

Portfolio commenced 24 October 2014

OBJECTIVE:

To outperform inflation.

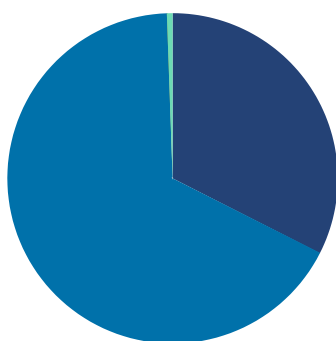
STRATEGY:

Actively managed with a long-term bias to real assets e.g. equities. The Portfolio normally invests in a wide range of ETFs to gain significant diversification and exceptional liquidity at very low cost.

Top Holdings as at 30th October 2023

iShares Core MSCI EM IMI ETF USD Acc	14.8%
Lyxor Core UK Eq All Cap (DR) ETF Dist	12.4%
iShares Core FTSE 100 ETF GBP Dist	11.2%
Amundi MSCI Japan (DR) ETF	6.7%
UBS ETF Fact MSCI USA PmVal ESGHGBPAdis	4.8%
Vanguard FTSE 250 UCITS ETF	4.6%
SPDR® MSCI Emerging Markets SmallCap ETF	4.5%
iShares £ Corp Bond 0-5yr ETF GBP Dist	4.5%
Invesco GBP Corporate Bond ETF Dist	3.7%
iShares Core MSCI EMU UCITS ETF £ H Dist	3.6%

Overall Asset Allocation



■ Bonds 32.5% ■ Equities 67.0% ■ Cash 0.5%

Bond Component

No. Holdings	Yield to Maturity	Maturity	Duration	S&P Rating
2, 075 Crp 730 Gov	5.7%	5.3	3.4	BBB+

Equity Component

No. Holdings	Dividend Yield	P/B	P/E	EPS
4,943	3.9%	1.4	11.1	10.4%

WINNERS 2020

Alan Miller - 30 Most Influential in the European ETF Industry List 2020 • *ETF Stream*

WINNERS 2019

Most trusted Online Investment Manager of 2019 - UK • *Corporate Excellence Awards 2019*

WINNERS 2018

Online Wealth Manager of the Year • *Global Business Insight Awards* Business Women of the Year - Gina Miller • *CEO Today* Excellence Award - Gina Miller • *Wintrade*

WINNERS 2017

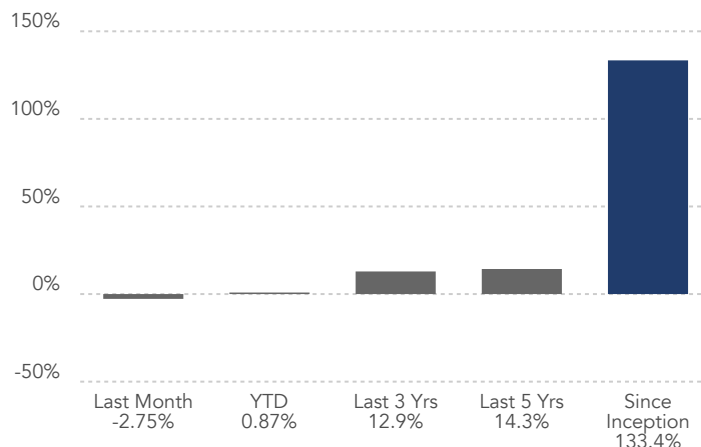
50 Most Influential • *PAM Awards* Investment Manager of The Year • *Acquisition International*

WINNERS 2016

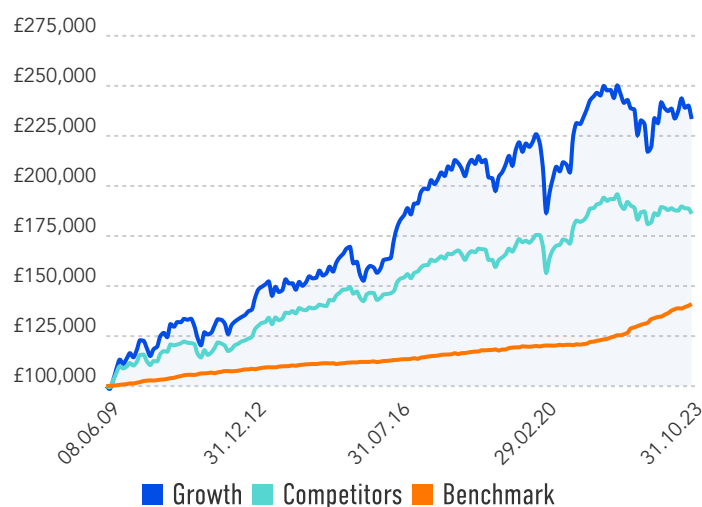
UK Long-Term Return Fund of the Year • ACQS
Transparency Champions • *Transparency Taskforce* Fund Manager of The Year • *Acquisition International*
Inspirational Women Innovators - Gina Miller • *Brummel*
UK Leading Fund Management Firm of the Year • ACQS
UK Game Changers of the Year (FM) - Alan & Gina Miller • ACQS

SCM 50/50 Absolute Return / Long-Term Return (GBP) As at 30th October 2023

Performance after fees



Growth of £100,000



Past performance is not a guide to future returns.

Rolling Return

12m to 31.10.18	12m to 31.10.19	12m to 31.10.20	12m to 31.10.21	12m to 31.10.22	12m to 31.10.23
-2.7%	7.5%	-5.8%	19.7%	-11.6%	6.5%

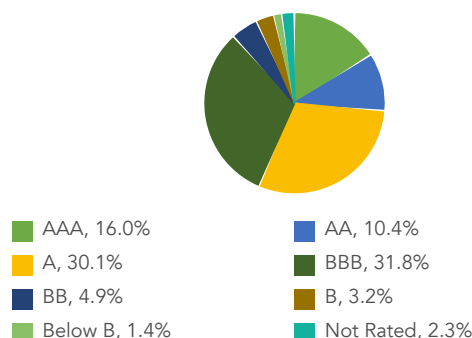
Source SCM Private LLP

ALL Fees & Charges



SCM Discretionary Fund Management Charge	0.40%
Underlying ETF costs (KIID Ongoing Charge)	0.23%
Transaction Costs of buying/selling funds	0.12%
Transaction Costs within funds	0.04%
Custody & Administration Fee	0.12%
Total Fees & Charges	0.91%

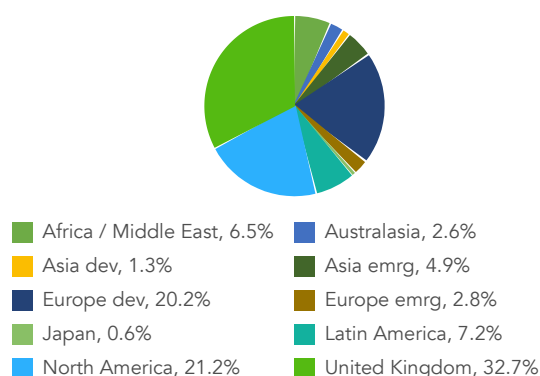
Fixed Income By Credit Rating



Equities by region

United Kingdom	39.8%
Asia emrg	14.0%
Japan	13.1%
Europe dev	10.3%
Asia dev	9.0%
North America	7.7%
Africa / Middle East	3.1%
Latin America	2.4%
Europe emrg	0.7%
Australasia	0.0%

Fixed Income By Region (By Issuer)



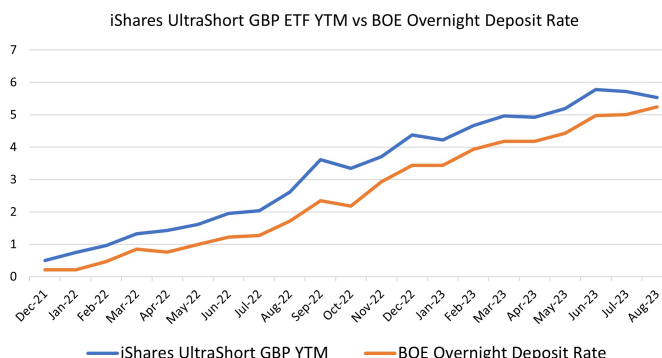
Last 3 years annualised volatility

SCM 50/50 Absolute/Long-Term Return	9.7%
UK Corp Bonds (iBoxx Large Cap TRI Index)	10.2%
UK Gilts (Bloomberg UK Govt All>1 Yr)	11.0%
UK Equities (MSCI UK)	12.1%
Japan (MSCI Japan)	13.1%
UK Index-Linked Gilts (Barclays UK Infl Linked)	15.2%
Europe Excl UK (MSCI Eur. Ex UK)	16.0%
Em Markets (MSCI EM)	18.0%
US Equities (MSCI USA)	18.2%
Asia Pacific Ex. Japan (MSCI Asia Ex Jap)	19.4%

Asset Allocation Changes and Market Commentary

During September, the SCM Direct Investment Team invested 5% of the bond exposure within the Portfolio in an ultrashort GBP corporate bond ETF. This was financed by a 2% reduction in the 1-5 Year EM Bond ETF and a sale of the 3% exposure to a short term gilts ETF.

As the chart illustrates, the ultrashort Bond ETF has consistently offered a higher yield to maturity than the overnight deposit rate:



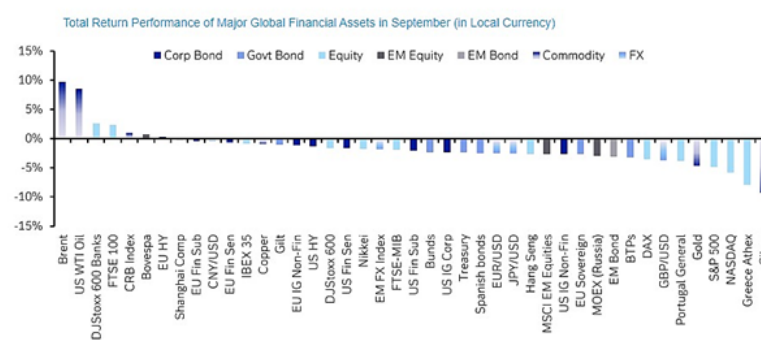
Source: Bloomberg LP

The overall effect of these changes is a very nominal reduction in yield (5.8% pa to 5.7% pa comparing the ETFs sold with the ETF bought) but a 62% reduction in ETF annual fees including transaction costs, a substantial improvement in credit rating from S&P BBB- to AA, and a reduction in maturity from 2.6 years to 1 year (thereby making it much less sensitive to changes in future interest rates). This asset allocation change, based on several factors, illustrates that we are continuously diligent, consistently seeking more for less whether it's more yield, more credit quality, or more earnings growth but without more cost or more demanding valuations. Of course, it is often a nil sum outcome as the pluses and minuses are frequently in balance.

Normally, the best thing but hardest thing to do is nothing. This is often not possible for our competitors where their marketing departments want to have a new story to 'sell' every month, irrespective of whether it happens to be in the clients best interests or not!

During September, only 7 of the 38 non-currency assets shown in the table below produced positive returns, making it the worst month of 2023 so far. The declines had several causes, but an important one was the growing sense that central banks were likely to keep interest rates higher for longer, alongside a rise in oil prices over the last quarter. Oil futures rose by 13% in September, and are currently 24% higher than their value at the end of June.

September has a reputation as being the worst month for financial markets over recent years. Indeed, it was the 4th year in a row that the S&P 500 and the STOXX 600 were down for September, as well as the 7th year in a row that Bloomberg's global bond aggregate was down for the month.



Source: Deutsche Bank, Bloomberg Finance LP

Alan Miller, Chief Investment Officer, October 11, 2023

Performance has been calculated as the average performance of the two underlying portfolios from the common date of inception after all charges. Individual client portfolios may differ due partly to differences in the timing of initial investment or withdrawals or rebalancing. The SCM 50/50 Absolute Return / Long-Term Return (£) Benchmark is the average of cash (Barclays Benchmark Overnight GBP Cash Index) and inflation (the return of the UK RPI All Items Index). Competitor data is based on the average performance of the IA Global Mixed Bond and the IA Mixed Investment 40-85% Shares Sectors and the comparison is offered as a guide only. Investing in Exchange Traded Funds may expose the investor to a number of risks, some of which are specific to Exchange Traded Funds and some of which are general investment risks. Discretionary portfolios are not subject to the same regulatory constraints as UCITS and other regulated funds. Risk and performance can change over time and the SCM Direct Portfolios may not be suitable for all types of investor. The tax treatment of investments depends on each investor's individual circumstances and is subject to changes in tax legislation. We aim to provide investors with simple, understandable information so they can make fully informed decisions. If you are unsure about the suitability of our investment portfolios, please contact an independent financial adviser. SCM Direct is a trading name of SCM Private LLP which is authorised and regulated by the Financial Conduct Authority to conduct investment business. Company registered in England and Wales, no. OC342778. The value of investments can go down in value as well as up, so you could get back less than you invest. Exchange rates may cause the value of overseas investments and income from them to rise and fall. It is therefore important that you understand the past performance is not a guide to future returns. SCM Direct does not give personal advice.