

Sustainable Impact Model Portfolio Service (SIMPS)

Low Risk | May 2021 | For Financial Advisers

Portfolio description

The **SIMPS Portfolio** range provides a combination of risk-adjusted returns and positive impact: investing that **does well** and **does good**. The portfolios aim to achieve capital appreciation whilst reducing investment risk via a diversified, multi asset class portfolio.

The strategy is based on **actively managed asset allocations** across equities, fixed income and cash. We invest in funds which align with our investment philosophy; businesses that **avoid controversies**, are **well run** and **solving major global challenges**.

PORTFOLIO FACTS AS AT: 31/05/2021

LAUNCH DATE: 30/11/2016

BENCHMARK: ARC Cautious PCI

MANAGEMENT FEE: 0.25% + VAT

OCF OF UNDERLYING FUNDS: 0.54%**

AVAILABLE THROUGH:

7IM, Nucleus, Old Mutual, Standard Life, Transact

INVESTMENT MANAGERS:

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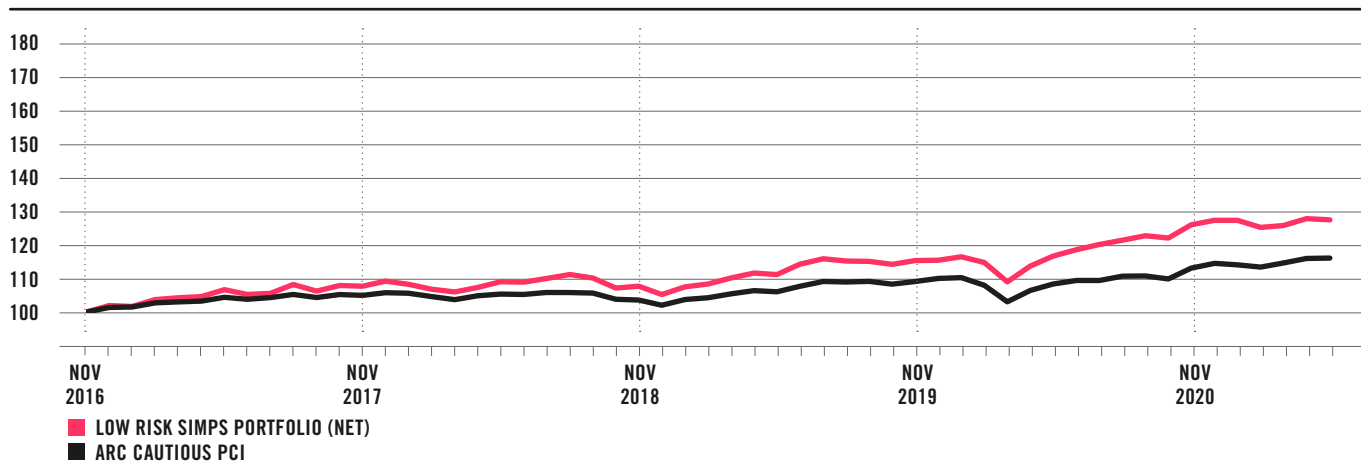
This month

Inflation concerns continued to be the main story in May with investors fearing that an accelerating economy could lead to a reduction in stimulus and interest rate increases from Central Banks. As such, when the headline US Consumer Price Index (CPI) figure showed a larger than expected increase, it caused a correction in equity markets, particularly in growth names.

Whether or not a spike in inflation will lead to a sustained increase in prices continues to be debated, with many pointing to high unemployment rates as a sign that economies have a way to go before overheating. The narrative around these high inflation numbers and the sentiment that they would be transitory was pushed by the Fed and gradually accepted by markets towards the end of the month which saw markets start to return to positive territory.

The UK launched its own carbon market on 19th May, with prices topping £50 in a volatile initial period of trading.

RETURN METRICS*



NET PERFORMANCE: The SIMPS low risk performance is shown after Tribe's management fee (0.25% plus VAT) and the underlying fund managers' fees (OCF of 0.54%***) have been deducted. But it does not include platform and adviser charges.

BENCHMARK*:** ARC Benchmarks are calculated by collecting actual performance from over fifty investment managers. The Balanced PCI is suitable for strategies with a relative volatility of 0-40% of global equities as measured by MSCI ACWI.

RISK METRICS

TO 31 MAY 2021	VOLATILITY
LOW RISK SIMPS	5.8%
ARC BALANCED PCI	4.4%

Volatility is measured as the standard deviation of monthly returns since inception. We believe this is more representative of the risk associated with our long term Strategic Asset Allocation, we do not use an annual figure.

TO 31 MAY 2021	SINCE INCEPTION	ROLLING 12M PERIODS					YEAR TO DATE
	Nov '16 to May '21	May '20 to May '21	May '19 to May '20	May '18 to May '19	May '17 to May '18	Dec '20 to May '21	
LOW RISK SIMPS	28.3%	9.4%	5.1%	2.0%	2.3%	0.1%	
ARC BALANCED PCI	16.6%	7.3%	2.3%	0.7%	0.9%	1.4%	
DIFFERENCE	11.7%	2.1%	2.9%	1.3%	1.4%	-1.3%	

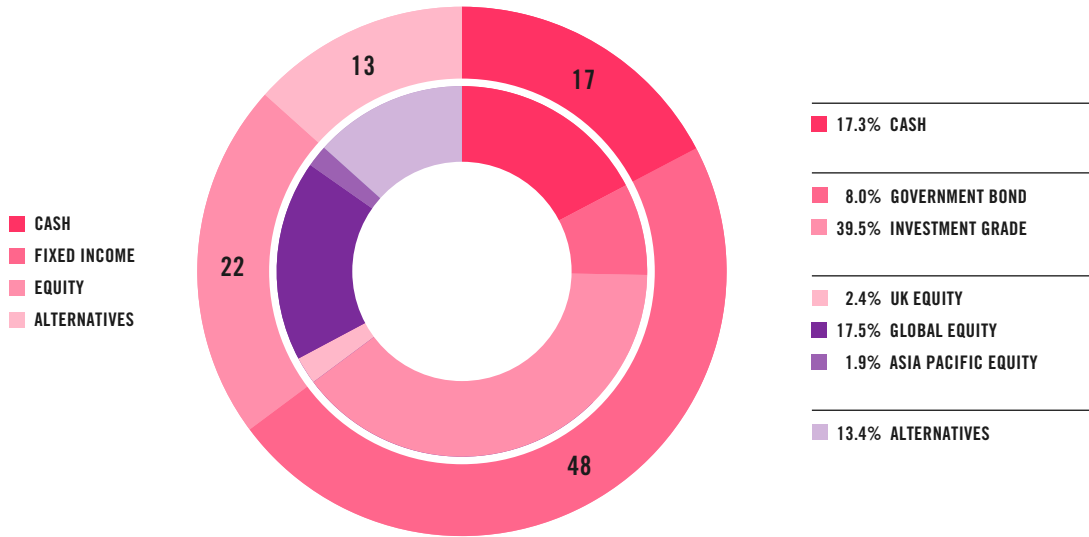
TOP 3 EQUITY HOLDINGS

FP WHEB SUSTAINABILITY	5%
JANUS HENDERSON GLOBAL SUSTAINABLE EQUITY	5%
BAILLIE GIFFORD POSITIVE CHANGE	3%

TOP 3 FIXED INCOME HOLDINGS

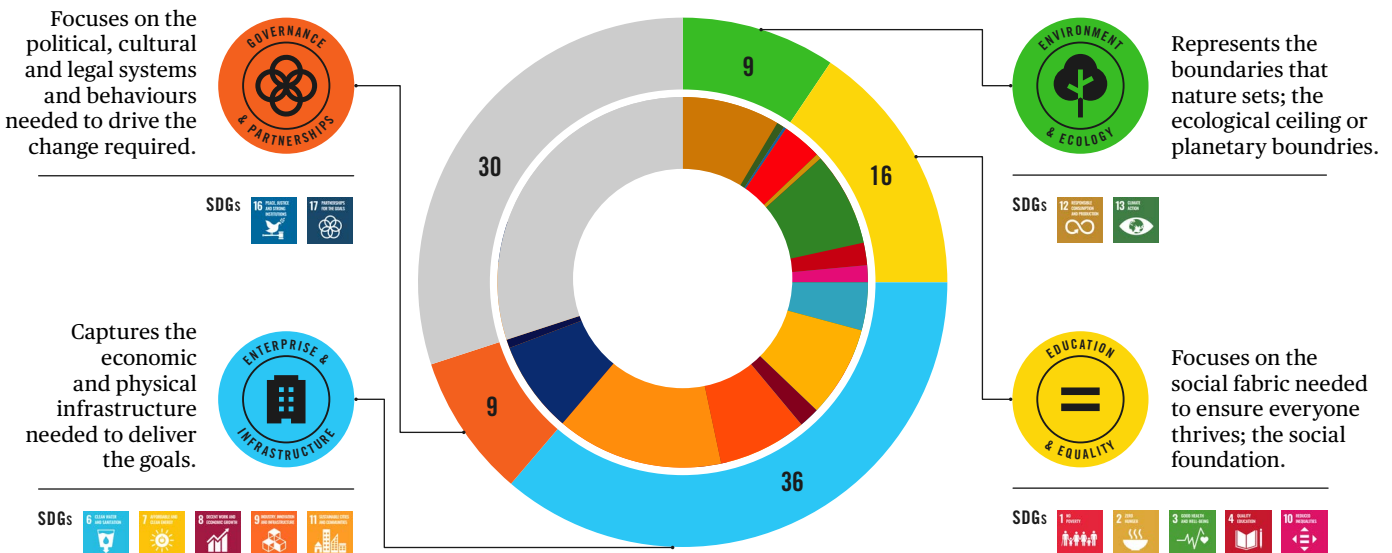
WELLINGTON IMPACT BOND	9%
ROYAL LONDON SHORT DURATION GLOBAL INDEX LINKED BOND	8%
EDENTREE AMITY SHORT DATED BOND B	8%

ASSET ALLOCATION



IMPACT ALLOCATION

The UN Sustainable Development Goals (SDGs) are the blueprint to achieve a better and more sustainable future for all. To help translate the Goals into the **SIMPS Portfolios** we have aggregated them into our four Impact Themes.

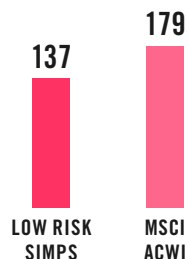


THE GREY SECTION OF THE GRAPH MAKES UP 30% OF THE SIMPS LOW RISK PORTFOLIO. THIS REPRESENTS CASH AND FUNDS THAT ARE MULTI-THEMED AND CAN'T BE ATTRIBUTED TO ONLY ONE SDG.

PORTFOLIO IMPACT PERFORMANCE

Carbon Intensity¹

The equities in the low risk **SIMPS Portfolio** are **24% less** carbon intensive than the MSCI ACWI benchmark.



TONS OF CO2 / \$M SALES

Businesses with lower carbon intensity demonstrate their operational efficiency and release less carbon into the atmosphere per pound of revenue.

Carbon Saved¹

By investing £100,000 into the low risk **SIMPS Portfolio** rather than the MSCI ACWI benchmark, you save **2.5 tons** of carbon dioxide (CO2) if invested for 12 months. This represents:



THE CARBON EMITTED BY:

3 flights
from London to New York (economy class)



THE CARBON SEQUESTERED BY:

41
medium grown coniferous tree seedlings grown for 10 years

Source: MSCI & US EPA Carbon calculator March 2021.¹ Based on scope 1 and 2 emissions of covered listed equities (30% of low risk SIMPS portfolio).

Healthcare

Across all equity fund holdings* in the low risk **SIMPS Portfolio**, **47** companies provide access to healthcare.

Out of these, **15** report on the number of people who received access to healthcare.

In total, these 15 companies have provided healthcare to **592,689,137** people this reporting year**.

That's the equivalent of **0.6** people for each £100,000 invested in the low risk **SIMPS Portfolio** for 12 months.



Financial services

Across all equity fund holdings* in the low risk **SIMPS Portfolio**, **22** companies provide financial services.

Out of these, **6** report on the provision of financial services to those previously excluded.

In total, these 6 companies have provided financial services to **106,549,069** people who previously didn't have access to financial services this reporting year**.

That's the equivalent of **0.05** people for each £100,000 invested in the low risk **SIMPS Portfolio** for 12 months.



Renewable energy

Across all equity fund holdings** in the low risk **SIMPS Portfolio**, all **305** companies could produce their own renewable energy by investing in on-site renewable energy infrastructure.

103 companies report on renewable energy generation.

In total, these 103 companies have generated **578,605,426** MWh of renewable energy this reporting year*.

That's the equivalent of **3.38** MWh of renewable energy for each £100,000 invested in the low risk **SIMPS Portfolio** for 12 months.



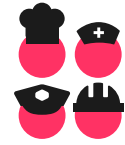
Net jobs created

Across all equity fund holdings* in the low risk **SIMPS Portfolio**, all **305** companies can create new jobs, as well as terminate existing jobs.

251 companies report on jobs created and terminated (as a net job equivalency).

In total, these 287 companies generated **244,176** net jobs in this reporting year**.

That's the equivalent of **0.0009** net jobs created for each £100,000 invested in the low risk **SIMPS Portfolio** for 12 months.



Waste recycled

Across the equity fund holdings* in the low risk **SIMPS Portfolio**, all **305** companies can recycle part or all of their waste.

106 companies report on waste recycled.

In total, these 106 companies have recycled **11,937,905** tons of waste this reporting year**.

That's the equivalent of **126** kg of waste recycled for each £100,000 invested in the low risk **SIMPS Portfolio** for 12 months.



Gender

Multiple studies show that gender parity in business is essential in driving sustainable growth. Across the equity holdings* in the low risk **SIMPS Portfolio** there **305** companies. Out of 428 companies, the average percentage of female board members is **27%****



* 30% of the low risk SIMPS portfolio holdings.

** Third-party fund holding data as at 31/3/2021. Impact data is provided from the following sources: MSCI, Net Purpose Ltd and the underlying company's latest available public reports. Reporting timetables vary company by company.

TRIBE'S COMMITMENTS As dedicated impact wealth managers, we are signatories to a number of important initiatives including the UN Principles for Responsible Investing and the UN Environment Programme Finance Initiative, as well as HM Treasury's Women in Finance, Science Based Targets and the Principles of Positive Impact Finance. We are also a proud certified B Corp which means everything we do balances purpose and profit.



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performance and the value of investments and the income derived from them may fluctuate and you may not receive back the amount you originally invested and (ii) any type of impact investment will involve risk to investors capital and the expected impact or financial return may not be achieved. The tax treatment of investments depends on each investor's individual circumstances and is subject to change in tax legislation. The performance of actual portfolios linked to this **SIMPS Portfolios** may differ from the performance of the **SIMPS Portfolios** shown here due to the variation in timing of the initial investment or rebalancing differences resulting from minimum transaction size limits on the Investment platform. The information in this factsheet is believed to

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The ongoing charge figure is variable and is for example purposes only. *From 31 October 2019 we changed our industry performance benchmark from the ARC Steady Growth to the ARC Balanced benchmark. The ARC Balanced benchmark is more reflective of our long term Strategic Asset Allocation and relative risk objective over the long term.