

ALL WEATHER

QUARTER TWO | TWO THOUSAND AND TWENTY FOUR



CS INVESTMENT MANAGERS

Resilient economic figures and corporate earnings, coupled with further disinflationary progress, provided the backdrop for solid equity market returns over the second quarter of 2024. In contrast, the resilient economy contributed to interest rate expectations remaining elevated and hence generally negative fixed income returns. History tells us that the Fed have not cut interest rates while inflation has been above its 2% target, unless unemployment has been higher than 5%. Eyes will remain on these key statistics, amongst others, over the next few months until the Federal Reserve meeting in September, where markets are now pricing in expectations of the first interest rate cut of the current cycle.

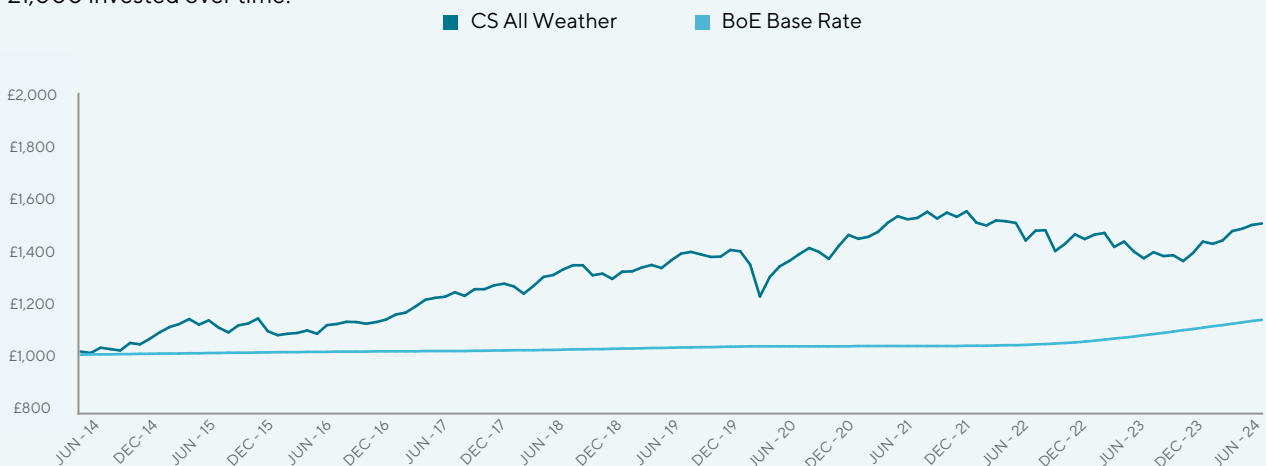
Against the backdrop of strong US earnings and continued enthusiasm around the artificial intelligence theme, US equities performed well, with the JP Morgan US Research Enhanced Index Equity Fund progressing positively over the quarter. BH Macro also contributed positively to performance after a challenging 18 months which saw the trust move from a 10% premium to its net asset value to a discount of nearly 20% at points. Recent moves have seen the discount narrow to less than 10% which we feel partly indicates investor concern around the sustainability of the recent strong run there has been in equities. We feel the holding warrants its place in portfolios to offer uncorrelated returns and downside protection.

The Jupiter Gold and Silver Fund was a beneficiary of further strength in the gold price, as a result of continued central bank buying and heightened geopolitical risks, as well as advances in silver pricing. After a very strong first quarter of the year, Japanese equities paused for breath in the second quarter and were the main detractor from returns, with a lot of this down to currency impacts as the Yen weakened against both Sterling and US Dollars with both regions' currencies benefitting from expectations of interest rates remaining somewhat 'higher for longer'.

Dynamism remains key within All Weather portfolios to continue navigating the changeable climate effectively, with various opportunities to generate returns across the asset classes over coming periods.

Performance

£1,000 invested over time:



Source: Reuters Eikon, CS Managers Ltd and Bank of England. Data as at 30/06/2024



ALL WEATHER QUARTERLY REVIEW

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Total Return	CS All Weather	Bank Of England Base Rate
3 Months	1.90%	1.30%
1 Year	9.33%	5.20%
3 Years	-0.99%	8.95%
5 Years	9.86%	9.67%
Inception	89.91%	14.94%

Asset Allocation

Top 10 Holdings	%	Sector	Overall Sector Breakdown
JPM US Research Enhanced Equity Index	10.1%	Equities	
Dodge & Cox US Stock Fund	5.9%	Equities	
iShares Edge MSCI US Quality Factor ETF	5.8%	Equities	
Artemis UK Select Fund	5.1%	Equities	
Evenlode Income Fund	4.5%	Equities	
Wisdomtree Physical Gold	4.0%	Other Assets	
iShares USD TIPS 0-5 years	4.0%	Fixed Income	
BH Macro	3.9%	Other Assets	
VT Teviot UK Smaller Companies Fund	3.9%	Equities	
EJF Investments 2025 ZDP	3.7%	Fixed Income	

Source: CS Managers Ltd and Bank of England as at 30/06/24

Performance numbers are indicative. Performance from 31 Dec 2009 - 30 Sept 2018 is of The Thesis Charlotte Square Allweather Fund. From the 30 Sept 2018 to 31 March 2022, performance is shown of the CS Investment Managers All Weather strategy, net of underlying fund costs, management fee of 0.75% + VAT, and other ancillary and dealing costs. From 31 March 2022, performance figures are drawn from a composite group of non-constrained discretionary portfolios managed by CS Investment Managers under an All Weather investment strategy. These figures have been calculated net of fees and dealing costs and adjusted for contributions and withdrawals. Please note that the performance of individual portfolios may vary due to factors such as the portfolio size, stock selection and timing of investment transactions.

CONTACT

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IMPORTANT INFORMATION

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