

Discretionary Management Service – February 2021 Portfolio Performance

Your financial affairs in a safe pair of hands

The Offering The NLPFM Discretionary Management Service offers a number of different portfolios to clients. The needs of each client are considered independently and different portfolios are selected based on suitability and approach to risk after a discussion directly with the client. The philosophy of NLPFM is that irrespective of which standard portfolio or specially tailored portfolio is used, clients can be assured that their money is looked after with their interests at heart.

The Month In Review February saw good progress in the vaccination programs, both here and in the US, but there are concerns about new variants emerging as well as disruption to supplies throughout Europe. In the UK, over twenty million people have now been vaccinated. Biden's new \$1.9 trillion package of stimulus measures was passed by the House. But global markets which had a positive month were unsettled by the prospect of the size of the rescue package and the potential to trigger inflation earlier than expected. The MSCI World Index ended the month up 0.8% in sterling terms, as was the MSCI USA 0.8%, and Europe 0.3%, but Japan -0.3%, Asia -0.6% and emerging markets -1% were down. In the bond markets, prices for global government and corporate bonds were significantly affected by inflation concerns and the rise in the US Treasury 10 Year Bill yield to 1.4%. This pushed bond yields up and prices down towards the month end reflecting investor sentiment. UK gilts were down -6.1% and index-linked gilts were also off -5.5%. UK corporate bonds were off -2.5%, global corporate bonds were off -2.1% whilst emerging market debt was down -2.3% in sterling terms. The MSCI UK ended the month up 1.75%, with mixed investment sectors 0.00% and 0.41%. Our models underperformed on the month as quality growth companies sold off but longer-term, we continue to deliver strong, risk-adjusted returns.

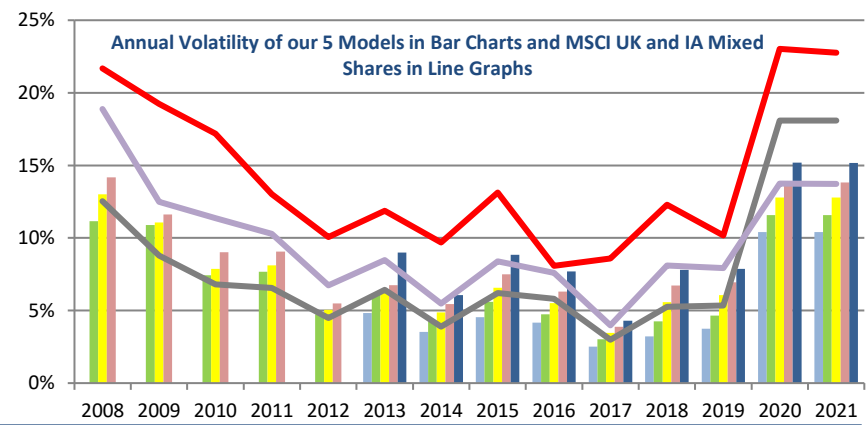
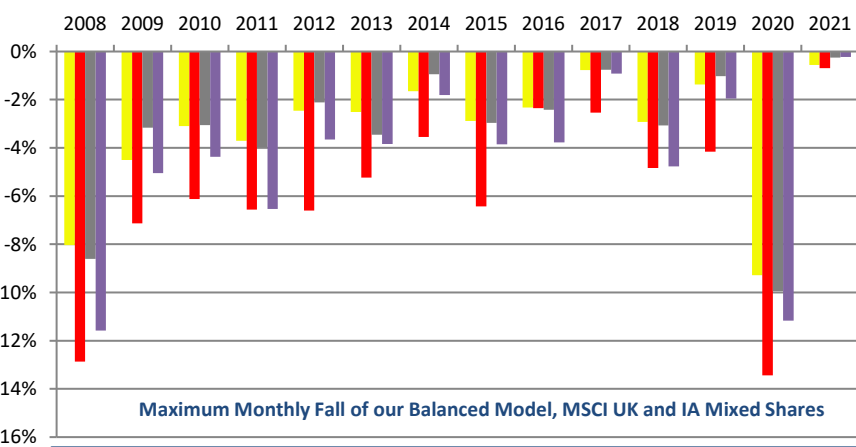
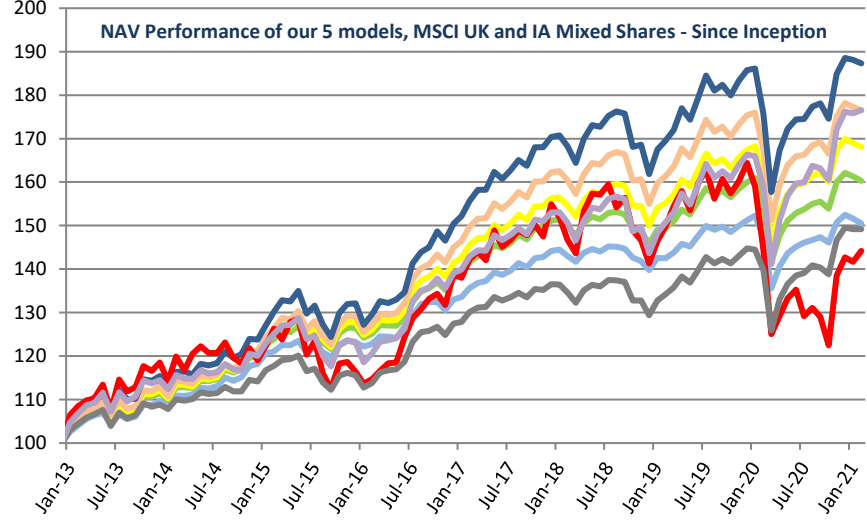
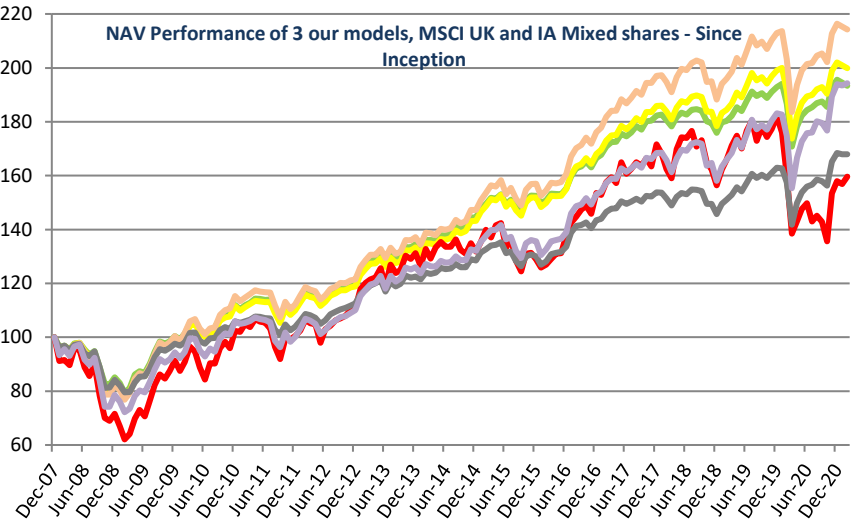
Performance & Volatility (%)	1 Month Returns	YTD Returns	1 Year Returns	5 Years Returns	10 Years Returns	Volatility Since January 2013	Returns since January 2008	Volatility Since January 2008
NLPFM Defensive	-0.70	-1.30	2.10	22.60	N/A	5.14	N/A	N/A
NLPFM Cautious	-0.66	-1.17	3.52	28.12	72.90	7.97	93.31	7.26
NLPFM Balanced	-0.54	-1.10	4.33	33.32	79.84	6.78	99.85	8.03
NLPFM Balanced Growth	-0.46	-0.95	5.43	38.68	86.80	7.51	114.32	8.84
NLPFM Growth	-0.45	-0.67	6.57	44.62	N/A	8.65	N/A	N/A
NLPFM Sustainability	-1.31	-1.54	11.72	N/A	N/A	N/A	N/A	N/A
MSCI UK Index	1.75	1.05	-0.22	25.73	52.34	12.72	59.65	14.50
Mixed Investment 20-60% Shares	0.00	-0.26	6.67	31.07	58.65	6.81	67.93	7.53
Mixed Investment 40-85% Shares	0.41	0.18	11.12	46.46	84.42	8.82	94.29	10.54

Discretionary Management Service relative performance

January 2008 to February 2021

The graphs below show the performance and volatility of our DMS portfolios against the MSCI UK Index and the IA Mixed Shares Indexes.

- NLPFM Defensive
- NLPFM Cautious
- NLPFM Balanced
- NLPFM Balanced Growth
- NLPFM Growth



- MSCI UNITED KINGDOM
- IA Mixed Investment 20-60% Shares
- IA Mixed Investment 40-85% Shares

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