

FP MATTIOLI WOODS

PASSIVE BALANCED

FUND MANAGER COMMENTARY

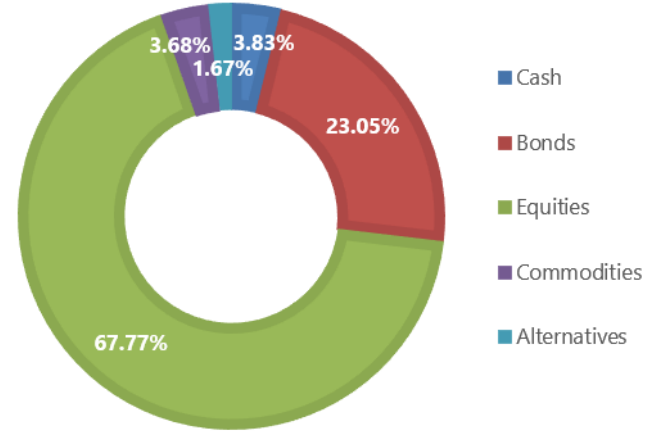
MARKET REVIEW

June's preliminary US-Iran peace agreement proved the defining market event, triggering a sharp unwinding of geopolitical trades as oil fell, gold shed its safe-haven premium and energy positions were swiftly liquidated. The Strait of Hormuz remains far from resolved, however, and any comfort around supply should be treated as time limited. In sterling terms, European equities led the month with the EURO STOXX rising 3.21%, while China was the notable laggard, falling 5.64% as investors reassessed its growth outlook. Stepping back, 2026 tells a more remarkable story: Asia Pacific has returned 27.89% year to date as the AI-driven semiconductor cycle powered Korean and Taiwanese markets to record highs, and the S&P 500 has delivered 11.49% against a backdrop of war, energy shocks and political uncertainty.

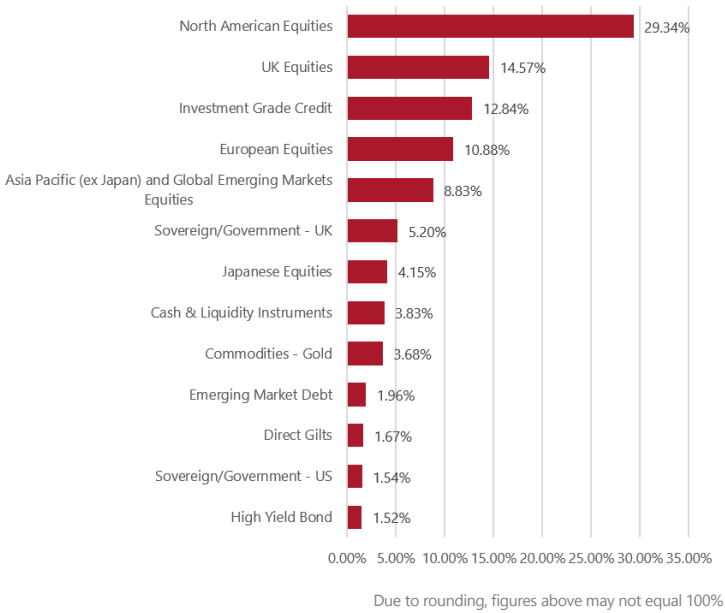
FUND REVIEW

The Passive Balanced Fund has tracked its benchmark closely throughout the year, giving back a modest amount of ground in June as its index-driven construction resulted in a higher weighting to US growth stocks. Sentiment towards the largest technology platforms softened during the month as investors grew increasingly cautious about whether hyperscaler AI spending would generate adequate returns. This is a natural characteristic of passive vehicles during periods of concentrated market rotation rather than a reflection of any weakness in the underlying portfolio construction. Over the longer term, the fund's disciplined index-tracking approach and thoughtful asset allocation have delivered consistent benchmark outperformance, demonstrating that even within a passive framework, how a portfolio is built matters considerably.

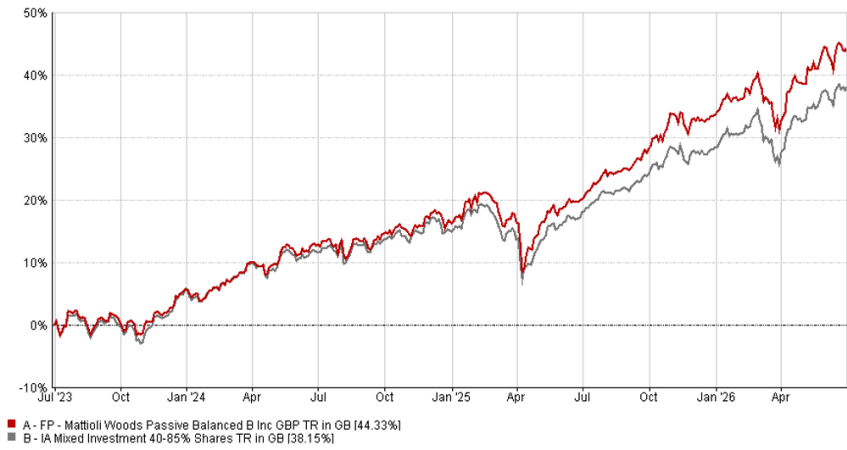
ASSET ALLOCATION



FUND COMPOSITION



FUND PERFORMANCE



Source: Financial Express, bid-to-bid, net income reinvested, sterling terms. Performance is quoted net of fees.

CUMULATIVE PERFORMANCE as at 30.06.2026

	1 month	3 months	6 months	1 year	3 years
Fund	0.48	9.63	7.95	20.07	44.33
Benchmark	0.52	9.47	7.62	17.05	38.15

Performance data: Share Class B Inc

ANNUAL PERFORMANCE

	2025	2024	2023	2022	2021
Fund	14.91	10.03	6.34		
Benchmark	11.58	8.98	8.08	-10.04	10.94

RISK METRICS as at 30.06.2026

	3 years
Annual volatility	7.83
Maximum drawdown	-6.14
Sharpe ratio	1.18

Metrics annualised over three years for Share Class B Inc

TOP TEN HOLDINGS as at 30.06.2026

Holding	Percentage
iShares MSCI USA UCITS ETF	17.59%
iShares UK Equity Index Fund (UK) X GBP Inc	14.57%
iShares Corporate Bond Index Fund (UK) X GBP Inc	12.84%
iShares North America Equity Index Fund (UK) X GBP Inc	11.75%
iShares Continental European Equity Index (UK) X GBP Inc	10.88%
iShares Pacific ex Japan Equity Index Fund (UK) X GBP Inc	4.85%
iShares Japan Equity Index Fund (UK) X GBP Inc	4.15%
iShares Emerging Markets Equity Index Fund (UK) X GBP Inc	3.99%
iShares Physical Gold ETC GBP	3.68%
iShares UK Gilts All Stocks Index Fund (UK) X GBP Inc	2.68%

FUND CHARGES

	B	C
Ongoing charges figure (% p.a.)	0.21%	0.12%
Initial fee	0.00%	0.00%

FUND CODES

	ISIN	SEDOL
B Inc	GB00BNGB2459	BNGB245
C Inc	GB00BNGB2566	BNGB256

FUND AIM

The investment objective of the Fund is to preserve capital and generate capital growth (the increase in value of investments) over an investment term in excess of five years and to generate income (money paid out by an investment, such as interest from a bond or a dividend from a share). It is not guaranteed that the Fund will achieve its objective of capital preservation. Capital growth will be prioritised over income generation.

Mattioli Woods is the investment manager for this Fund and retains full responsibility for its design, governance and ongoing oversight. The portfolio’s Strategic Asset Allocation is set by Mattioli Woods and implemented using passive funds provided by BlackRock, selected for its scale, liquidity and competitive costs. Mattioli Woods has discretion to change underlying fund providers.



INVESTMENT PHILOSOPHY

This Fund uses a global multi-asset approach to deliver its aim of generating long-term capital growth. The managers will achieve this aim by utilising passive solutions, typically index trackers, while closely managing volatility. The asset allocation of the Fund will be managed in line with guidance provided by the Mattioli Woods Asset Allocation Committee, ensuring diversity of assets.

FUND DETAILS

Fund management	Mattioli Woods Limited
Fund size:	£84.34 million
No. of holdings:	15
Sector:	IA Mixed Investments 40-85% Shares
Benchmark:	IA Mixed Investments 40-85% Shares
Distribution policy:	Half-yearly
Payment dates:	March and September
XD date:	February and August
Launch date:	21 March 2022
Legal structure:	Non-UCITS Retail Scheme
Reporting date (annual):	31 July
Reporting date (interim):	31 January
Base currency:	Sterling
Valuation point:	12:00 midday daily
ISA eligible:	Yes

RISK WARNINGS

- Past performance is not a guide to future returns.
- The value of investments and the income from them can fall as well as rise, and you may not get back the full amount invested.
- For funds investing globally, currency exchange rate fluctuations may have a positive or negative impact on the value of your investments.
- Changes in interest rates will affect the value of, and the interest earned from, bonds held by the Fund. When interest rates rise, the capital value of the Fund is likely to fall and vice versa.
- The Fund does not use derivatives extensively, although it may use them in an attempt to reduce risk, reduce costs and to generate additional income. Investing in derivatives carries the risk of reduced liquidity, substantial loss and increased volatility in adverse market conditions. Derivatives may expose the Fund to credit risks of counterparties, who may not meet payment obligations. The use of derivatives may result in the Fund being leveraged (where economic exposure and thus the potential for loss by the Fund exceeds the amount it has invested), and in these market conditions the effect of leverage will magnify losses.
- This document is issued by Mattioli Woods Limited and should be read in conjunction with the Fund’s Supplementary Information Document. A list of risk factors is detailed in the Supplementary Information Document, and an investment should not be contemplated until the risks are considered fully. Current tax levels and relief are liable to change, and their value will depend on an individual investor’s circumstances. If you are unsure about any information contained within this document, you should take financial advice.

Source: FE Fundinfo