



# Short Term Bond Portfolio



## Investment objective

This is a portfolio that will be invested purely in either UK Government Bonds or cash. Bonds are like IOU's. The borrower, in this case the Government, issues an IOU to you, the saver, in return for your money. The IOU promises to pay your money back at the end of a certain period while paying you a level of interest in the meantime. This strategy only invests in bonds that will be paid back within 3 years. This tends to be a very low-risk investment, where the chance of absolute loss is minimal.

## Quarterly commentary

This portfolio invests solely in UK government bonds of less than three years of duration, with minimal amounts of cash when between investments. Bonds purchased are normally held until their expiry at which point the government pays us back the money owed, and we reinvest in a new bond.

Since the bonds are secured by the UK Government, this portfolio offers very low-risk returns, which has led to significant outperformance of our bond benchmark over the long-term, given recent bond market volatility.

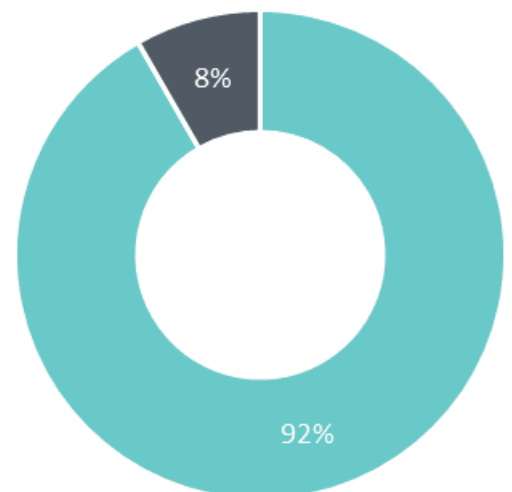
Since interest rates have remained high, the portfolio has continued to deliver strong returns. Given the expectation for interest rate decreases, we may begin to see lower returns from this portfolio over the coming year.

## January - March 2024

### Top Holdings

Holding	Weight
UK Government 0.25% 2025	44.13%
UK Government 0.125% 2026	43.19%
UK Government 0.375% 2026	4.38%

### Asset Weights



■ UK Government Bond

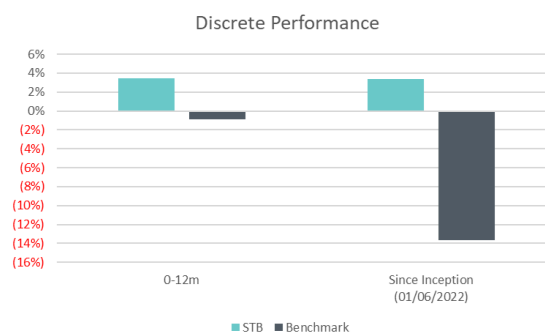
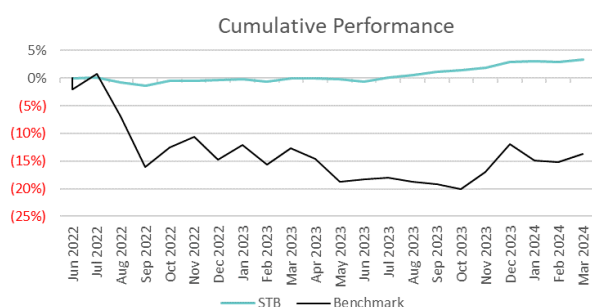
The value of your investments and income from them may go down as well as up.

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# Performance

Cumulative Performance				
	3m	6m	1Y	Since Inception(01/06/2022)
<b>STB</b>	0.49%	2.29%	3.46%	3.43%
<b>Benchmark</b>	-1.96%	6.86%	-0.86%	-13.67%



Performance is a composite made from grouping together each individual client Short Term Bond Portfolio. Performance will vary depending on when money is invested into the portfolio. Occasionally the portfolios may hold some cash when we are between investments. Past Performance does not indicate future performance. Our benchmark is the Vanguard FTSE UK Government Bond Index Fund. Performance figures are net of all fees.

## Benefits

- Experienced, successful team
- Consistent, repeatable strategy
- No leverage and no derivatives

## Risks

- Focussed portfolio
- Money invested in equities
- No hedging of currency

## Fees

- No entry or exit feed
- Fees of 1.25% including VAT
- Dealing fees of 0.4%

## About MVAM

Mole Valley Asset Management offers innovative and bespoke investment services to retail clients and intermediaries. We have a highly experienced team, investing client savings directly into the markets, aided by proprietary screening and original research. We always remember that it's your money.

## Portfolio management team



Duncan Sanford



Craig Harper



Aidan McCormack

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