Fairstone Responsible Active 8

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 13.6-17.2% 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, Fairstone place this portfolio as 8.

The Portfolio is likely to be predominantly invested in fixed income and equities.

Investment Growth

Time Period: 01/07/2022 to 30/06/2026

Fairstone Responsible Active 8	33.4%	IA Flexible Investment	44.2%

Cumulative Performance

	1 Year	3 Years	5 Years
Fairstone Responsible Active 8	20.29%	26.75%	—
IA Flexible Investment	18.52%	38.89%	33.61%

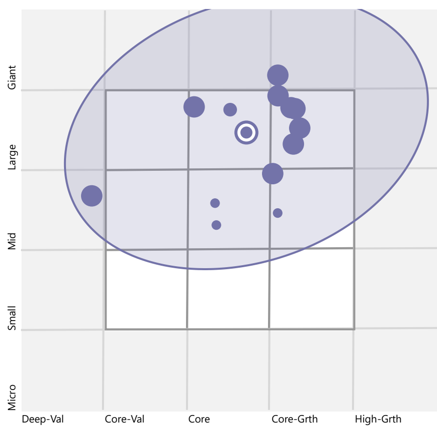
Calendar Year Returns

	YTD	2025	2024	2023	2022	2021
Fairstone Responsible Active 8	11.83	9.09	1.68	4.47	—	—
IA Flexible Investment	8.08	12.08	9.16	7.31	-9.13	11.38

Portfolio Overview

Portfolio Manager	Imogen Hambly
Investment Universe	Opoen Ended Funds
Yield	0.84%
Portfolio Start Date	01/07/2022
Ongoing Fund Costs	0.63%
DFM Fee	0.30%
Total Portfolio Charge	0.93%

Investment Style Map



Risk Scale

8

Target 10 Year Volatility

This portfolio is managed to maximise risk adjusted return within a target volatility range of between 13.6% and 17.2% over a rolling 10-year time periods.
This is not guaranteed, and actual volatility may fluctuate outside of these boundaries.

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Portfolio Manager

Imogen Hambly

Portfolio Managers Market Commentary

June was a month of two halves for financial markets. For much of the period, risk assets continued to benefit from optimism surrounding artificial intelligence (AI), strong earnings from major technology companies and improving geopolitical sentiment as tensions involving Iran eased and oil prices declined. However, market leadership shifted sharply towards month-end as investors began to question whether the vast levels of spending on AI infrastructure can be justified by future returns.

Equities

Global equity markets experienced increased volatility as a result. After reaching new highs earlier in the month, technology stocks came under pressure, triggering a broad sell-off across AI-related sectors. The technology-heavy Nasdaq was the weakest major market, falling 0.6% over the month, while several Asian markets with significant semiconductor exposure also suffered sharp declines. South Korea's Kospi and Japan's Nikkei both sold off heavily during the final week as investors reassessed valuations across the sector.

Outside the technology space, performance was more resilient. European equities delivered strong returns, with the MSCI Europe ex UK Index rising 2.8%, supported by lower exposure to technology stocks and improving economic sentiment. The FTSE 100 gained 0.8%, benefiting from its greater weighting towards value sectors such as financials and energy. The MSCI Japan Index also exhibited strength, gaining 1.2%, boosted by weakness in the yen, while Emerging Market and Asia ex-Japan stocks posted modest losses.

The shift in market sentiment was amplified by developments in monetary policy. The first Federal Reserve meeting under new Chair Kevin Warsh adopted a more hawkish stance than investors had anticipated, with policymakers suggesting that interest rate increases remain more likely than cuts. Higher interest rate expectations tend to weigh most heavily on growth-oriented sectors, particularly technology companies whose valuations are dependent on future earnings growth.

Fixed Income

Bond markets also experienced two distinct phases during the month. Rising yields and hawkish central bank rhetoric weighed on returns through much of the period, with government bond prices falling. However, as equity market volatility increased towards month-end, investors moved back into higher-quality fixed income assets, prompting a rally in government bonds. Credit markets remained relatively resilient throughout, supported by strong corporate fundamentals.

Outlook

Overall, June highlighted the importance of diversification as market leadership broadened beyond the dominant AI theme that has driven returns for much of 2026. While AI-related growth remains a powerful long-term driver, changing monetary policy expectations and valuation concerns reinforced the benefits of maintaining balanced exposure across regions and asset classes.

Against this backdrop, portfolios delivered positive returns through April, outperforming their respective benchmarks at every risk level. Returns were broadly positive across equity allocations, led by strong contributions from the CT Sustainable Global Equity Income and Vontobel Global Environmental Change funds. Despite a more challenging backdrop for emerging markets, the UBAM Positive Impact Emerging Equity fund still delivered a modest gain. In contrast, the Royal London Global Sustainable Equity fund posted a small loss, as its overweight position in the US market weighed on performance following a period of relative strength, while the Schroder Global Alternative Energy fund also detracted.

Within defensive assets, exposures to UK duration continued to perform well as gilt yields fell and bond prices rallied. Allocations to short-dated bonds also provided valuable stability during an otherwise volatile month, helping to cushion portfolio returns.

Overall, our disciplined approach to fixed income positioning and continued focus on identifying attractive valuation opportunities across asset classes remained supportive of portfolio performance, reinforcing the benefits of maintaining a balanced and diversified investment strategy.

Fund In Focus

Templeton Global Climate Change

This global equity strategy from Franklin Templeton offers a unique approach to investing in the climate change theme. With a clear exclusionary framework in place, the focus of the fund is on finding companies that provide solutions to mitigate and adapt to climate change, as well as those that are actively adapting their business models to be more resilient in the face of climate change and resource depletion.

What makes this solution particularly interesting is its overweight position in peer leading companies within the materials sector – a segment of the market that is essential to the energy transition, but often overlooked by sustainable equity funds.

By tackling the more difficult parts of the market in a way that is credible, transparent, and remains true to their sustainability targets, the team at Franklin Templeton have been able to create a strategy that sits apart from peers, in a market that often lacks genuine diversification. Going forward, the Fairstone Environmental portfolios will undoubtedly benefit from having exposure to this fund and the market leading companies that it holds.

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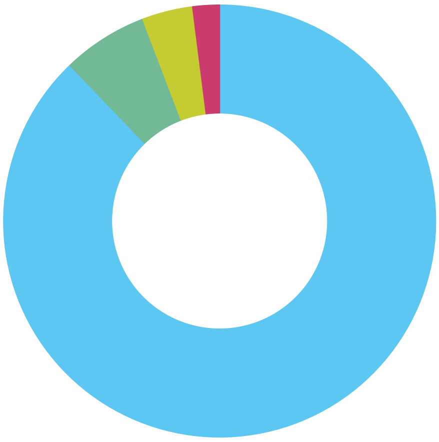
Asset Allocation

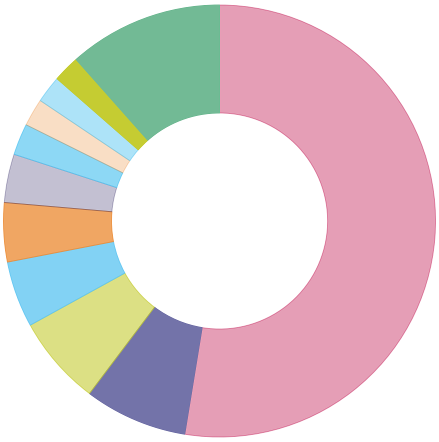
Portfolio Date: 21/04/2026



	%
Equities	87.8
Fixed Income	6.4
Alternatives	3.8
Cash	2.0
Total	**100.0**

Equity Breakdown

Portfolio Date: 30/06/2026



	%
United States	52.6
United Kingdom	7.7
Taiwan	6.7
France	5.0
Japan	4.4
China	3.6
Germany	2.3
Netherlands	2.1
Hong Kong	2.0
South Korea	2.0
Other	11.6
Total	**100.0**

Portfolio Breakdown

	Sub Asset Class	Portfolio Weighting %
Equities	—	**87.80**
Janus Henderson US Sustainable Eq S Acc	US Equity	12.90
Schroder Global Sust Val Eq I Cap	Global Equity	12.90
CT Sustainable Global Eq Inc C GBP Acc	Global Equity	8.60
Federated Hermes Sus Gl Eq X GBP Acc	Global Equity	8.60
Janus Henderson Global Sust Eq I Acc	Global Equity	8.60
M&G Positive Impact Sterling L GBP Acc	Global Equity	8.60
Royal London Global Sustainable Eq Z Acc	Global Equity	8.60
UBAM Positive Impact Em Eq YC GBP Acc	Emerging Markets Equity	8.60
Vontobel Global Envir Change N GBP	Global Equity	8.60
Regnan Sustainable Water and Waste IGBP	Global Equity	0.90
Schroder Global Alt Energy L GBP Acc	Global Equity	0.90
Fixed Income	—	**6.40**
Vanguard UK S/T Gilt Idx Ins Pl GBP Acc	UK Gilts	1.40
Liontrust Sust Fut Corp Bd 6 Grs Acc	Global Fixed Income	1.00
PIMCO GIS Climate Bond Instl GBP H Acc	Global Fixed Income	1.00
TwentyFour Sust Glb Corp Bd I GBP Acc	Global Fixed Income	1.00
Vanguard UK Govt Bd Idx Ins Pl £ Acc	UK Gilts	1.00
Wellington Glbl Impact Bond GBP N AcH	Global Fixed Income	1.00
Alternatives	—	**3.80**
Trojan Ethical X Acc	Lower Risk Alternatives	2.80
Schroder Global Cities Real Estt L £ Acc	Property	1.00
Cash	—	**2.00**
BlackRock ICS Stlg LiqEnvtlyAwr Prem Acc	Cash & Money Market	1.75
CASH	Cash & Money Market	0.25

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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

As of 30/06/2026