

# Fairstone Brooks Macdonald 4 Inc & Gr

## Investment Aim

The portfolio is designed to provide risk adjusted returns. It aims to achieve capital appreciation and reduce investment risk through diversification across asset classes and geographies.

This portfolio is managed to maximise risk adjusted returns within a target volatility range of 6.5% and 10% over rolling 10-year time periods. This is not guaranteed, and actual volatility may fluctuate outside of these boundaries.

Ranking the risk on a scale of between 1 and 10, where 1 is the lowest, we place this portfolio as 4.

## Investment Growth

Time Period: 01/07/2021 to 30/06/2026



— Fairstone Brooks Macdonald 4 Inc & Gr

— IA Mixed Investment 20-60% Shares

### Cumulative Performance

|                                       | 1 Year | 3 Years | 5 Years |
|---------------------------------------|--------|---------|---------|
| Fairstone Brooks Macdonald 4 Inc & Gr | 12.79% | 31.26%  | 26.59%  |
| IA Mixed Investment 20-60% Shares     | 12.51% | 30.32%  | 22.39%  |

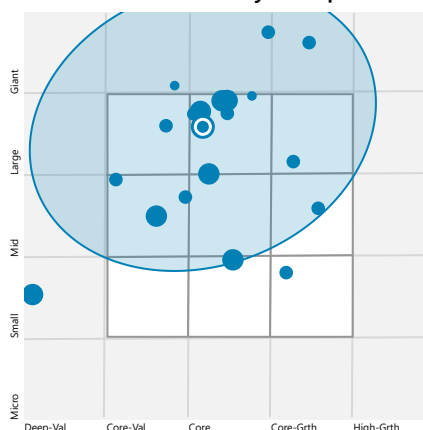
### Calendar Year Returns

|                                       | YTD  | 2025  | 2024 | 2023 | 2022  | 2021 |
|---------------------------------------|------|-------|------|------|-------|------|
| Fairstone Brooks Macdonald 4 Inc & Gr | 5.54 | 9.90  | 7.89 | 5.57 | -7.32 | 8.17 |
| IA Mixed Investment 20-60% Shares     | 5.47 | 10.24 | 6.18 | 6.86 | -9.67 | 6.31 |

## Portfolio Overview

|                        |                  |
|------------------------|------------------|
| Investment Adviser     | Brooks Macdonald |
| Investment Universe    | Open Ended Funds |
| Yield                  | 2.95%            |
| Portfolio Start Date   | 18/07/2019       |
| Ongoing Fund Costs     | 0.37%            |
| DFM Fee                | 0.25%            |
| Total Portfolio Charge | 0.62%            |

## Investment Style Map



## Risk Scale

**4**

Target 10 Year Volatility

This portfolio is managed to maximise risk adjusted return within a target volatility range of between 6.5% and 10.0% over a rolling 10-year time periods. This is not guaranteed, and actual volatility may fluctuate outside of these boundaries.

# Fairstone Brooks Macdonald 4 Inc & Gr

## Investment Adviser's Market Commentary



### Investment Adviser

Brooks Macdonald have a strong team leading the management of the Fairstone BM Model Portfolios, including highly experienced investment managers Frank Atkins, Alex Chittenden, James Hussey and Mark Shields. The team has consistently delivered strong investment performance, underpinned by their centralised investment process, providing clients and advisers with access to their award-winning investment management capabilities and high levels of service.

Energy markets were central to this month's narrative, with a sharp reversal in oil prices reshaping the macro backdrop. Improving diplomatic signals, stabilising shipping flows through the Strait of Hormuz, and a temporary easing of sanctions on Iran helped oil retrace significantly over June, ending the month near pre-conflict levels. This decline has eased nearterm inflation expectations and provided some relief to bond markets. That said, the speed of the move highlights how sensitive inflation and market sentiment remain to geopolitical developments, leaving the outlook inherently fragile.

While falling energy prices have helped soften headline inflation pressures, central banks continued to signal caution. The Federal Reserve's first meeting under new chair Kevin Warsh struck a more hawkish and less predictable tone, reinforcing that policymakers remain focused on inflation credibility despite improving data. Similarly, the European Central Bank maintained a tightening stance, raising rates by 25 basis points. Markets have oscillated between pricing "higher for longer" and a more benign path, reflecting mixed signals from resilient labour markets, softer core inflation, and easing energy costs. Overall, policy expectations remain finely balanced, with little room for complacency on inflation.

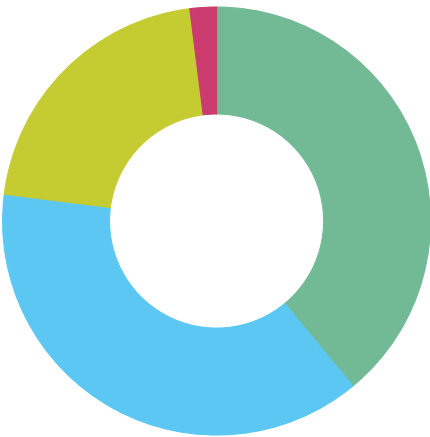
A sharp correction in mega-cap technology stocks, notably the Magnificent 7, weighed on headline indices and masked a more resilient underlying picture. The pullback was most pronounced in semiconductors, where positioning and expectations had become particularly stretched. In contrast, equal weight indices and smaller-cap equities held up relatively well, suggesting improving market breadth after a prolonged period of concentrated leadership. Strong earnings in parts of the tech sector provided intermittent support, and the broader move reflects a repricing of elevated expectations rather than a deterioration in fundamentals. This rotation highlights the risks of concentrated exposure and points to a more balanced and selective market environment.

Economic data over the month reinforced a picture of resilience, but markets became increasingly sensitive to surprises. Strong US labour market data challenged expectations of an imminent slowdown and pushed bond yields higher, while softer inflation prints later helped reverse some of that move. This pattern, where "good news is bad news" for markets, reflects the tension between solid growth and restrictive policy. Meanwhile, global data remained mixed but broadly stable, supporting risk assets as geopolitical fears eased. The key takeaway is that while the growth backdrop remains intact, markets are likely to stay highly reactive to incremental data shifts and evolving policy expectations.

# Fairstone Brooks Macdonald 4 Inc & Gr

## Asset Allocation

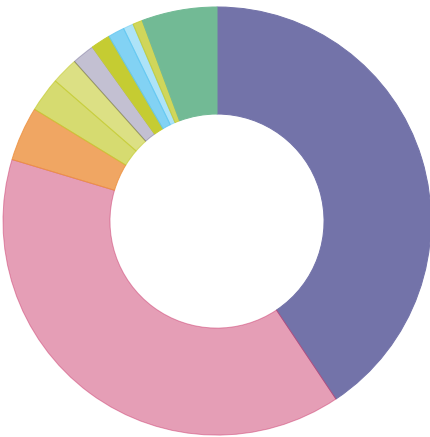
Portfolio Date: 21/05/2026



|              | %            |
|--------------|--------------|
| Equities     | 39.0         |
| Fixed Income | 38.0         |
| Alternatives | 21.0         |
| Cash         | 2.0          |
| <b>Total</b> | <b>100.0</b> |

## Equity Breakdown

Portfolio Date: 30/06/2026



|                | %            |
|----------------|--------------|
| United Kingdom | 40.6         |
| United States  | 39.0         |
| Japan          | 4.1          |
| Switzerland    | 2.6          |
| Taiwan         | 2.0          |
| China          | 1.7          |
| South Korea    | 1.5          |
| France         | 1.2          |
| Hong Kong      | 0.8          |
| Sweden         | 0.7          |
| Other          | 5.7          |
| <b>Total</b>   | <b>100.0</b> |

## Portfolio Breakdown

|                                          | Sub Asset Class          | Portfolio Weighting % |
|------------------------------------------|--------------------------|-----------------------|
| <b>Equities</b>                          | —                        | <b>39.00</b>          |
| Vanguard FTSE UK All Shr Idx Unit Tr£Inc | UK Equity                | 7.00                  |
| Fidelity Index World P Inc               | Global Equity            | 6.00                  |
| Fidelity Index US P Acc                  | US Equity                | 5.00                  |
| Artemis UK Select I Inc GBP              | UK Equity                | 4.00                  |
| JOHCM UK Equity Income IP GBP Inc        | UK Equity                | 4.00                  |
| Guinness Global Equity Income Y GBP Dist | Global Equity            | 3.00                  |
| TM Redwheel UK Eq Inc S Inc              | UK Equity                | 2.00                  |
| Federated Hermes Asia exJpn Eq F GBP Acc | Asia Pacific Equity      | 1.00                  |
| Fidelity Global Technology I-Acc-GBP     | Global Equity            | 1.00                  |
| L&G Global Health & Pharma Index I Acc   | Global Equity            | 1.00                  |
| L&G Global Technology Index I Acc        | Global Equity            | 1.00                  |
| L&G Japan Index C Acc                    | Japanese Equity          | 1.00                  |
| L&G S&P 500 US Equal Wght Idx C GBP Acc  | US Equity                | 1.00                  |
| Polar Capital Healthcare Opports I Inc   | Global Equity            | 1.00                  |
| Schroder ISF Asian Ttl Ret C Dis GBP AV  | Asia Pacific Equity      | 1.00                  |
| <b>Fixed Income</b>                      | —                        | <b>38.00</b>          |
| Vanguard UK Govt Bd Idx Ins PI £ Dist    | UK Gilts                 | 10.00                 |
| L&G Sterling Corporate Bond Index I Inc  | UK Corporate Bonds       | 6.00                  |
| Vanguard UK S/T Gilt Idx Ins PI GBP Dis  | UK Gilts                 | 6.00                  |
| L&G Short Dated £ Corporate Bd Idx I Inc | UK Corporate Bonds       | 5.00                  |
| Royal London S/T Fxd Inc Enh Y Inc       | UK Corporate Bonds       | 4.00                  |
| Vontobel TwentyFour StratInc AQG GBP     | Global Fixed Income      | 4.00                  |
| L&G Global Inflation Linked Bd Idx C Inc | Index Linked Bonds       | 3.00                  |
| <b>Alternatives</b>                      | —                        | <b>21.00</b>          |
| Atlantic House Defined Ret I Inc GBP     | Lower Risk Alternatives  | 4.00                  |
| Vontobel TwentyFour Abs RetCrdt N GBP    | Lower Risk Alternatives  | 4.00                  |
| Fortem Capital Absolute Return I GBP Inc | Lower Risk Alternatives  | 3.50                  |
| Fortem Capital Liqd Alts I A GBP Acc     | Higher Risk Alternatives | 3.50                  |
| Fortem GIF Fortem Cap Prgrv Gr D GBP Dis | Lower Risk Alternatives  | 3.00                  |
| JPM Unconstrained Bond C Grs Acc         | Lower Risk Alternatives  | 3.00                  |
| <b>Cash</b>                              | —                        | <b>2.00</b>           |
| abrdn Sterling Money Market I Acc        | Cash & Money Market      | 1.75                  |
| CASH                                     | Cash & Money Market      | 0.25                  |

# Fairstone Brooks Macdonald 4 Inc & Gr

## Target Market

Access to the portfolios is only available to investors on the recommendation of a financial adviser and it is the role of the adviser to determine the appropriateness and suitability of the portfolio to each investor's own personal needs, objectives and preferences.

**Type of investors:** Given the nature of non-complex UCITS funds the service is suitable for retail investors, professional clients and eligible counterparties. The service is predominantly designed for the use of retail investors.

**Investors' knowledge and experience:** Investors with basic, informed or advanced knowledge and experience of capital markets and investment risks and of funds and their characteristics.

**Clients' financial situation with a focus on the ability to bear losses:** Investors have a tolerance to fluctuations in capital invested and potential capital loss.

**Clients' risk tolerance and compatibility of the risk/reward profile of the product with the target market:** Due to the volatility of the markets in which the service may invest e.g. equity, bond and property markets the service has a risk and reward profile that is compatible with clients who have a risk tolerance aligned to the Investment Aim of the portfolio. Investors should be willing to accept price fluctuations in exchange for the opportunity of possible higher returns.

**Clients' objectives and needs:** Depending on the duration of the investment the portfolio may be suitable for clients who have a medium-term investment horizon (at least 5 years).

**Clients who should not invest (the 'negative-target market'):** This portfolio is deemed incompatible for clients who require full capital protection and/or are seeking on-demand full repayment of the amounts invested or who are fully risk averse/have no risk tolerance.

## Important Notices

This factsheet is for illustrative purposes only. Investments linked to this model portfolio may not exactly replicate the model portfolio described due to differences in timing of the initial investment or rebalancing differences resulting from minimum transaction size limits or fund availability on the platform or provider.

Please note that platform and financial advice fees are not included.

Where we have provided commentary on specific companies, this commentary is not investment research as defined by the Financial Conduct Authority and has not been prepared in accordance with legal requirements designed to promote the independence of research

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Information within this document is correct As of 30/06/2026

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