



RATHBONES MODEL PORTFOLIO SERVICE

FOR FINANCIAL ADVISERS

For financial advisers only - not for use with clients.

PROPOSITION SUMMARY

Rathbones Model Portfolio Service (MPS) is a discretionary investment management service, comprising of 7 investment portfolios investing in three in-house funds. The service is suitable for clients who want their investments to be looked after by a professional Financial Adviser and a professional Investment Manager on third party wrapper platforms. The service can only be accessed via certain adviser platforms.

Clients must have a relationship with an FCA authorised Financial Adviser who can assist with understanding the investment proposal and the risks attached to the service. Rathbones does not have a direct relationship with or visibility of underlying clients. The adviser has responsibility for client suitability – initial and ongoing and Rathbones has responsibility for portfolio suitability.

SERVICE FEATURES AND BENEFITS

Portfolio management in line with agreed mandates
Tactical portfolio rebalancing
Continuous portfolio monitoring
Regular investment and market commentary
Monthly and quarterly reporting packs
Rathbones custody
Portfolio tailored to specific client need

SUPPORTED ACCOUNT TYPES

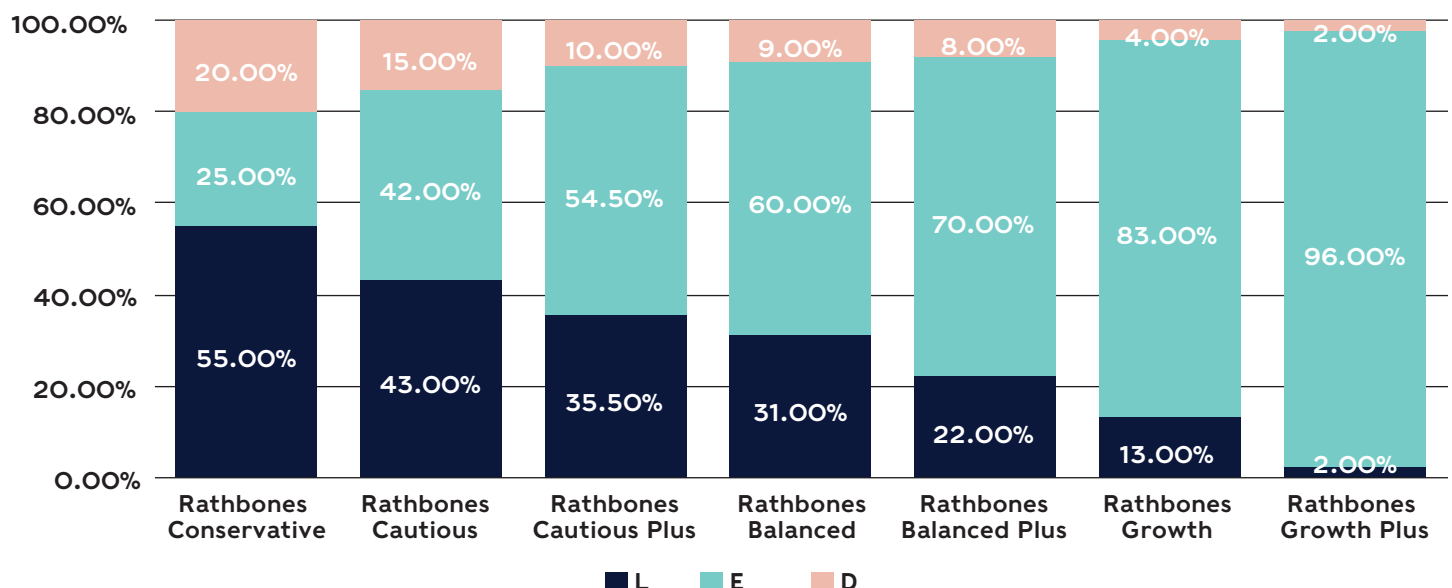
✓	General investment account	✓
✓	ISAs and JISAs	✓
✓	SIPPs (subject to provider agreement)	✓
✓	Offshore bonds (subject to provider agreement)	✓
✓	Onshore bonds (subject to provider agreement)	✓
✗		
✗		

RATHBONES MPS RANGE

The range of Rathbones MPS models are managed centrally by the MPS team at Rathbones Investment Management (RIM) and are available on third-party adviser platforms. The portfolios follow the Liquidity, Equity-type Risk and Diversifiers (LED) risk framework, using three in-house building block funds, which are run by Rathbones Asset Management (RAM):

1. Rathbones LED (L) Global Fixed Income Fund
2. Rathbones LED (E) Global Equity-Type Risk Fund
3. Rathbones LED (D) Global Diversifiers Fund

Each fund is fulfilling a specific role in managing risk and delivering long term outcomes.



The weightings of the underlying holdings may vary on different platforms.

TARGET MARKET

Client characteristics, needs and objectives: The table below highlights the criteria that the service has been designed to meet (Positive), and those that it cannot meet (Negative).

CHARACTERISTICS (Min. Entry Requirements)	NEEDS AND OBJECTIVES
Portfolio Size	– Clients investing on the advice of a certified adviser – Clients with income and capital growth objectives in line with long term objectives for each risk profile – Clients wanting delegation of day-to-day investment decisions – Clients wanting a ready-made, straight-forward and diversified investment portfolio – Clients, whose financial objectives cannot be met with low return or near cash assets
£1,000	
Not applicable	
Knowledge & Experience	
Low/basic (or higher)	
Not applicable	– Clients investing without the advice of a certified adviser – Clients requiring access to a dedicated investment manager – Clients requiring bespoke construction of portfolios tailored to their specific needs – Clients seeking full capital protection – Clients have no ability to bear loss – Clients require a fully guaranteed income or a fully predictable return profile
Capacity for Loss	
Ability to bear partial loss (or greater)	
Full capital protection, no/negligible capacity for loss	
Risk Tolerance	
Appetite for putting capital at risk in pursuit of returns	
No/negligible investment risk tolerance	
Time Horizon	
5 years+	
<3 years or full repayment on demand	

VULNERABLE CLIENT CONSIDERATIONS

Rathbones is reliant on the adviser to conduct assessment of vulnerability of underlying clients. By working in close partnership with financial advisers, we are able to develop services that accommodate the needs of clients with temporary or permanent vulnerabilities. As a proposition, the MPS poses no additional risk to vulnerable clients.

COSTS AND CHARGES

Total costs and charges comprise of the following:

- An annual discretionary management fee payable to Rathbones Investment Management.
- Underlying portfolio charges - an annual management charge payable to Rathbones Asset Management.

There are other costs applicable to the service, such as the cost of advice from the Adviser and the cost of the platform/wrapper attributable to the platform provider, which Rathbones have no sight or control over and will be agreed with the client as per their terms of business.

INVESTMENT PORTFOLIO	
Annual discretionary management fee	0.00%
Underlying funds OCF	Capped at 0.50%

FAIR VALUE ASSESSMENT

In line with the Financial Conduct Authority's (FCA) requirements, we have completed an assessment of fair value of the proposition. Assessing value is much more than just looking at the fees which our investors pay or the performance of the fund in isolation.

Considering this, we have designed an assessment which reports on four outcomes.

- Consumers pay a price for products and services that represent **fair value**,
- Consumers are sold and receive **products and services** that have been designed to meet their needs and objectives,
- Consumers receive good **customer support** as expected, and
- **Consumer understanding** is increased through documentation, use of language and transparency

FAIR VALUE ASSESSMENT OUTCOME

Based on a review of the factors and key metrics listed above, we deem this service to provide fair value when distributed to the intended target market.