

# JUPITER MULTI ASSET INCOME - GBP

INVESTMENT RESEARCH NOTE  
MARCH 2024

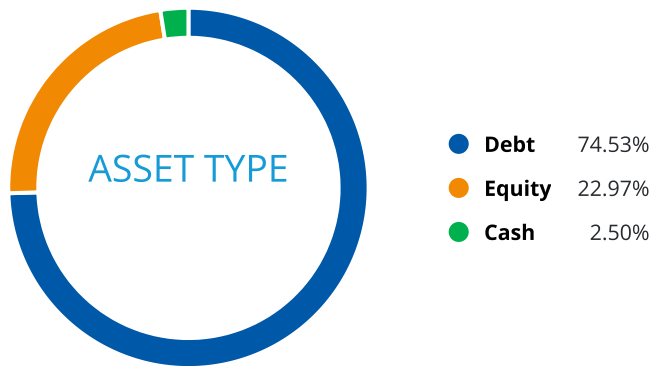
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SUMMARY

Jupiter Asset Management is a UK-based investment firm established in 1985 and listed on the London Stock Exchange in 2010. The firm has a presence across Europe and Asia, covering equities, fixed income, multi-asset and absolute return strategies. Jupiter cites the autonomy of its managers as a key factor in the success of the business, and managers are required to invest in their own funds. Jupiter has a highly regarded and experienced investment team who have worked in the industry for an average of 17 years. Staff turnover is low, at just 6% over the past five years.

The fund (formerly called the Distribution Fund) is managed by a multi-disciplinary team that aims to blend top-down macro views with bottom-up security selection, aiming for a superior risk-adjusted return. At least 60% of the fund is invested in bonds with the remainder of the fund assets in equities and cash. This fund was taken over by Jupiter's Merlin team as of November 1st 2022.

The fund is a cautious multi-asset strategy following the IA 0-35% shares peer group, which restricts equity exposure to 35%. The fund has an income and growth objective, and typically has 2/3 of the portfolio invested in fixed income securities. Turnover is low reflecting the conservative nature of the strategy.



INVESTMENT PROCESS

There are five pillars to the investment philosophy:

- 1. Value bias
- 2. An integrated process
- 3. Income focus for equity selection
- 4. Seek market anomalies specific to fixed income markets
- 5. Security selection as a principle means of achieving long term risk adjusted returns.

The fund is differentiated by its integrated investment approach whereby the equity and fixed income research processes are combined to give one, consistent, investment view which permeates throughout the entire portfolio. The Fund Managers believe this collaborative, integrated approach to bond and equity analysis as well as portfolio construction, allows for stronger conviction, risk management and assessment of relative value.

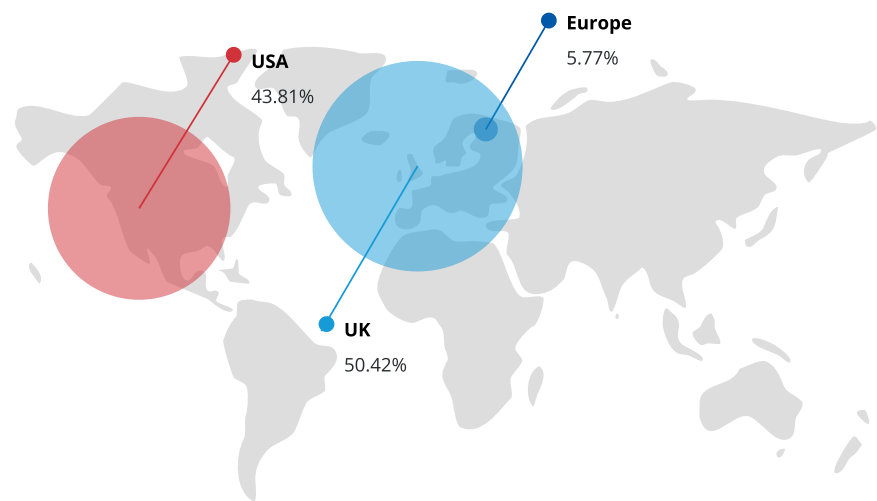
In analysing equities, the managers target companies with sustainable and growing dividends, not simply high yield. In fixed income, the managers seek to exploit opportunities that arise from market inefficiencies due to illiquid issues, unrated bonds, and bonds which transition between rating categories (e.g. migrating from Investment Grade to High Yield resulting in forced selling pressure).

While the managers acknowledge the importance of incorporating top-down analysis and asset allocation into the investment process, they believe that security selection plays the most important role for this fund in generating long-term returns and managing risk.

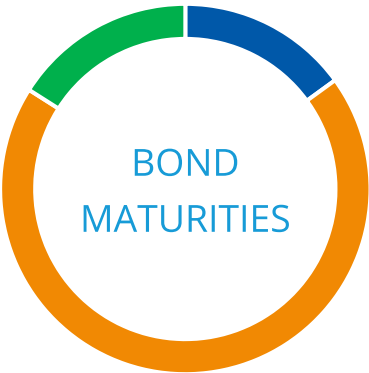
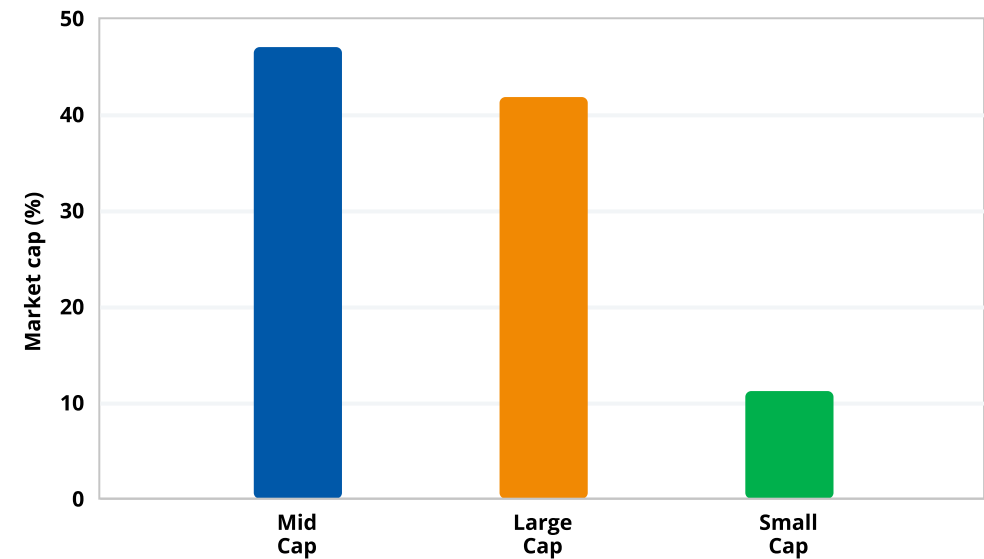
The research processes for equities and fixed income lead to the identification of a security within a company's capital structure (various types of bonds or its equity) that present the best risk-adjusted returns, and this drives the asset allocation. The fund managers themselves lead on ESG issues, working alongside the Governance and Sustainability team. Quarterly meetings are held to coordinate and review engagement activity across the various asset classes in which the fund invests.

# AGGREGATED NET EXPOSURE

## REGIONAL EXPOSURE



## EQUITY MARKET CAP (%)



Short Term (1-3 yr)	15.00%
Intermediate Term (3-10 yr)	69.00%
Long Term (>10 yr)	16.00%



Investment Grade	76.58%
Speculative Grade/High Yield	23.42%

# OVERALL PERFORMANCE

● Jupiter Multi Asset Income I Acc    ● Multi-Asset Benchmark(FI/EQ) - 65/35

## GROWTH (%) - OVER 1 YEAR

3 Apr 2023 - 29 Mar 2024



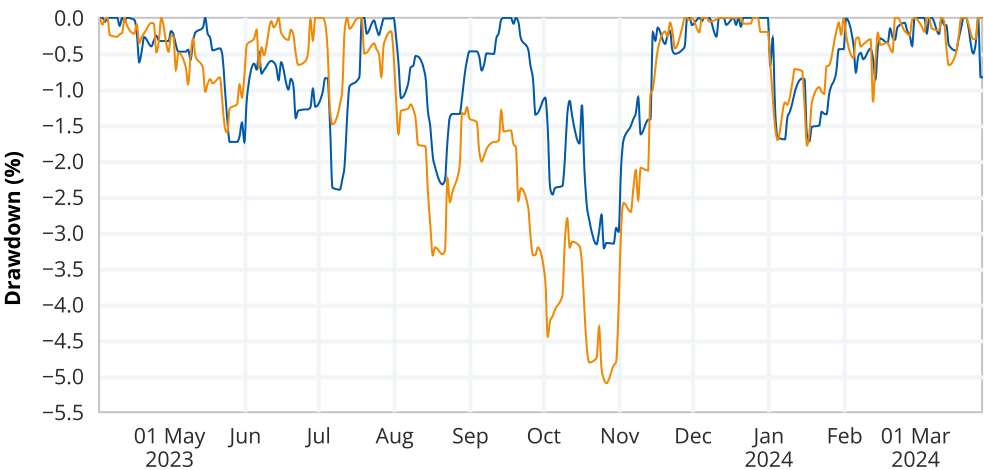
## GROWTH (%) - FROM INCEPTION

19 Apr 2011 - 29 Mar 2024



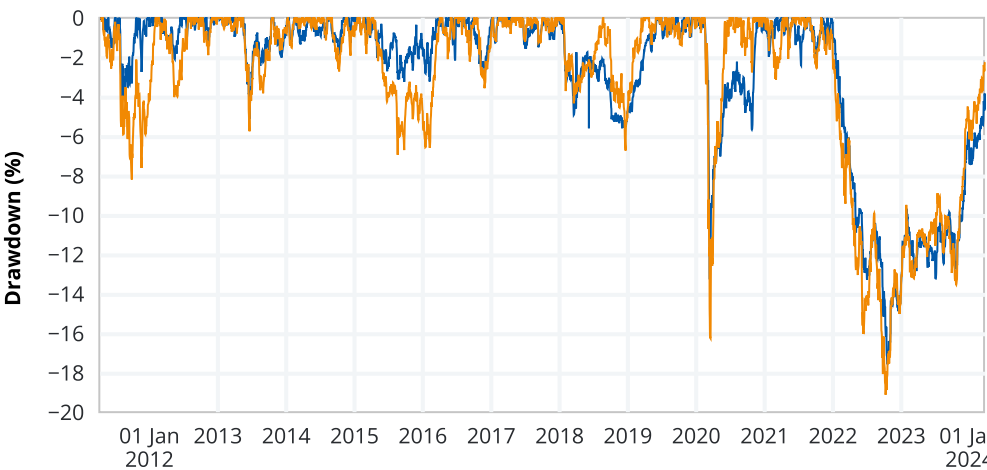
## DRAWDOWN (%) - OVER 1 YEAR

3 Apr 2023 - 29 Mar 2024



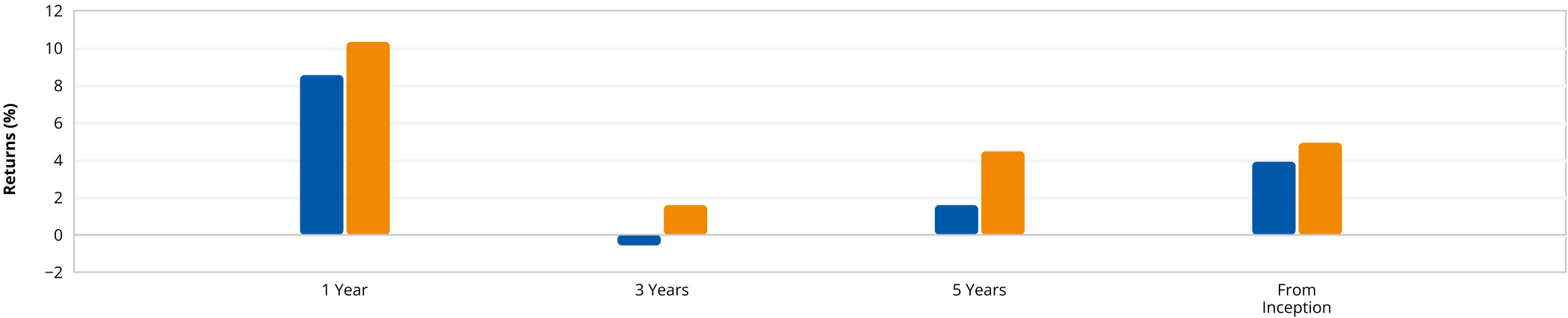
## DRAWDOWN (%) - FROM INCEPTION

19 Apr 2011 - 29 Mar 2024



# RETURNS

Jupiter Multi Asset Income I Acc      Multi-Asset Benchmark(FI/EQ) - 65/35



## MONTHLY BREAKDOWN AND YEARLY TOTALS (%)

	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	YEAR
2024	-0.44	0.04	1.65										1.25
2023	3.60	-0.77	-0.04	0.79	-1.11	0.23	1.80	-0.34	-0.15	-1.63	3.29	4.21	10.10
2022	-2.47	-2.34	-1.15	-2.51	-1.37	-3.38	1.41	-0.11	-3.07	-2.92	3.55	-0.69	-14.25
2021	-0.42	0.87	1.21	0.85	0.66	-0.39	0.11	1.23	-0.63	0.02	-0.42	1.40	4.55
2020	0.69	-2.36	-6.22	3.83	0.49	1.29	0.28	-0.18	-0.68	-1.35	5.53	1.33	2.20
2019	1.18	0.62	1.46	1.28	-0.04	1.46	1.17	-0.18	0.67	-0.35	1.13	0.64	9.39

Capped to 6 years.

## ANNUALISED ROLLING RETURNS (%)

	1 YEAR	3 YEAR	5 YEAR	INCEPTION
Jupiter Multi Asset Income I Acc	8.55	-0.57	1.59	3.91
Multi-Asset Benchmark(FI/EQ) - 65/35	10.33	1.59	4.47	4.93

## CUMULATIVE RETURNS (%)

	1 YEAR	3 YEAR	5 YEAR	INCEPTION
Jupiter Multi Asset Income I Acc	8.48	-1.70	8.17	64.00
Multi-Asset Benchmark(FI/EQ) - 65/35	10.25	4.82	24.36	86.13

Jupiter Multi Asset Income I Acc Multi-Asset Benchmark(FI/EQ) - 65/35

PERFORMANCE - OVER 1 YEAR

3 Apr 2023 - 29 Mar 2024

RETURNS (%)	8.55	10.33
VOLATILITY (%)	5.10	5.43
ALPHA	-0.21 *	
BETA	0.58 *	1.00
CORRELATION	0.84 *	1.00
SHARPE RATIO	0.68	0.92
SORTINO RATIO	0.97	1.40
MAX DRAWDOWN (%)	-3.21	-5.10

\*Calculated over a 3 year period where history permits.

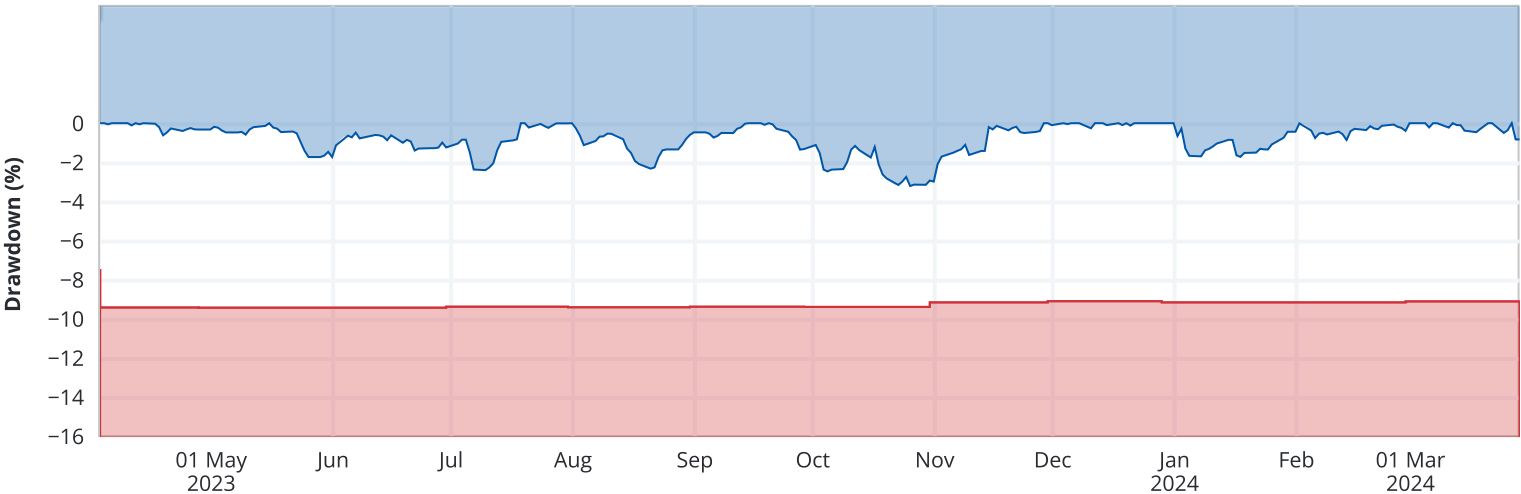
PERFORMANCE - FROM INCEPTION

19 Apr 2011 - 29 Mar 2024

RETURNS (%)	3.91	4.93
VOLATILITY (%)	5.03	5.87
ALPHA	0.05	
BETA	0.62	1.00
CORRELATION	0.82	1.00
SHARPE RATIO	0.57	0.61
SORTINO RATIO	0.78	0.84
MAX DRAWDOWN (%)	-17.58	-19.11

SIMPLE STRESS TEST DRAWDOWN (%)

3 Apr 2023 - 29 Mar 2024



Stress test notes

The chart shows the calculated drawdown over the last year. The Review Point is the fund intervention point. Any drawdown above this line indicates a typical drawdown in a normal market cycle. Should the drawdown hit the review point, then this indicates that market conditions may be abnormal. This is the point that we would consider taking immediate action for an extreme market event.

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