

Morningstar Managed Portfolios Value for Money Assessment

The Morningstar Value for Money Assessment has been completed against the value for money policy, approved by the Board of Morningstar Investment Management Europe Limited (MIME) covering all the Morningstar Managed Portfolio ranges. Each range was assessed on the following criteria:

1. **Quality of Service** – an assessment of the range, quality, and value MIME provides to the end investors.
2. **Performance** – an assessment of the performance of the portfolios relative to each portfolio’s objective, policy and performance comparator (where applicable).
3. **Authorised Fund Manager Costs** – an assessment of the cost that investors pay to utilise the service.
4. **Economies of Scale** – an assessment of whether MIME has been able to realise economies of scale and pass these onto investors.

5. **Comparable Market Rates** – an assessment of the portfolio charges compared to similar portfolios managed by other discretionary fund managers.
6. **Comparable Services** – an assessment of the portfolio charges compared to similar portfolios managed by MIME.

This document is for financial advisers and distributors. If you are an investor and have any questions about how this impacts you, please speak to your financial adviser.

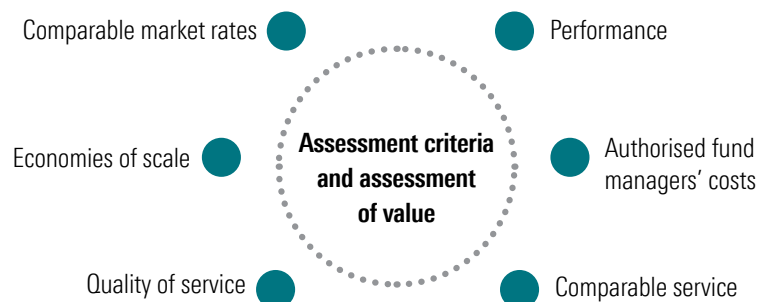
Portfolio Value Assessments

Below are the results of the value assessment against each of the ranges of portfolio.

- Provides value
 ● Provides value, but further actions have been identified or taken to improve this
 ● N/A
 ● Does not provide value

Active Portfolios:

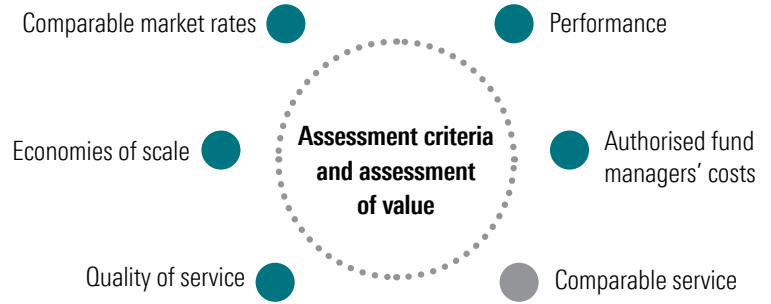
This has been demonstrated by performance that is in line with a Managed Portfolio Service peer group and costs that are in line with the market average. Investors benefit from MIME's economies of scale and quality of service. The portfolios provide value when assessed against other comparable services offered by MIME.



Overall score: Provides value

Passive Portfolios:

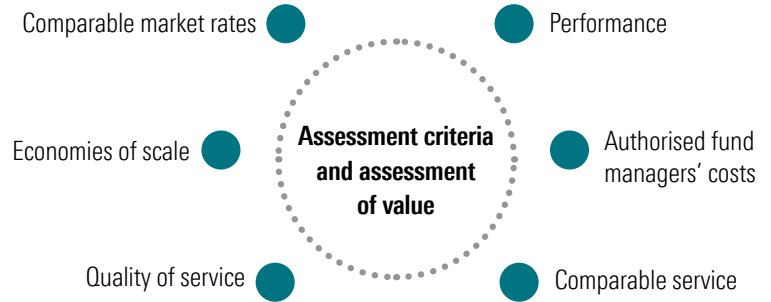
This has been demonstrated by performance that is in line with a Managed Portfolio Service peer group and costs that are in line with, or lower than, the market average. Investors benefit from MIME's economies of scale and quality of service. MIME does not offer any other comparable services, so this pillar has not been reviewed.



Overall score: Provides value

Income Portfolios:

This has been demonstrated by performance that is in line with a Managed Portfolio Service peer group and costs that are in line with the market average. Investors benefit from MIME's economies of scale and quality of service. The Income Portfolios are priced similar to other products offered by MIME.



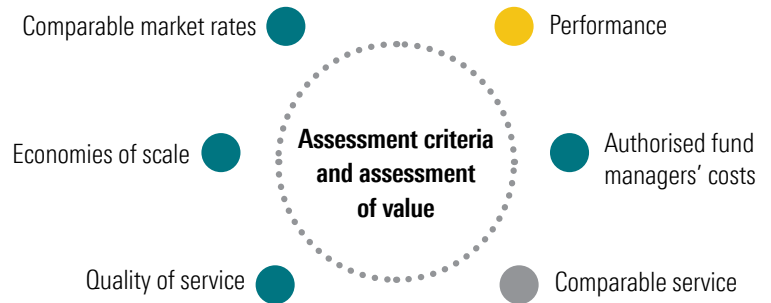
Overall score: Provides value

Real Return Portfolios:

The performance of the Real Return portfolios has been strong when compared to a Managed Portfolio Service peer group. However, when assessed against the portfolios respective Consumer Price Index+ targets, the portfolios fell short of their target. A follow up action has been recommended. Value has been further demonstrated by the costs that are in line with the market average. Investors benefit from MIME's economies of scale and quality of service. MIME does not offer any other comparable services, so this pillar has not been reviewed.

Actions identified:

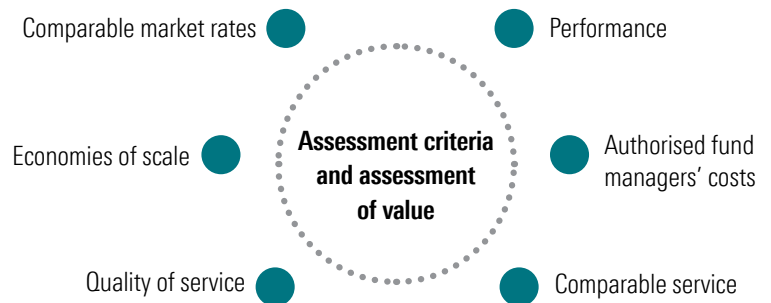
Given the high inflation environment, MIME will assess the suitability of the Real Return Portfolio's inflation targets.



Overall score: Provides value with further actions taken to improve

Governed Growth Portfolios:

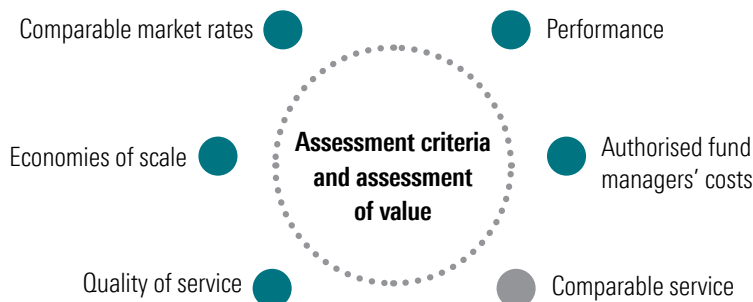
This has been demonstrated by performance that is in line with a Managed Portfolio Service peer group and costs that are in line with, or lower than, the market average. Investors benefit from MIME's economies of scale and quality of service. The Governed Growth Portfolios are priced lower than other similar products, offered by MIME.



Overall score: Provides value

ESG Portfolios:

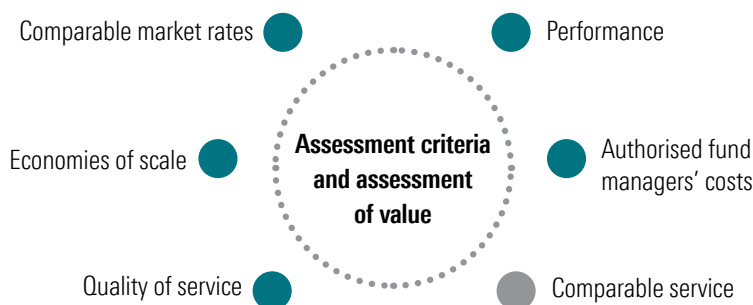
This has been demonstrated by performance that is in line with a Managed Portfolio Service peer group and costs that are in line with, or lower than, the market average. Investors benefit from MIME's economies of scale and quality of service. MIME does not offer any other comparable services, so this pillar has not been reviewed.



Overall score: Provides value

International (GBP) Portfolios:

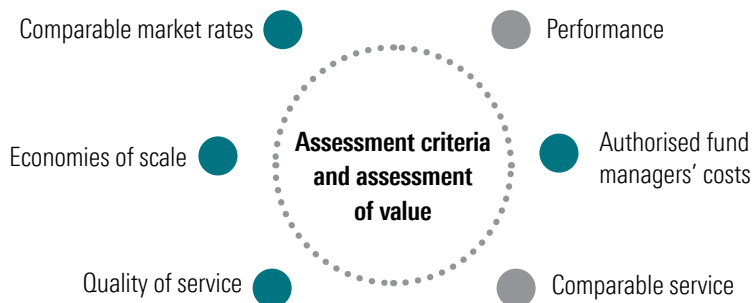
This has been demonstrated by performance that is in line with a Managed Portfolio Service peer group and costs that are in line with, or lower than, the market average. Investors benefit from MIME's economies of scale and quality of service. MIME does not offer any other comparable services, so this pillar has not been reviewed.



Overall score: Provides value

International (USD) Portfolios:

As these portfolios have less than an 18 month track record, MIME has not assessed their performance. However, costs are in line with, or lower than, the market average. Investors benefit from MIME's economies of scale and quality of service. MIME does not offer any other comparable services, so this pillar has not been reviewed.



Overall score: Provides value

To find out more

For more information please contact us on 0203 107 2930 or the team at ukmanagedportfolios@morningstar.com

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