

What's the aim of our Ethical Cautious Plan and who is it for?

The aim of our Ethical Cautious Plan is to generate growth over the longer term while also aiming to avoid investments in harmful activities such as tobacco, gambling, weapons and adult entertainment. Our Ethical Cautious Plan features funds that actively invest in companies demonstrating the highest environmental, social and governance practices.

The Plan can contain up to 25 mutual funds from different regions around the world and is mostly made up of shares and bonds. Some 'thematic funds' will focus on themes such as gender equality (companies that strongly champion these issues) or green energy.

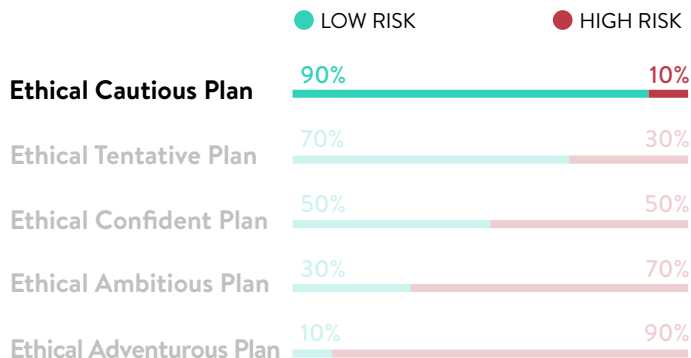
Investing always involves some level of risk and movement up and down in value is to be expected. With our Ethical Cautious Plan, we aim to limit the extent of these movements, but there is still a risk that you may get back less than invested.

The Ethical Cautious Plan is suitable for investors who aim to grow their money slowly and steadily and are happy to take on small amounts of risk, as they are more focused on preventing losses than making large gains.

Investing should be part of a long-term savings strategy and whilst money can be withdrawn at any time, investing for less than 5 years is unlikely to be appropriate. Investors should be aware that few ethical funds employ currency hedging, which may see divergence in performance between original and ethical plans.

What makes the Ethical Cautious Plan different?

The example below shows a typical mix of high and low risk investments used in our Ethical Plans. The Ethical Cautious Plan can hold between 0% and 20% of high risk investments (Shares & Property) with the remainder in low risk investments (Bonds, Cash, Cash Equivalents), but this can vary.



Benchmarking

The Ethical Cautious Plan performance is measured against the SONIA interest rate benchmark. This is effectively the base rate set by the Bank of England, but is based on actual transactions and reflects the average of the interest rates that banks pay to borrow money from other financial institutions.

Risk of loss

With investing, there's always a chance that investments can go down in value. In a one-year period, there's a 5% chance you may lose more than 5.48% of the value of an Ethical Cautious Plan. This is not a maximum loss and losses in the future may be greater.

(Source: Wealthify Ethical Cautious Plan, VaR calculation 28/02/2018 - 30/06/2024)

Typical Investments in an Ethical Cautious Plan

This is an example of the typical investments you might see in an Ethical Cautious Plan. We use a blend of passive and active funds. Some funds may exclude companies that profit from harmful activities, whilst others may invest in companies provided they earn no more than 10% of their profits from the activity. So we cannot guarantee that our Plans won't contain some degree of the activities we aim to exclude.

Investment	ISIN	% of Plan
Cash	Cash	2%
Royal London Short Term Money Market	GB00B8XYQ86	4%
Vanguard U.S. Government Bond Index	IE00BFRTDB69	23%
Royal London Short Duration Gilts	GB00BD050D80	35%
iShares UK Gilts All Stocks Index	GB00B83HGR24	20%
Vanguard Euro Government Bond Index	IE00BFRTD722	3%
Rathbone Ethical Bond Fund	GB00B77DQT14	4%
EdenTree Responsible and Sustainable Short Dated Bond Fund	GB00BZ012J01	2%
Royal London Ethical Bond Fund	GB00BJ4KSX76	3%
Stewart Investors Worldwide Sustainability Fund	GB00B7W30613	3%
Liontrust Sustainable Future Global Growth Fund	GB0030030067	3%

Any Funds prefixed with an IE or LU ISIN reference are based overseas and are not subject to UK sustainable investment labelling and disclosure requirements. For more information please see: <https://www.fca.org.uk/consumers/identifying-sustainable-investments>.

CAUTIOUS ETHICAL PLAN FACTSHEET



Foreign currency

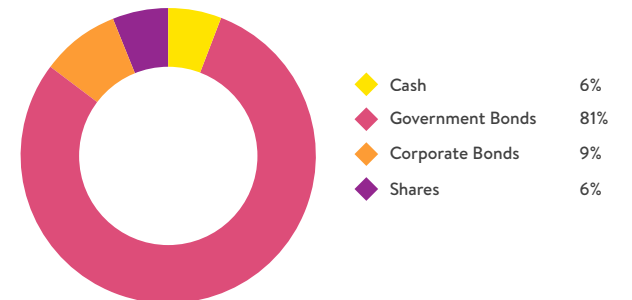
An Ethical Cautious Plan could contain up to 25% in overseas investments which are held in a foreign currency.



Typically, the more foreign currency held in a Plan, the greater the risk and potential volatility.

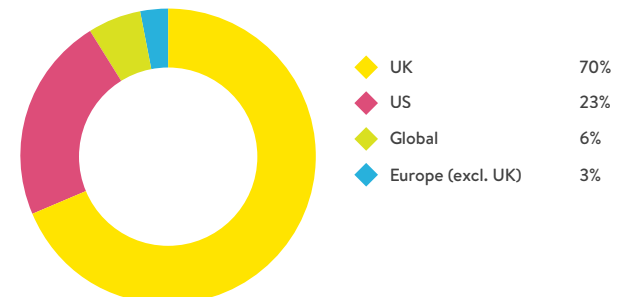
Investment Mix

This is a typical example of the mix of investments in an Ethical Cautious Plan.



Regional Mix

This is a typical example of investments by region in an Ethical Cautious Plan.



The Investment Team at Wealthify review and adjust the investment and regional mix on an ongoing basis to try to optimise the performance of our Plans.