



ROCKHOLD

## SNAPSHOT

Base Currency	Pound Sterling
12 Mo Yield	1.93%
Ongoing Charge	0.21%
Management Fee	0.15%
Portfolio Cost	0.36%

## BENCHMARK

Benchmark	IA Mixed Investment 40-85%
Comparator Benchmark	Composite Benchmark

## RISK

	Sharpe Ratio	Std Dev
Rockhold Passive Balanced Growth	-1.24	9.37
IA Mixed Investment 40-85% Shares	-1.52	8.45

TOP TEN HOLDINGS Portfolio Date: 30/06/22

	Portfolio Weighting %
Vanguard Jpn Stk Idx £ Acc	12.24
Vanguard U.S. Eq Idx £ Acc	10.12
iShares US Equity Index (UK) D Acc	9.86
iShares North American Eq Idx (UK) D Acc	9.35
First Sentier Glb Lstd Infra B GBP Acc	9.27
Vanguard FTSE UK All Shr Idx Unit Tr£Acc	8.40
Vanguard FTSE Dev Epe ex-UK Eq Idx £ Acc	7.02
Vanguard U.S. Govt Bd Idx £ H Acc	5.72
Vanguard Em Mkts Stk Idx £ Acc	4.18
CASH	4.12



## CONTACT

Chris Wilson  
[enquiries@rockholdinvest.co.uk](mailto:enquiries@rockholdinvest.co.uk)  
[www.rockholdinvest.co.uk](http://www.rockholdinvest.co.uk)

## DISCLAIMER

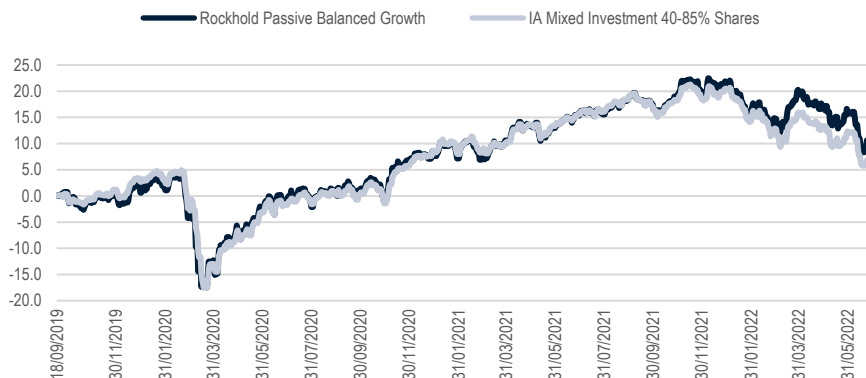
The Model Portfolio Service is not a financial instrument. The portfolio will consist of financial instruments which have a target market consistent with the needs of retail clients. This publication is marketing material. It is for information purposes only. This factsheet is for the sole use of the recipient to whom it has been directly delivered by their Financial Adviser and should not be reproduced, copied or made available to others. The information presented herein is for illustrative purposes only and does not provide sufficient information on which to make an informed investment decision. This document is not intended and should not be construed as an offer, solicitation or recommendation to buy or sell any specific investments or participate in any investment (or other) strategy. It is recommended that potential investors should seek advice concerning the suitability of any investment from their Financial Adviser. Potential investors should be aware that past performance is not an indication of future performance and the value of investments and the income derived from them may fluctuate and they may not receive back the amount they originally invested. The tax treatment of investments depends on each investor's individual circumstances and is subject to changes in tax legislation. The performance of actual portfolios linked to this Model Portfolio may differ from the performance of the Model Portfolio shown herein due to the variation in timing of the initial investment or rebalancing differences resulting from minimum transaction size limits on the Investment platform. The information in this factsheet is for private circulation only and though it is believed to be correct it cannot be guaranteed. No representation or warranty (express or otherwise) is given as to the accuracy or completeness of the information contained in this factsheet and Rockhold Investments Ltd and its partners and employees accept no liability for the consequences of your acting upon the information contained herein. Rockhold Investments Limited are an Introducer Appointed Representative of AB Investment Solutions Limited who are authorised and regulated by Financial Conduct Authority FRN 705062

Source: Morningstar Direct.

## ROCKHOLD PASSIVE BALANCED GROWTH

## INVESTMENT OBJECTIVES

Our objective is to outperform UK RPI + 3% over the medium to long term, keeping within the prescribed volatility limits whilst investing in low cost Index funds, physically invested and with a low tracking error. To achieve the Investment Objectives we deploy quantitative and qualitative techniques and extensive research that shape our macro economic views.

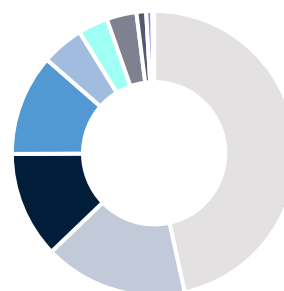
INVESTMENT GROWTH Time Period: 18/09/19 – 30/06/22

## CALENDAR YEAR RETURNS

	3 Months	6 Months	YTD	2021	2020	Since Inception (18/09/19)
Rockhold Passive Balanced Growth	-7.79	-9.18	-9.18	12.98	6.97	10.43
IA Mixed Investment 40-85% Shares	-7.45	-10.86	-10.86	11.10	5.50	7.29

ASSET ALLOCATION Portfolio Date: 30/06/22

	%
US Equity Large Cap Blend	29.3
Japan Equity	12.2
Sterling Fixed Income	9.6
Infrastructure Sector Equity	9.3
UK Equity Large Cap	8.4
Europe Equity Large Cap	7
US Fixed Income	5.7
Global Emerging Markets Equity	4.2
CASH	4.1
Asia ex-Japan Equity	3.8
Other	6.3
<b>Total</b>	<b>100.0</b>

EQUITY REGIONAL EXPOSURE Portfolio Date: 30/06/22

	%
North America	46.6
Japan	16.3
United Kingdom	12.1
Europe dev	11.5
Australasia	4.8
Asia dev	3.4
Asia emrg	3.4
Latin America	1.1
Africa/Middle East	0.7
Europe emrg	0.2

## MANAGER'S COMMENTARY

The geopolitical risk emanating from the Russia-Ukraine conflict continued to affect the markets in June, with the wider impact of the conflict continuing to be felt across energy and agricultural commodity prices and into inflation numbers. After a prolonged period "behind the curve" the Federal Reserve and other central banks have woken up to the issues presented by strong inflationary pressure. Interest rates have been raised twice in US and similarly around the world to control rising prices. Excess liquidity will be removed using quantitative tightening, a relatively new technique and whose side-effects for markets is not fully understood. Simultaneously economies, led by the United States, are naturally slowing and so the ability to create an economic "soft landing" will be tough indeed. The pathway to avoid a recession is narrowing. With inflation rates elevated and at 40 plus year highs throughout G7 and beyond, markets are now primarily responding to the central banks response and monetary policy risks and with an increasing probability of a recession in the next 12-18 months being factored in. As markets anticipate a possible recession, an earnings slowdown will be factored in and could impact valuations as results are announced. Consumer behavior will be important from here. For us, the S&P 500 index level of around 3200-3000 would be a clear re-entry point and a strong buying envelope, provided there is no new exogenous risk. With the current PE ratio hovering around 19-times earnings today, these levels point to a more modest PE of around 14 times. Significant falls in value have been recorded with even US treasuries down 10%. The culprit is of course inflation and the knock-on anticipation of rising interest rates which has dragged yields higher and capital values lower. Higher yielding corporate bonds have suffered more so as their default risk has risen. The benchmark 10-year treasury hit 3.49% yield, very close to our target level of 3.5%. However, glimmers of hope are now appearing – longer dated treasury yields have begun to fall along with some early indications that inflation may have peaked. Commodity prices for many industrial metals including the leading indicator copper have begun to fall back. We raised cash in portfolios across the board most recently and had previously reduced duration in fixed income allocations which has certainly helped buffer portfolios against market gyrations so far along with the unhedged US dollar exposure which has performed heroically. We are now favouring changes to duration and cash and intend to take some further equity exposure off into any sign of strength. All portfolios remained inside their allocated risk corridors during the month.