

CLIMATE ASSETS BALANCED FUND - 'B' SHARE CLASS

FACTSHEET

JANUARY 2024

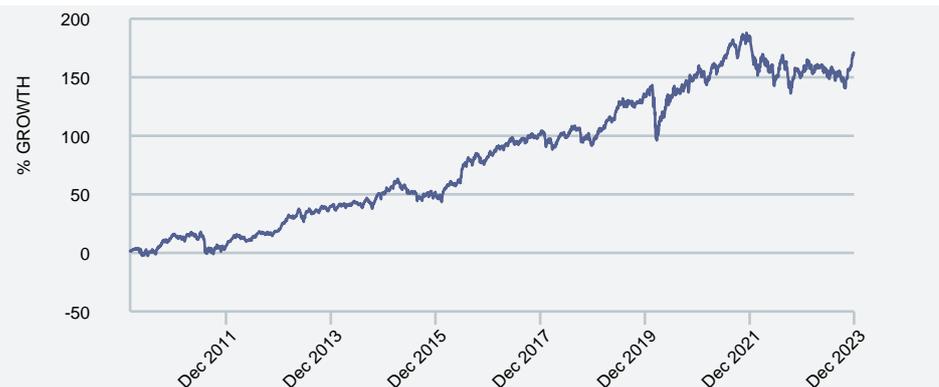


OBJECTIVE

The investment objective of the Fund is to provide a balance of capital growth and income, net of fees, over the longer term (rolling 5 year periods). The Fund focuses on sustainable investment.

INVESTMENT PARTNERS

You can also invest in this fund via one of our wide range of Investment Partners.



■ CLIMATE ASSETS BALANCED FUND - 'B' SHARE CLASS
The share price performance graphic uses an extended track record based on the Climate Assets A-Acc (donor share) up until the 24th June 2012. The Climate Assets B-Acc (primary share) was first issued on 25th June 2012. The AMC (Annual Management Charge) for the A share-Acc is 1.5%, while the AMC for the B share-Acc is 1%.

Cumulative performance (%) to 31 December 2023	YTD	1yr	3yr	5yr	Since Inception
CLIMATE ASSETS BALANCED FUND - 'B' SHARE CLASS	7.51	7.51	8.08	41.23	171.91
IA Mixed Investment 40-85% Shares	8.08	8.08	7.87	31.54	118.01
Bank Of England Base Rate	4.64	4.64	6.26	7.31	11.91

Discrete performance (%) to 31 December each year	2023	2022	2021	2020	2019
CLIMATE ASSETS BALANCED FUND - 'B' SHARE CLASS	7.51	-11.22	13.24	7.65	21.40
IA Mixed Investment 40-85% Shares	8.08	-10.04	10.94	5.32	15.78
Bank Of England Base Rate	4.64	1.44	0.11	0.23	0.75

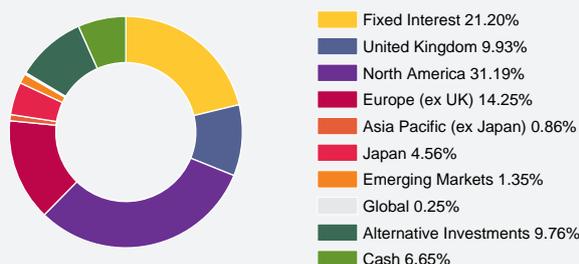
	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2018	-0.66	-1.50	-3.10	2.56	2.78	-0.72	2.22	1.31	-0.48	-3.51	0.89	-3.93	-4.36
2019	4.33	1.44	2.40	3.67	-1.03	4.82	3.07	-1.15	0.44	-0.77	1.32	1.25	21.40
2020	0.62	-4.44	-7.21	5.80	4.93	0.86	0.52	1.13	1.78	-1.88	4.40	1.66	7.65
2021	-0.31	-2.17	3.08	2.59	-0.04	1.63	2.82	3.56	-2.69	2.20	0.91	1.14	13.24
2022	-7.56	-1.05	3.49	-2.06	-1.35	-5.03	5.70	-0.89	-6.34	2.70	2.31	-0.87	-11.22
2023	1.62	0.09	0.52	-0.04	-1.20	-0.70	1.44	-1.04	-1.88	-3.42	6.67	5.65	7.51

ASSET ALLOCATION

	%
Fixed Interest	21.20
Equity	62.39
Alternative Investments	9.76
Cash	6.65

ASSET CLASS/GEOGRAPHICAL ALLOCATION

As at 31 December 2023



TOP 10 HOLDINGS

	%
EDP Renovaveis	2.67
Thermo Fisher Scientific	2.49
Waters	2.46
American Water Works	2.32
Amundi	2.28
Medtronic	2.25
UK Gilt 0.875% 2033	2.20
UK Gilt 4.75% 2030	2.14
Union Pacific	2.12
Ecolab	2.09
Total Top 10	23.03%

Past performance is not a guide to future performance and future returns are not guaranteed. Source: FE fundinfo 31/12/23. B Accumulation share class performance, inclusive of charges, in GBP with net income reinvested. The performance of other share classes may differ. The share price performance data uses an extended track record based on the Climate Assets A-Acc (donor share) up until 24th June 2012.

FUND DATA - 'B' SHARE CLASS

Issue Date	25 June 2012
Launch Price	100.00p
Current Price	244.90p Acc, 209.10p Inc
Fund Size	£437,938,114.19
ISAs/SIPPs/SSASs/Offshore Bonds	Eligible
Base Currency	GBP
Minimum Lump Sum Investment	£1,000
Minimum Regular Savings	£100 a month
Dealing Schedule	Daily at 12:00pm

Historic Yield	2.62%
Annual Management Charge	1.00%
Initial Fee	0.00%
Ongoing Charges*	1.22%
Ex Dividend Dates	1 Feb & 1 Aug
Dividend Pay Dates	31 Mar & 30 Sept
Sedol Number	B3K3HX1 Acc, B5QHLR3 Inc

* This includes the Annual Management Charge

MARKET COMMENTARY

A stellar last couple of months meant that global stock markets ended 2023 firmly higher, with the MSCI All Country World Index delivering an 18% return, in sterling terms. The Q4 rally was largely based on a growing expectation of a significant reduction in interest rates in 2024 as central banks look to change tack in the belief that they have done enough for now in the fight against inflation. The move in equities was supported by strong gains in bond markets, with UK investment-grade corporate bonds in particular delivering sizable returns of 9.7% on the year.

While the catalyst for recent gains has been a dovish shift among rate setters, a "soft landing" is only possible because most major economies have fared better than feared in the higher interest rate environment. The UK has defied widespread forecasts for a recession, the US has posted solid growth figures and even though the European Union may have slipped into a recession it has been pretty shallow thus far. Markets are now pricing in a reduction in the Fed funds rate this year to under 4%, from its current 22-year high of 5.25%-5.50%.

The US stock market has been the standout performer, boosted by a handful of large tech companies at the forefront of Artificial Intelligence. The performance of Alphabet (formerly Google), Amazon, Apple, Meta (formerly Facebook), Microsoft, Nvidia and Tesla have underpinned not only US benchmark returns, but also global indices. US stocks ended 2023 20% higher, in sterling terms, with the "magnificent seven" tech companies responsible for roughly half the return and leaving 72% of stocks underperforming the benchmark.

Looking ahead, there is plenty of political uncertainty on the horizon with Britons set to go to the polls and the US election scheduled for early November. Signs of economic weakness are becoming more prevalent, and we remain mindful that the full effect of higher interest rates may not yet be fully felt. Equity valuations are still fairly reasonable, although there is a concern that markets are still quite optimistic on earnings. Bond yields remain relatively attractive compared to much of the last 15 years and should economic growth slow further then they are well placed to cushion multi-asset portfolios.

INVESTMENT THEMES

Clean Energy (16.32%) - The fund invests in companies providing solutions to the problems of using fossil fuels and energy scarcity and security, such as those involved in renewable energy generation, green transport, products and technologies for green building design and construction and energy efficiency.

Food (5.55%) - The fund invests in companies providing solutions to the food supply/demand imbalance problem, such as those involved in grain production and harvesting, food testing, food processing, measurement and control, and high-tech agriculture supplies.

Health (24.16%) - The Fund invests in companies providing products and solutions to improve healthcare that align to the objectives of the Fund such as companies involved in medical supplies and devices, vaccines and products for infectious disease, medical analysis and testing.

Resource Efficiency (25.79%) - The fund invests in companies providing solutions to the problems of resource scarcity, such as those involved in waste management, production and processing of environmentally friendly materials, waste-to-energy, coastal protection, productivity and efficiency gains, and process control.

Sovereign Debt & Cash (20.77%) - The fund invests in government bonds, mainly denominated in Pounds Sterling and occasionally in other currencies like the US Dollar and Euro. For liquidity purposes, the fund also holds a cash position.

Water (7.41%) - The fund invests in companies providing solutions to the water scarcity problem, such as those involved in water supply and distribution, water analysis, monitoring and purification, water metering, and efficient methods for crop irrigation.

References to specific securities are not recommendations to buy or sell those securities.

FUND MANAGERS

**Claudia Quiroz - Fund Manager**

Claudia has over 20 years of experience in Sustainable, Ethical and Responsible Investment and joined Quilter Cheviot in 2009. She is the Lead Fund Manager of our award-winning Climate Assets Balanced Fund. Claudia's portfolio management experience extends to private clients, pensions, and charities with a focus on sustainable investment. She is a voting member of our International Equities Stock Selection Committee, a Chartered Member of the Chartered Institute for Securities & Investment, and the winner of the Wealth Manager of the Year at the City of London Wealth Management Awards in 2021.

**Caroline Langley - Deputy Fund Manager**

Caroline has close to 20 years of investment experience, with most of her expertise acquired during her tenure at Quilter Cheviot, where she has been employed since 2006. She is the Deputy Fund Manager of the Climate Assets Funds, and manages private client's portfolios, collaborating directly with clients or in conjunction with advisors. Her investment qualifications and extensive experience have led her to be a Chartered Fellow of the Chartered Institute for Securities & Investment (CISI).

HOW TO INVEST

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CONTACT DETAILS



Risk Warning: Past performance is not an indication of future performance. The value of investments and the income from them can go down as well as up. You may not recover what you invest. There are risks involved with this type of investment. Please refer to the Prospectus & Key Investor Information documents for further details, available free of charge from the Authorised Corporate Director ('ACD') Thesis Unit Trust Management Limited, Exchange Building, St John's Street, Chichester, West Sussex, PO19 1UP. These documents are only available in English. Important Information: This document is for general information purposes only and does not take into account the specific investment objectives, financial situation or individual requirements of any particular person. It is not a personal recommendation and it should not be regarded as a solicitation or an offer to buy or sell any securities or instruments mentioned in it. Quilter Cheviot recommends that potential investors independently evaluate investments, and encourages investors to seek the advice of a financial advisor. Currency movements may also affect the value of investments. The Climate Assets Balanced Fund is a sub-fund of the SunPortfolio Fund which is an open ended investment company authorised and regulated by the Financial Conduct Authority. Quilter Cheviot and Quilter Cheviot Investment Management are trading names of Quilter Cheviot Limited. Quilter Cheviot Limited is registered in England with number 01923571, registered office at Senator House, 85 Queen Victoria Street, London, EC4V 4AB. Quilter Cheviot Limited is a member of the London Stock Exchange and authorised and regulated by the UK Financial Conduct Authority and as an approved Financial Services Provider by the Financial Sector Conduct Authority in South Africa.