

# Income Passive Model

May 2019



WELLIAN INVESTMENT SOLUTIONS

CLEAR PRACTICAL EFFECTIVE

## Investment Objective

The Income Passive model aims to provide a combination of long-term capital growth and an income for investors who are willing to accept a medium level of risk by investing across global markets into a range of asset classes using passive funds, although some active funds may be used where we cannot replicate an index. Equity exposure within this portfolio will not exceed 60%. The portfolio's benchmark is the ARC Sterling Balanced Asset PCI.

## Commentary

Over the month, the Income Passive portfolio returned 1.34%, outperforming the ARC Sterling Balanced Asset PCI. Equity and bond markets rose during April, continuing their recovery after the turbulence of 2018. European and US equities led in terms of regional performance, returning ~5%. Emerging markets, the UK and Asia lagged, but with returns generally exceeding 2% for the month, performance was good across all the major regions. The outperformance of 'risky' assets during the month was also evident in bond markets where high yield bonds led investment grade bonds, returning >1% for the month. Again, echoing the risk-on theme, Spanish and Italian government bonds performed strongly relative to those of Germany, Japan or the UK. We find the portfolio remains suitable for a client looking to obtain a broad exposure of assets diversified by manager, investment style, geography and income.

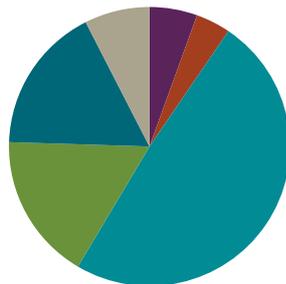
## Performance Summary as at 30 April 2019

	1 MONTH	3 MONTHS	YEAR TO DATE	1 YEAR	3 YEARS	5 YEARS	SINCE INCEPTION DATE
Income Passive Model	1.34%	4.02%	5.94%	4.02%	20.00%	29.44%	48.90%
ARC Sterling Balanced Asset PCI	1.20%	3.72%	6.40%	2.07%	16.95%	23.58%	38.00%

Source: Financial Express Analytics & Wellian Investment Solutions. All figures quoted are on a total return basis with income reinvested and are gross of any Wellian fees that may be deducted. Deduction of this charge will reduce the illustrated performance. All ARC benchmark figures are quoted net of fees.

## Current Asset Allocation

Alternatives	5.5%
Cash	4.0%
Fixed Interest	49.0%
UK Equities	17.0%
International Equities	17.0%
Property	7.5%



## Top 10 Holdings

iShares Overseas Corporate Bond Index	11.0%
Fidelity Index UK	10.0%
HSBC Sterling Corporate Bond Index	9.0%
Vanguard UK Investment Grade Bond Index	9.0%
Fidelity Index World	8.0%
Vanguard Global Bond Index Hedged	8.0%
Vanguard FTSE UK Equity Income Index	7.0%
L&G Short Dated Sterling Corporate Bond Index	6.0%
Henderson UK Property	4.0%
HSBC European Index	4.0%

## Model Details

Inception Date	Oct 2012
Number of Holdings	17
Underlying fund Ongoing Charge Figure (ex. fees) *	0.25%
Estimated Yield*	2.52%
3 Year Annualised Volatility	4.66%

\* Based on the current portfolio weightings using the latest available data of the underlying funds. The yield is not guaranteed and may fluctuate.

A central model is created for each of our model portfolios, where the performance summary, asset allocation, fund holdings, charges and yield quoted on this factsheet are based on the central model portfolio. Where the central model is replicated, such as through a platform, any individual portfolio is unlikely to be identical to that of the central model as a result of the timing of the investment or any restrictions of the platform provider.

For further information call 01892 550 600 or email [sales@wellian-is.com](mailto:sales@wellian-is.com)

FOR PROFESSIONAL ADVISERS ONLY

Wellian Investment Solutions is authorised and regulated by the Financial Conduct Authority. Part of the Harwood Wealth Management Group PLC. The information provided in this document has been provided from sources by us believed to be reliable and accurate and Wellian Investment Solutions does not accept any liability for the accuracy of the contents. Please note that past performance is not necessarily a guide to the future and investors may not get back the amount originally invested as the value of any investment and the income from it is not guaranteed. The information in this document is not intended to provide the basis for any investment advice or recommendations.

Wellian Investment Solutions • 77 Mount Ephraim • Tunbridge Wells • Kent TN4 8BS • T +44 (0) 1892 550 600 • F +44 (0) 1892 550 601 • W [www.wellian-is.com](http://www.wellian-is.com)  
Authorised and regulated by the Financial Conduct Authority Registered in England and Wales No. 04280232