

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 4.16% of the value of a Tentative plan. This is not a maximum loss, and losses in the future may be greater.

(Source: Wealthify Ambitious Plan, VaR calculation 29/02/2016 - 30/04/2024)

Typical Investments in a Tentative Plan

This is an example of the typical investments you might see in a Tentative Plan. We mainly use passive investments in our Plans.

Investment	ISIN	% of Plan
Cash	Cash	2%
L&G Money Market Bonds	GB00B0CNHB64	3%
Vanguard US Government Bonds	IE00BFRTDB69	26%
Vanguard European Government Bonds	IE00BFRTD722	2%
Royal London Short Dated Government Bonds	GB00BD050D80	13%
iShares UK Government Bonds	GB00B83HGR24	17%
Vanguard Global Short Term Bonds	IE00BH65QG55	9%
Vanguard US Corporate Bonds	IE00BFRTDC76	1%
Vanguard EU Corporate Bonds	IE00BFRTD839	1%
Vanguard UK Investment Grade Bonds	IE00B1S74Q32	2%
L&G Short Dated UK Corporate Bonds	GB00BKGR3H21	1%
L&G FTSE 100	GB00B0CNH502	3%
L&G UK Midcap	GB00BQ1JYX87	2%
HSBC America	GB00B80QG615	8%
Vanguard US	GB00B5B71Q71	2%
HSBC Europe	GB00B80QGH28	2%
Fidelity Japan	GB00BHJK8872	2%
L&G Asia Pacific ex Japan	GB00B0CNGY27	2%
Mercer Emerging Markets	IE00BGK8XW82	1%
L&G Global Infrastructure	GB00BFOTZL74	2%
L&G Global Property	GB00BYW7CN38	1%

What's the aim of the Tentative Plan and who is it for?

The aim of the Tentative Plan is to generate reasonable growth over the longer term. Investing always involves some level of risk and movement up and down in value is to be expected.

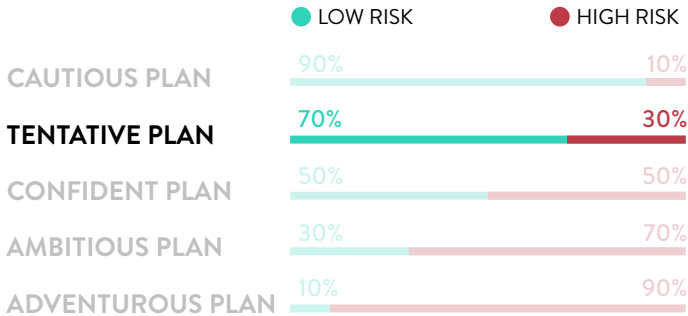
The Tentative Plan is suitable for investors who prioritise limiting losses over high returns, and are willing to see moderate movements up and down in the value to try and get reasonable growth from their investments. But there is still a risk that you could get back less than invested.

Investing should be part of a long-term savings strategy and whilst money can be withdrawn at any time, investing for less than 5 years is unlikely to be appropriate for a Tentative Plan.

What makes the Tentative Plan different?

The example below shows a typical mix of investments for a Tentative Plan, but it can hold between 20% and 40% high-risk investments (Commodities, Emerging Market Bonds, Private Equity, Shares and Property), with the remainder in low-risk investments (Bonds, Cash, and Cash Equivalents).

There may be occasions when the Investment Team will lower the percentage of high risk investments down to 10%. Although this could impede the growth potential more than is normally associated with a Tentative Plan, it would only be done when considered necessary, according to market conditions.



Benchmarking

The Tentative Plan performance is measured against the ARC Cautious PCI. The PCI is a peer group benchmark which shows how other companies' plans with similar risk profiles have performed. The indices are based on real performance numbers from hundreds of other Plans.

TENTATIVE PLAN FACTSHEET



Foreign currency

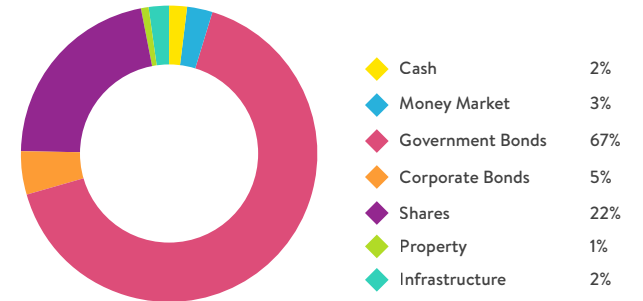
A Tentative Plan could contain up to 25% in overseas investments which are held in a foreign currency.



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

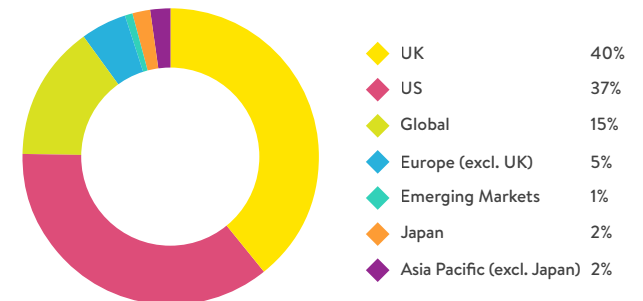
Investment Mix

This is a typical example of the mix of investments in a Tentative Plan.



Regional Mix

This is a typical example of investments by region in a Tentative 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.