

Sustainable Balanced (£) (P)

Quarter 2 2026 (as at 30 June 2026)

Signatory of:



Investment Philosophy: We believe investing is a long-term assignment, and that prudent participation, with thoughtful diversification, is the optimal way to compound returns over time. We are focused on delivering performance aligned with clients' expectations, constructing our strategies via a carefully curated mix of asset classes, geographies, sectors and styles, to navigate markets more smoothly. Our dedication to continual improvement and innovation means we are always seeking to refine and improve our research, investment process, performance and communication.

Mandate

Investment Objective: investing in companies and projects with the intention to generate a positive social and/or environmental impact, alongside risk-adjusted returns

Target Outcome: UK CPI +1% to 3% p.a. over a rolling 5-year period

Currency: sterling

Risk Parameters: 17% maximum peak to trough drawdown, volatility in the range 8% to 13% annualised

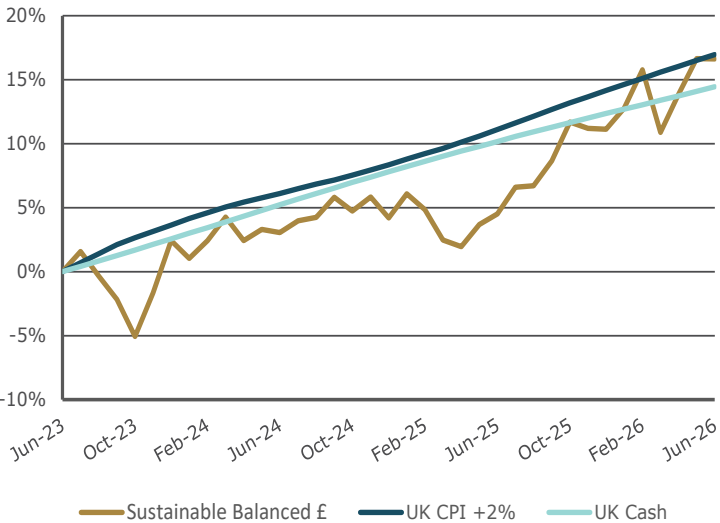
Time Horizon: ≥ 5 years

Style: diversified, global, multi asset (bonds, equities, alternatives, currencies and cash)

Performance¹

Statistics Since Inception (July 2020)

Total Return	24.89%
Annualised Return	3.77%
Annualised Volatility	7.40%
Maximum Drawdown	-14.16%



3 Month	YTD	1 Year	3 Year	5 Year
5.18%	4.95%	11.59%	16.63%	7.84%

¹ Performance data is net of fund manager fees, but does not include CIJL, advisor or platform fees

Quarterly Commentary

Risk assets moved higher across the second quarter, with many equity indices making new all-time highs. A key support came from easing tensions in the Middle East, as the US-Iran conflict edged towards an uneasy truce, oil prices fell back towards \$70/barrel, and investor sentiment improved.

That said, the underlying picture was more nuanced. Market leadership was extremely narrow, with semiconductors and other AI-related hardware names doing the heavy lifting. With much of the tech giants' enormous capex currently being directed into data centre infrastructure, there is a clear logic to these dynamics, but we believe these may have been extrapolated too far in the near-term. Fixed income had a steadier quarter, but inflation remains elevated following the Hormuz Strait closure, leading central banks to err on the side of caution and take interest rate cuts off the table for the time being. In the US the Federal Reserve has adopted a more hawkish tone, as new Fed Chair Kevin Warsh seeks to establish credibility. Longer-term, we believe policymakers will prioritise supporting growth and financial markets when it comes to the crunch. Notably, the US continues to run large twin deficits (budget and trade) despite low unemployment, solid growth, and inflation which has been above target for more than *five years*.

Our strategies are somewhat cautiously positioned, mindful of elevated valuations and heightened speculative activity in Q2's leading trades, but we see plenty of opportunities in other segments and geographies, and we maintain substantial diversification through a combination of fixed income, real assets and alternatives. We have some dry powder available, ready to opportunistically add back to equity risk when the time is right.



As part of Capital International (Jersey) Limited's (CIJL) association with Durrell Wildlife Conservation Trust (DWCT), we have committed to donating a portion of the investment management fees earned in this strategy, managed by CIJL, to DWCT.

Disclaimer: DWCT is a registered charity, and is not involved in any of the activities undertaken by CIJL, which is an investment management business regulated by the Jersey Financial Services Commission. DWCT, furthermore, do not endorse or recommend any third party investment strategy and any decision by an investor to invest with CIJL will be exclusively subject to terms between such investor and CIJL. No reliance may be placed on DWCT and no responsibility express or implied will be accepted by DWCT in connection with a decision to invest with CIJL.

Asset Allocation

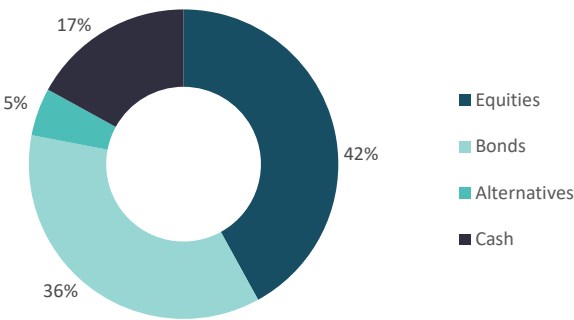


Fund Name	Weighting	Description	SFDR ⁵
Aikya Global Emerging Markets	5.0%	High quality, sustainable franchises at attractive valuations	9
BlueBay Impact-Aligned Bond	9.0%	Financing highly sustainable businesses	9
BlueOrchard Emerging Markets Impact Bond	8.0%	Financing sustainable corporations in emerging markets	9
Federated Hermes Sustainable Global Equity	9.0%	Quality global equities with lighter environmental footprints	9
LO TargetNetZero Europe Equity	5.0%	Investing in climate leaders, avoiding carbon-intensive laggards	8
PIMCO Climate Bond	9.0%	Helping to finance the journey to net zero	9
Polar Capital Healthcare Opportunities	5.0%	Highly proven investors with deep healthcare expertise	8
Schroder Global Alternative Energy	4.0%	Investing towards more sustainable energy production & consumption	9
Schroder Global Sustainable Value	5.0%	Active value investing in early-stage turnaround opportunities	8
T Rowe Price Global Impact Credit	5.0%	Sustainable fixed income with pulleys & levers	9
The Royal Mint Responsibly Sourced Physical Gold ETC	5.0%	Responsibly sourced bullion stored securely in Wales	n/a
Vontobel Global Environmental Change	5.0%	Investing in companies addressing critical global challenges	9
Vontobel Transition Resources	4.0%	Investing in materials and enablers powering the green transition	8
Wellington Global Impact Bond	5.0%	Expanding sustainability through public debt markets	9
Blackrock Sterling Liquidity	9.0%	Money market fund, as an alternative to cash	8
Cash	3.0%	Money waiting to be invested	
OCF: 0.63% ² Equity Beta: 0.50 ³ Yield: 0.90% Bond Duration: 5.25yrs ⁴			

² Weighted ongoing charge figure - not including CIJL fees
⁴ Sensitivity to interest rate changes – applied only to bonds

³ A measure of an investment’s sensitivity to global listed equities
⁵ Sustainable Finance Disclosure Regulation – article classification

Asset Class Breakdown



Themes



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