

# Arundel & Brighton Diocesan Trust

Portfolio review

September 2025

# CLIENT SUMMARY – ARUNDEL & BRIGHTON DIOCESAN TRUST – M1

|  |  |
|--|--|
| Authorised Signatories:  | <ul style="list-style-type: none"><li>• The Rev Jonathan How</li><li>• The Rt Rev Charles Moth</li></ul>                                 |
| Additional Authorities:  | <ul style="list-style-type: none"><li>• Maggie Wares</li><li>• Sarah Kilmartin</li><li>• Moore Kingston Smith LLP - Accountant</li></ul> |
| Investment Objective:  | A balance between income and growth  |
| You would like the investment of your portfolio to be structured so that any return achieved will be a mixture of income distributions and capital growth.   |  |
| Investment Strategy:   | Multi-asset Portfolio Strategy 5 (Growth)  |
| Appropriate for an investor who is comfortable with medium volatility of returns, typically having around 65% of their portfolio invested in equities, and who is able to tolerate a loss of up to 17.5% of the value of their portfolio in any one year. This percentage loss is based on what might be reasonably expected 95% of the time. The projected annualised rate of return over the longer term is the Consumer Price Index (CPI) +2.5% |  |
| Risk Tolerance   | Medium-High  |
| An investor with a medium-high risk tolerance means they tend to be assertive taking financial risks. People with medium-high risk tolerance want to grow their total wealth over the long term and are willing to accept the risk of poor outcomes to do so.  |  |
| Inception Date:  | 31 October 2024  |
| Benchmark:   | Comparator Strategy 5  |
| Restrictions:  | Please see ethical restrictions slide  |
| Time horizon:  | Long - Over 7 years  |
| Portfolio Value 8 <sup>th</sup> September 2025:  | £34,584,860  |
| Dividend Yield:  | 2.41%  |
| Est. Gross Income:   | £832,726   |
| Income treatment:  | Paid To Bank - £275K quarterly   |
| Fee Rate:  | 0.75%<br>IM Fee: 0.60% up to £2m, 0.50% up to £7m and 0.30% thereafter + VAT<br>Custody Fee: 0.15% up to £2m, 0.10% thereafter           |

# CLIENT SUMMARY – ARUNDEL & BRIGHTON DIOCESAN TRUST – M2

|  |  |
|--|--|
| Authorised Signatories:  | <ul style="list-style-type: none"><li>The Rev Jonathan How</li><li>The Rt Rev Charles Moth</li></ul>                               |
| Additional Authorities:  | <ul style="list-style-type: none"><li>Maggie Wares</li><li>Sarah Kilmartin</li><li>Moore Kingston Smith LLP - Accountant</li></ul> |
| Investment Objective:  | A balance between income and growth  |
| You would like the investment of your portfolio to be structured so that any return achieved will be a mixture of income distributions and capital growth.   |  |
| Investment Strategy:   | Multi-asset Portfolio Strategy 3 (Growth)  |
| Appropriate for an investor who is comfortable with low volatility of returns, typically having around 40% of their portfolio invested in equities, and who is able to tolerate a loss of up to 12.5% of the value of their portfolio in any one year. This percentage loss is based on what might be reasonably expected 95% of the time. The projected annualised rate of return over the longer term is the Consumer Price Index (CPI) +1.5%. |  |
| Risk Tolerance   | Medium-Low   |
| An investor with a medium-low risk tolerance means they tend to be cautious taking financial risks. People with medium-low risk tolerance want their total wealth to grow, but they are reluctant to accept a substantial possibility of poor long-term outcomes.  |  |
| Inception Date:  | 31 October 2024  |
| Benchmark:   | Comparator Strategy 3  |
| Restrictions:  | Please see ethical restrictions slide  |
| Time horizon:  | Long - Over 7 years  |
| Portfolio Value 8 <sup>th</sup> September 2025:  | £2,567,300   |
| Dividend Yield:  | 3.18%  |
| Est. Gross Income:   | £81,763  |
| Income treatment:  | Paid To Bank   |
| Fee Rate:  | 0.75%<br>IM Fee: 0.60% up to £2m, 0.50% up to £7m and 0.30% thereafter + VAT<br>Custody Fee: 0.15% up to £2m, 0.10% thereafter     |

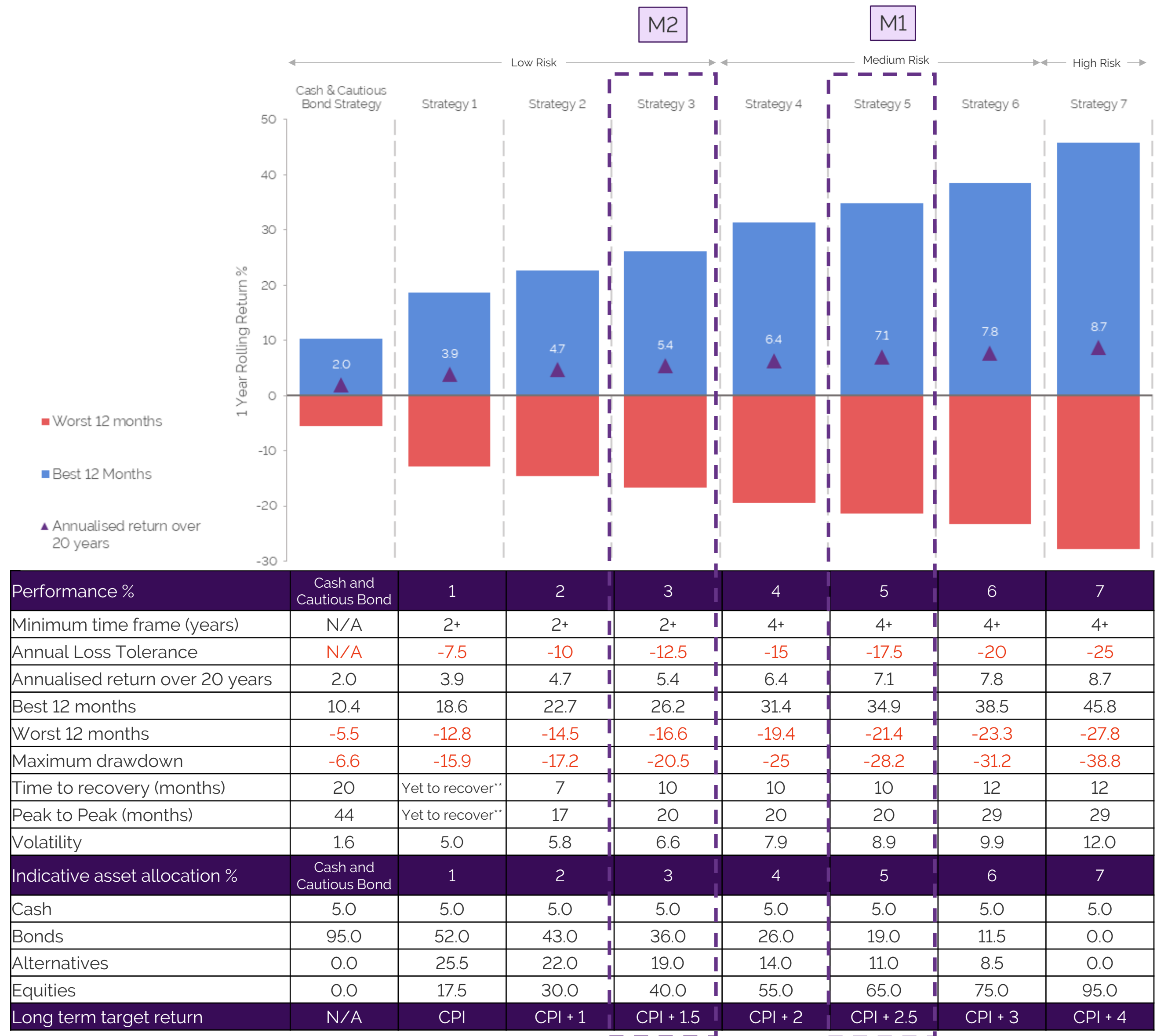


# Risk Profiles

The main factors to take into account when considering which investment risk profile is appropriate are:

- Your Attitude to Risk – how much risk you are willing to take
- Your Capacity to Bear Risk – your ability to absorb losses in the value of your investment.
- Investment Time Horizon – the length of time over which you intend to hold this investment.

We define 7 different risk profiles and 8 strategies, each with an indicative asset allocation. The spectrum of risk (and potential return) increases incrementally providing a broad choice to meet your particular needs. This chart shows the range of sterling\* returns over the last 20 years. It highlights the best (blue bar), worst (red bar) 12 months and annualized return (symbol) for each profile along with other risk indicators, performance data and asset allocation guidelines.



\*\* Strategy 1 low 12 October 2022

Source: Morningstar Direct, Deutsche Numis, Evelyn Partners

# M1 PORTFOLIO: PERFORMANCE TO 8<sup>TH</sup> SEPT

|                   | Apr    | May   | Jun   | Jul   | Aug    | Sept  | YTD   | *Since Inception |
|-------------------|--------|-------|-------|-------|--------|-------|-------|------------------|
| Portfolio M1      | -0.18% | 2.56% | 0.98% | 2.78% | -0.67% | 1.05% | 4.63% | 4.95%            |
| Market Comparator | -0.63% | 2.80% | 1.67% | 3.18% | 0.42%  | 0.74% | 8.34% | 10.04%           |
| ARC Balanced      | -0.45% | 1.71% | 1.25% | 2.00% | 0.30%  | 0.50% | 5.18% | 6.25%            |
| ARC Steady Growth | -1.13% | 2.80% | 1.41% | 2.60% | 0.30%  | 0.51% | 5.14% | 6.64%            |

\* Inception 31<sup>st</sup> October 2024

# M2 PORTFOLIO: PERFORMANCE TO 8<sup>TH</sup> SEPT

|                   | Apr    | May   | Jun   | Jul   | Aug    | Sept  | YTD   | *Since Inception |
|-------------------|--------|-------|-------|-------|--------|-------|-------|------------------|
| Portfolio M2      | 0.86%  | 1.62% | 1.12% | 1.75% | -0.18% | 0.86% | 7.36% | 7.28%            |
| Market Comparator | 0.13%  | 1.59% | 1.57% | 2.09% | 0.23%  | 0.79% | 7.01% | 7.98%            |
| ARC Balanced      | -0.45% | 1.71% | 1.25% | 2.00% | 0.30%  | 0.50% | 5.18% | 6.25%            |

\* Inception 31<sup>st</sup> October 2024

## Aligning Stewardship with *Dilexi Te* and *Mensuram Bonam*

On October 9, 2025, Pope Leo XIV released his first apostolic exhortation, *Dilexi Te* ("I Have Loved You"), a powerful continuation of Catholic social teaching that builds on Pope Francis's final encyclical, *Dilexit Nos* ('He loved us'). Addressed "to all Christians on love for the poor," *Dilexi Te* is both a theological reflection and a pastoral call to action. It urges the Church — and by extension, Catholic-aligned institutions — to engage in structural transformation that uplifts the poor and marginalised.

*Dilexi Te* emphasizes:

- A preferential option for the poor, calling Christians to prioritise the needs of the marginalised
- The structural nature of poverty, urging systemic change rather than isolated acts of charity
- The role of institutions in upholding justice, not just avoiding harm but actively promoting human dignity

These themes reinforce the moral imperative for investors to consider the social and ethical impact of their capital allocation and stewardship practices.

*Mensuram Bonam* though, provides a practical framework for implementing Catholic social teaching in investment management. It outlines three pillars:

- Engagement with companies to promote ethical practices (**Engage**)
- Positive impact investing to support human dignity and the common good (**Enhance**)
- Avoidance of investments that contradict Church teaching (**Exclude**)

Together, *Dilexi Te* and *Mensuram Bonam* call for a holistic approach to investing—one that integrates faith, ethics, and financial stewardship.

At Evelyn Partners, we seek to align with the principles of engagement, advocacy and transparency and integrate them into our investment process for clients.

## Engagement

Engagement with the companies that we invest in and those companies we carefully research, forms one of the central tenets of our investment process. Engagement with these companies has progressed beyond purely just voting on shareholder resolutions but increasingly engaging with companies through direct meetings and collaborative partnerships.

One of our key engagement initiatives is through our work in the battle against modern day slavery.

We are active participants in the Find It, Fix It, Prevent It collaborative investor initiative which exemplifies our commitment to protecting the dignity of vulnerable workers, and has led to engagements with homebuilders, Balfour Beatty and Persimmon, to address the risk of modern slavery in supply chains in the construction industry—a sector known for high vulnerability. Further details on our responsible investment approach, stewardship and engagement activities are available on our website and in our quarterly Stewardship & Voting reports.

These efforts aim to reflect *Dilexi Te*'s call to "see the face of Christ in the poor" and to act with courage and compassion in confronting injustice.

## Advocacy and Public Witness

We are actively participating in a modern slavery roundtable, which most recently included a keynote from Jess Phillips MP, Under Secretary of State for Safeguarding. This engagement with policymakers and civil society aligns with *Dilexi Te*'s emphasis on public witness and the Church's role in shaping just economic systems.



## Accountability and Transparency

Evelyn Partners is a voluntary signatory to the UN Principles for Responsible Investment and the UK Stewardship Code and recently joined as a participant of the United Nations Global Compact (UN GC), all of which require annual transparency reporting disclosures.

We are reviewing the latest modern slavery benchmarks to assess the performance of companies in our monitored universe. This ensures that our stewardship is not only principled but also measurable and transparent — a key expectation of both *Mensuram Bonam* and *Dilexi Te*.

Additionally, through our participation in the Votes Against Slavery (VAS) investor initiative, we have confirmed that all the monitored universe companies represented under this initiative (FSTE350) are compliant with Section 54 of the UK Modern Slavery Act 2015; which requires them to publish an annual statement on actions taken to prevent modern slavery in their operations and supply chain."

These efforts reflect our commitment to continuous improvement and ethical accountability.

## Integration into Investment Research and Screening

The UN GC initiative encourages businesses to adopt sustainable practices aligned with ten principles covering human rights, labour, environment, and anti-corruption. We screen our investment universe for companies considered as UN GC violators or on watch lists for severe controversies, and we assess the risk of child labour as part of monitoring our responsible investment priority metrics.

Our new partnership with Sustainalytics 360, an engagement specialist, extends our reach and includes a thematic focus on Human Rights and Transition, which encompasses modern slavery risks.

Integration of these factors in our investment process helps to ensure that our portfolio construction and monitoring processes are aligned with both ethical standards and regulatory expectations.

This reflects *Mensuram Bonam's* guidance on screening to avoid harm and align with ethical values and positive investment selection, and *Dilexi Te's* call to ensure that economic systems serve the dignity of all people.

The convergence of *Dilexi Te* and *Mensuram Bonam* reinforces the need for a faith-consistent, impact-oriented, approach to stewardship. For Evelyn Partners, this means:

- Elevating engagement as a core expression of our values, not just a compliance exercise, with the aim of improving the resilience and long-term value of our clients' investments as responsible investors
- Demonstrating alignment with clients' values and faith-based investment policies through screening investments, transparent reporting and measurable outcomes
- Continuing to engage directly with companies and fund managers, and lead and participate in collaborative initiatives that address systemic injustice, particularly in areas like modern slavery, human rights, and economic inclusion.

*Dilexi Te* is a timely and profound reminder that investment management is not morally neutral. As stewards of our clients' capital, we are called to ensure that our investments reflect not only financial prudence but also reflect the faith consistent approach that is at the heart of investment policies and values for Catholic charities.

At Evelyn Partners, we integrate human rights considerations into our investment decisions, and proactively engage on modern slavery risks. Our commitment to responsible investment, transparency and collaboration position us well to respond to this call. By aligning our approach and stewardship activities with the principles of *Dilexi Te* and *Mensuram Bonam*, we reaffirm our role as trusted advisers and stewards of your investments.

Evelyn Partners manages more than £3.3 billion in charity investments on behalf of more than 1,230 organisations. Approximately 20% of our charity clients are religious. For more information on Evelyn Partner's Roman Catholic investment expertise please contact Caroline Gee, Head of Charity Business Development, [Caroline.Gee@Evelyn.com](mailto:Caroline.Gee@Evelyn.com).