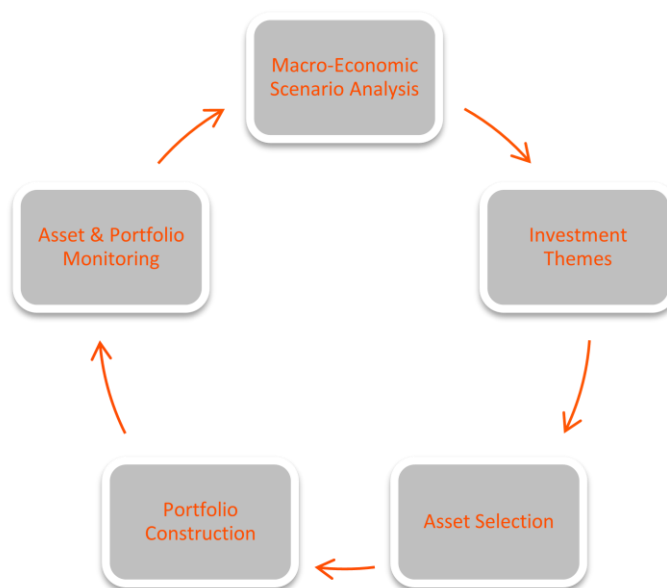
INVESTMENT PHILOSOPHY

Returns & time horizon - Aim to deliver market leading risk adjusted returns over the specified time horizon of each portfolio

Portfolio construction – A flexible approach to asset allocation driven by macro views and a realistic assessment of potential risks and returns from different asset classes. Core investments, based on rigorous detailed research

Capital preservation & risk management – Strong emphasis on preserving capital and controlling the potential for capital losses

INVESTMENT PROCESS



Macro-economic scenario analysis

Creating a range of macroeconomic scenarios analysing:

- Credit spreads, bond yields, central bank policies
- Inflation outlook across major regions; commodity prices; money supply
- Corporate profitability; earnings outlook; sustainability of margins and earnings quality
- Fiscal policy; government sector funding projections

Investment themes

Identifying value-added investment themes including:

- Currencies: projections on future reserve arrangements; gold and precious metals
- Emergence of global multinational franchises to address the emerging world needs
- Scarcity of raw materials and pricing pressures
- Inexorable trend of next generation enabling technology for consumer and business sectors

Asset selection

Selecting best of breed assets to implement investment themes:

- Search for durable business models in an age of turbulence and economic change
- Importance of quality of management decision making
- Financial strength: balance sheet; earnings; free cash flow generation
- Valuation criteria: focus on forward visibility of earnings, cash flow

Portfolio construction

Constructing robust, high performance portfolios:

- Diversification of assets, income streams, business models and external managers
- Analysis of correlation of investments at outset and on an ongoing basis
- Concentrated portfolios of between 10 and 20 investments
- Analysis of overall risk profile of portfolio

Asset and portfolio monitoring

Monitoring individual asset and whole portfolio performance effectively

- Individual asset performance & volatility
- Corporate earnings & news flow
- Ongoing contact with external managers to ensure consistency of strategy
- Analysis of overall returns and risk measures on an ongoing basis

PORTFOLIOS

High Income

Suitable for investors looking to generate income & prepared to accept some short term capital volatility

3 year time horizon with a target return of inflation plus 3% p.a.*

Focuses on corporate bonds and companies producing interest coupons and dividends in excess of 5% per year

Balanced Growth

The Balanced Growth portfolio combines a 50/50 combination of the assets held in the High Income and High Growth portfolios

High Growth

Suitable for investors looking to secure high capital growth & prepared to accept higher short term volatility

3 year time horizon with a target return of inflation plus 5% p.a.*

Alongside the Global Navigator allocation the portfolio focuses on holding in shares in companies and in sectors via ETF's

Bespoke Portfolios

Available for private clients and trusts investing outside of UK tax wrappers (SIPPs and ISAs) and investing more than £2m.

Targeted to the specific objectives of the investor they are hosted via an execution only investment account with brokers Collins Stewart based in Jersey.

Global Navigator All Weather Fund

UCITS IV compliant fund
Aims to generate high single digit returns with low volatility through the full economic cycle by investing in currencies, fixed income and some equities

Daily liquidity with no performance fee