

NorthStar High Income Portfolio

August 2021

Key Information

A summary of key information about the NorthStar High Income Portfolio:

Inception Date

01.01.15

Current Holdings

20

FE Risk Score

63

Historic Yield

3.69%

Targeted Average Annual Return¹

6-7%

Passive/Active Split

22/78

Indicative Risk Level

5/10

Rebalance Frequency

Biannual

Benchmark²

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 High Income Portfolio are:

Annual Portfolio Charge (OCF)³

0.60%

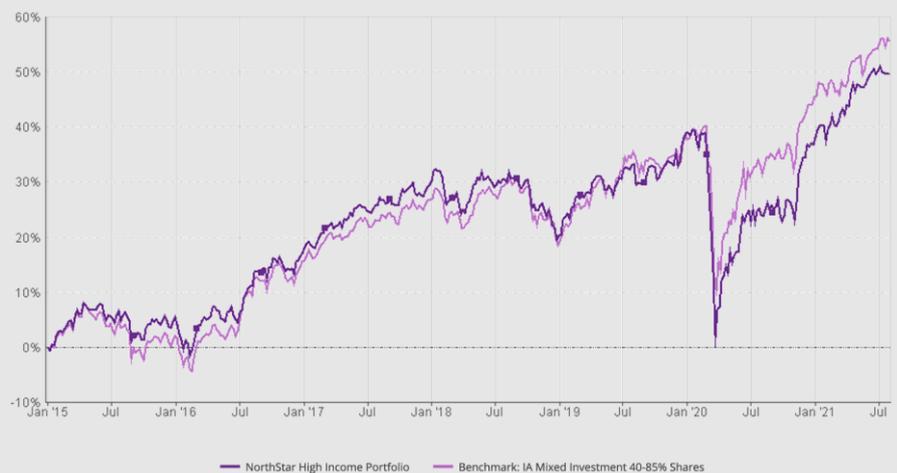
Investment Objective

The NorthStar High Income Portfolio is suitable for investors who are seeking a high income and capital growth and are not overly concerned with high levels of capital security. The portfolio is constructed using a broad range of income-producing 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 60%, meaning the portfolio will exhibit moderate downside risk to achieve the required level of capital growth and income.

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 a yield in excess of 4% plus capital growth in excess of 2-3% 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

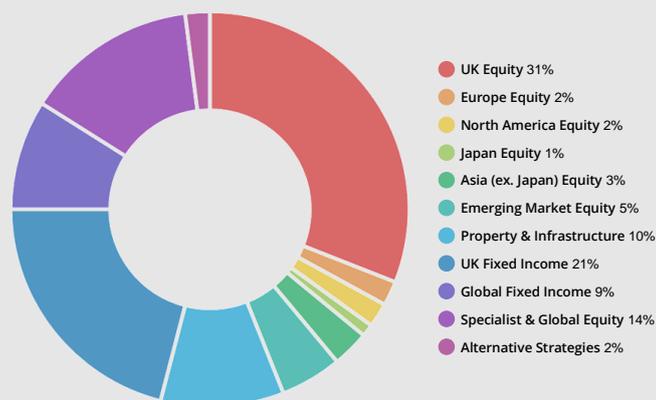
Performance of the NorthStar High Income Portfolio to August 2021:



	3 Months	6 Months	1 Year	3 Years	5 Years	Since Inception
NorthStar High Income Portfolio	1.8%	8.9%	22.2%	14.4%	34.9%	49.9%
Benchmark: IA Mixed Investment 40-85% Shares	1.9%	7.5%	18.3%	20.1%	41.3%	55.7%
Relative Performance	-0.1%	1.4%	3.9%	-5.7%	-6.4%	-5.8%

Asset Allocation

Current asset allocation of the NorthStar High Income Portfolio:



Portfolio Commentary

Global investment markets continued to push higher in recent months as many countries began to lift COVID restrictions. Vaccination rollouts have allowed most governments in Europe and North America to start to re-open their economies with consumer demand rebounding strongly. The picture is more mixed in many Asian regions and there are some significant challenges for the majority of developing nations.

The re-opening of the global economy has also seen a surge in commodity prices, with the cost of fuels and other raw materials rising in many regions leading to a spike in inflation. Many central banks have indicated they are likely to accept higher inflation over the coming years but there remain concerns that interest rates may have to rise to keep price rises under control if this level of inflation persists. This factor, along with concerns over new COVID variants took the edge off returns over the summer months, but the general direction of most markets remains upward.

The NorthStar High Income Portfolio recorded a return of 8.9% during the six months since the last investment review. This performance saw it finish ahead of the benchmark which ended the period 7.5% higher. Over the past year as a whole, the portfolio is up by 22.2%, well ahead of the benchmark. The best performing fund was Marlborough UK Micro Cap Growth, with a return of over 23% during the past six months. At the other end of the spectrum was Vanguard Emerging Markets Stock Index, recording a fall of over 4% during this period. The portfolio income yield now stands at 3.69%, slightly below the target level.

Investment returns are likely to be driven largely by the recovery from the pandemic during the remainder of 2021. Significant challenges remain in terms of vaccine delivery in developing countries, the co-ordination of government strategies, barriers to travel, economic recovery policies and the risks of new variants. How these factors are handled is likely to determine the outlook for investors over the next few years.

Constituent Funds

UK Equity	31%
Franklin UK Equity Income	13%
Schroder Income Maximiser	12%
HSBC FTSE 250 Index	4%
Marlborough UK Micro Cap Growth	2%
Europe Equity	2%
Vanguard FTSE Developed Europe ex-UK Equity Index	2%
North America Equity	2%
Fidelity US Index	2%
Japan Equity	1%
Vanguard Japan Stock Index	1%
Asia (ex. Japan) Equity	3%
Vanguard Pacific ex-Japan Stock Index	3%
Emerging Market Equity	5%
Vanguard Emerging Markets Stock Index	3%
Schroder Small Cap Discovery	2%
Property & Infrastructure	10%
FP Foresight UK Infrastructure Income	6%
First Sentier Global Listed Infrastructure	2%
iShares Global Property Securities Equity Index	2%
UK Fixed Income	21%
Artemis High Income	18%
iShares Corporate Bond Index	3%
Global Fixed Income	9%
Schroder High Yield Opportunities	9%
Specialist & Global Equity	14%
Artemis Global Income	9%
Sarasin Food & Agriculture Opportunities	3%
Vanguard Global Small-Cap Index	2%
Alternative Strategies	2%
Threadneedle Dynamic Real Return	2%

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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1. Targeted average annual return is based on the average long-term returns of applicable asset classes and is in no way guaranteed. 2. Over a rolling 5-year period. 3. Portfolio charges are calculated using the average fund charges across all applicable platforms. Performance data are on a bid-to-bid basis, with income reinvested. Performance data do not take into account platform or advisory charges and exclude any holdings in platform 'cash accounts'. Performance data show returns for discounted 'super clean' funds where these are available. Such funds may not be available on all platforms. Performance data are rounded to the nearest 0.1% so small rounding errors may occur. Data correct as at 01.08.21. 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.