



# Core Model Portfolios Update

Our Core Portfolios are designed to align with your financial goals by using a diversified mix of actively managed investments. They aim to control costs while incorporating strategies such as risk-based asset allocation, institutional manager selection, and multiple sources of return. These portfolios follow a structured, goal-based framework with downside risk considerations to support long-term planning across different market conditions.



## Market Context

Markets have navigated a complex environment across April and May. The year began with three sharp corrections: January's inflation shock, February's rate cut repricing, and a March tech-led sell-off. Then, on April 2, the U.S. government announced sweeping import tariffs—including a 34% tariff on Chinese goods—triggering a two-day global sell-off that wiped over \$6 trillion off markets. China retaliated swiftly, escalating tensions and weighing on global sentiment.

Since mid-April, however, markets have stabilised. Headline inflation continues to ease, central banks in the UK and Europe are signalling potential summer rate cuts, and earnings—particularly in the U.S.—have been stronger than expected. A temporary U.S.–China tariff truce announced on May 12 helped calm markets. Against this backdrop, diversified, actively managed portfolios have held up well.

Attivo Investments	1m	3m	6m	1yr	3yr	5yr	10yr
Core Accumulation Balanced	4.74	-2.21	3.01	9.52	19.12	49.19	-
Core Accumulation Growth	8.36	-3.17	4.63	13.14	35.37	96.52	-
Core Accumulation Progressive	6.46	-2.78	3.54	10.95	25.36	68.25	-
Core Preservation Cautious	1.54	-0.48	2.48	7.49	11.28	20.43	-
Core Preservation Conservative	0.76	0.17	1.96	5.94	8.43	9.54	-
Core Preservation Moderate	2.97	-1.18	2.77	8.61	14.11	31.22	-
Core Withdrawal Moderate	1.97	0.93	4.01	10.17	15.42	23.90	-

Pricing Spread: Bid-Bid | Period: Latest Date (15 May 2025) | Currency: Pounds Sterling | Source: FE Analytics

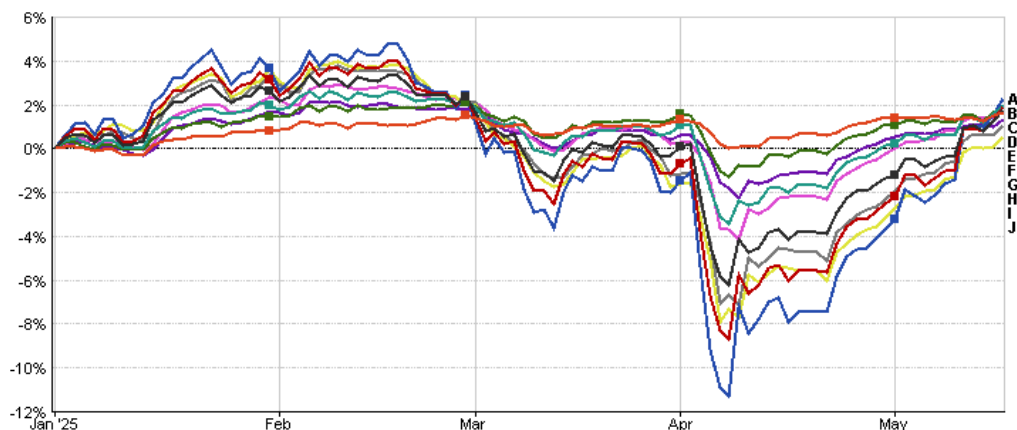


Data Source: SEI Performance data from 31/12/2019 to 31/12/2024 is calculated using a simulated track record provided by SEI Global Investment Management Limited. Simulated performance consists of actual fund tracker record and simulated fund track record. The simulation relates to historical past performance. Simulated past performance is not a reliable indicator of future results. This simulation does not represent SEI's ability within the underlying funds to make decisions on which positions to include. There is no guarantee this algorithm will be successful in the future or that the same algorithm would have been used if all the funds were actually being managed at the time.

Performance data from 01/01/2025 onwards reflects actual performance. More information about the simulation is available upon request.

## How the Core Range is Positioned

The Attivo Core portfolios are actively managed to deliver strong outcomes through different market conditions—whether you're building wealth (Accumulation) or preserving capital (Preservation). Portfolios are constructed using SEI's globally diversified fund strategies and governed by the Attivo Investment Committee.



- A - Attivo Investments Core Accumulation Growth 01/05/2025 TR in GB [2.27%]
- B - Attivo Investments Core Preservation Moderate 01/05/2025 TR in GB [1.97%]
- C - Attivo Investments Core Preservation Cautious 01/05/2025 TR in GB [1.93%]
- D - Attivo Investments Core Accumulation Progressive 01/05/2025 TR in GB [1.90%]
- E - Attivo Investments Core Accumulation Balanced 01/05/2025 TR in GB [1.76%]
- F - IA Mixed Investment 20-60% Shares TR in GB [1.72%]
- G - Attivo Investments Core Preservation Conservative 01/05/2025 TR in GB [1.64%]
- H - IA Mixed Investment 0-35% Shares TR [1.32%]
- I - IA Mixed Investment 40-85% Shares TR in GB [1.06%]
- J - IA Flexible Investment TR in GB [0.57%]

Core Chart 311224 - 160525

Pricing Spread: Bid-Bid | Data  
Frequency: Daily | Source: FE Analytics





## April Activity

- No strategic allocation changes – positions remain aligned with long-term objectives.
- Reduced exposure to rate-sensitive bonds earlier in the year helped limit drawdown.
- Positive contributions came from yield curve steepening and macro positioning.

## Recent Performance Snapshot (to 21st May 2025)

Across 1, 3, and 6 months, the Core range delivered resilient performance:

- Preservation portfolios (Conservative, Cautious, Moderate) prioritised capital stability and smoothed volatility. While absolute returns were lower than equity-heavy peers, they fulfilled their objective—limiting drawdowns while still delivering modest gains.
- Accumulation portfolios (Balanced, Progressive, Growth) captured strong upside from global equities, especially in April. Over 1 and 6 months, they outperformed their IA benchmarks across most risk levels, driven by quality, momentum, and value-tilted equity exposure.

## Example Highlights:

- Core Progressive: +7.8% (1m), +4.6% (6m) — significantly ahead of benchmark.
- Core Balanced: +5.6% (1m), +3.8% (6m) — outperforming peers despite choppy Q1.
- Core Moderate: +3.7% (1m), +3.5% (6m) — delivering on its smoothing objective.

## Strategic Drivers Behind Returns

- Equity holdings benefitted from quality, momentum, and value tilts, with managed volatility overlays reducing downside capture.
- Emerging markets, telecoms, and consumer staples were notable contributors.
- Portfolios remain diversified and balanced, supporting our philosophy of long-term resilience with short-term awareness.

## For Newly Invested Clients

Your portfolio is more than just a risk score—it's a long-term financial strategy. We combine strategic asset allocation, institutional fund oversight, and evidence-based insights to ensure your portfolio is:

- Goal-focused
- Cost-effective
- Actively monitored
- Positioned to adapt with flexibility and endure with discipline.

## Performance and Risk Warning

Attivo Investments is authorised and regulated by the Financial Conduct Authority (FCA) . Investors should seek advice from a qualified financial professional before making any investment decision.

Past performance is not a reliable indicator of future performance. The value of investments and any income derived from them can fall as well as rise, and there is no guarantee that investors will recover their initial investment.

Investments involve risks, including market risk, liquidity risk, and currency risk. Certain investments, such as high-yield bonds, emerging markets, and alternative assets, may exhibit higher volatility or reduced liquidity. Exchange rate fluctuations may also impact returns.

## Disclaimer

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