

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	£113,201,086
Launch Date	19 June 2023
Share Class	MGTS Qualis Defensive I Acc
ISIN	GB00BQ66LH78
OCF	0.980%

MARKET COMMENTARY

Global bond markets in August 2025 were dominated, once again, by regional monetary policy, growth expectations and persistent inflation data.

In the US, short term US Treasury yields fell, prompted by dovish signals from Fed Chair Powell at the annual Jackson Hole Central Bank Symposium, while long-term yields remained elevated, signalling market caution about inflation and fiscal stability.

The UK bond market continued to come under significant strain, with higher yields reflecting market concern over fiscal deficits, economic slowdown, and political instability. A barometer of this, the UK 30-year gilt yield, climbed to 5.62%, near a 27-year peak, significantly pressuring government borrowing costs.

In Europe, political concerns pushed French bond yields higher, with the 30-year French OAT seeing its biggest monthly jump since March (27bps), reaching levels not seen since 2011.

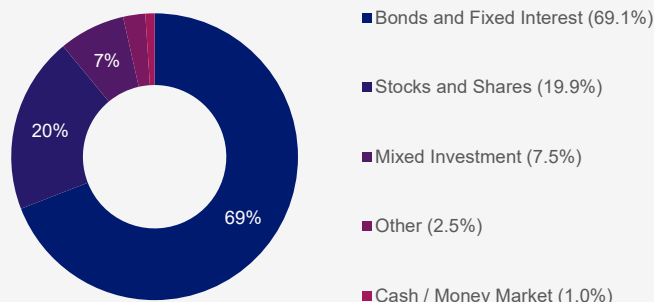
And finally, in Japan, long end yields climbed to historic highs. Japanese 30-year government bond (JGB) yields reached unprecedented levels amid persistent inflation and concerns over sustainability.

We made one change to the fund this month, adding the newly launched Artemis Atlas fund to the existing cohort of long/short equity funds which have enabled the fund to deliver its superior risk adjusted return.

We continue to observe volatility in government bond markets from afar, with our only explicit exposure being short-dated US Treasuries. However, we firmly believe that our selected actively managed funds will maintain outperformance, alongside our continued focus on lower volatility returns.

Andrew Alexander
Fund Manager

ASSET ALLOCATION



FULL PORTFOLIO HOLDINGS

Targeted Absolute Return	30.0%
Royal London Diversified ABS Fund Z Acc	7.5%
Premier Miton Tellworth UK Select Fund - Class A Acc	7.5%
YFS Argonaut Absolute Return I GBP Acc	7.3%
M&G Global Target Return Fund GBP L Acc	5.1%
Artemis Atlas F GBP Acc	2.5%
£ Strategic Bond	29.1%
Man GLG Dynamic Income - IF H GBP Capitalisation	10.3%
Aegon Strategic Bond Fund GBP S Acc	9.8%
L&G Dynamic Bond I Acc	7.6%
SVS RM Infrastructure Bond Fund F Class Acc	1.5%
Other Bond	12.4%
Nomura Funds Ireland Corporate Hybrid Bond Fund F	7.7%
iShares \$ Floating Rate Bond ETF GBP Hd Inc	4.8%
USD Government Bond	10.0%
iShares \$ Treasury Bond 3-7 Year ETF GBP Hedged Dist	10.0%
£ Corporate Bond	10.0%
Man GLG Sterling Corporate Bond Fund Institutional	10.0%
Property	4.9%
iShares UK Property UCITS ETF GBP (Dist)	4.9%
Alt - Other	2.5%
YFS Kernow Equity Navigator Fund - Accumulation	2.5%
Deposits	1.0%
GBP Cash	1.0%

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
MGTS Qualis Defensive I Acc	2.17	3.43	6.18	-	-	-
IA Mixed Investment 0-35% Shares	2.99	2.59	4.87	11.84	10.92	33.73
Discrete Performance	YTD	2024	2023	2022	2021	2020
MGTS Qualis Defensive I Acc	5.66	3.24	-	-	-	-
IA Mixed Investment 0-35% Shares	4.46	4.37	6.06	-10.22	2.57	3.98



Source: Morningstar Direct as at 29 August 2025. 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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