PIER

PURPOSE ✻ TWO

Purpose Two is globally diversified across asset classes, investing in providers who demonstrate their adherence to sustainable and responsible investment principles. Purpose Two's objective is to achieve capital growth of 2% above inflation after portfolio management costs over a rolling five-year period.

At a Glance

3-month return

1.73%

12-month return

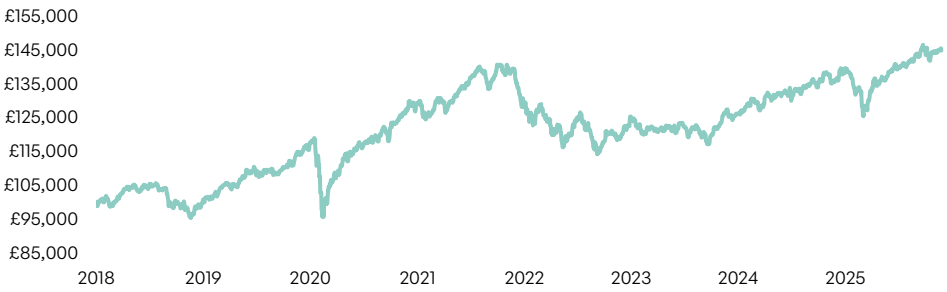
6.85%

Portfolio management costs

0.68%

Investment Growth - £100,000

Time Period: 07/02/2018 to 31/12/2025

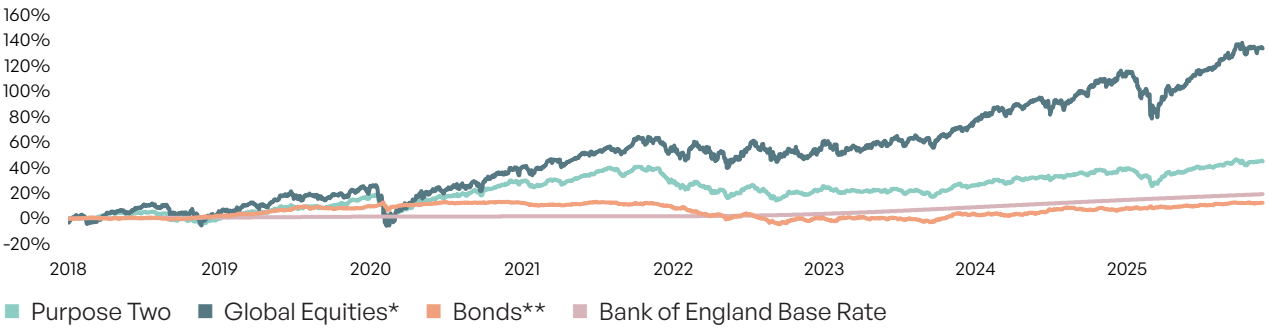


Calendar Year Returns

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Purpose Two	6.41	6.98	-14.63	9.79	11.46	18.36	—	—	—	—
CPI +2%	4.59	6.04	12.74	7.49	2.60	3.33	4.14	5.03	3.59	2.20

Investment Growth - Cumulative

Time Period: 07/02/2018 to 31/12/2025



* As represented by the MSCI ACWI ** As represented by the Bloomberg Global Aggregate TR Hdg GBP

Drawdown

Time Period: 07/02/2018 to 31/12/2025

Drawdown refers to the time taken for performance to recover from the trough (the lowest point of the portfolio's performance to-date) back to its previous peak (its highest point before the decline).

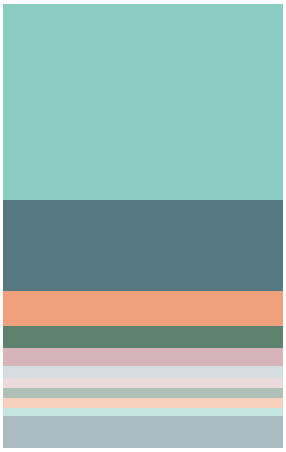
Initial Investment	Peak	Trough	Days to recover
	21/02/2020	23/03/2020	
£100,000	£118,438.96	£95,120,19	163

Past performance does not predict future performance. It should not be the main reason for making an investment decision. The value of investments and any income from them can fall as well as rise. Performance is shown after deduction of portfolio management costs, but before deduction of platform costs. The performance of investor portfolios may differ from the Model Portfolio shown above for several reasons, including differences in the timing of an initial investment and subsequent portfolio changes, and also the availability of certain funds on various platforms.

Asset Allocation

	%
Equity	56.4
Bond	39.0
Cash	0.8
Other	3.8
Total	**100.0**

Equity Country Exposure



	%
United States	46.6
United Kingdom	19.8
Japan	7.4
Taiwan	4.8
France	3.9
Switzerland	2.4
Netherlands	2.3
India	2.1
Germany	2.1
China	1.9
Other	6.7
Total	**100.0**

Top 10 Equity Sectors

	%
Technology	24.4
Financial Services	21.6
Industrials	13.7
Consumer Cyclical	11.2
Healthcare	10.9
Consumer Defensive	6.2
Communication Services	6.1
Basic Materials	3.5
Real Estate	1.7
Utilities	0.6

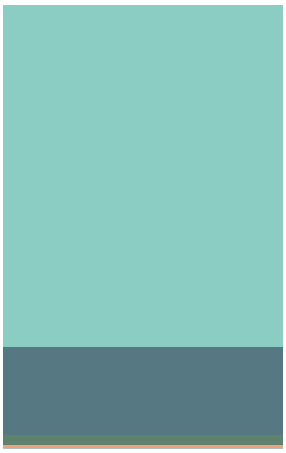
Top 10 Equity Holdings

	%
NVIDIA Corp	1.6
Microsoft Corp	1.4
Taiwan Semiconductor Manufacturing Co Ltd	1.2
RELX PLC	0.8
Unilever PLC	0.7
Taiwan Semiconductor Manufacturing Co Ltd ADR	0.7
GSK PLC	0.6
Broadcom Inc	0.6
Progressive Corp	0.6
Tesla Inc	0.5

Bond Credit Quality

	%
AAA	6.6
AA	63.5
A	10.6
BBB	17.8
BB	0.8
Not Rated	0.7
Total	**100.0**

Bond Categories



	%
Government	77.6
Corporate	19.5
Securitized	2.2
Cash & Equivalents	0.6
Other	0.1
Total	**100.0**

Source: Morningstar. Totals may not equal 100% due to rounding.
Past performance does not predict future performance. It should not be the main reason for making an investment decision.
The value of investments and any income from them can fall as well as rise.

Pier Investment Management Limited is authorised and regulated by the Financial Conduct Authority, FCA number 846470.
Registered office: 5th Floor Park Gate, 161–163 Preston Road, Brighton, BN1 6AU. Company Number 08519918.
Email: contact@pierim.co.uk Phone: 01273 916 834

Pier Purpose: Portfolio Construction

Purpose is Pier's range of inflation-plus solutions that aligns outcomes with responsible and sustainable investing. They are designed for investors who want to invest some or all of their wealth in assets to support a better society. To achieve those desired returns, Purpose portfolios invest in a blend of market tracking and actively managed investments that demonstrate responsible and sustainable principles.

Purpose is built on long-term strategic asset allocation with the opportunity to benefit from taking short-term tactical positions. Where Purpose differs to our other investment solutions is our regular monitoring to ensure that it meets the Financial Conduct Authority's 'Sustainable Disclosure Requirements' (SDR). When UK government bonds are used as part of a Purpose multi-asset portfolio, they are deemed to be beneficial to UK society.

While the construction of any portfolio is key to its desired outcome, an extra layer of scrutiny is required for Purpose solutions. For investors who want to support a better society, Pier's portfolio construction aims to ensure each investment delivers a sustainable and responsible solution. To underscore that, using data from Morningstar, the Pier investment team regularly monitors each holding for the following exclusions:

o Controversies/poor governance
o Widespread mining or fossil fuel extraction
o Human rights abuse
o Firearms/Weaponry*
o Alcohol*
o Gambling
o Tobacco
o Adult Entertainment

*Given the challenges of clearly identifying exposures to those marked with an asterisk, they are limited to 5% exposures of the underlying investment and no more than 5% of the overall portfolio. For example, Tesco and Sainsburys sell alcohol but would not be excluded as alcohol sales are a fraction of total sales and are not the primary reason for visiting a supermarket. All other listed exclusions will not represent 1% or greater of any of the Purpose portfolios.

Summary
Purpose investment solutions are designed to meet the aspirations of investors who are conscious of their role in societal outcomes. Pier Investment Management has chosen to comply with the Financial Conduct Authority's Sustainable Disclosure Requirements (SDR). Whilst not all the holdings in the Purpose portfolio may have elected to obtain one of the four SDR 'labels', Pier will treat each holding as being in the scope of SDR regulation, UK Government bonds (Gilts) being the exception.