

# GAM MPS Balanced Strategy – GBP

MARKETING MATERIAL



March 2018

## Investment Objective

Balance of capital protection and participation in equity market growth.

Volatility target<sup>1</sup>:

8.4-10.5% pa

## Investment Policy

GAM Star Balanced may have a significant exposure to global and UK equities which should generate strong returns in the long-term. The portfolio may also have a meaningful allocation to fixed interest instruments including government, emerging market, corporate and convertible bonds for capital protection purposes. The remainder of the holdings will be in select absolute return funds which target positive returns uncorrelated to broader risk markets and each other, and alternative investment funds.

## Representative Performance Summary

Data as at 28 Feb 2018	Simple Performance				Annualised Performance			Calendar Performance				
	1 Mth	3 Mths	6 Mths	12 Mths	3 Yrs	5 Yrs	1 Mar 2012	2013	2014	2015	2016	2017
GAM MPS Balanced Strategy – GBP	-1.04	1.10	1.80	8.71	6.81	7.59	8.50	17.36	3.22	4.11	9.19	12.50
MSCI United Kingdom Index in GBP	-3.38	-0.52	-1.45	3.18	5.18	6.29	7.17	18.47	0.54	-2.16	19.24	11.78
Citigroup (WGBI) United Kingdom Bond Index in GBP	0.27	-0.35	-2.54	-1.19	3.64	4.43	4.24	-4.09	14.92	0.45	10.94	1.95
3 Month Libor in GBP	0.06	0.18	0.30	0.48	0.61	0.59	0.62	0.53	0.58	0.72	0.64	0.43
IA Mixed Investment 40-85% Shares Average in GBP	-1.60	-0.25	0.81	5.42	6.55	7.29	7.89	15.04	4.96	2.60	13.30	10.16

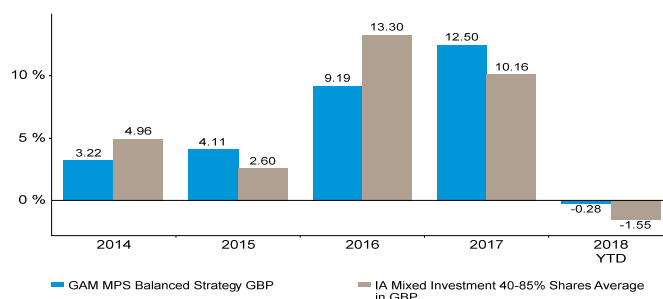
## Representative Performance

Performance from 1 Mar 2012 to 28 Feb 2018



## Representative Calendar Year Performance

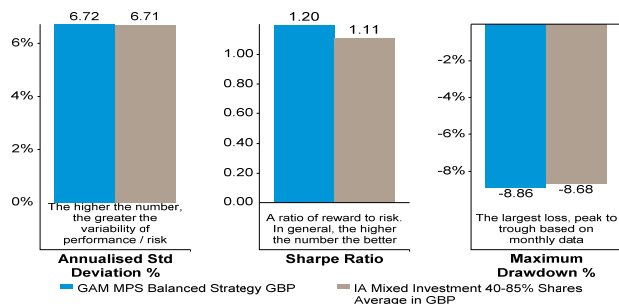
Calendar returns to 28 Feb 2018



## Representative Risk Analysis

### Risk Characteristics

from 1 Mar 2012 to 28 Feb 2018


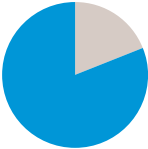



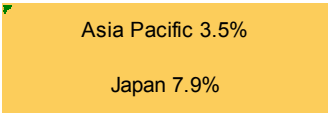

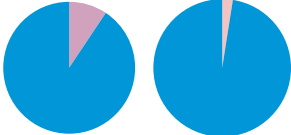


<sup>1</sup>There is no guarantee that targets will be achieved.

## GAM MPS Balanced Strategy

**GAM MPS Balanced Portfolio** – This strategy is designed for clients seeking a balance of capital protection and participation in equity market growth. The Fund may gain exposure in the range of 40-85% of net assets to collective investment schemes which invest in equities; and has no minimum fixed income or cash requirement. It is intended that the Fund will maintain a diversified exposure to equities, fixed income, absolute return and alternative collective investment schemes.

### Model Asset Allocation Breakdown

GAM Asset Allocation	Asset Class	Manager - Fund	%
 Fixed Income 20.9%	Credit 6%	GAM Star Credit Opportunities GBP	6.0
	Specialist 15%	Active Global High Income Bond Fund Hedged	3.0
Active Global High Income Bond Fund Unhedged		4.0	
GAM Star MBS Total Return Hedged		4.5	
GAM Star MBS Total Return Unhedged		3.5	
 Absolute Return 8.9%	Event Driven 1%	GAM Star (Lux) - Merger Arbitrage	1.0
	Global Macro 7.9%	JPM Global Macro Opportunities Fund	2.0
GAM Systematic Core Macro		2.0	
GAM Star Absolute Return Macro		4.0	
 Global 4%	River and Mercantile World Recovery Fund	2.0	
	GAM Star Technology	2.0	
 Europe 19.9%	GAM Star Continental European Equity	5.9	
	Polar Capital Funds UK Value Opportunities Fund	4.0	
	Investec UK Alpha	4.0	
	River and Mercantile UK Dynamic Equity Fund	0.0	
	Henderson European Focus	6.0	
 North American 12.1%	GAM North American Growth	4.0	
	Iridian US Equity	4.0	
	Loomis Sayles US Equity Leaders	4.0	
 Asia Pacific 3.5% Japan 7.9%	CompAM Cadence Strategic Asia	2.5	
	GAM Star Asian Equity	1.0	
	Coupland Cardiff Japan Alpha	4.0	
	JPM Japan Fund	4.0	
 Emerging 10.6%	RWC Global Emerging Markets Fund	4.1	
	Ashmore Emerging Market Frontier Equity	2.5	
	GAM Emerging Equity	4.1	
 Cash 6.1% Alternatives 5.9%	iShares Physical Gold ETC	3.0	
	Premier Pan European Property Share	3.0	

Source: GAM. Model Allocations and holdings are subject to change. Due to rounding differences, the sum of tables may not reconcile exactly to the totals shown. Data as at 28 Feb 2018

## Fund description:

- Opportunities:** A highly qualified and experienced management actively manages the fund on the basis of a fundamental valuation approach. The objective is to identify the potential investments that, in the Investment manager's opinion, are most attractive and to generate interesting and profitable opportunities for investors. The fund invests in a broadly diversified investment universe and seeks opportunities for returns wherever they exist.
- Risk factors:** **Equity:** Investments in equities (directly or indirectly via derivatives) may be subject to significant fluctuations in value. **Investment Positions:** Positions may increase in size relative to the size of the Fund. The risk is monitored by regularly adapting positions. **Brexit Risk:** The regulatory regime to which certain of the Investment Managers are subject to in the UK could be materially and adversely affected. The decision to leave the EU could also result in substantial volatility in foreign exchange markets and a sustained period of uncertainty for the UK, the EU and the global markets in general.

## Further Information

To find out more about the GAM's DFM offering or any of our other products, please contact us on 020 7393 8529 or email: [giles.whittingham@gam.com](mailto:giles.whittingham@gam.com) or visit our website at [www.gam.com/advisers](http://www.gam.com/advisers)

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