



Satellite Aim

The Satellite Baskets are specialised, focused and esoteric, designed to deliver outperformance but with higher levels of volatility when compared to the Core Portfolios which they complement.

The satellite aims to produce capital growth of around 1.5% per annum above inflation (CPI) over the longer term.

Market Commentary

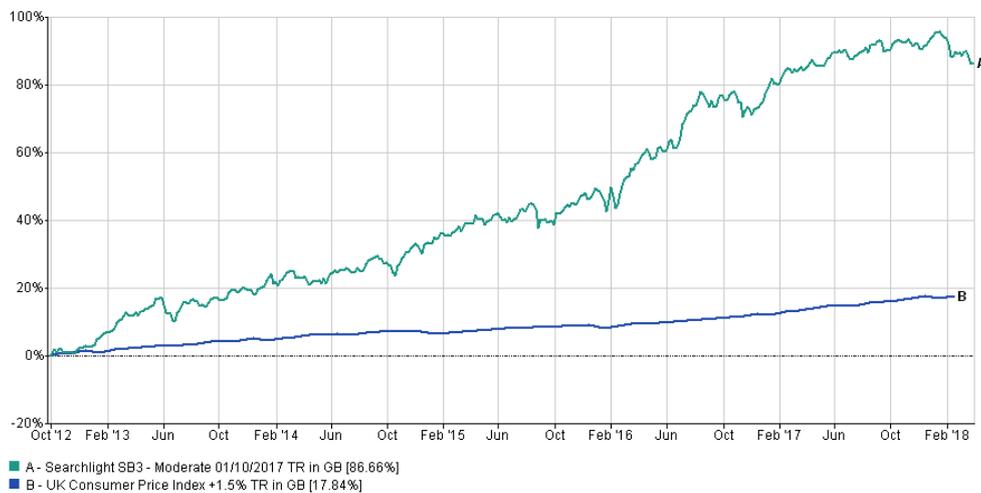
Global equity markets suffered broad losses in the first quarter of 2018, which also saw the sudden return of volatility. After a strong rally in the first weeks of the new year, US investors led a global retreat on concerns that inflation and interest rates could rise faster than expected. Markets were rocked again in March after President Trump announced new tariffs on metals and Chinese imports, sparking fears of a trade war between the world's two largest economies. UK equities underperformed over the period as sterling appreciation eroded the local currency value of companies' international revenues. Emerging markets were also affected by the wider shift in sentiment, though a weaker US dollar offered some support. Despite the headwinds, the general global macroeconomic backdrop remained favourable amid positive growth and corporate earnings data.

Against this backdrop, the Searchlight Moderate Satellite Basket delivered returns of -3.8% in the three months to 31st March 2018, below the flat 0.0% change in the UK Retail Price Index but outperforming the -6.9% return in the FTSE All Share benchmark. The portfolio also lagged behind the FTSE Actuaries UK Conventional Gilts All Stocks index, which returned 0.3% over the last quarter as bond prices rallied amid increased uncertainty.

All of the portfolio's funds delivered negative returns. The Jupiter Absolute Return (-0.5%) and the L&G Short Dated Sterling Corporate Bond Index (-0.7%) funds outperformed whilst the worst performing fund by far was BlackRock Gold & General (-14.6%), which is mainly invested in shares of companies that derive revenues from gold mining or other commodities.

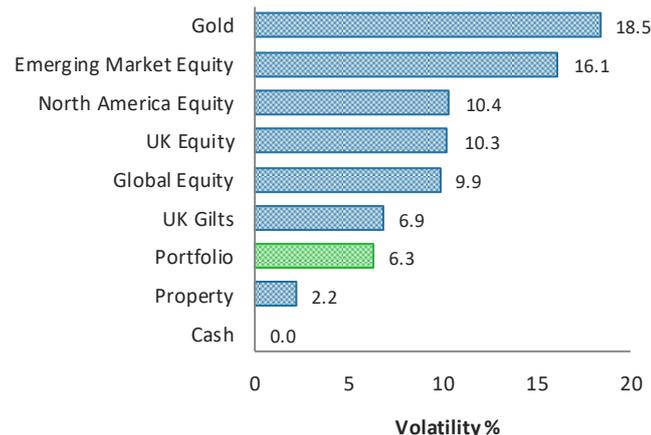
Satellite Performance

	TOTAL RETURN %					VOLATILITY %
	3 MONTHS	6 MONTHS	1 YEAR	2 YEARS	3 YEARS	3 YEARS
SATELLITE	-3.8	-2.0	1.0	18.7	34.4	6.3
CPI +1.5%	0.3	1.4	3.8	7.7	9.9	-



27/09/2012 - 29/03/2018 Data from FE 2018

Satellite Volatility

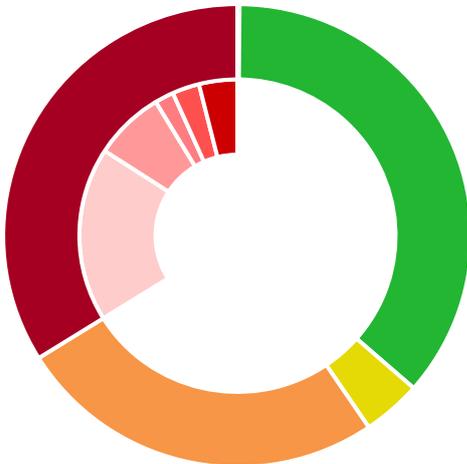


Top 5 Holdings

FUND	%
Architas Diversified Real Assets	20.0
L&G Short Dated Sterling Corporate Bond Index	20.0
Invesco Perpetual Distribution	15.0
Marlborough UK Micro Cap Growth	10.0
Artemis Global Income	10.0



Asset Allocation



ASSET CLASS	%
Cash	0.1
Fixed Interest	36.3
Property	4.1
UK Equities	25.6
Global Equities	33.9
North America	18.0
Europe Ex UK	7.2
Japan	1.9
Asia Pacific	2.8
Emerging Markets	3.9

The Investment Committee

Investing globally is a complex business and we therefore utilise the intellect, resources and expertise of two key external 'strategic partners', Asset Intelligence Research Analysts and Ken Baksh - Investment Specialist, to assist us research and manage our Core Portfolios and Satellite Baskets. We believe that this 'team' approach, formally known as the Investment Committee, ensures our clients are invested in the highest quality funds and appropriately diversified across the asset classes. This provides the best potential for success, in all market conditions, and offers what we consider to be excellent value for money.

Lifetime Cashflow Planning Service

We are experts at providing straightforward answers to complex questions such as, "can I afford to retire and if so when?" or "can we afford to help our children or grandchildren get on the property ladder?". Advanced modelling software produces a lifetime cashflow analysis which will determine exactly how close – or how far – you are to your ideal financial situation. In addition, we provide a unique, step-by-step guide to plan exactly what you need to do to ensure the brightest of financial futures.

Lifetime Cashflow Planning helps you to gain greater clarity around your financial future in a way that's transparent, actionable and focused on positive outcomes. We help you to identify and visualise the life you intend to lead and to plan and manage your wealth in the best way to realise your goals. Please contact the office on 01923-896189 if you would like to learn more about this highly beneficial and added value service.

Risk Warnings

Past performance is no guarantee of future returns. The price of investments and the income from them can fall as well as rise. The value of this investment is not guaranteed and on encashment you may not get back the full amount invested.

Please be aware that there may be occasions when an individual fund or funds have a higher risk rating than your overall stated attitude to risk. If this is the case then the overall risk rating applied to all of the combined funds being recommended is still designed to meet the satellite risk profile and objectives.

Performance data is published on a total return bid to bid basis, net of fund charges, with net income reinvested and is rebased in Pounds Sterling.

Volatility data published is on a 3 year cumulative annualised basis to last quarter end.

The Satellite Volatility chart shows volatility against various asset classes. Asset class volatility is represented by corresponding indices as such: FTSE Cash on Deposit Index (Cash), FTSE 100 (UK Equity), FTSE Actuaries UK Conventional Gilts All Stocks Index (UK Gilts), IPD UK All Property (Property), MSCI Emerging Markets Index (Emerging Market Equity), MSCI World Index (Global Equity) and S&P GCSI Gold Spot Index (Gold).

Satellite data is to 31 March 2018 unless otherwise stated. Figures may be subject to rounding differences. All satellite data is provided by FE Analytics unless otherwise stated.

Performance data is indicative only and actual client specific satellite performance may vary significantly.

The data provided does not take into account a client's date of investment nor any further contributions or withdrawals made. The timing of changes made to the satellite baskets can have a considerable impact on performance and the dates of fund changes for individual satellites may vary from the satellite baskets.

Performance data excludes Searchlight Investments' annual ongoing adviser fee and Elevate's platform charges, please contact us if you require further information on these two specific aspects regarding your satellite.

Satellite performance is benchmarked against the Consumer Price Index (CPI) +1.5%. CPI is an index used to measure inflation which is the rate of change in prices for a representative basket of goods and services. CPI data is updated on the 20th of the month following the month end and as such values quoted may be subject to revision.

As a business we believe in and support medium to long-term investment strategies; it is over these time horizons that performance should be assessed. Our Core Portfolios & Satellite Baskets are constructed and managed on this fundamental philosophy - we are not distracted or swayed by short-term views, fads or fashionable ideas.