

Multi-Asset Diversified Income MPS Portfolio GBP (£)

TEAM

October 2025 Monthly Report

(All data as at 31 October 2025)

Information

Portfolio Facts

Manager **Andrew Gillham**

Launch **Jun-16**

Annual Management Charge **0.30% - 0.50%**

Ongoing Charge Fee* **0.61%**

Currencies available **GBP, EUR**

Dealing Frequency **Daily, Market Hours**

Custodian **Multiple Platforms**

Benchmark **SONIA + 1.5%**

*Estimated, may vary depending on platform.

3Y Volatility

Portfolio **8.29**

Benchmark **0.24**

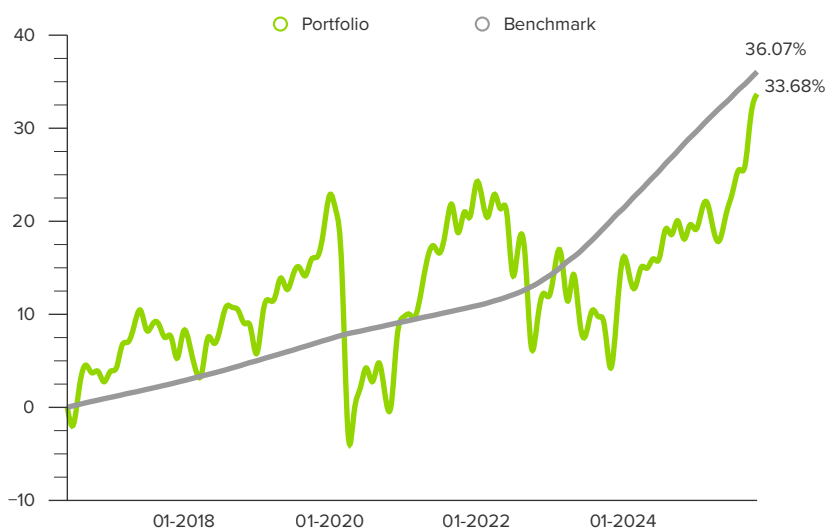
Objective

The portfolio is invested with the aim of achieving a high level of income in the portfolio's base currency.

The portfolio will be invested in a range of collective investment schemes, direct equities and fixed interest related instruments on a consistent basis.

TEAM consider the risk level of the model to be moderate and investors should be prepared to see moderate changes in the value of the investment over short term time periods. There is no guarantee that a positive return will be delivered.

Return (since launch)



The benchmark used is comprised of 35% FTSE UK Dividend Plus / 40% iBoxx GBP Corporate Bonds 5-7YR / 10% FTSE NA UK REITS / 15% SONIA +2%.

Calendar Performance (%)

(*YTD)

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025*
Diversified Income Portfolio GBP (£)	3.84%	4.16%	-2.20%	16.13%	-10.71%	13.19%	-9.73%	3.50%	2.72%	12.20%
Income Benchmark	1.07%	1.77%	2.09%	2.24%	1.72%	1.57%	2.92%	6.28%	6.83%	4.98%

Cumulative Performance (%)

	1m	3m	6m	1Y	3Y	5Y	SL
Diversified Income Portfolio GBP (£)	1.73%	6.51%	13.19%	13.19%	22.33%	33.53%	33.68%
Income Benchmark	0.50%	1.43%	2.91%	6.04%	20.09%	24.92%	36.07%

Quilter

7IM

MORNINGSTAR



BNY MELLON

PERSHING

CAPITAL
INTERNATIONAL GROUP

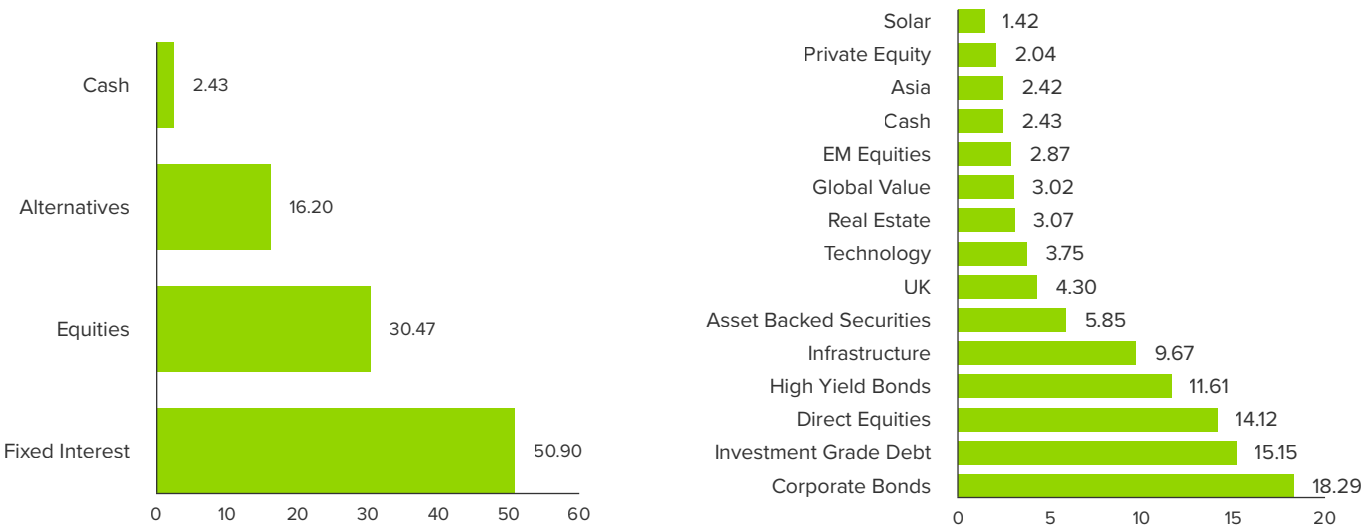


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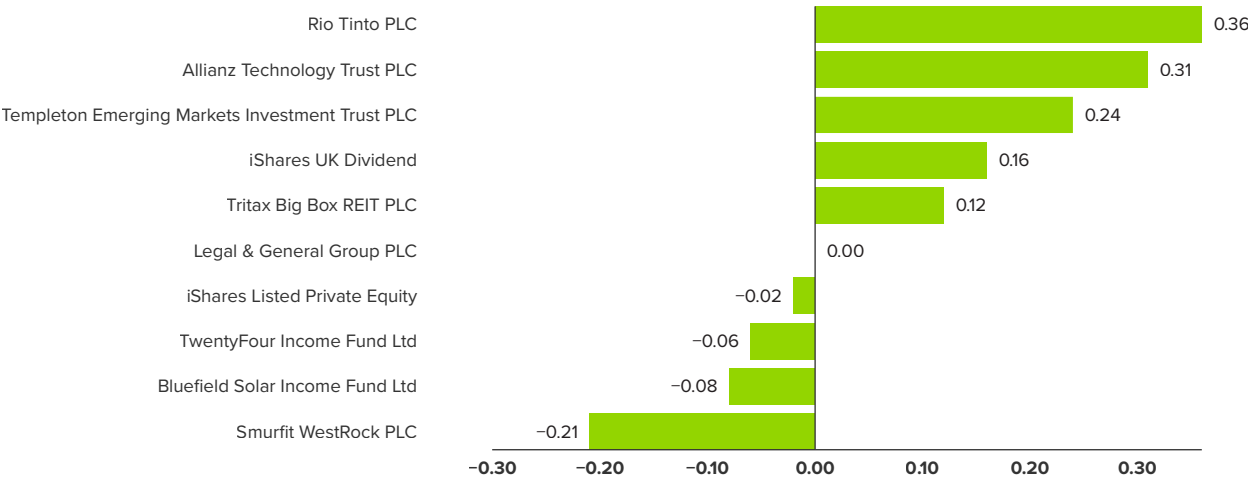
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Asset Allocation (% NAV)



Return Contribution (%)



Top 10 Holdings

Titan Hybrid Capital Bond Fund	7.09%
Vontobel - TwentyFour Sustainable Short Term Bond	7.08%
JP Morgan GBP Ultra-Short Income	6.43%
TwentyFour Income Fund Ltd	5.85%
Aegon Strategic Global Bond Fund	5.82%
Vontobel - TwentyFour Strategic Income Fund	5.36%
Royal London AM Sterling Extra Yield Bond Fund	4.78%
Jupiter Dynamic Bond Fund	4.52%
iShares UK Dividend	4.30%
M&G Lux Optimal Income Fund	3.98%

Important

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Investors may not get back the full amount originally invested. The contents of this document are based upon sources of information believed to be reliable. Theta Enhanced Asset Management Limited has taken reasonable care to ensure that the information stated is accurate; however, we cannot guarantee that it is wholly accurate and complete. Full terms and conditions may be obtained by contacting us at our registered office address or by emailing team@team.je.

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Market Commentary

Stock markets in London, New York and Tokyo climbed to record highs, propelled by more encouraging inflation data, progress in US-China trade talks and strong corporate earnings reports, especially from big tech.

It was revealed that headline annual consumer price inflation in the UK unexpectedly held steady at 3.8% in September for a third successive month, as higher transport petrol prices and airfares were offset by lower food bills and live music prices. Although inflation remains well above the Bank of England's 2% target, the probability of an interest rate cut in December increased to 65% according to money markets, perhaps suggesting the Monetary Policy Committee will be persuaded to provide some more stimulus in the aftermath of the budget in which a raft of higher taxes is expected to be announced.

In the US, inflation rose less than forecast to 3.0%, paving the way for the Federal Reserve to cut interest rates again in October despite concerns that tariffs will feed through to higher prices further down the road. However, the Fed Chair Jerome Powell stressed that another rate cut in December is not a "foregone conclusion – far from it". The Fed also suspended its Quantitative Tightening (QT) programme and will reinvest \$35 billion a month from maturing mortgage-backed-securities into Treasuries.

The Fed's decision to halt QT is an effort to reassure investors concerned about the US's ability to fund its surging debt payments. As a jumbo buyer of US Treasuries, the Fed will absorb much of the supply needed to fund its burgeoning government debt. Markets had already anticipated the announcement and US 10-Treasury yields fell to below 4% for

the first time since the Liberation Day tariffs announcements in early April.

Last week was a blockbuster for corporate earnings, headlined by tech giants Alphabet (Google), Amazon, Apple, Facebook's parent Meta Platforms and Microsoft with investors paying close attention to further guidance on their outlooks for AI and reassurances that the hundreds of billions of dollars of investment into AI infrastructure will be rewarded. The five companies combined account for more than a quarter of the valuation of the entire S&P 500 index.

It was another strong month for corporate bonds, benefitting from a rally in government bonds and further credit spread compression. The enthusiasm for credit was reflected by another month of buoyant primary market activity where new corporate issuance was readily absorbed by investors. Across the Atlantic, technology giants turned to the bond markets to finance some of their huge investments into AI infrastructure, including new data centres – Meta Platform's \$30 billion of AI related bond sales attracted \$125 billion of orders.

Portfolio Positioning

The portfolio is built around a core allocation to corporate bonds which provide reliable and stable, contracted income streams.

At a time when governments are projected to issue a record amount of debt this year, surpassing the levels of 2020, the outset of the Covid pandemic, we think that there is significant risk that investors will demand higher returns to lend long-term to governments, pushing up their borrowing costs.

We therefore favour short-to-medium dated corporate bonds, or the "belly" of the curve, which should be more resilient to any volatility in long-term rates. We also invest in bond funds that have significant exposure to financial hybrid bonds issued by highly capitalised European banks and insurance companies which offer high yield returns from investment grade rated issuers.

The allocations to equity, alternative investments and real estate provide diversification within the strategy and the potential to provide some capital growth over the medium-term to offset the impact of inflation.



Craig Farley

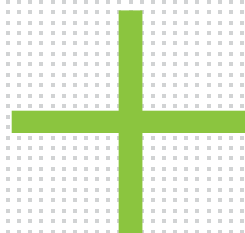
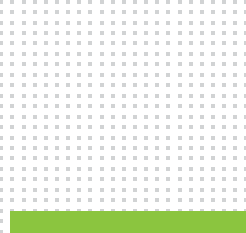
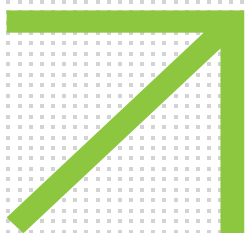
Chief Investment Officer

Craig is an experienced capital markets professional with 20+ years buy-side experience as a PM and strategist across asset classes. He is responsible for setting the optimal global asset allocation mix across TEAM's multi asset investment range. He provides frequent commentary, analysis, and insights for clients on the important issues impacting markets.

Andrew Gillham

Head of fixed income

Andrew graduated with a BA (Hons) Economics degree and started his finance industry career with HSBC Private Bank's graduate programme. Thereafter, Andrew joined Insinger de Beaufort as a dealer on their bond trading desk before embarking on a career in investment management, focussed on overseeing dedicated fixed income mandates.



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