RATHBONES

2Plan

Rathbones Managed Portfolio Service

Core Model Changes Summary

Q1 2026

Rathbones Group Plc

Contents

The information in this brochure should not be taken as financial advice or a recommendation.
The details and opinions provided are deemed accurate at the time of publication but may change without prior notice.

2Plan MPS – Q1 2026

Changes overview

The first quarter of 2026 was characterised by elevated geopolitical and market volatility. Global equity markets performed well in January and February, with many indices reaching record highs. However, this dynamic shifted sharply in March with markets turning lower following the escalation of conflict between the US, Israel and Iran. Iran's effective closure of the Strait of Hormuz and attacks on regional energy infrastructure led to a sharp rise in oil and gas prices. Within equities, we observed a clear rotation in style leadership over the quarter. Value-oriented strategies outperformed as investors increasingly scrutinised growth stocks amid concerns over stretched valuations and sustained profitability. Despite heightened uncertainty, we have not made significant changes to overall risk positioning. History shows markets often overreact to geopolitical shocks in the short term, with recoveries difficult to time.

Defensive

Defensive	Action	% Change	Rationale
L&G European Index	Reduced	-0.25	We made a small reduction in our European exposure to neutralise our regional bias and maintain a balanced allocation. Whilst Europe has performed strongly over the past year, rising energy prices and weaker growth has increased risks.
L&G US Index	Reduced	-0.50	We trimmed our US exposure to rebalance our regional positioning and preserve a broadly balanced allocation across markets.
Lazard Emerging Markets	Increased	0.25	We slightly increased our allocation to Emerging Markets to neutralise our previous underweight position. Forward earnings growth in Emerging Markets vs. the rest of the world looks strong. This is not just AI driven, earnings are broadening across sectors, including materials and financials.
Liontrust Global Short Dated Corporate Bond	Reduced	-3.00	Following the announcement that the lead portfolio manager will be retiring at the end of July, our level of conviction in the management team has reduced. We have consequently reallocated the proceeds into the TwentyFour Absolute Return Credit fund, where we hold higher conviction.
M&G Japan	Increased	0.50	We marginally increased our weighting to Japan to bring it inline with our tactical asset allocation positioning. The M&G Japan fund is our preferred fund in this space, This is a large cap fund which tends to have a slight value tilt. We hold strong conviction in the management team which are well resourced and extensively experienced in Japan.
Schroder Global Cities Real Estate	Sold	-3.00	We completed the exit of Schroder Global Cities Real Estate in the latest rebalance in favour of Fulcrum Diversified Core Absolute Return, which we believe will enhance diversification and portfolio protection.
TM Fulcrum Diversified Core Absolute Return Fund	Purchased	5.00	This is a long-only multi-asset fund targeting long term capital preservation. The fund has a record of delivering lowly correlated absolute returns with low downside capture. Unlike most peers, the fund's correlation during periods of market stress decreases. As market volatility has increased, this offers our models stronger diversification and portfolio protection.
Trojan Fund	Reduced	-2.00	We reduced our allocation to the fund in favour of the Fulcrum Diversified Core Absolute Return Fund. Although we still hold conviction in this fund, the Fulcrum fund provides our models with enhanced diversification and lower corelation to equity markets, especially in periods of market stress.

Defensive	Action	% Change	Rationale
TwentyFour Absolute Return Credit	Purchased	3.00	This fund aims to achieve a positive return in any market environment over a period of 3 years whilst maintaining a modest level of volatility. Relative to the Liontrust Short Dated Credit fund, the fund benefits from a much broader global opportunity set, whilst maintaining a longstanding overweight to UK Credit.

Cautious

Cautious	Action	% Change	Rationale
L&G US Index	Reduced	-1.00	We implemented a modest reduction in our US exposure to neutralise our regional bias and maintain a balanced allocation.
Lazard Emerging Markets	Increased	1.00	We slightly increased our allocation to Emerging Markets to neutralise our previous underweight position. Forward earnings growth in Emerging Markets vs. the rest of the world looks strong. This is not just AI driven, earnings are broadening across sectors, including materials and financials.
Liontrust Global Short Dated Corporate Bond	Sold	-3.00	Following the announcement that the lead portfolio manager will be retiring at the end of July, our level of conviction in the management team has reduced. We have consequently reallocated the majority of the proceeds into the TwentyFour Absolute Return Credit fund, where we hold higher conviction.
Schroder Global Cities Real Estate	Sold	-1.00	We completed the exit of Schroder Global Cities Real Estate in the latest rebalance in favour of Fulcrum Diversified Core Absolute Return, which we believe will enhance diversification and portfolio protection.
TM Fulcrum Diversified Core Absolute Return Fund	Purchased	3.75	This is a long-only multi-asset fund targeting long term capital preservation. The fund has a record of delivering lowly correlated absolute returns with low downside capture. Unlike most peers, the fund's correlation during periods of market stress decreases. As market volatility has increased, this offers our models stronger diversification and portfolio protection.
Trojan Fund	Reduced	-1.75	We reduced our allocation to the fund in favour of the Fulcrum Diversified Core Absolute Return Fund. Although we still hold conviction in this fund, the Fulcrum fund provides our models with enhanced diversification and lower corelation to equity markets, especially in periods of market stress.
TwentyFour Absolute Return Credit	Purchased	2.00	This fund aims to achieve a positive return in any market environment over a period of 3 years whilst maintaining a modest level of volatility. Relative to the Liontrust Short Dated Credit fund, the fund benefits from a much broader global opportunity set, whilst maintaining a longstanding overweight to UK Credit.

Moderately Cautious

Moderately Cautious	Action	% Change	Rationale
L&G European Index	Reduced	-1.00	We made a small reduction in our European exposure to neutralise our regional bias and maintain a balanced allocation. Whilst Europe has performed strongly over the past year, rising energy prices and weaker growth has increased risks.
Lazard Emerging Markets	Increased	1.00	We slightly increased our allocation to Emerging Markets to neutralise our previous underweight position. Forward earnings growth in Emerging Markets vs. the rest of the world looks strong. This is not just AI driven, earnings are broadening across sectors, including materials and financials.
Liontrust Global Short Dated Corporate Bond	Sold	-1.25	Following the announcement that the lead portfolio manager will be retiring at the end of July, our level of conviction in the management team has reduced. We have consequently reallocated the proceeds into the TwentyFour Absolute Return Credit fund, where we hold higher conviction.
Schroder Global Cities Real Estate	Sold	-1.00	We completed the exit of Schroder Global Cities Real Estate in the latest rebalance in favour of Fulcrum Diversified Core Absolute Return, which we believe will enhance diversification and portfolio protection.
TM Fulcrum Diversified Core Absolute Return Fund	Purchased	3.00	This is a long-only multi-asset fund targeting long term capital preservation. The fund has a record of delivering lowly correlated absolute returns with low downside capture. Unlike most peers, the fund's correlation during periods of market stress decreases. As market volatility has increased, this offers our models stronger diversification and portfolio protection.
Trojan Fund	Sold	-2.25	We reduced our allocation to the fund in favour of the Fulcrum Diversified Core Absolute Return Fund. Although we still hold conviction in this fund, the Fulcrum fund provides our models with enhanced diversification and lower corelation to equity markets, especially in periods of market stress.
TwentyFour Absolute Return Credit	Purchased	1.50	This fund aims to achieve a positive return in any market environment over a period of 3 years whilst maintaining a modest level of volatility. Relative to the Liontrust Short Dated Credit fund, the fund benefits from a much broader global opportunity set, whilst maintaining a longstanding overweight to UK Credit.

Balanced

Balanced	Action	% Change	Rationale
L&G European Index	Reduced	-1.00	We made a small reduction in our European exposure to neutralise our regional bias and maintain a balanced allocation. Whilst Europe has performed strongly over the past year, rising energy prices and weaker growth has increased risks.
Lazard Emerging Markets	Increased	1.00	We slightly increased our allocation to Emerging Markets to neutralise our previous underweight position. Forward earnings growth in Emerging Markets vs. the rest of the world looks strong. This is not just AI driven, earnings are broadening across sectors, including materials and financials.
Schroder Global Cities Real Estate	Sold	-1.00	We completed the exit of Schroder Global Cities Real Estate in the latest rebalance in favour of Fulcrum Diversified Core Absolute Return, which we believe will enhance diversification and portfolio protection.
TM Fulcrum Diversified Core Absolute Return Fund	Purchased	3.00	This is a long-only multi-asset fund targeting long term capital preservation. The fund has a record of delivering lowly correlated absolute returns with low downside capture. Unlike most peers, the fund's correlation during periods of market stress decreases. As market volatility has increased, this offers our models stronger diversification and portfolio protection.
Trojan Fund	Sold	-2.00	We reduced our allocation to the fund in favour of the Fulcrum Diversified Core Absolute Return Fund. Although we still hold conviction in this fund, the Fulcrum fund provides our models with enhanced diversification and lower corelation to equity markets, especially in periods of market stress.

Adventurous

Adventurous	Action	% Change	Rationale
L&G US Index	Reduced	-1.00	We trimmed our US exposure to rebalance our regional positioning and preserve a broadly balanced allocation across markets.
Lazard Emerging Markets	Increased	1.00	We slightly increased our allocation to Emerging Markets to neutralise our previous underweight position. Forward earnings growth in Emerging Markets vs. the rest of the world looks strong. This is not just AI driven, earnings are broadening across sectors, including materials and financials.
Schroder Global Cities Real Estate	Sold	-1.00	We completed the exit of Schroder Global Cities Real Estate in the latest rebalance in favour of Fulcrum Diversified Core Absolute Return, which we believe will enhance diversification and portfolio protection.
TM Fulcrum Diversified Core Absolute Return Fund	Purchased	1.00	This is a long-only multi-asset fund targeting long term capital preservation. The fund has a record of delivering lowly correlated absolute returns with low downside capture. Unlike most peers, the fund's correlation during periods of market stress decreases. As market volatility has increased, this offers our models stronger diversification and portfolio protection.

Additional information

Information valid at date of presentation.

Tax regimes, bases and reliefs may change in the future.

Rathbones Group Plc is independently owned, is the sole shareholder in each of its subsidiary businesses and is listed on the London Stock Exchange.

Issued and approved by Rathbones Investment Management Limited, which is authorised by the Prudential Regulation Authority and regulated by the Financial Conduct Authority and the Prudential Regulation Authority. Registered office: Port of Liverpool Building, Pier Head, Liverpool L3 1NW, Registered in England No. 01448919.

Rathbones, Rathbones Financial Planning, Greenbank and Greenbank Investments are trading names of Rathbones Investment Management Limited. It should be noted that not all the services provided by Rathbones Financial Planning are regulated by either the Financial Conduct Authority or the Prudential Regulation Authority.

Rathbones Asset Management Limited is authorised and regulated by the Financial Conduct Authority. Registered office: 30 Gresham Street, London EC2V 7QN, Registered in England No. 02376568.

Provision of trust, tax and company administration services are provided by Rathbones Trust Company Limited (RTC). Provision of legal services is provided by Rathbones Legal Services Limited (RLS), a wholly owned subsidiary of RTC. RLS is authorised and regulated by the Solicitors Regulation Authority. It should be noted that any services provided by RTC are not regulated by either the Financial Conduct Authority nor the Prudential Regulation Authority. Rathbones Trust Company Limited and Rathbones Legal Services Limited are registered in England under company numbers 01688454 and 10514352 respectively.

Rathbones Investment Management International is the Registered Business Name of Rathbones Investment Management International Limited, which is regulated by the Jersey Financial Services Commission. Registered office: IFC1 Esplanade, St Helier, Jersey, JE1 2RB, Tel 01534 740500. Company registration No. 50503. Branch: Level 4, Mill Court, La Charroterie, St Peter Port, GY1 1EJ, Guernsey.

Rathbones Investment Management International Limited is not authorised or regulated by the Prudential Regulation Authority or the Financial Conduct Authority in the UK. Rathbones Investment Management International Limited is not subject to the provisions of the UK Financial Services and Markets Act 2000 and the Financial Services Act 2012; and, investors entering into investment agreements with Rathbones Investment Management International Limited will not have the protections afforded by those Acts or the rules and regulations made under them, including the UK Financial Services Compensation Scheme.

This document is not intended as an offer or solicitation for the purchase or sale of any financial instrument by Rathbones Investment Management International Limited. The information and opinions expressed herein are considered valid at publication, but are subject to change without notice and their accuracy and completeness cannot be guaranteed.

RATHBONES