

Blue Sky Portfolio Manager Portfolio Update - June 2017

Written by Gary Neild, Blue Sky Managing Director

Portfolio Overview

From now on, I will be articulating the best and worst performers from within the LGT Vestra/Volare portfolios, whilst also informing you of the relative performance of the portfolios compared to 7IM and the Standard Life UK Commercial Property fund. Please note, those who are in the bespoke LGT Vestra portfolios will not have a Standard Life property element within the portfolio.

Top of the pops this month was the Lindsell Train UK Equity fund at +5.43% followed by Fundsmith Equity at +5.24% and the L&G Index tracker at +5.11%. UK funds were resurgent on the back of a weakening Pound.

The Troy Asset Management Income fund delivered with +4.8%, as did the Lazard Global Listed Infrastructure fund at +4.77%.

Emerging markets did well once again, helped by the weakening US Dollar. One of our old favourites, the Somerset Emerging Markets Dividend Growth fund performed well at +4.21%.

The Fidelity Global Dividend was up there with a return of +3.97% followed by the LionTrust Special Situations fund at +3.95%.

Smaller companies continued to perform well with the Old Mutual UK Smaller Companies hitting +3.67%.

Global stocks continued their good form with Stewart Asia Pacific Leaders generating +3.03% and the R&M World Recovery fund close behind with +2.8%.

The best performing LGT Vestra portfolio was the Growth at +2.76%, followed by the LGT Vestra Balanced at +2.23% and the LGT Vestra Cautious at +1.77%. The Volare funds didn't perform as well, simply because they are a day behind in their pricing.






The more passive element of the portfolios via 7IM performed as follows:-






- Moderately Adventurous +1.79%
- Balanced +1.54%
- Moderately Cautious +0.73%

The worst performer for the month is our much-liked Jupiter India fund, which fell -1.40% due to the impact of tax reforms. The only other negative was from the Old Mutual Global Equity Absolute Return fund at -0.66%.

The M&G UK Commercial Property fund posted +0.5% whilst the Standard Life UK Commercial Property fund delivered +0.47%.

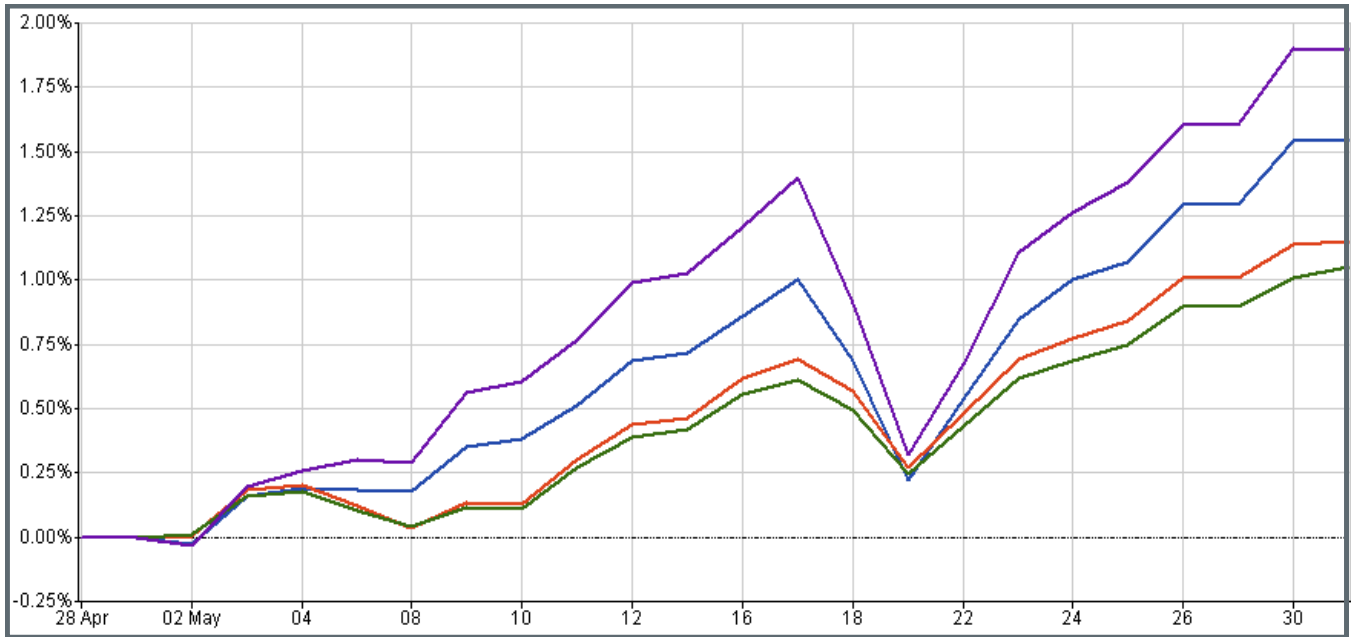
| <u>Monthly Performance (%)</u> <u>1 May 2017 to</u> <u>31 May 2017</u> | | |
|--|---|-------------|
| Defensive |  | 1.05 |
| Defensive Balanced |  | 1.15 |
| Balanced |  | 1.54 |
| Balanced Aggressive |  | 1.90 |
| Opportunities |  | 1.90 |

| <u>Five Year Performance (%)</u> <u>31 May 2012 to</u> <u>31 May 2017</u> | | |
|---|---|--------------|
| Defensive |  | 22.85 |
| Defensive Balanced |  | 30.33 |
| Balanced |  | 48.75 |
| Balanced Aggressive |  | 53.21 |
| Opportunities |  | 53.42 |

| <u>Percentage less volatility than</u> <u>the FTSE 100</u> | | |
|---|---|--------------|
| Defensive |  | 57.36 |
| Defensive Balanced |  | 57.95 |
| Balanced |  | 44.88 |
| Balanced Aggressive |  | 40.16 |
| Opportunities |  | 40.16 |

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Monthly Performance (%) - 1 to 31 May 2017



| Defensive | Defensive Balanced | Balanced | Balanced Aggressive | Opportunities |
|-----------|--------------------|----------|---------------------|---------------|
| 1.05 | 1.15 | 1.54 | 1.90 | 1.90 |

Five Year Performance (%) - 31 May 2012 to 31 May 2017



| Defensive | Defensive Balanced | Balanced | Balanced Aggressive | Opportunities |
|-----------|--------------------|----------|---------------------|---------------|
| 22.85 | 30.33 | 48.75 | 53.21 | 53.42 |