



Investment Managers

Alternative Assets	15%
Wellington	
Steve Gorman	
Diversified Bond	10%
Multimanager	
Payden & Rygel, Brigade, TwentyFour	
Gilts	10%
Wellington	
Haluk Soykan	
Investment Grade Corporate Bond	10%
Loomis Sayles	
Scott Service, Lynda Schweitzer, David Rolley	
Multi Asset	35%
Multimanager	
Invesco, Payden & Rygel, Schroders	
UK Absolute Return	15%
Blackrock	
Nigel Ridge	
Worldwide Opportunities	5%
Multimanager	
Jim Hamel, Ken Broekaert and George Loening	
Yield	
Unit Trust/ISA	1.6%

Portfolio Launch Date - 10 April 2012

Investment Objective & Risk

The portfolio seeks to provide investors whose attitude to risk lies towards the lower end of the risk spectrum and aims to provide a positive return, after charges, over a rolling 5-year period. The strategy is to invest primarily in fixed interest investments and alternative investments (which may include derivatives, commodities, currency and property), with exposure to a portfolio of global equities. Investments in these asset classes can fall as well as rise in value and it is possible that the portfolio will show losses from time to time. Whilst the mandate is to achieve a positive return, this cannot be guaranteed and you may get back less than you invested.



Your St. James's Place Partner can provide you with a copy of 'Understanding the balance between risk and reward', which explains investment risk and our risk ratings in more detail.

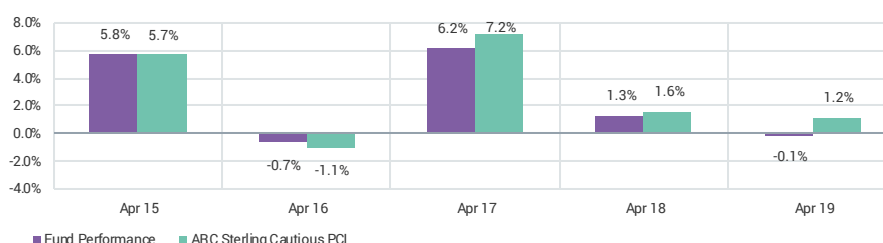
Quarterly Commentary as at 31 March 2019

The first quarter of 2019 was positive for global equity and fixed income markets. After dominating headlines in late 2018, fears over rising US interest rates and escalating tensions between the US and China moderated. The US Federal Reserve (the Fed) dramatically changed course by moving away from last year's quarterly interest rate hikes, signalling a willingness to be more patient. Equally, financial market stability may have been revealed as a greater priority for the Fed than previously indicated. In the UK, despite ongoing Brexit negotiations, the FTSE Allshare rose 9.4% as investors focused more on positive employment and wage data than ongoing political uncertainty.

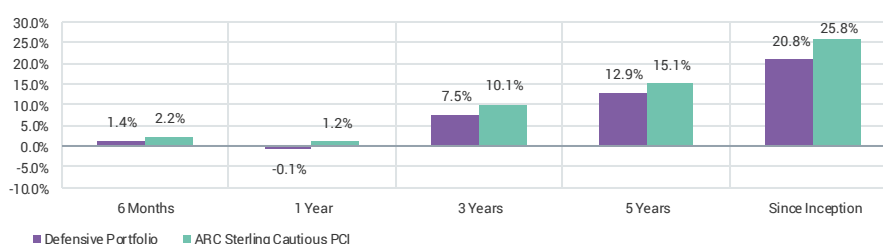
The portfolio rose 2.3% in Q1 2019. The strongest performer was the Worldwide Opportunities fund which outperformed global equity markets, helped by the underweight allocation to financials and overweight exposure to technology. The UK Absolute Return fund also recorded a strong start to the year, benefiting from positive stock selection and the strong performance of UK equity markets.

Portfolio Performance

Discrete Annual Performance



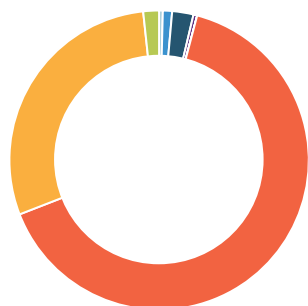
Cumulative Performance



Performance data source: Financial Express/St. James's Place. Data as at 30 Apr 2019. All figures are percentage growth on a bid to bid basis for accumulation units, income reinvested and in fund currency. Please be aware that past performance is not indicative of future performance. Portfolio fund allocations are not rebalanced automatically. Client Portfolios are likely to have different fund allocations and, therefore, individual investment experience may vary.



Asset allocation



Asia & Pacific	0.4%
European	1.0%
North American	2.3%
UK	0.4%
Property	0.0%
Alternatives	65.0%
Bonds	29.2%
Cash and Near Cash	1.7%

Performance 12 months ending (%)

Current Funds	Launch Date	30 Apr 2019	30 Apr 2018	30 Apr 2017	30 Apr 2016	30 Apr 2015
Multi Asset	10 Apr 2012	-1.4%	2.4%	4.9%	-2.7%	4.6%
UK Absolute Return	31 Jan 2011	1.1%	-1.0%	5.0%	2.5%	12.8%
Alternative Assets	18 Aug 2008	-5.7%	0.2%	8.2%	-5.2%	1.1%
Diversified Bond	02 Nov 2015	0.8%	1.6%	7.0%		
Gilts (Class L)	16 Mar 2009	1.4%	-2.1%	2.6%	1.7%	4.6%
Investment Grade Corporate Bond	06 Apr 2009	0.4%	2.3%	4.7%	-0.6%	5.4%
Worldwide Opportunities	08 Jan 2007	15.1%	4.5%	23.5%	3.6%	15.2%
Previous Funds	Launch Date	30 Apr 2019	30 Apr 2018	30 Apr 2017	30 Apr 2016	30 Apr 2015
Index Linked Gilts	10 Apr 2012	2.5%	-2.0%	6.2%	-0.9%	2.3%
International Corporate Bond	06 Apr 2010	3.2%	1.1%	6.4%	0.7%	1.0%
Global	08 Jan 2007	4.6%	0.9%	30.0%	0.1%	15.6%
International Equity	03 Feb 1997	19.8%	-0.5%	23.6%	3.3%	19.6%
UK & International Income	18 Oct 2010	1.3%	3.8%	14.4%	-3.0%	9.2%
UK High Income	02 Jan 1992	-1.0%	-8.5%	9.5%	-2.4%	10.8%

History of fund allocation (%)

	21 Jan 2019	02 Nov 2015	10 Nov 2014	07 Oct 2013	10 Apr 2012
Multi Asset	35	40	40	15	15
UK Absolute Return	15	15	15	15	15
Alternative Assets	15	10	10	10	10
Diversified Bond	10	10	-	-	-
Gilts (Class L)	10	10	10	10	10
Investment Grade Corporate Bond	10	10	-	10	10
Worldwide Opportunities	5	5	5	10	-
Global	-	-	-	-	5
Index Linked Gilts	-	-	10	15	15
International Corporate Bond	-	-	10	10	10
International Equity	-	-	-	5	-
UK & International Income	-	-	-	-	5
UK High Income	-	-	-	-	5



General Risks

- The value of these investments, and the income generated by them, will be affected by changes in interest rates, general market conditions and other political, social and economic developments, in addition to the specific attributes relating to the assets in which they invest.
- The fund price of units and the income may go down as well as up and you may not get back the amount invested.
- The fund may not be appropriate for investors who may wish to withdraw their money in the short to medium term.
- For specific risks applying to the individual funds within the Defensive portfolio refer to the relevant fund fact sheet

Further Caveats

- The portfolio fund split shown overleaf is that which applies to investments made from the most recent fund allocation changes, as shown in the table above. Some funds within your portfolio will perform better than others so, over time, those funds will make up a larger proportion of your investments. Consequently, the weighted average yield and average fund charges on your investments will also fluctuate over time. The portfolio fund allocation will not be rebalanced automatically. You should review your investments regularly to ensure that the balance of risks remains appropriate to your circumstances. Your St. James's Place Partner will help you to do this.
- Equities do not provide the security of capital characteristic of a deposit with a bank or building society.
- The prices of funds and the income from them may go down as well as up. You may not get back the amount invested.
- All data is quoted as of 30 April 2019.
- This portfolio has been rated as Lower-Medium. The St. James's Place 'A Guide to understanding the balance between risk and reward including the St. James's Place portfolios and funds', explains investment risk in detail and is available from your St. James's Place Partner.
- The yield for the unit trust portfolio is calculated from the yields of the underlying unit trusts, which are based on mid-market unit prices. The method of calculation varies between different types of unit trust:
- Distribution yields are used for unit trusts which invest mainly in bonds. These are gross of tax and reflect the amounts that might be expected to be distributed over the next twelve months, based on a snapshot of the holdings as at 30 Apr 2019. The distribution yields for some unit trusts are higher than the underlying yields due to the impact of the expenses which are charged to capital.
- For all other unit trusts historic yields are used where available and relevant, these reflect actual distributions over the past twelve months. For newly launched Unit Trusts, or Unit Trusts which have recently changed Fund manager, an estimated yield is shown based on the current portfolio.
- Please be aware that the UK Absolute Return Fund permits investment of more than 35% in government and public securities, issued or guaranteed by the Government of the United Kingdom.
- For some unit trusts within the portfolio, a portion of the expenses are charged to capital. This has the effect of increasing the distributions for the year by and constraining the portfolio's capital performance to an equivalent extent.
- Performance since launch assumes investment into the portfolio was made on 10 Apr 2012 and reflects the performance of the individual funds based on the sequence of the underlying fund allocations shown in the table headed 'History of fund allocation'. Past performance of the individual funds is also shown in the table headed "Performance 12 months ending %".