

True Potential Defensive Portfolio

Portfolio Objective

The objective of the True Potential Defensive Portfolio is to provide investors with a way to achieve their investment goals. The Portfolio offers full exposure to different manager styles within the Defensive 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 Defensive risk profile. The Portfolio aims to produce a higher risk-adjusted outcome at a lower average cost, compared to an equally-weighted model of Defensive funds.

Risk Profile: Defensive

The Defensive Investor may be very sensitive to short-term losses. A Defensive Investor's potential aversion to short-term losses could compel them to sell their investment and hold a zero risk investment instead if losses occur. Defensive Investors would possibly accept lower long-term return in exchange for smaller and less frequent changes in portfolio value. Analysing the risk-return choices available, a Defensive Investor is usually willing to accept a lower return in order to assure the safety of his or her investment.

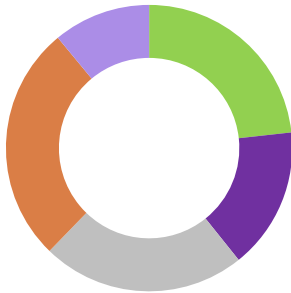
Ongoing Charge Figure (OCF)*: 0.66%

There are no entry or exit charges.

Launch Date: 1st October 2015

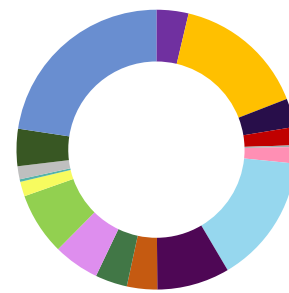
AuA:
Portfolio Size: £259m

Portfolio Diversification



Strategy Allocation

● Manager of Managers - True Potential SEI Defensive	23.25%
● Actively Passive - True Potential 7IM Defensive	16.00%
● Adaptive Investment - True Potential UBS Defensive	23.00%
● Positive Alignment - True Potential Growth-Aligned Defensive	26.75%
● Thematic Investing - True Potential Pictet Defensive	11.00%



Asset Allocation

● UK Stocks	3.7%
● US Stocks	15.4%
● European Stocks ex UK	3.3%
● Japanese Stocks	2.1%
● Asia Pacific Stocks ex Japan	0.2%
● Emerging Market Stocks	1.9%
● Global Treasury Bonds	14.9%
● Global Corporate Bonds	8.4%
● Global Inflation Linked Bonds	3.5%
● Emerging Market Bonds	3.7%
● Global High Yield Bonds	5.3%
● UK Government Bonds	7.2%
● UK Corporate Bonds	1.7%
● Global REITS / Property	0.3%
● Gold	1.5%
● Alternatives	4.3%
● Cash and Cash Equivalents	22.6%

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.

Investment Commentary

The True Potential Defensive Portfolio produced a return of +1.82% over the month of January, net of Portfolio OCF.

Global equities rebounded in January after a weak end to a strong year in December, buoyed by good news on earnings and a pause in the sharp increase in bond yields. US equities performed well but lagged Europe over the month as some of the euphoria around Trump's election win faded. News that a Chinese company had developed an open-source large language model at a fraction of the cost of US competitors checked the performance of technology stocks, with Nvidia dropping almost 11% over the month. Global sovereign bond yields continued to rise in the first half of the month, with strong growth in the US and fiscal concerns in the UK putting the US Treasury and UK gilt market under pressure. However, these concerns subsided, and yields dropped over January as a whole, resulting in modest positive returns. Gold was a particular highlight with the asset class benefiting from heightened market volatility. In currency, Sterling depreciated by 1.0% against the US dollar and the euro in January as expectations for interest rate cuts in the UK started to build again, fuelled by indications that the UK labour market is deteriorating quite rapidly.

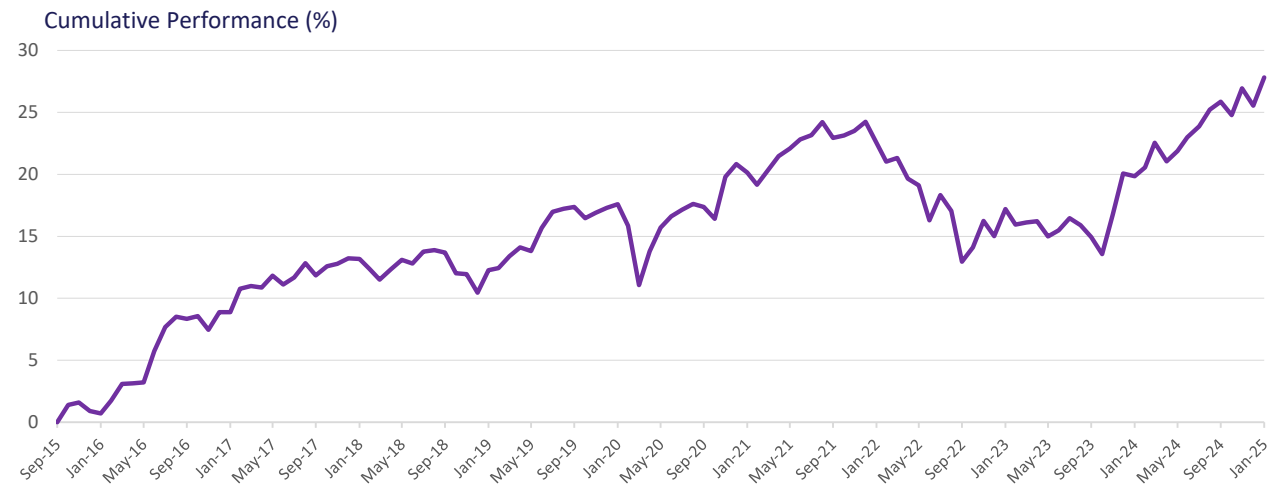
The True Potential Pictet Defensive fund performed strongly. Within equities, the fund holds a core of thematic positions, eleven out of twelve of themes held outperformed global equities. The positioning within gold and commodities were also rewarded.

Over the month, no changes were made to manager allocations. However, individual managers are making changes to the True Potential funds within the Portfolio. Examples include trimming exposure to US equities and rotating into European equities and increasing fixed income exposure.

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 31/01/2025)							
	1 Month	3 Month	6 Month	1 Year	3 Year	5 Year	Since Launch
True Potential Defensive Portfolio	1.8%	2.4%	3.2%	6.6%	4.5%	8.7%	27.8%

Annual Percentage Growth							
	Jan 19 - Jan 20	Jan 20 - Jan 21	Jan 21 - Jan 22	Jan 22 - Jan 23	Jan 23 - Jan 24	Jan 24 - Jan 25	
True Potential Defensive Portfolio	4.8%	2.2%	1.8%	-4.1%	2.3%	6.6%	



Source: True Potential Investments, based on net asset value (as of 31/01/2025).

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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