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# The Triangle Trust 1949 Fund

## Investment Update

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This document is for investment professionals only and should not be relied upon by private investors.



# Portfolio summary

The Triangle Trust 1949 Fund

## Portfolio Value as at 18th March 2024: £23,172,788

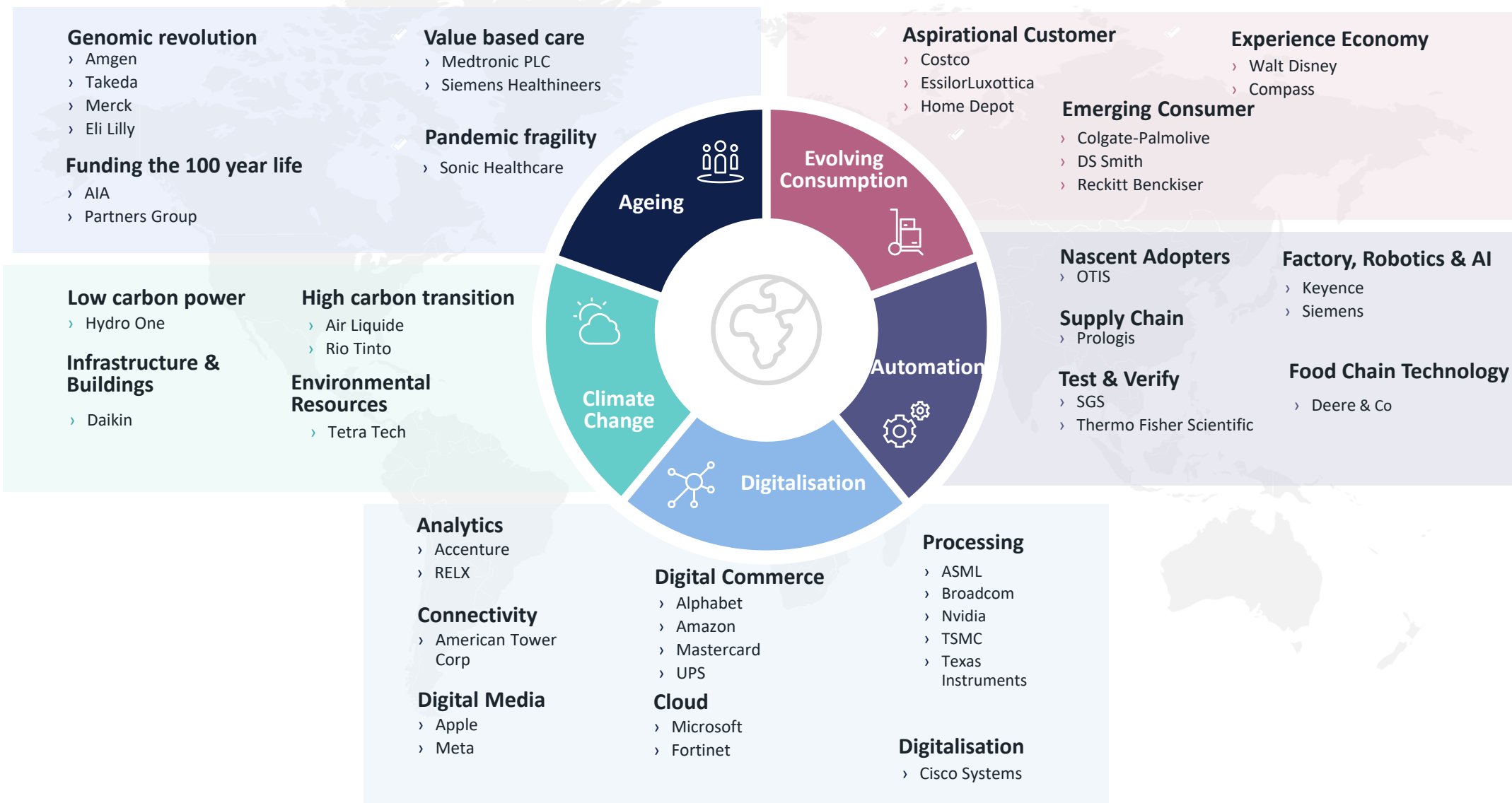
Asset Allocation	£	Capital %	Benchmark %	Estimated Income	
				£	%
Fixed Income	2,964,377	12.8	15.0		
Equities	17,083,219	73.7	70.0		
Property	837,619	3.6	5.0		
Alternative Investments	1,723,765	7.4	10.0		
Liquid Assets	563,808	2.4	-		
<b>Total</b>	<b>23,172,787</b>	<b>100.0</b>	<b>100.0</b>	<b>646,526</b>	<b>2.8</b>

Investment Performance	Portfolio	Benchmark	ARC Steady Growth Index
31 December 2023 to 15 March 2024	4.1%	4.5%	1.1%
Calendar Year 2023	9.1%	11.7%	7.5%

Portfolio benchmark (from 1-Jun-23): ICE BofA Sterling Corporate & Collateralized Index (7.5%), ICE BofA UK Gilts All Stocks (7.5%), MSCI AC World (Local Currency) (GBP) (10%), MSCI All Balanced Property Funds - One Quarter Lagged (5%), MSCI All Countries World Daily (Net Total Return) (60%), 2% per annum above SONIA (alternative assets) (10%).

Performance is calculated 'net' of Sarasin's investment management fees, using Bid prices. This takes into account receipts to and withdrawals from the portfolio during the period, and their dates. Prices are sourced from Bloomberg.

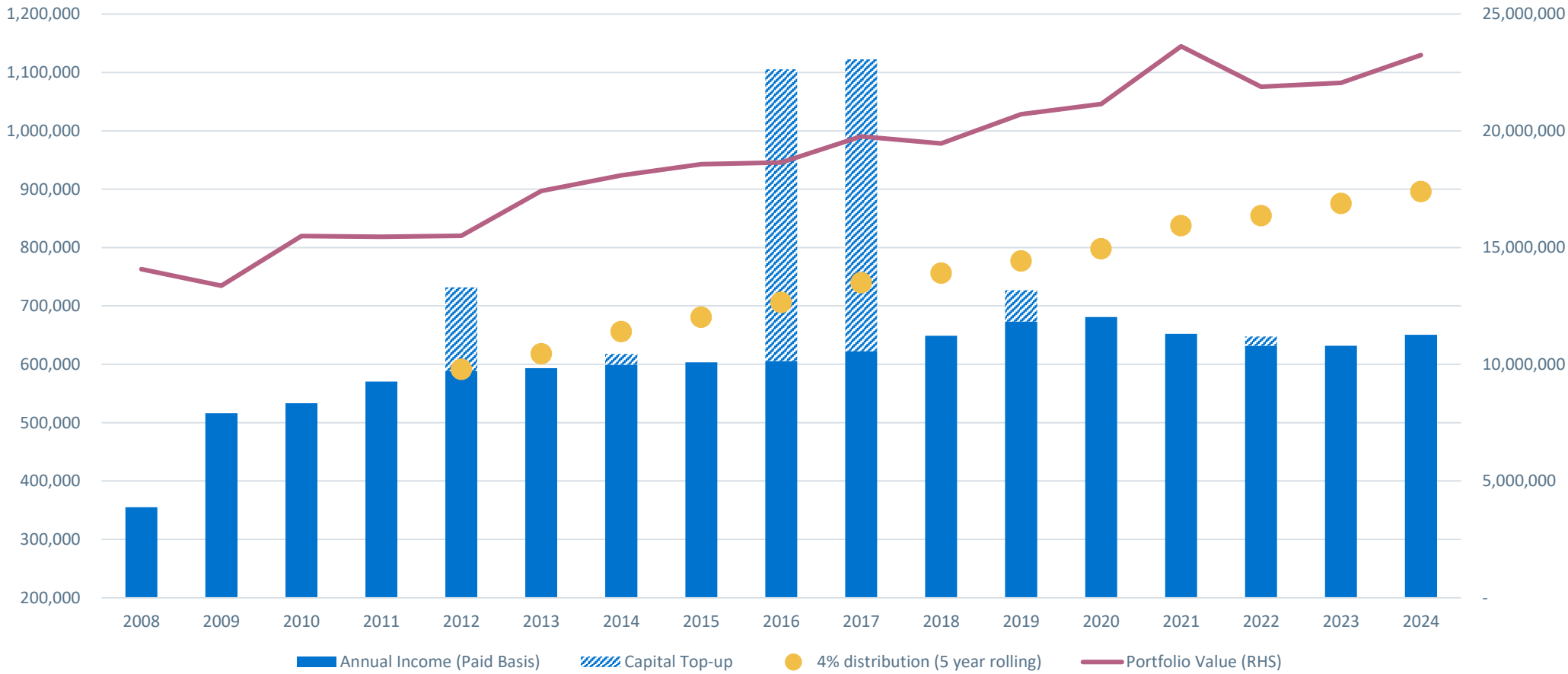
# Thematic opportunities are wider than just US technology



# Income distribution and sustainable spending levels

Since inception you have distributed £11.4m (c.3.6% p.a.)

## Distribution (£) since inception



Source: Sarasin & Partners, February 2024

# Future return projections

## Risk and return characteristics

		Time frame: Target return:	Long term (5yrs+) UK CPI +4%
<b>Projected total return p.a. %</b>			<b>(%)</b>
3.8	<b>Gilts</b>		7.5
5.2	<b>Corporate Bonds</b>		7.5
7.7	<b>Equities</b>		70.0
6.6	<b>UK Commercial Property</b>		5.0
7.0	<b>Alternatives</b>		10.0
3.3	<b>Cash</b>		-
<b>Total</b>			<b>100</b>
<b>Projected returns</b>	<b>Projected income yield</b>		<b>2.6</b>
	<b>Trend total annual return</b>		<b>7.1</b>
	<b>Trend annual 'real' return</b>		<b>4.5</b>
<b>Key risk metrics</b> (Based on historic index performance)	<b>Maximum annual drawdown %*</b>		<b>-24.2</b>
	<b>1 Year 5% Value at Risk (VaR)*</b>		<b>-9.2</b>
	<b>Annualised Volatility %*</b>		<b>9.9</b>

**Please note that there are no guarantees that the projected returns will be achieved.**

Source: Sarasin & Partners LLP. \* Data since 31.12.05. As at 30.09.23. 95% 1 Year VaR of 9.2% means that there is a 5% probability that the portfolio will fall in value by 9.2% or more over any one year period. Therefore, a 9.2% loss is expected on this portfolio on one year in twenty. This model assumes inflation will average 2.7% over the next 5-7 years.

# Policy summary

Disinflationary momentum brings inflation close to target in 2024 – rate hiking cycle over



Global strategy update – March 2024

<b>Bonds</b>	<b>Neutral</b> <ul style="list-style-type: none"><li>• <b>Underweight Govt:</b> better returns from equities and credit</li><li>• <b>Overweight Inv. Grade Credit:</b> Yields attractive – Corporate balance sheets healthy – European spreads attractive</li></ul>
<b>Equities</b>	<b>Overweight</b> <ul style="list-style-type: none"><li>• <b>Global:</b> Earnings slowing but still attractive, supply chain pressures easing but some valuation concern</li></ul>
<b>Alternatives</b>	<b>Neutral</b> <ul style="list-style-type: none"><li>• <b>Neutral Correlated:</b> Higher interest rates mostly priced in – discounts attractive</li><li>• <b>Underweight Uncorrelated:</b> Hedge funds and absolute return unlikely to outperform cash/bonds</li><li>• <b>Overweight</b> positions in <b>Gold</b> as hedge against a failure in the financial system.</li></ul>
<b>Cash (tactical)</b>	<b>Double Underweight</b> <ul style="list-style-type: none"><li>• <b>Sterling supported with</b> lower UK political risk and more hawkish BoE</li></ul>
<b>Risks</b>	<ol style="list-style-type: none"><li>1. <b>Liquidity risks</b> elevated as central bank balance sheets shrink &amp; real rates turn positive</li><li>2. Long-term risk from failing to <b>secure climate targets</b></li><li>3. Political risk from <b>military conflict</b> has climbed as Pax Americana ends: Ukraine, Israel-Hamas, Taiwan, N.Korea, Balkans, Africa (coups), Armenia-Azerbaijan. <b>Red Sea shipping attacks</b> impacting global freight rates</li></ol>

Source: Sarasin & Partners, March 2024

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