

# NorthStar Balanced Growth Portfolio

August 2020

## Key Information

A summary of key information about the NorthStar Balanced Growth Portfolio:

### Inception Date

01.01.15

### Current Holdings

29

### FE Risk Score

61

### Historic Yield

2.55%

### Targeted Average Annual Return<sup>†</sup>

5-6%

### Passive/Active Split

67/33

### Indicative Risk Level

6/10

### Rebalance Frequency

Biannual

### Benchmark<sup>†</sup>

IA Mixed Investment 40-85% Shares

## Portfolio Charges

At NorthStar, we're committed to providing clear and simple charges for our investment portfolios. We believe in total transparency so you'll always know what you will pay.

The charges for the NorthStar Balanced Growth Portfolio are:

### Annual Portfolio Charge (OCF)

0.34%

## Investment Objective

The NorthStar Balanced Growth Portfolio is suitable for investors who are seeking a balance between capital growth and capital security. The portfolio is constructed using a broad range of assets which may include equities, fixed income, property, infrastructure, alternative investments and cash. The diversification of this portfolio will insulate investors from some short-term market volatility. Equity content will typically be around 70%, meaning the portfolio will exhibit moderate downside risk to achieve the required level of capital growth.

Due to the nature of underlying holdings, investment in this portfolio should be seen as a long-term strategy. Risk aspects include inflation risk, capital risk, shortfall risk, and exchange rate risk. The portfolio targets capital growth in excess of 5-6% per annum over a rolling 5-year period and is benchmarked against the IA Mixed Investment 40-85% Shares sector average. Values may fall as well as rise and investors may not get back the amount originally invested.

## Portfolio Performance

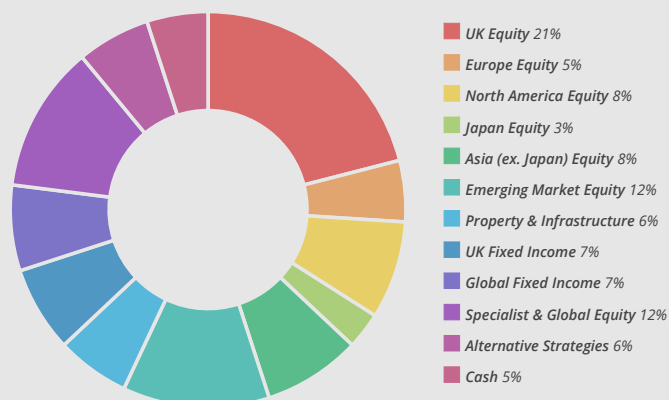
Performance of the NorthStar Balanced Growth Portfolio to August 2020:



	3 Months	6 Months	1 Year	3 Years	5 Years	Since Inception
NorthStar Balanced Growth Portfolio	7.2%	-5.0%	-5.0%	4.4%	27.1%	32.4%
Benchmark: IA Mixed Investment 40-85% Shares	6.8%	-4.1%	-2.9%	7.3%	27.3%	31.8%
Relative Performance	0.4%	-0.9%	-2.1%	-2.9%	-0.2%	0.6%

## Asset Allocation

Current asset allocation of the NorthStar Balanced Growth Portfolio:



## Portfolio Commentary

The past six months have seen investment returns largely guided by the impact of COVID-19. Markets plummeted in the early spring as the extent of the virus came into focus and the economic implications of the mitigation measures became apparent. Despite a steady rebound in stock prices since the market lows in March, most markets remain well below the levels at which they started the year with the FTSE-100 index of leading UK companies down nearly 20% in the past six months. Governments and central banks took unprecedented steps to try to reduce the impact from the pandemic but the full extent of the economic and wider societal impact remains to be seen.

In addition to the challenges of COVID-19, the UK will soon have to deal with the end of the Brexit transition period. This is likely to be a significant challenge with a weakened economy. Elsewhere, the US election will be upon us soon. This could lead to a significant change in US domestic policy, trade relations with China and have other implications that will drive markets and shape investment returns in the years to come.

The NorthStar Balanced Growth Portfolio recorded a fall of 5% during the six months since the last investment review. This performance saw it finish behind the benchmark which ended the period 4.1% lower. Over the past year as a whole, the portfolio is down by 5%. The best performing fund was AXA Framlington Global Technology, with a return of over 18% over the past six months. At the other end of the spectrum was iShares Global Property Securities Equity Index, recording fall of almost 20% over this period.

As we look ahead to the remainder of 2020 and into 2021, much will depend on the severity and longevity of the damage caused by COVID-19. How the global economy bounces back and the decisions taken by policymakers will shape the economic outcome and investment landscape over the next few years. The impact from the virus is likely to last far beyond this period, with profound changes to societies and economies predicted to endure.

## Constituent Funds

<b>UK Equity</b>	<b>21%</b>
Vanguard UK All-Share Index	8%
Franklin UK Equity Income	6%
HSBC FTSE 250 Index	4%
AXA Framlington UK Smaller Companies	2%
Marlborough UK Micro Cap Growth	1%
<b>Europe Equity</b>	<b>5%</b>
Vanguard FTSE Developed Europe ex-UK Equity Index	4%
Baring Europe Select	1%
<b>North America Equity</b>	<b>8%</b>
Fidelity US Index	7%
Threadneedle American Smaller Companies	1%
<b>Japan Equity</b>	<b>3%</b>
Vanguard Japan Stock Index	3%
<b>Asia (ex. Japan) Equity</b>	<b>8%</b>
Vanguard Pacific ex-Japan Stock Index	8%
<b>Emerging Market Equity</b>	<b>12%</b>
Vanguard Emerging Markets Stock Index	9%
Schroder Small Cap Discovery	3%
<b>Property &amp; Infrastructure</b>	<b>6%</b>
First State Global Listed Infrastructure	2%
FP Foresight UK Infrastructure Income	2%
iShares Global Property Securities Equity Index	2%
<b>UK Fixed Income</b>	<b>7%</b>
iShares Corporate Bond Index	4%
Artemis High Income	1%
Vanguard UK Government Bond Index	1%
Vanguard UK Short-Term Investment Grade Bond Index	1%
<b>Global Fixed Income</b>	<b>7%</b>
Vanguard Global Bond Index	4%
Templeton Global Total Return Bond	2%
Vanguard Global Short-Term Bond Index	1%
<b>Specialist &amp; Global Equity</b>	<b>12%</b>
AXA Framlington Global Technology	3%
Legal & General Global Health & Pharmaceutical Index	3%
Sarasin Food & Agriculture Opportunities	3%
Vanguard Global Small-Cap Index	3%
<b>Alternative Strategies</b>	<b>6%</b>
Threadneedle Dynamic Real Return	6%
<b>Cash</b>	<b>5%</b>
Royal London Short Term Money Market	5%

## About NorthStar Wealth Management

At NorthStar, we bring a fresh perspective and innovative approach to wealth management. Our team of chartered financial planners combine their expertise with the latest technology to provide the highest quality independent financial planning and advice. We help our clients take control of their money, grow their wealth, protect their lifestyle and plan for a more certain future.

## Contact NorthStar Wealth Management

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\* Over a rolling 5-year period. Targeted average annual return is based on the average long-term returns of applicable asset classes and is in no way guaranteed. FE Risk Score is a measure of volatility relative to the FTSE 100 index, which always has a score of 100. Investments more volatile than the FTSE 100 have a score above 100 and vice versa giving a reliable indication of relative risk. Cash has a risk score of zero. Performance data shown are on a bid-to-bid basis, with income reinvested and do not take into account platform or advisory charges. Figures may include performance data for discounted 'super clean' funds where these are available. Such funds may not be available on all platforms. Performance data rounded to the nearest 0.1% so small rounding errors may occur. Data correct as at 01.08.20. Source: FE. The value of investments and the income from them can fluctuate and investors may not get back the full amount invested. Past performance is not necessarily a guide to future performance. The tax treatment of investments depends on individual circumstances and is subject to changes in tax legislation. Figures are provided for illustrative purposes only and their accuracy cannot be guaranteed. Information provided should not be relied upon in isolation when making investment decisions and does not constitute advice or an offer to purchase any investment or product. Please contact us for more information on our range of portfolios. © NorthStar Wealth Management Group Ltd. Registered in England and Wales: 09069129. Authorised and regulated by the Financial Conduct Authority. Registered office: Ocean Village Innovation Centre, Ocean Way, Southampton, Hampshire, SO14 3JZ.