

Responsible Real Return (£) (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: to grow the real return of capital invested

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

Currency: sterling

Risk Parameters: 15% maximum peak to trough drawdown, volatility in the range 8% to 13% annualised

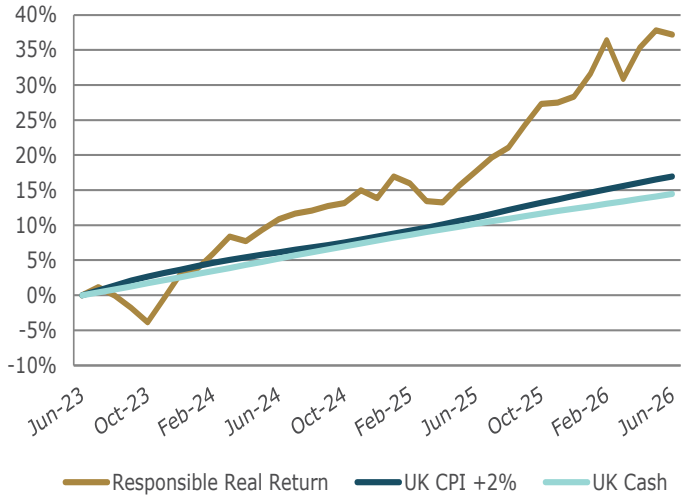
Time Horizon: ≥ 5 years

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

Performance (net of fees)

Statistics Since Inception (January 2012)

Total Return	138.25%
Annualised Return	6.17%
Annualised Volatility	6.02%
Maximum Drawdown	-10.70%



	3 Month	YTD	1 Year	3 Year	5 Year
	4.83%	6.90%	16.60%	37.18%	28.66%

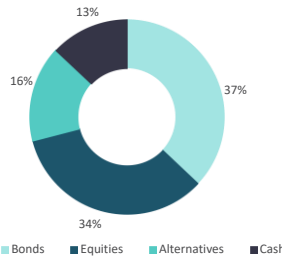
Quarterly Commentary

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.

Asset Class Breakdown



Russell Waite

e: r.waite@capital-je.com

t: +44 1534 680860 m: +44 7797 741093

Contacts

Ben Stott

e: b.stott@capital-je.com

t: +44 1534 680860 m: +44 7797 727705

www.capital-je.com

Disclaimer: Capital International (Jersey) Limited is regulated by the Jersey Financial Services Commission. Registered office 27 Esplanade, St Helier, Jersey, JE4 9XJ. This document is for discussion purposes only and is not an advertisement and does not constitute an offer to sell or a solicitation of an offer to buy shares in any fund. This document has been provided to you in a private and confidential manner and may not be reproduced or disseminated to third parties without Capital International (Jersey) Limited's prior written consent. Performance is calculated using model data. Whilst every effort has been made to ensure the accuracy of this data, Capital International (Jersey) Limited does not accept any liability for unintentional errors or omissions. Capital International (Jersey) Limited does not guarantee the performance of any investments. The price of investments may go up or down and the investor may not get back the amount invested. Your income is not fixed and may fluctuate. Past performance is not a reliable indicator of future results. The value of the investment involving exposure to foreign currencies can be affected by exchange rate movements. We remind you that the levels and bases of, and reliefs from, taxation can change.