

# Adventurous Growth HL PORTFOLIO +

January 2021

HARGREAVES  
LANSDOWN

## PORTFOLIO OBJECTIVE

Aims to maximise capital growth by focusing on higher risk, higher growth areas.

An adventurous growth portfolio which includes exposure to areas with greater growth potential and higher risks, like emerging markets and smaller companies.

### Portfolio holdings (target %)

HL Multi-Manager Special Situations	80
HL Multi-Manager Income & Growth	20

### Portfolio's top ten underlying holdings (%)

Findlay Park American	12.1
Artemis – Adrian Frost	6.4
FSSA Asia All-Cap	5.8
Stewart Investors Asia Pacific Leaders Sustainability	5.7
Lindsell Train Global Equity	5.6
Merian – Luke Kerr	4.7
Barings – Nick Williams	4.4
CRUX – Richard Pease	4.3
Man GLG Japan CoreAlpha	4.2
Rathbone Global Opportunities	4.1

## THE INVESTMENT MANAGERS



**LEE GARDHOUSE**  
Chief Investment Officer



**ROGER CLARK**  
Fund Manager



**ELLEN POWLEY**  
Fund Manager

Investment research is a core part of our business. We believe exceptional fund managers are few and far between, but can be identified using a combination of rigorous statistical analysis and meetings.

### HOW DO WE SELECT INVESTMENTS?

Our proprietary, in-house quantitative model looks at over 2,000 funds and allows us to see more than just past performance. It enables us to drill down and decipher why a fund is at the top (or bottom) of performance tables. A key way to judge a manager is to find out if they consistently add value with their stock selection. In other words, do they do better than we would expect when considering their investment style? That is one of the key things we look for when we evaluate managers.

### MORE THAN JUST NUMERICAL ANALYSIS

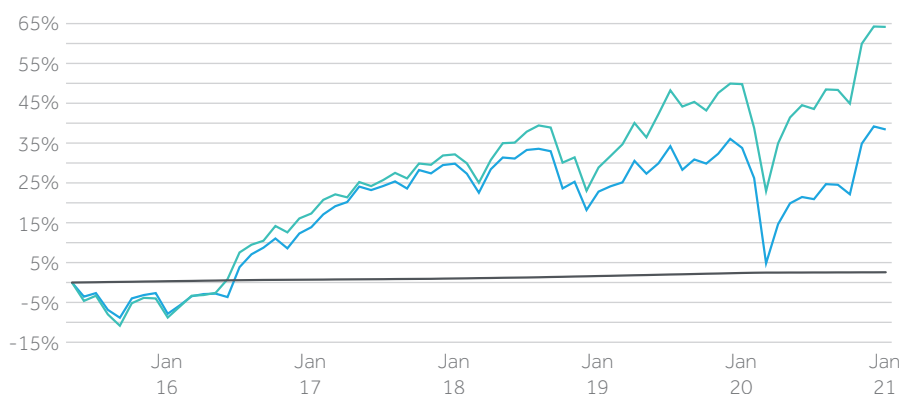
In addition to number crunching, we have unrivalled access to fund managers and conduct hundreds of meetings each year. These meetings explore the manager's philosophy, process, team and incentivisation, among other things. We do all this because we want our clients to have exposure only to the limited pool of exceptional talent available. Each fund goes through a rigorous selection process. We constantly monitor funds and regularly review sectors to ensure you're invested only in what we believe are the very best funds.

### PORTFOLIO UPDATE

This portfolio has a holding in LF Equity Income (formerly the LF Woodford Equity Income Fund), in which dealing is currently suspended. This portfolio continues to trade as normal.

### Performance since launch

● Portfolio **+38.4%** ● Benchmark **+64.2%** ● Cash\* **+2.6%**



\* Bank of England base rate net of basic rate tax until 5th April 2016, gross thereafter.

### Year on year performance (%)

	Jan 16 – Jan 17	Jan 17 – Jan 18	Jan 18 – Jan 19	Jan 19 – Jan 20	Jan 20 – Jan 21	Since launch 03/06/2015
Portfolio for Adventurous Growth	23.6	14.0	-5.4	8.9	3.5	38.4
Benchmark	28.6	12.7	-2.5	16.2	9.6	64.2

Past performance is not an indication of future returns.

### ABOUT THE BENCHMARK

The Investment Association (IA) is the UK fund industry's body. This portfolio uses a benchmark made up of two IA sectors to reflect the benchmark of the underlying Multi-Manager funds. The benchmark comprises 80% IA Global sector and 20% IA UK Equity Income sector.

**Past performance is not a guide to future returns.**

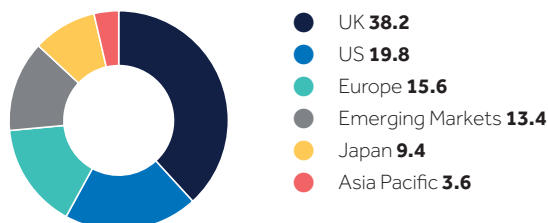
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### Asset Allocation (%)



Please note figures may not add up to 100% due to rounding.

### Geographical equity allocation (%)



### MARKET REVIEW AND OUTLOOK

The successful development of several covid-19 vaccines boosted investor confidence in the three months to 31 January 2021. Most major stock markets rose significantly, with the UK leading the charge after agreeing a trade deal with the European Union. Asia, Europe and the emerging markets did well too. The US stock market was weaker in comparison, but still made money.

UK smaller companies outperformed their larger and medium-sized peers, benefiting funds with exposure. The portfolio's top performers included Marlborough Nano-Cap Growth, Marlborough UK Micro-Cap Growth and Merian UK Smaller Companies Focus. FSSA Japan Focus was a weaker performer but manager Sophia Li has built up an impressive track record so far and benefits from the support of a team we hold in extremely high regard. We believe the fund has the potential to deliver great returns over the long term, although there are no guarantees.

In terms of changes to the portfolio, we recently converted our investments in Merian UK Smaller Companies Focus, Merian UK Dynamic Equity and LF Majedie UK Equity into segregated mandates run by the same experienced teams. Within the mandates, we've allowed the managers freedom to invest in a way we think will deliver the best long-term returns.

### Underlying holdings in focus



#### TROY – FRANCIS BROOKE

Francis Brooke invests with a more conservative mind-set than many of his peers that run UK equity income portfolios. He targets stable and more established businesses that may pay more reliable dividends. Capital preservation is key to his process, and the manager aims to limit volatility and losses in a falling market, though this means there could be less growth in a stock market rally. Brooke is a part-owner of the Troy business, and we think this shows he is aligned with investors' interests.



#### JUPITER GLOBAL VALUE EQUITY

Ben Whitmore and Dermot Murphy seek companies that have fallen out of favour and whose shares can be bought at an attractive price. They invest in those they think will turn themselves around, which could see their share prices rise. If this happens, or if their view on a company changes, they'll sell it and invest the proceeds into a new opportunity. Whitmore has managed funds using this process for many years and we think he has the potential to deliver for long-term, patient investors.



#### CRUX – RICHARD PEASE

Richard Pease is one of the most experienced investors in the European sector. He looks for companies that provide a product or service that's important for the end user and difficult for competitors to replicate. They have the potential to do well in both good and bad times for the wider economy. The manager has a great track record of investing in European companies and our analysis puts this down to his ability to select companies with outstanding prospects.

### IMPORTANT INFORMATION

Factsheet correct as at 31/01/2021. All investments and any income from them can fall and rise in value so you may get back less than you invest. Neither income nor capital are guaranteed, unlike a bank or building society account. Investing is not recommended for less than 5 years. This portfolio may invest in funds with exposure to overseas markets, including emerging markets, and smaller

companies. The funds may also be able to use derivatives and invest in a concentrated number of investments. Each of these factors adds risk. For more details please see the key investor information of the HL Multi-Manager Special Situations and Income & Growth funds. This portfolio has an ongoing charge of 1.42% plus our platform charge of up to 0.45% per annum. Source for all figures: Lipper IM/Hargreaves

Lansdown, NAV-to-NAV pricing, net income reinvested. This factsheet is not a promotion of any funds profiled nor is it personal advice. For more information on these funds please see their key investor information on our website. The HL Multi-Manager funds are managed by our sister company Hargreaves Lansdown Fund Managers. The Lindsell Train Global Equity Fund holds shares in Hargreaves Lansdown plc. AG 01.21