MGTS QUALIS DEFENSIVE FUND

AS AT 30 OCTOBER 2026

OBJECTIVE

The objective is to provide capital growth, with the potential for income, over any 3-year period.

KEY FACTS

Investment Manager	**GWA Asset Management Limited**
Comparator	**IA Mixed Investment 0-35% Shares**
Fund Size	**£121,727,340**
Launch Date	**19 June 2023**
Share Class	**MGTS Qualis Defensive I Acc**
ISIN	**GB00BQ66LH78**
OCF	**1.020%**
Yield	**3.430%**

MARKET COMMENTARY

October reinforced the distinction between interest-rate risk and corporate credit risk. Following September's sharp rise in yields, concerns about technology investment and economic growth encouraged renewed demand for government bonds. Inflation, energy uncertainty and substantial borrowing requirements nevertheless remained obstacles to a sustained recovery.

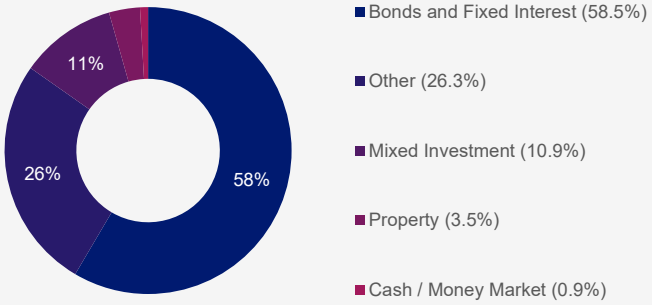
Credit conditions were mixed. Financing concerns warranted attention, but broader spreads did not deteriorate uniformly. Our response was to reduce selected exposures while retaining positions where we considered the balance of income and risk attractive.

We reduced Aegon Strategic Bond fund from approximately 6% to 2%, increasing the iShares floating-rate bond ETF allocation, from 6% to 10%. This increased investment-grade floating-rate exposure with limited interest-rate sensitivity, although credit risk remains. We also exited Artemis Atlas and increased Janus Henderson Diversified Alternatives from 3% to 5.5%, strengthening alternative sources of return.

For the remainder of the year, we favour flexibility over a substantial directional bet on interest rates. Higher yields are attractive, but do not alone justify extending duration materially while inflation and fiscal pressures remain unresolved. We will act as the evidence improves, maintaining diversification across bonds and alternative strategies so that the portfolio's outcome does not depend on a single economic forecast.

Fund Manager
Andrew Alexander

ASSET ALLOCATION



PORTFOLIO HOLDINGS

Targeted Absolute Return	**35.20%**
SVS RM Defensive Capital Fund C GBP Acc	**9.05%**
Royal London Diversified ABS Fund Z Acc	**8.93%**
YFS Argonaut Absolute Return I GBP Acc	**7.13%**
YFS Kernow Equity Navigator Fund - Accumulation	**5.11%**
M&G Global Target Return Fund GBP L Acc	**4.97%**
£ Strategic Bond	**15.08%**
Man Dynamic Income IF H GBP Acc	**7.71%**
L&G Dynamic Bond I Acc	**4.36%**
Aegon Strategic Bond Fund GBP S Acc	**2.01%**
SVS RM Infrastructure Bond Fund F Class Acc	**1.00%**
Specialist Bond	**9.97%**
iShares $ Floating Rate Bond UCITS ETF GBP Hedged	**9.97%**
UK Gilts	**8.12%**
iShares Core UK Gilts UCITS ETF GBP (Dist)	**8.12%**
£ Corporate Bond	**7.53%**
Man GLG Sterling Corporate Bond Fund Institutional	**7.53%**
Global Corporate Bonds	**7.42%**
Nomura Funds Ireland Corporate Hybrid Bond Fund FD	**7.42%**
Specialist	**5.54%**
Janus Henderson Diversified Alternatives Fund I	**5.54%**
Global	**5.32%**
Man Global Credit Value ILF H GBP Acc	**5.32%**
Direct and Hybrid Property	**3.49%**
L&G UK Property I Acc (PAIF)	**3.49%**
Global Mixed Bond	**1.42%**
Guinness Global Dynamic Bond Fund Class F GBP	**1.42%**
Deposits	**0.90%**
GBP Cash	**0.90%**

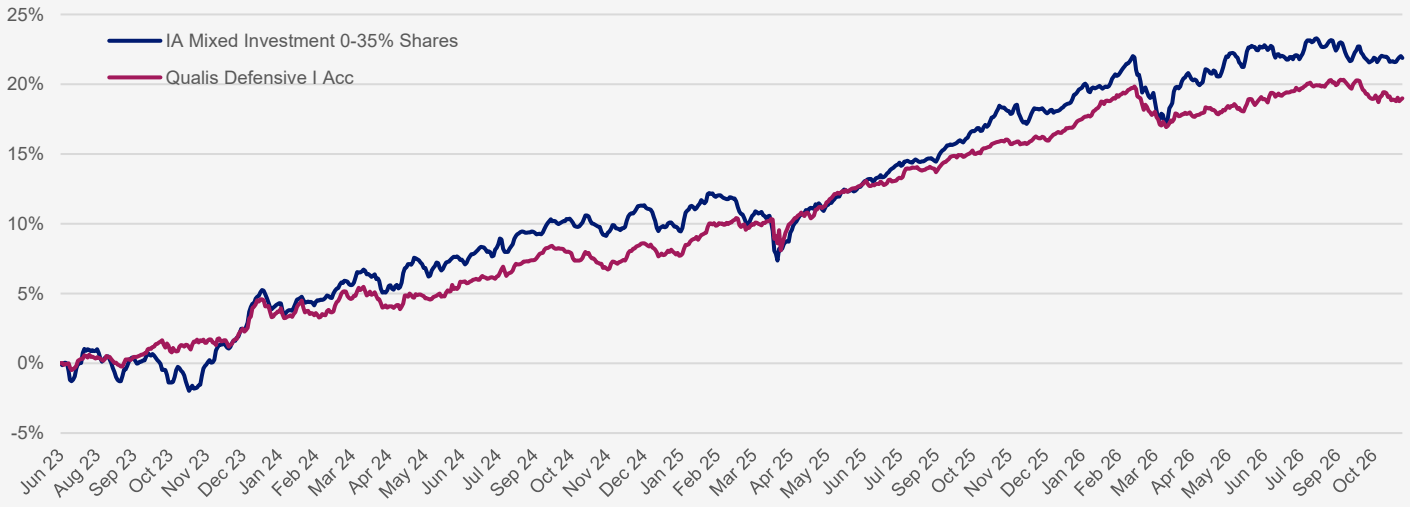
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PERFORMANCE

The IA (Investment Association) Mixed Investment 0-35% Shares Sector is used as the comparator. This is considered appropriate for investors to use when comparing performance as the sector is expected to have a similar risk profile to the Sub-fund. The sector is not constructed as an Index, therefore as funds enter or leave the sector composition can change, but it is considered that the sector remains a useful and relevant comparator for investors to assess performance within a relevant peer group.

Cumulative Performance	3 Months	6 Months	1 Year	3 Years	5 Years	10 Years
Qualis Defensive I Acc	-0.49	1.00	2.63	17.01	-	-
IA Mixed Investment 0-35% Shares	0.08	1.63	2.99	24.05	11.15	29.70

Discrete Performance	YTD	2025	2024	2023	2022	2021
Qualis Defensive I Acc	1.85	8.28	3.24	-	-	-
IA Mixed Investment 0-35% Shares	2.77	8.02	4.37	6.06	-10.22	2.57



Source: Morningstar Direct as at 30 October 2026. Performance is bid to bid with income reinvested.

Past Performance is no guarantee of future performance and investors may get back less than the original amount invested.

IMPORTANT INFORMATION

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