MKC Invest

MKC Invest Income Focus 5 July 2026	MKC Wealth Risk Rating	Equity Target
Portfolio Objective: Inception Date: 01.07.2024	Balanced	50%

The MKC Invest Income Focus portfolio 5 aims to provide a natural distribution yield from a diversified portfolio of collective investments managed such that the risk level of the portfolio will be suitable for an investor at level 5 on the MKC "Baseline" scale of investment risk. The yield target will be at least 200% of the relevant benchmark yield over a rolling 12-month period. The portfolio aims to outperform the yield of this strategic asset allocation over the course of a market cycle through active asset allocation and the selection of predominantly higher-yield actively managed funds from a range of providers. While long-term capital growth is a reasonable expectation from the portfolio given its underlying asset exposures, this portfolio will be measured solely by its distribution yield.

Baseline Benchmark 5:
50% Morningstar Global All Cap Target Market Exposure
50% Morningstar Global Core Bond (GBP) Hedged

Market Overview:

July was a volatile month, as optimism over strong earnings clashed with renewed concerns over AI-related stocks and geopolitical tensions. Domestically, unopposed former Manchester Mayor Andy Burnham replaced Sir Keir Starmer as UK Prime Minister, and uncertainty around the change added further pressure to gilts.

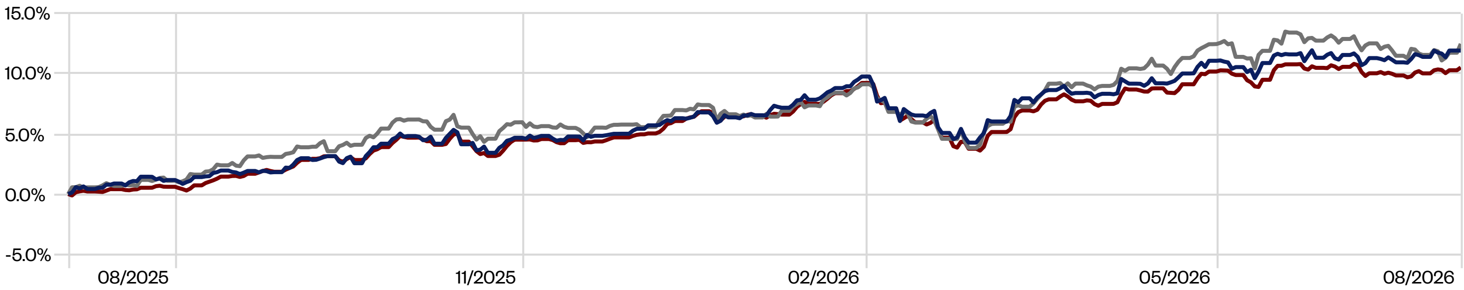
In AI/Technology, markets were unsettled by the launch of a new Chinese AI model (Moonshot AI), which matches its US rivals' performance at a fraction of the cost. This reignited concerns over how US tech companies will recoup the vast sums committed to AI build-out and data centres.

Hostilities in Iran resumed, spiking the oil price and bringing inflation concerns back to the fore. Bond markets reacted negatively, with yields rising as markets reassessed the likely path of interest rates.

However, continuing a pattern seen throughout the year, the last week of the month saw a significant recovery in equities as investors judged the market had overreacted, and President Trump rowed back on his aggression over Iran. Oil returned to roughly where it started the month, and bond yields eased further, moving to a more favourable level.

Historic Performance*

Time Period: 04/08/2025 to 03/08/2026



MKC Invest Income Focus 5 11.9% Baseline Benchmark 5 12.5% IA Mixed Investment 20-60% Shares 10.5%

Calendar Year Returns*

Data Point: Return Calculation Benchmark: Baseline Benchmark 5

	2021	2022	2023	2024	2025
MKC Invest Income Focus 5	—	—	—	—	12.13
Baseline Benchmark 5	8.42	-10.44	10.45	10.63	9.40
IA Mixed Investment 20-60% Shares	6.31	-9.67	6.86	6.18	10.24

Cumulative Return*

Data Point: Return Calculation Benchmark: Baseline Benchmark 5

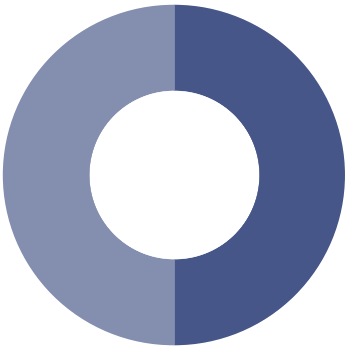
	YTD	3 Months	6 Months	1 Year	3 Years	5 Years
MKC Invest Income Focus 5	6.16	3.31	4.61	11.92	—	—
Baseline Benchmark 5	6.56	3.21	5.68	12.49	35.66	30.62
IA Mixed Investment 20-60% Shares	5.30	2.82	3.72	10.52	29.14	21.05

*The performance shown is net of fund and investment management charges. Past performance is not a reliable indicator of future results. This factsheet reflects our desired portfolio, but from time to time fund availability on platforms may cause minor differences. In all cases, portfolios will fully comply with mandates.

Source: Morningstar Direct

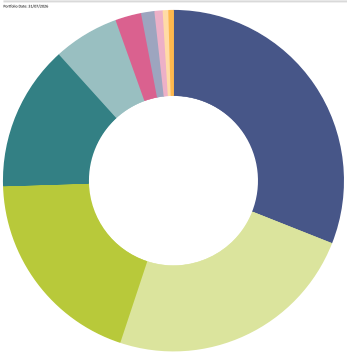
Asset Allocation - MKC Invest Income Focus 5

Portfolio Date: 10/01/2024



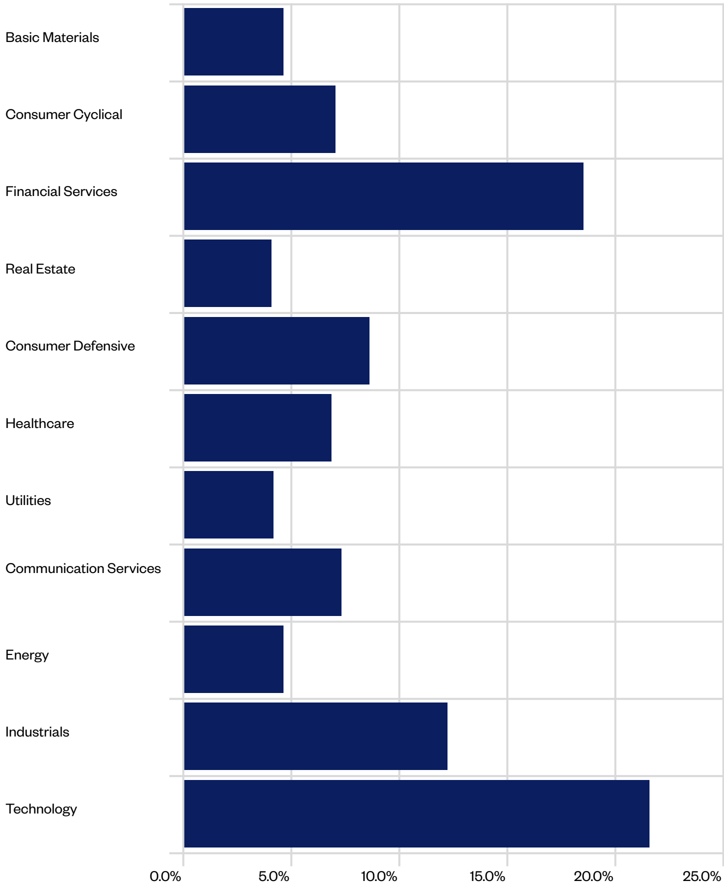
	%
Equity	50.0
Bond	50.0
Total	100.0

Equity Regional Exposure - MKC Invest Income Focus 5



	%
North America	31.0
Europe dev	24.1
United Kingdom	19.4
Asia dev	13.8
Asia emrg	6.2
Australasia	2.5
Latin America	1.3
Japan	0.8
Africa/Middle East	0.5
Europe emrg	0.4
Total	100.0

Equity Sector Exposure



Top 10 Underlying Securities:

	Portfolio Weighting %
10 Year Treasury Note Future June 26	1.11
Taiwan Semiconductor Manufacturing Co Ltd	1.02
NVIDIA Corp	0.72
HSBC Holdings PLC	0.72
Apple Inc	0.67
Samsung Electronics Co Ltd	0.60
Federal National Mortgage Association 6.5%	0.58
Unilever PLC	0.54
Federal National Mortgage Association 6%	0.51
Microsoft Corp	0.50

Historic Yield:

Baseline Benchmark 5: 2.25%
Income Focus 5: 5.69%

These yield figures are backward-looking, based on a rolling 12-month period, and indicate the typical percentage yield from share dividends, bond coupons, or other forms of earned investment income that would have been received over the period stated. Future yields are likely to differ substantially from historic yields. Source: FE Analytics (13/08/2026).

Costs and Charges:

Underlying Fund Costs: 0.53%
DIM Charge: 0.20%
Total Cost: 0.73%

Portfolio performance has been calculated using Morningstar Direct and is believed accurate based on the standard pricing of any underlying investment funds held in the portfolio. In some cases, clients may benefit from additional discounts to those same funds on their chosen custody platform. This will cause differences between actual performance and the performance calculated by Morningstar. We expect in all cases that these differences, where present, will be to investors' advantage.

Funds:

Funds	Portfolio Weighting %
Schroder US Eq Inc Mxmsr L Inc £	10.00
Vanguard U.S. Govt Bd Idx £ H Dist	10.00
Fidelity Enhanced Income W Inc Monthly	7.00
Jupiter Monthly Income Bd U1 GBP Inc	7.00
Liontrust Sust Fut Mn Inc Bd P Grs Inc	7.00
PIMCO GIS Income Instl GBPH Inc	7.00
Polar Cptl Eurp Ex UK Inc I Inc	7.00
UBS Global Enhanced Equity Income C Inc	7.00
Schroder Asian Income Maximiser L £ Inc	6.00
Aegon European ABS I GBP Inc	5.00
CG Aegon High Yield Bond GBP B Inc	5.00
Fidelity Global Enhanced Income W Mlthly	5.00
VT RM Alternative Income F GBP Inc	5.00
Artemis Fds Lux SD Gl HighYieldBdFI£DisH	3.00
Artemis SmartGARP Glb EM Eq I Inc GBP	3.00
M&G Emerging Markets Bond GBP I Inc	3.00
M&G Short Dated Corp Bd GBP I Inc	3.00

Source: Morningstar Direct