

Discovery Global Portfolios

COMMENTARY FROM **BlackRock**

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September 2021

The strategy offers three risk-profiled portfolios, the Discovery Global Growth Portfolio, Discovery Global Moderate Portfolio and Discovery Global Conservative Portfolio, and provides clients with a global all-in-one investment solution, comprised of a broad spectrum of asset classes across many geographies. The portfolios consist of an active-passive blend of index trackers and active investment managers that provide a diverse holding across asset classes and geographies – capturing opportunities across the globe. They are managed to achieve sustained, strong returns within a given risk appetite.

Market review

September was a more volatile month for financial markets owing to rising developed market government bond yields on monetary policy normalisation speculation. Risk assets generally sold off during the month. Developed market equities showed a moderate decline in September of 3.6%. US equities were a key detractor as concerns about a peak in the rate of economic growth, supply disruptions and rising inflation led the asset class to finish the month down 4.7%. Within emerging markets, China is on a path toward greater state control with social objectives at times taking primacy over its growth. Yet the growth slowdown has hit levels policymakers can no longer ignore and in the near-term incremental policy loosening is expected. Despite some markets such as India continuing to perform well, emerging market equities have underperformed amid a sell-off in China and returned

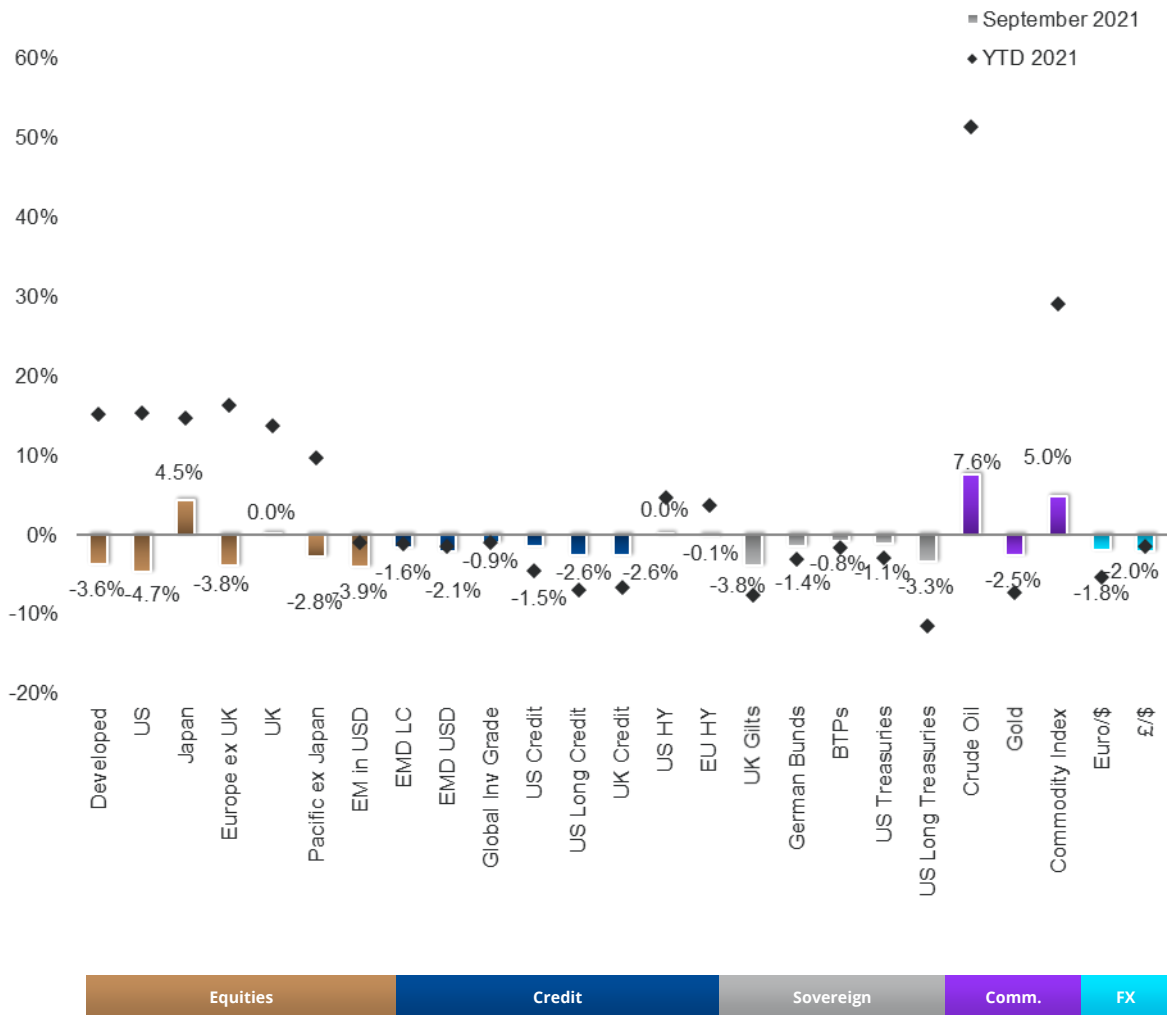
-2.8%. The Fed became increasingly hawkish in September, sending Treasury yields and the dollar higher. Towards the end of the month, market concerns rose in response to myriad disruptions to global supply chains for raw materials, manufactured goods and other resources, also lending support to the greenback. The dollar finished the month up 2.1% against the Sterling and up 1.9% against the Euro. Within fixed income markets, US treasuries ended the month down 1.1% while UK gilts ended the month down 3.8%.

In the U.S. at the Fed's September meeting, Chair Jerome Powell indicated that a tapering of quantitative easing could come in early November, and that the taper itself could be complete by mid-2022. The Chair made clear that the timing and pace of reduction in asset purchases will not be a signal for rate hikes since conditions for raising rates are more stringent than those for tapering asset purchases. On the economic front, both core and headline CPI moderated in August, driven by declines in components that had driven strength throughout the summer such as used vehicles and airfares. US composite PMI printed 55 in September down from 55.4 last month amid slower upturns in manufacturing and service sectors. New business growth eased and softer upticks were registered in client demand. On the other side of the Atlantic, composite PMI for the euro area printed 56.2 in September, down from 59 in August as the shortage of inputs impeded both manufacturing and service sector output. On the monetary policy front, the European Central Bank (ECB) also announced a reduction in the pace of its asset purchases but was keen to stress that this was not the beginning of a process of tapering purchases down to zero. As inflationary pressures continue to surpass expectations in the UK, the Bank of England (BoE) also delivered a hawkish shift, suggesting that it could put interest rates up before the end of the year. Amid supply concerns and rising demand across a world emerging from lockdown, global energy prices surged. In fact, prices for fuel in the UK reached an 8-year high as petrol stations ran dry amid panic buying. Persistent shortages of petrol could knock consumer confidence and drag down economic activity if households and businesses began to restrict travel.

10-year government bonds finished September in the red as yields rose across the board for major developed regions. In the US, the Fed released its projections for interest rates over the next few years however, the pace of rate increases communicated was more rapid than the market had been pricing in. Against this backdrop, Treasuries climbed over the month. Moreover, Gilt yields saw a large jump in September on increased expectations of policy tightening. Benchmark 10-year yields rose by 23bps to 1.53% in the US, 40bps to 1.02% in the UK, 4bps to 0.07% in Japan, 19bps to -0.20% in Germany and 16bps to 0.87% in Italy. Oil (Brent) finished the month at \$79/ barrel, up 7.6% during the month as several countries have been calling for more oil to help ease an energy crisis, and a persistent supply deficit is leading to an ever-tighter oil market. Gold ended the month 2.5% down at \$1,761/ ounce on the back of a stronger dollar and elevated Treasury yields. Higher interest rates increase the opportunity cost of holding the precious metal.

The figures shown relate to past performance. Past performance is not a reliable indicator of current or future results. Index performance is shown for illustrative purposes only. You cannot invest directly in an index. Index performance returns do not reflect any management fees, transaction costs or expenses. Source: Multi-Asset Strategies & Solutions, DataStream, all data as of 30 September 2021. All performance numbers in local currency unless otherwise stated.

Market performance



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Discovery Global Conservative Portfolio

MONTHLY COMMENTARY

- The Portfolio returned -1.62% over the month. Longer term, since Inception returns 8.95 % p.a.
- September was a more volatile month for financial markets owing to rising developed market government bond yields on monetary policy normalisation speculation. Assets generally sold off during the month. Both asset classes ended the month in red with Equity and Fixed Income detracting 94bps & 67bps respectively. Within Equity, US Equity was the biggest detractor (56bps) followed by Cont. Eur Equity(18bps). In Fixed Income, EMD detracted a combined 32bps followed by Govt. bond (10bps)

- In September we updated the strategic as well as tactical weights in the portfolio. Strategically, this results in reducing our allocation to Global High Yield by 0.5% and allocating the capital to Global Small Caps. Tactically, we have decided to close our overweight to High Yield and allocate the capital to EM Debt(HC). The duration of the portfolio remains unchanged This was achieved by reallocating capital from Global Government Bonds(higher duration) to short term US treasuries(lower duration)
- The portfolio risk was marginally increased over the month. Compared to the midpoint of the risk band, we continue to run marginally higher levels of volatility. The risk of the portfolio was 5.7%

ASSET ALLOCATION

The tables and graphs that follow provide a look-through perspective on active allocations in the fund.

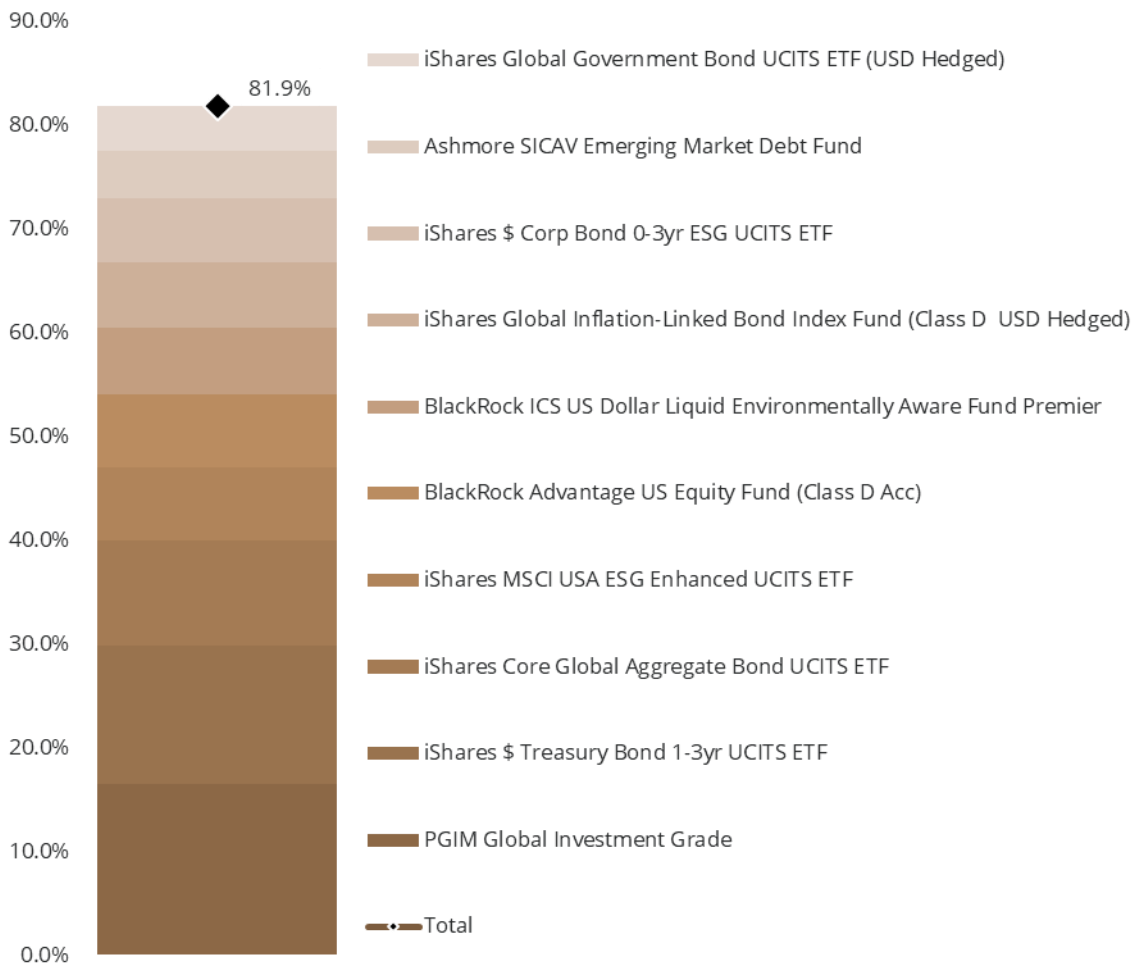
The below table reflects the exposure to each of the underlying assets at the latest reported date. This valuation will reflect market movements since the last portfolio rebalance/trade.

Asset Class		Market Value %		
		31/08/2021	30/09/2021	Change
Equities		27.2%	26.9%	-0.3%
IE00BHZPJ908	iShares MSCI USA ESG Enhanced UCITS ETF	7.3%	7.1%	-0.2%
IE00BFZP7V49	BlackRock Advantage US Equity Fund (Class D Acc)	7.2%	7.0%	-0.2%
LU2049715449	Schroders ISF Emerging Markets Fund	4.0%	4.0%	0.0%
LU0827876151	BGF Continental European Flexible Fund (Class D2 USD Hedged)	3.5%	3.3%	-0.2%
IE00BL5M8925	American Century Global Small Cap Equity Fund	2.0%	2.5%	0.5%
IE00B4L5YX21	iShares MSCI Japan ESG Enhanced UCITS ETF	1.9%	1.8%	-0.1%
IE00BYZ28W67	iShares FTSE 100 ETF (USD Hedged Acc)	0.9%	0.9%	0.0%
IE00BHZPJ239	iShares MSCI EM ESG Enhanced UCITS ETF	0.4%	0.3%	-0.1%
Fixed Income		66.4%	66.6%	0.1%
IE00BZ043R46	iShares Core Global Aggregate Bond UCITS ETF	9.9%	10.0%	0.1%
IE00BFLQZJ56	PGIM Global Investment Grade	16.4%	16.6%	0.2%
IE00BK7Y2P34	iShares Global Government Bond UCITS ETF (USD Hedged)	5.5%	4.4%	-1.1%
IE00BL5GZN70	Wellington Global High Yield Bond Fund	6.0%	3.5%	-2.5%
IE00BD0NC367	iShares Global Inflation-Linked Bond Index Fund (Class D USD Hedged)	6.3%	6.3%	0.0%
LU0912263752	Ashmore SICAV Emerging Market Debt Fund	2.7%	4.6%	1.9%
IE00BMY4BK85	Neuberger Berman Emerging Market Debt Local Currency Fund	1.8%	1.8%	0.0%
IE00B3VWN179	iShares \$ Treasury Bond 1-3yr UCITS ETF	11.9%	13.4%	1.5%
IE00BZ048579	iShares \$ Corp Bond 0-3yr ESG UCITS ETF	6.0%	6.1%	0.1%
Cash		6.4%	6.5%	0.1%
IE00BH3Z9035	BlackRock ICS US Dollar Liquid Environmentally Aware Fund Premier	6.4%	6.5%	0.1%
Total		100.0%	100.0%	

Source: BlackRock, 30 September 2021. Performance and valuations rounded where appropriate, hence totals may not sum.

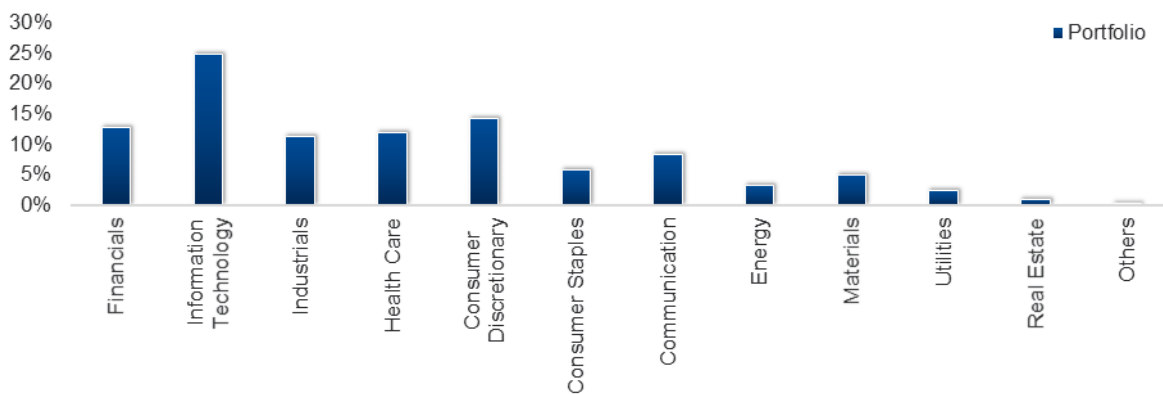
*Positions shown are as off end of the month and included market drift from the last rebalance.

TOP 10 holdings



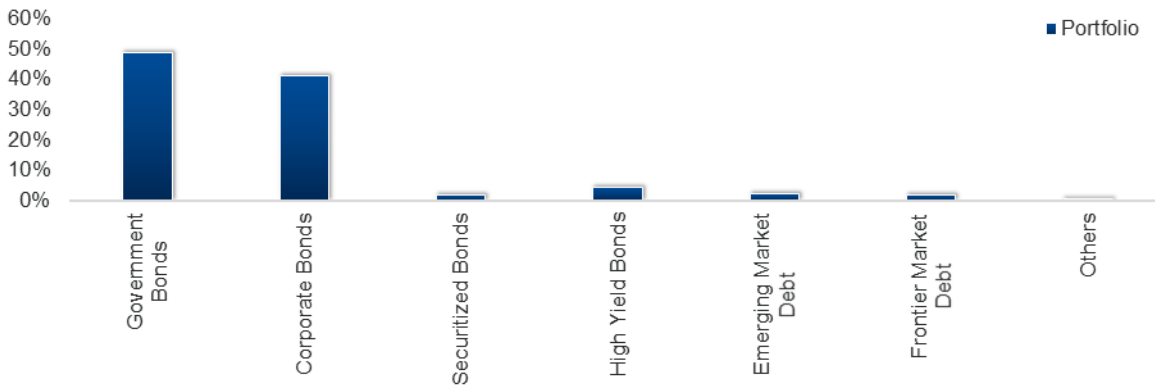
Source: BlackRock 30 Sept 2021

Equities: Sector allocation



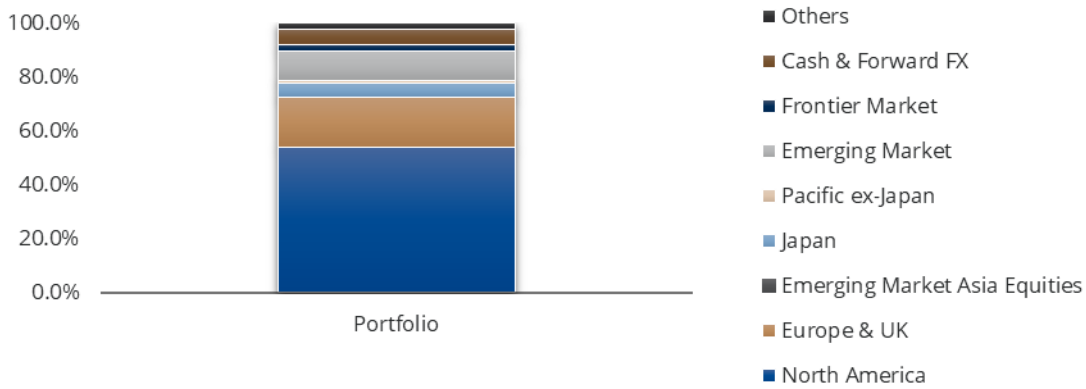
Source: BlackRock 30 Sept 2021

Fixed Income: Issuer type



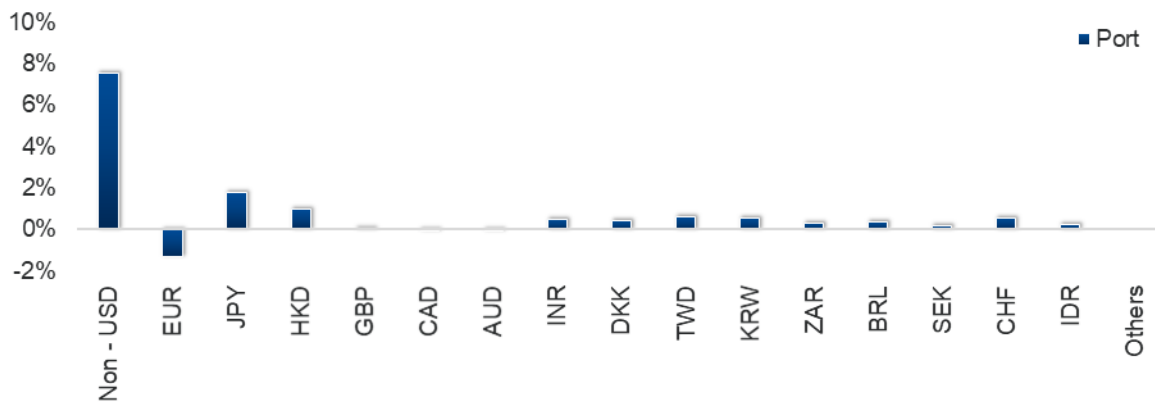
Source: BlackRock 30 Sept 2021

Country allocation



Source: BlackRock 30 Sept 2021

Currency allocation



Source: BlackRock 30 Sept 2021

PERFORMANCE CONTRIBUTION

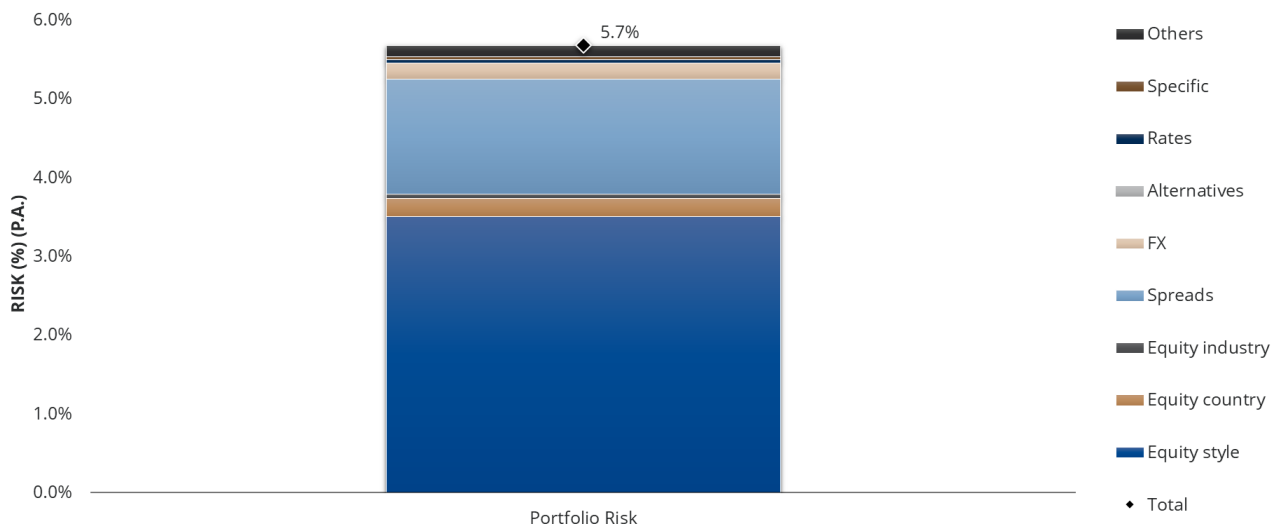
Performance contribution identifies how much of the total portfolio performance has been contributed from the underlying investments. Performance is shown in basis points below.

	MTD (%)	YTD (%)
Equities	-0.94%	3.68%
American Century Global Small Cap Equity Fund	-0.05%	0.30%
BGF Continental European Flexible Fund (Class D2 USD Hedged)	-0.18%	0.65%
BlackRock Advantage US Equity Fund (Class D Acc)	-0.29%	1.23%
iShares MSCI Japan ESG Enhanced UCITS ETF	0.05%	0.09%
iShares FTSE 100 ETF (USD Hedged Acc)	0.00%	0.12%
iShares MSCI EM ESG Enhanced UCITS ETF	-0.01%	0.01%
iShares MSCI USA ESG Enhanced UCITS ETF	-0.27%	1.27%
Schroders ISF Emerging Markets Fund	-0.18%	0.00%
Fixed Income	-0.67%	-0.67%
Ashmore SICAV Emerging Market Debt Fund	-0.17%	-0.15%
iShares \$ Treasury Bond 1-3yr UCITS ETF	-0.01%	0.01%
iShares \$ Corp Bond 0-3yr ESG UCITS ETF	0.00%	0.02%
iShares \$ Treasury Bond 20+yr Aggregate ETF	-	-0.08%
iShares Core Global Aggregate Bond UCITS ETF	-0.10%	-0.33%
iShares Global Government Bond UCITS ETF (USD Hedged)	-0.06%	-0.29%
iShares Global Inflation-Linked Bond Index Fund (Class D USD Hedged)	-0.10%	0.17%
Neuberger Berman Emerging Market Debt Local Currency Fund	-0.06%	-0.11%
Neuberger Berman Emerging Market Debt Local Currency Fund	-	-0.04%
PGIM Global Investment Grade	-0.15%	-0.10%
Wellington Global High Yield Bond Fund	-0.01%	0.24%
Cash	0.00%	0.00%
BlackRock ICS US Dollar Liquid Environmentally Aware Fund Premier	0.00%	0.00%
Total	-1.62%	3.01%

Source: BlackRock, 30 September 2021. Performance and valuations rounded where appropriate, hence totals may not sum

RISK ANALYSIS: ABSOLUTE AND RELATIVE

The below graph focuses on Factor risk decomposition. Specifically, the analysis shows a risk factor decomposition of the current portfolio based on the past 230 exponentially-weighted months.



BlackRock, 30 September 2021. Based on 230 exponentially-weighted monthly data points(36 month half life).

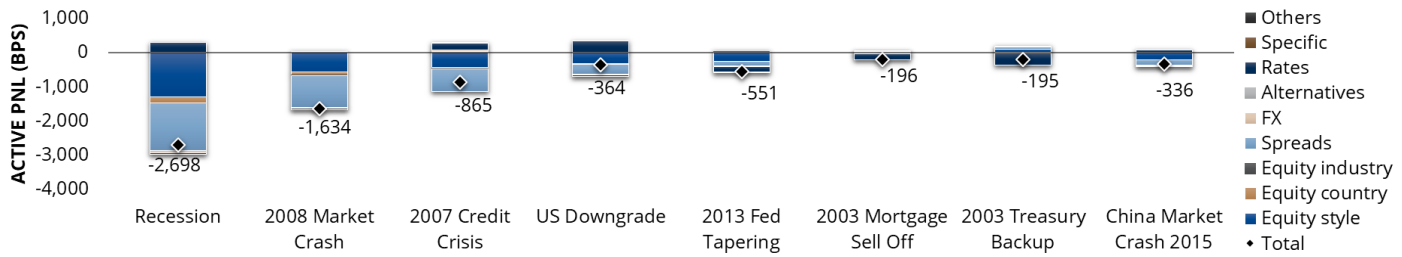
In the above:

- *Equity* measures the contribution to risk from holding equities in the portfolio. This is split between the style of equity, the country, and the industry to which the equity belongs.
- *Spreads* measures the contribution to risk from holding corporate bonds and swaps in the portfolio.
- *Foreign exchange* measures the contribution to risk from unhedged currency exposure
- *Alternatives* measures the contribution to risk from holding alternative asset classes such as property, hedge funds or illiquid assets.
- *Rates* illustrates the risk of the values of the assets changing when there is a change to the level of interest rates.
- *Specific* measures idiosyncratic risk due to the unique circumstances of a particular security, and not the market as a whole.
- *Others* measures risks that are not attributed to any of the factors listed above. It includes, but is not limited to, risks attributed to convexity, cash and cash equivalents.

RISK ANALYSIS: SCENARIO ANALYSIS

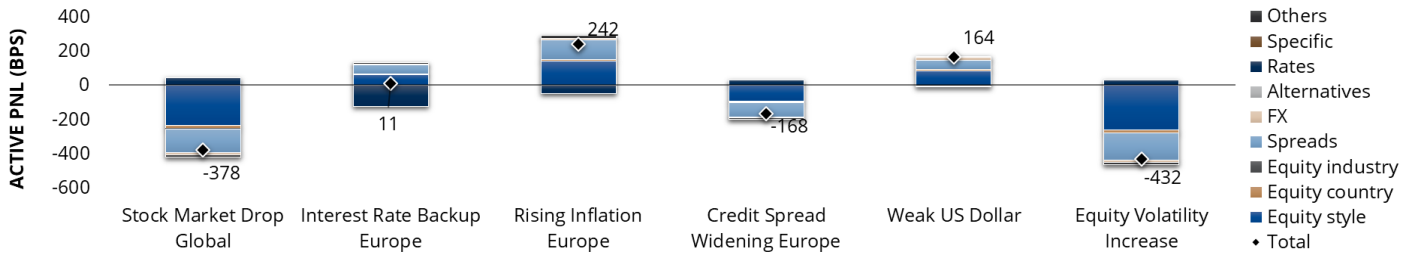
The charts below apply different historical and forward-looking scenarios to the current portfolio. For additional information on the forward-looking scenarios, please refer to the appendix.

Historical scenarios



BlackRock, 30 September 2021. 1bps refers to 0.01%

Forward-looking scenarios



BlackRock, 30 September 2021. 1bps refers to 0.01%

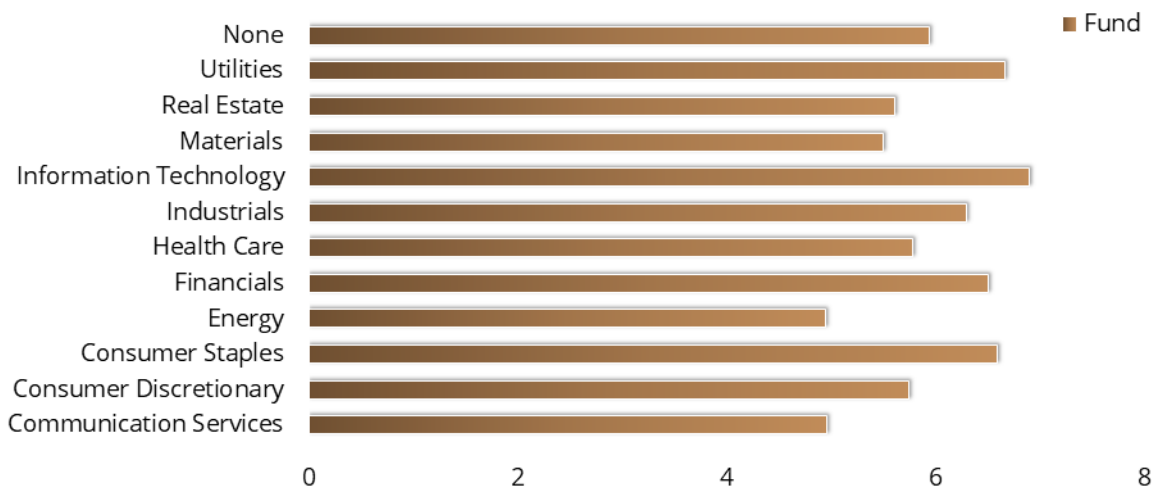
ESG (ENVIRONMENTAL, SOCIAL, AND GOVERNANCE) REVIEW: CARBON AND ESG EXPOSURE

The following, refers to the portfolio's carbon and ESG exposure based on its underlying holdings. Aggregation at the total portfolio level has been done using BlackRock-approved methodology, which is explained at the end of the document. ESG data for individual funds and securities was sourced from MSCI.

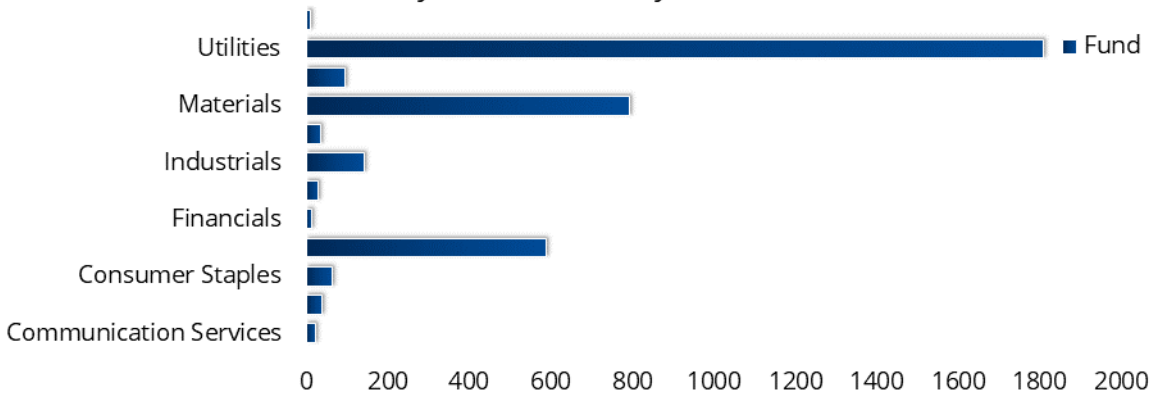
ESG	Portfolio	
	ESG Coverage	95.1%
	% Market Value	
	ESG Adjusted Score	6.1
	0 (worst) - 10 (best)	
	Environment Score	6.2
0 (worst) - 10 (best)		
Social Score	6.0	
0 (worst) - 10 (best)		
Governance Score	5.5	
0 (worst) - 10 (best)		
Carbon	Fund	
	Emissions Intensity (Tot. Capital) - Latest	96.3
	(metric tonnes / \$ million total capital)	
Emissions Intensity (Sales) - Latest	172.1	
(metric tonnes / \$ million total sales)		



ESG Adjusted Score by Sector



Emissions Intensity (Sales) - Latest by Sector



ESG data for funds and individual securities has been sourced from MSCI. Aggregation at the sleeve/ total portfolio level has been done using BlackRock approved methodology.

Additional Information can be found in the Glossary slides

Discovery Global Moderate Portfolio

MONTHLY COMMENTARY

- The Portfolio returned -2.2% over the month. Longer term, Since Inception returns 14.35 % p.a.
- September was a more volatile month for financial markets owing to rising developed market government bond yields on monetary policy normalisation speculation. Assets generally sold off during the month. Both asset classes ended the month in red with Equity and Fixed Income detracting 164bps & 56bps respectively. Within Equity, US Equity was the biggest detractor (99bps) followed by Cont. Eur Equity(32bps). In Fixed Income, EMD detracted a combined 27bps followed by Govt. bond (9bps)

- In September we updated the strategic as well as tactical weights in the portfolio. Strategically, this results in reducing our allocation to Global High Yield by 0.5% and allocating the capital to Global Small Caps. Tactically, we have decided to close our overweight to High Yield and allocate the capital to EM Debt(HC). The duration of the portfolio remains unchanged This was achieved by reallocating capital from Global Government Bonds(higher duration) to short term US treasuries(lower duration)
- The portfolio risk was marginally increased over the month. Compared to the midpoint of the risk band, we continue to run marginally higher levels of volatility. The risk of the portfolio was 8.4%

ASSET ALLOCATION

The tables and graphs that follow provide a look-through perspective on active allocations in the fund.

The below table reflects the exposure to each of the underlying assets at the latest reported date. This valuation will reflect market movements since the last portfolio rebalance/trade.

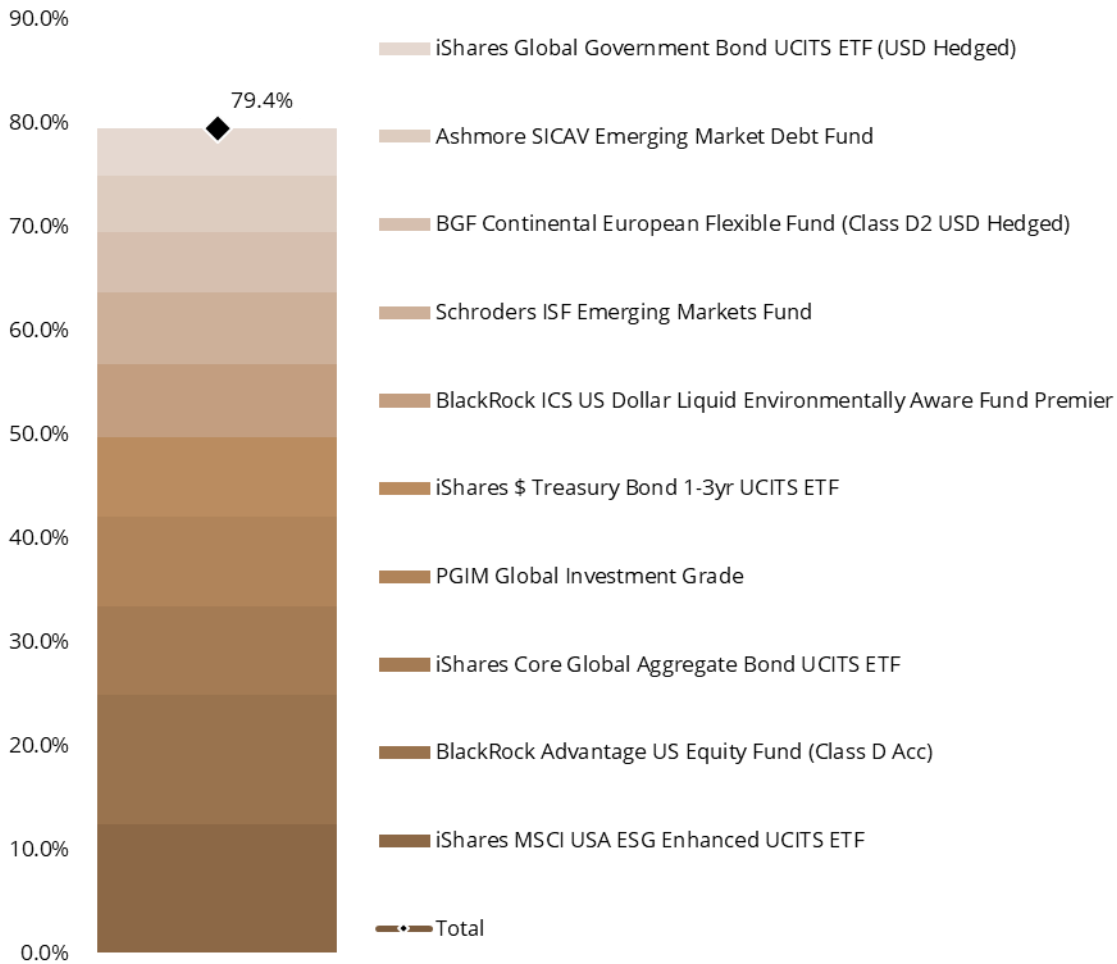
Asset Class		Market Value %		
		31/08/2021	30/09/2021	Change
Equities		47.0%	46.5%	-0.5%
IE00BHZPJ908	iShares MSCI USA ESG Enhanced UCITS ETF	12.7%	12.5%	-0.2%
IE00BFZP7V49	BlackRock Advantage US Equity Fund (Class D Acc)	12.7%	12.4%	-0.3%
LU0827876151	BGF Continental European Flexible Fund (Class D2 USD Hedged)	6.2%	5.8%	-0.4%
LU2049715449	Schroders ISF Emerging Markets Fund	6.9%	6.9%	0.0%
IE00BL5M8925	American Century Global Small Cap Equity Fund	3.2%	3.7%	0.5%
IE00B4L5YX21	iShares MSCI Japan ESG Enhanced UCITS ETF	3.3%	3.2%	-0.1%
IE00BYZ28W67	iShares FTSE 100 ETF (USD Hedged Acc)	1.5%	1.6%	0.1%
IE00BHZPJ239	iShares MSCI EM ESG Enhanced UCITS ETF	0.5%	0.5%	0.0%
Fixed Income		46.0%	46.3%	0.2%
IE00BK7Y2P34	iShares Global Government Bond UCITS ETF (USD Hedged)	5.9%	4.5%	-1.4%
IE00BZ043R46	iShares Core Global Aggregate Bond UCITS ETF	8.4%	8.6%	0.2%
IE00BFLQZJ56	PGIM Global Investment Grade	8.4%	8.6%	0.2%
IE00BL5GZN70	Wellington Global High Yield Bond Fund	6.5%	3.5%	-3.0%
LU0912263752	Ashmore SICAV Emerging Market Debt Fund	3.0%	5.4%	2.4%
IE00BD0NC367	iShares Global Inflation-Linked Bond Index Fund (Class D USD Hedged)	3.0%	3.0%	0.0%
IE00BMY4BK85	Neuberger Berman Emerging Market Debt Local Currency Fund	2.0%	2.0%	0.0%
IE00B3VWN179	iShares \$ Treasury Bond 1-3yr UCITS ETF	5.9%	7.6%	1.7%
IE00BZ048579	iShares \$ Corp Bond 0-3yr ESG UCITS ETF	3.0%	3.1%	0.1%
Cash		6.9%	7.1%	0.2%
IE00BH3Z9035	BlackRock ICS US Dollar Liquid Environmentally Aware Fund Premier	6.9%	7.1%	0.2%
Total		100.0%	100.0%	

Source: BlackRock, 30 September 2021. Performance and valuations rounded where appropriate, hence totals may not sum.

*Positions shown are as off end of the month and included market drift from the last rebalance.

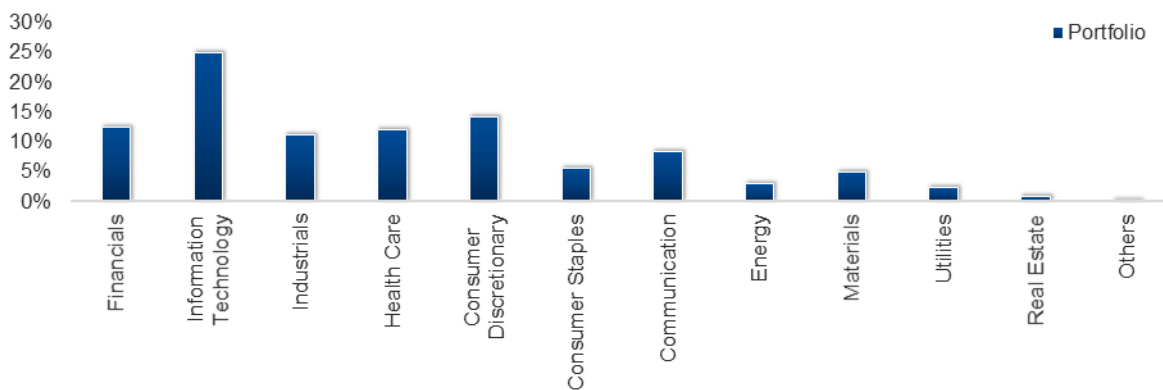
TOP 10 holdings

The following make up the top 10 holdings of the portfolio.



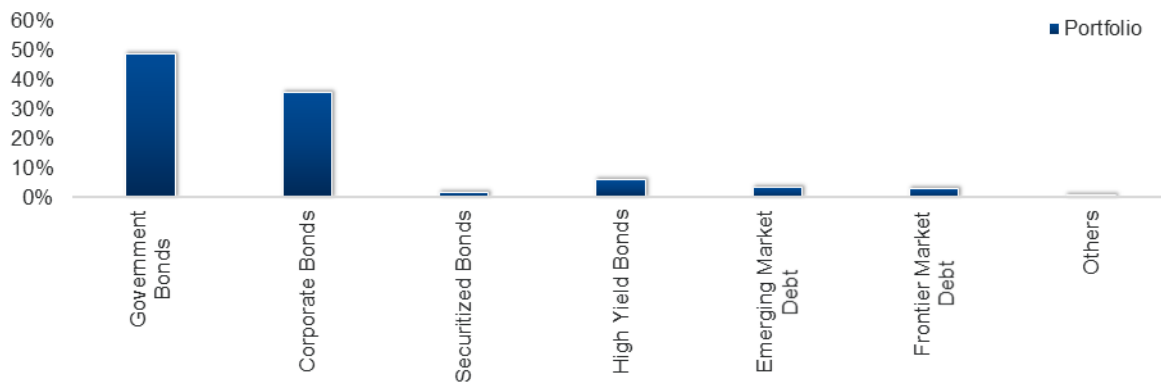
Source: BlackRock 30 Sept 2021

Equities: Sector allocation



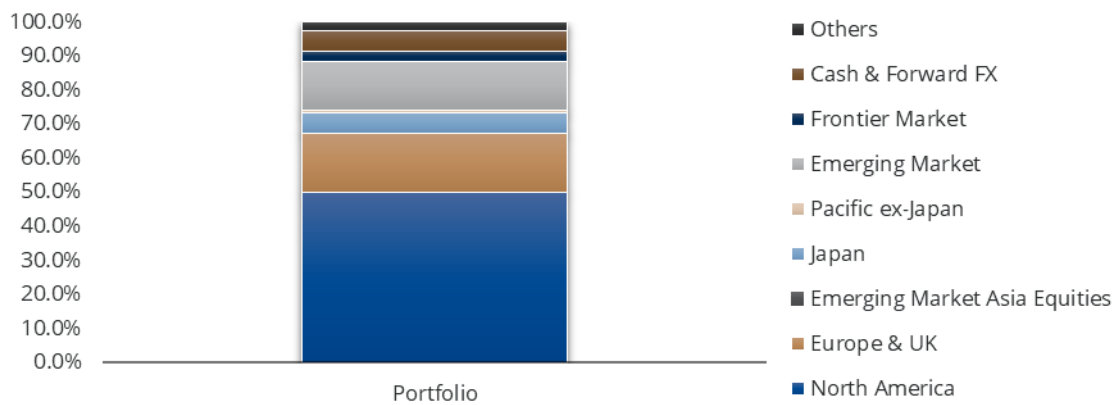
Source: BlackRock 30 Sept 2021

Fixed Income: Issuer type



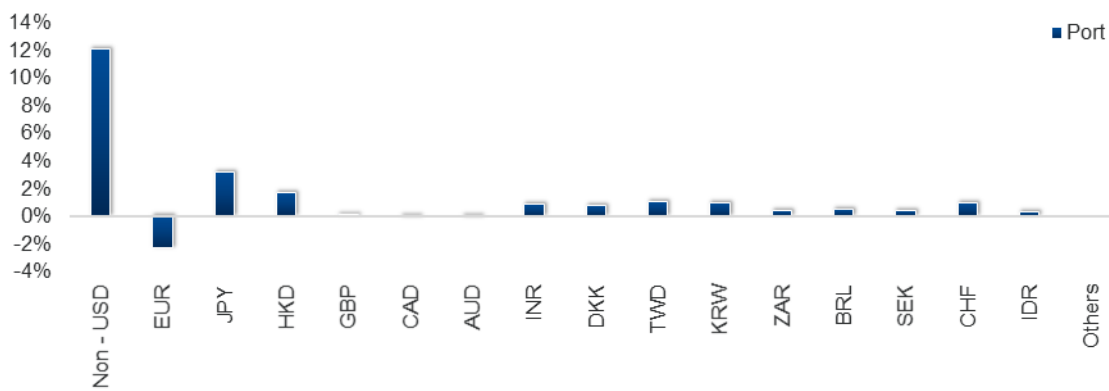
Source: BlackRock 30 Sept 2021

Country allocation



Source: BlackRock 30 Sept 2021

Currency allocation



Source: BlackRock 30 Sept 2021

PERFORMANCE CONTRIBUTION

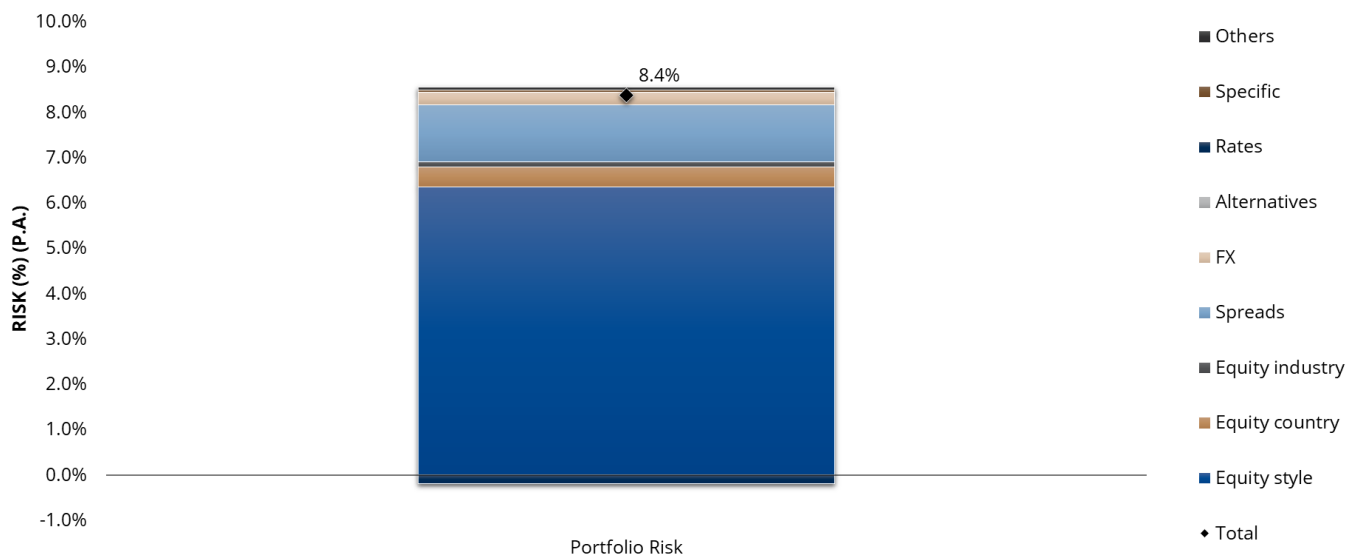
Performance contribution identifies how much of the total portfolio performance has been contributed from the underlying investments. Performance is shown in basis points below.

	MTD (%)	YTD (%)
Equities	-1.63%	6.36%
American Century Global Small Cap Equity Fund	-0.08%	0.52%
BGF Continental European Flexible Fund (Class D2 USD Hedged)	-0.32%	1.15%
BlackRock Advantage US Equity Fund (Class D Acc)	-0.51%	2.19%
iShares MSCI Japan ESG Enhanced UCITS ETF	0.09%	0.18%
iShares FTSE 100 ETF (USD Hedged Acc)	0.00%	0.20%
iShares MSCI EM ESG Enhanced UCITS ETF	-0.02%	0.08%
iShares MSCI USA ESG Enhanced UCITS ETF	-0.48%	2.21%
Schroders ISF Emerging Markets Fund	-0.31%	-0.16%
Fixed Income	-0.56%	-0.61%
Ashmore SICAV Emerging Market Debt Fund	-0.20%	-0.20%
iShares \$ Treasury Bond 1-3yr UCITS ETF	-0.01%	0.00%
iShares \$ Corp Bond 0-3yr ESG UCITS ETF	0.00%	0.01%
iShares \$ Treasury Bond 20+yr Aggregate ETF		-0.12%
iShares Core Global Aggregate Bond UCITS ETF	-0.09%	-0.02%
iShares Global Government Bond UCITS ETF (USD Hedged)	-0.07%	-0.23%
iShares Global Inflation-Linked Bond Index Fund (Class D USD Hedged)	-0.05%	0.04%
Neuberger Berman Emerging Market Debt Local Currency Fund	-0.07%	-0.14%
Neuberger Berman Emerging Market Debt Local Currency Fund		-0.04%
PGIM Global Investment Grade	-0.08%	-0.19%
Wellington Global High Yield Bond Fund	-0.01%	0.28%
Cash	0.00%	0.00%
BlackRock ICS US Dollar Liquid Environmentally Aware Fund Premier	0.00%	0.00%
Total	-2.20%	5.76%

Source: BlackRock, 30 September 2021. Performance and valuations rounded where appropriate, hence totals may not sum

RISK ANALYSIS: ABSOLUTE AND RELATIVE

The below figure breaks down the standard deviation of the portfolio. Standard deviation is a statistical estimate measuring how dispersed returns are around an average. The estimate uses the risk factor exposures and volatilities of the underlying funds, based on BlackRock's risk models, and takes into account the correlations of the factors across the portfolio. It isn't meant to predict model volatility, actual volatility of any portfolio based on the models shown will vary and may be higher.



BlackRock, 30 September 2021. Based on 230 exponentially-weighted monthly data points (36 month half life).

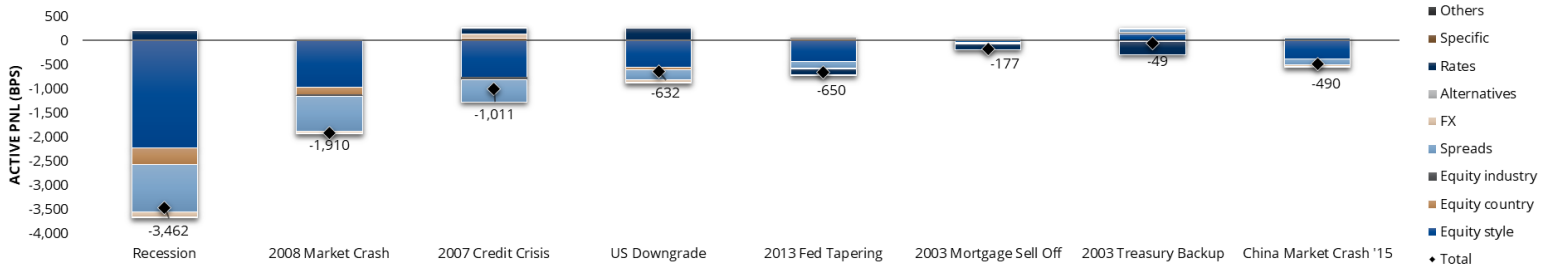
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RISK ANALYSIS: SCENARIO ANALYSIS

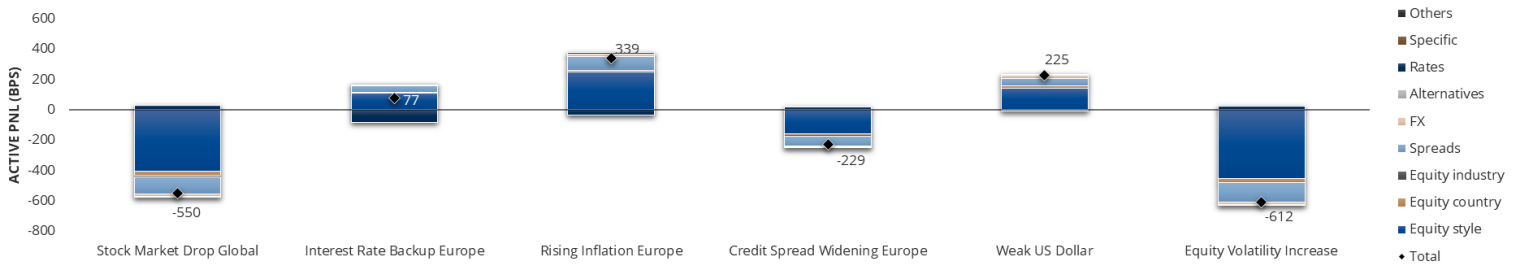
The charts below apply to different historical and forward-looking scenarios to the current portfolio. For further explanations of the scenarios, please refer to the end of the document.

Historical scenarios



BlackRock, 30 September 2021. 1bps refers to 0.01%


Forward-looking scenarios



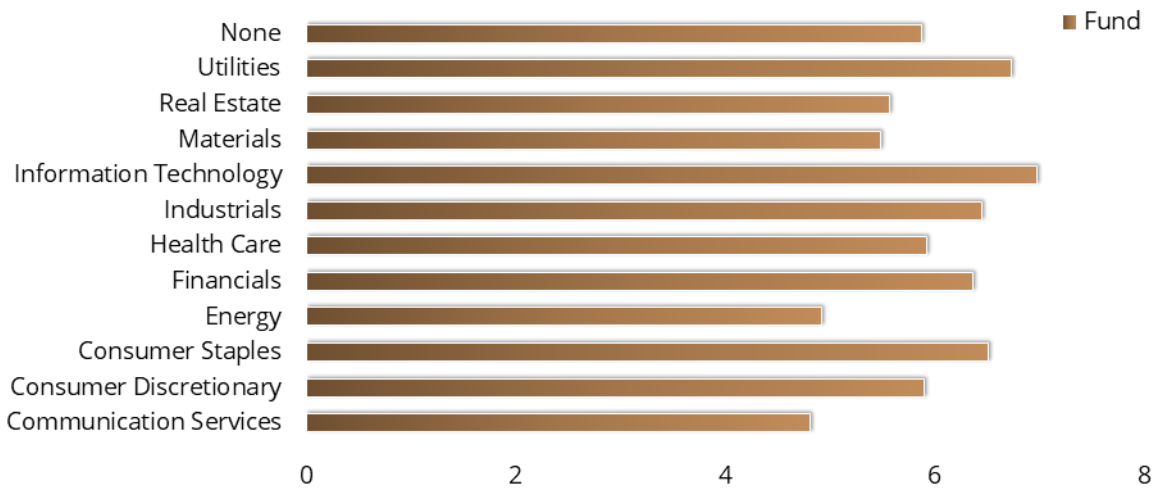
BlackRock, 30 September 2021. 1bps refers to 0.01%

ESG (ENVIRONMENTAL, SOCIAL, AND GOVERNANCE) REVIEW: CARBON AND ESG EXPOSURE

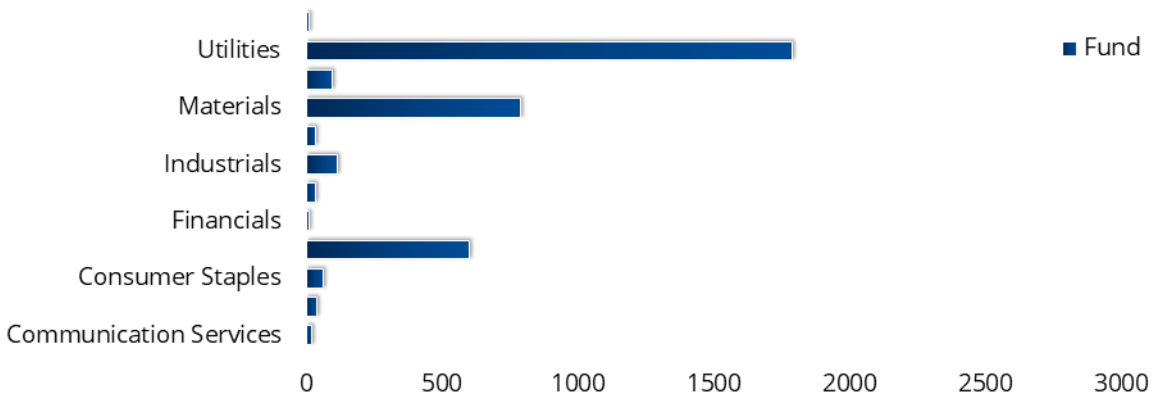
The following, refers to the portfolio's carbon and ESG exposure based on its underlying holdings. Aggregation at the total portfolio level has been done using BlackRock-approved methodology, which is explained at the end of the document. ESG data for individual funds and securities was sourced from MSCI.

ESG	Portfolio	
	ESG Coverage	95.2%
	% Market Value	
	ESG Adjusted Score	6.1
	0 (worst) - 10 (best)	
	Environment Score	6.2
0 (worst) - 10 (best)		
Social Score	5.7	
0 (worst) - 10 (best)		
Governance Score	5.3	
0 (worst) - 10 (best)		
Carbon		
	Emissions Intensity (Tot. Capital) - Latest	Fund
	(metric tonnes / \$ million total capital)	94.7
Emissions Intensity (Sales) - Latest	Fund	
(metric tonnes / \$ million total sales)	154.1	

ESG Adjusted Score by Sector



Emissions Intensity (Sales) - Latest by Sector



ESG DATA FOR FUNDS AND INDIVIDUAL SECURITIES HAS BEEN SOURCED FROM MSCI. AGGREGATION AT THE SLEEVE/ TOTAL PORTFOLIO LEVEL HAS BEEN DONE USING BLACKROCK APPROVED METHODOLOGY.

ADDITIONAL INFORMATION CAN BE FOUND IN THE GLOSSARY SLIDES

Discovery Global Growth Portfolio

MONTHLY COMMENTARY

- The Portfolio returned -2.65% over the month. Longer term, since Inception returns 19.35 % p.a.
- September was a more volatile month for financial markets owing to rising developed market government bond yields on monetary policy normalisation speculation. Assets generally sold off during the month. Both asset classes ended the month in red with Equity and Fixed Income detracting 222bps & 43bps respectively. Within Equity, US Equity was the biggest detractor

(136bps) followed by Cont. Eur Equity(43bps). In Fixed Income, EMD detracted a combined 30bps.

- In September we updated the strategic as well as tactical weights in the portfolio. Strategically, this results in reducing our allocation to Global High Yield by 0.5% and allocating the capital to Global Small Caps. Tactically, we have decided to close our overweight to High Yield and allocate the capital to EM Debt(HC). The duration of the portfolio remains unchanged This was achieved by reallocating capital from Global Government Bonds(higher duration) to short term US treasuries(lower duration)
- The portfolio risk was marginally increased over the month. Compared to the midpoint of the risk band, we continue to run marginally higher levels of volatility. The risk of the portfolio was 11%

ASSET ALLOCATION.

The tables and graphs that follow provide a look-through perspective on active allocations in the fund.

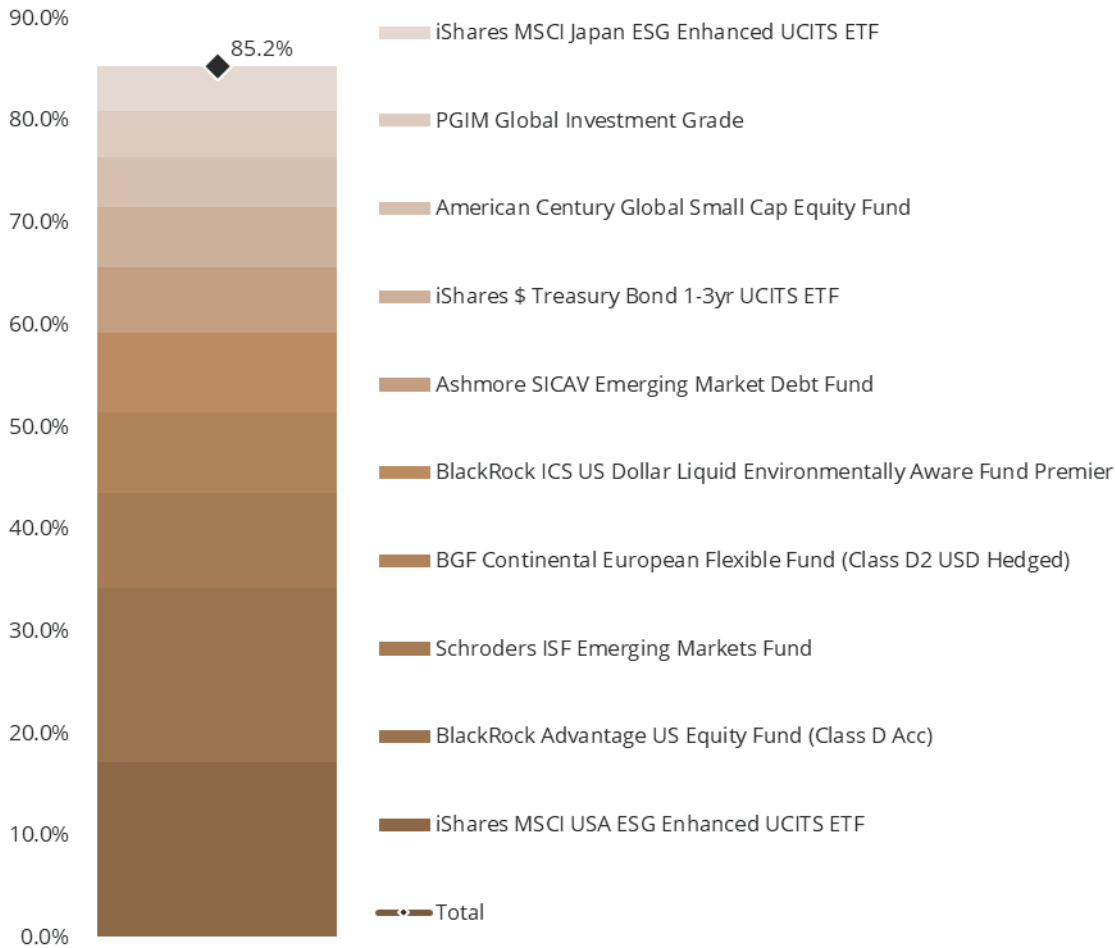
The below table reflects the exposure to each of the underlying assets at the latest reported date. This valuation will reflect market movements since the last portfolio rebalance/trade.

Asset Class		Market Value %		
		30/07/2021	30/09/2021	Change
Equities		63.3%	63.4%	-0.4%
IE00BHZPJ908	iShares MSCI USA ESG Enhanced UCITS ETF	17.1%	17.1%	-0.2%
IE00BFZP7V49	BlackRock Advantage US Equity Fund (Class D Acc)	17.1%	17.1%	-0.2%
LU0827876151	BGF Continental European Flexible Fund (Class D2 USD Hedged)	8.3%	7.9%	-0.5%
LU2049715449	Schroders ISF Emerging Markets Fund	9.4%	9.4%	0.1%
IE00BL5M8925	American Century Global Small Cap Equity Fund	4.3%	4.8%	0.5%
IE00B4L5YX21	iShares MSCI Japan ESG Enhanced UCITS ETF	4.5%	4.4%	-0.1%
IE00BYZ28W67	iShares FTSE 100 ETF (USD Hedged Acc)	2.0%	2.1%	0.1%
IE00BHZPJ239	iShares MSCI EM ESG Enhanced UCITS ETF	0.7%	0.6%	-0.1%
Fixed Income		29.1%	28.9%	0.1%
IE00BK7Y2P34	iShares Global Government Bond UCITS ETF (USD Hedged)	3.3%	1.5%	-1.7%
IE00BL5GZN70	Wellington Global High Yield Bond Fund	7.1%	3.5%	-3.6%
IE00B3VWN179	iShares \$ Treasury Bond 1-3yr UCITS ETF	4.0%	5.9%	2.0%
IE00BFLQZJ56	PGIM Global Investment Grade	4.5%	4.5%	0.1%
LU0912263752	Ashmore SICAV Emerging Market Debt Fund	3.3%	6.4%	3.1%
IE00BD0NC367	iShares Global Inflation-Linked Bond Index Fund (Class D USD Hedged)	2.7%	2.7%	0.0%
IE00BMY4BK85	Neuberger Berman Emerging Market Debt Local Currency Fund	2.2%	2.2%	0.0%
IE00BZ048579	iShares \$ Corp Bond 0-3yr ESG UCITS ETF	2.0%	2.0%	0.0%
Cash		7.6%	7.8%	0.3%
IE00BH3Z9035	BlackRock ICS US Dollar Liquid Environmentally Aware Fund Premier	7.6%	7.8%	0.3%
Total		100.0%	100.0%	

Source: BlackRock 30 Sept 2021

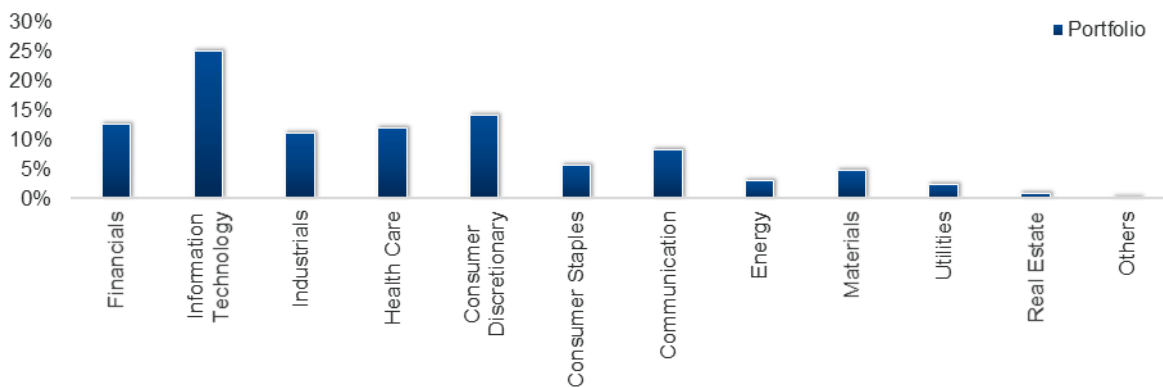
TOP 10 holdings

The following make up the top 10 holdings of the portfolio.



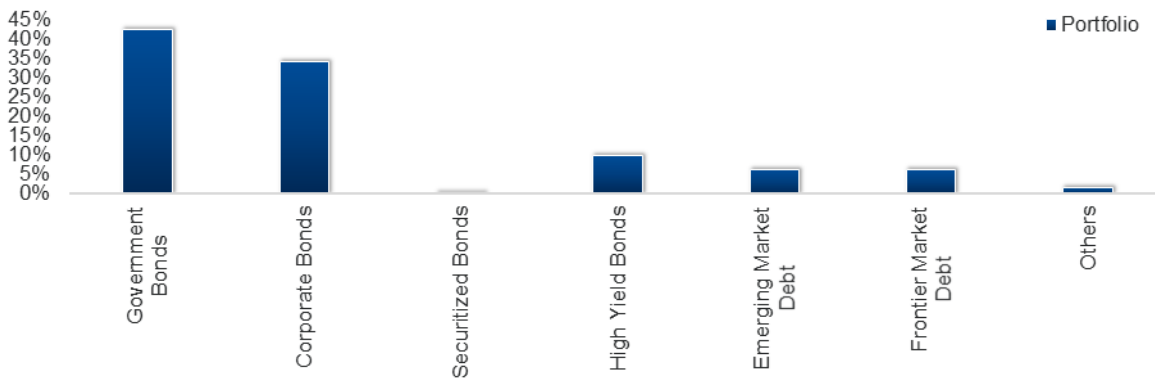
Source: BlackRock 30 Sept 2021

Equities: Sector allocation



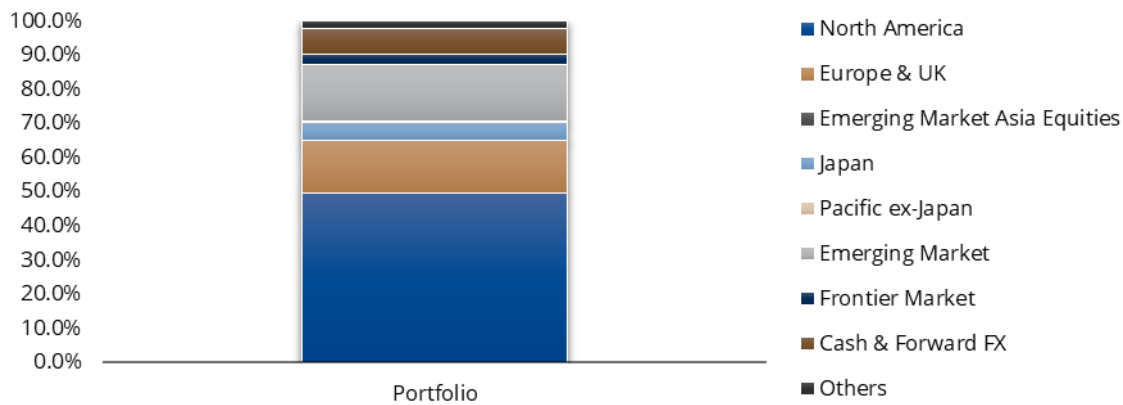
The allocations are scaled to the portfolio's total equity/fixed income allocation. Figures are based on unaudited values.

Fixed Income: Issuer type



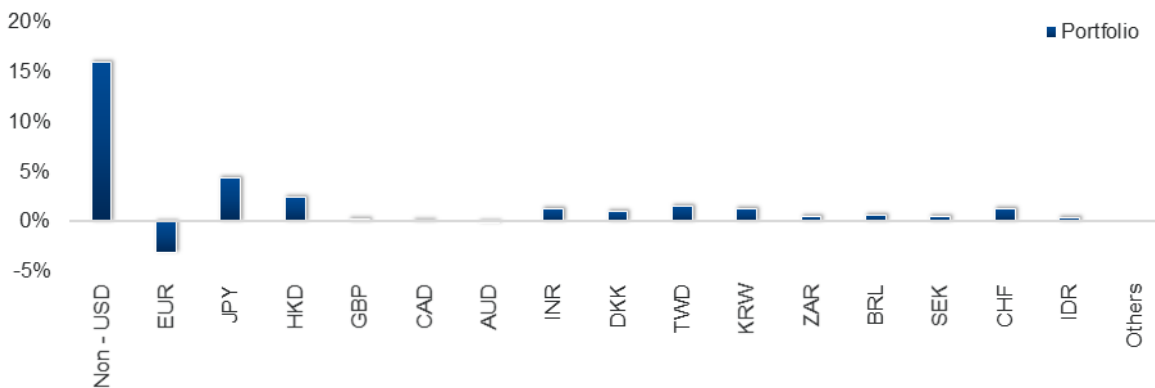
Source: BlackRock 30 Sept 2021

Country allocation



Source: BlackRock 30 Sept 2021

Currency allocation



BLACKROCK, DATA AS OF 30 SEPTEMBER 2021. FIGURES ARE BASED ON UNAUDITED VALUES.

PERFORMANCE CONTRIBUTION

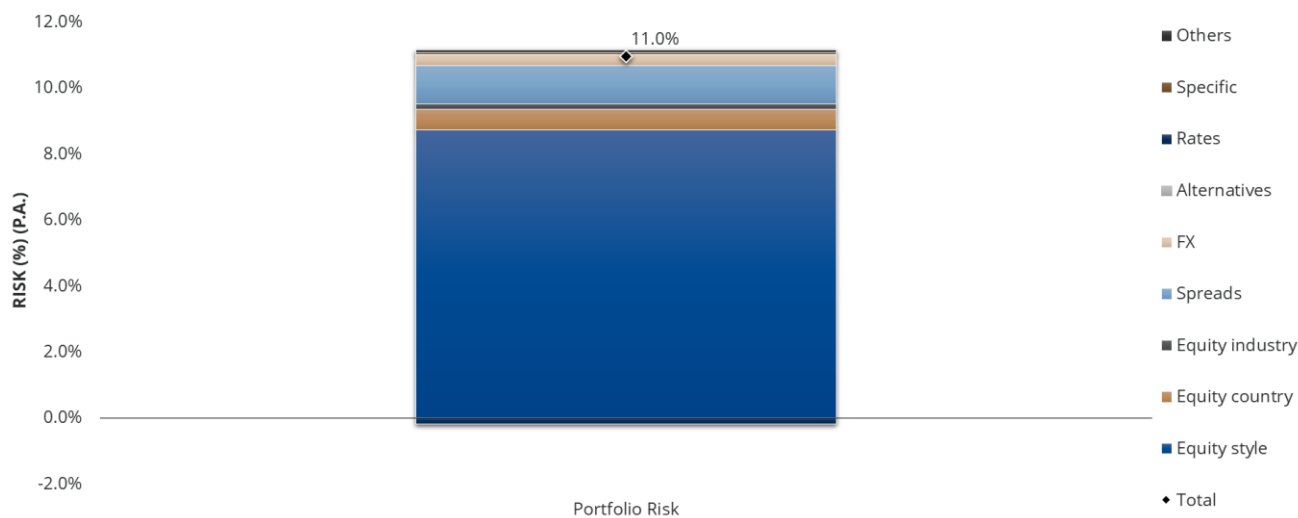
Performance contribution identifies how much of the total portfolio performance has been contributed from the underlying investments. Performance is shown in basis points below.

	MTD (%)	YTD (%)
Equities	-2.22%	8.68%
American Century Global Small Cap Equity Fund	-0.11%	0.68%
BGF Continental European Flexible Fund (Class D2 USD Hedged)	-0.43%	1.57%
BlackRock Advantage US Equity Fund (Class D Acc)	-0.70%	3.02%
iShares MSCI Japan ESG Enhanced UCITS ETF	0.12%	0.24%
iShares FTSE 100 ETF (USD Hedged Acc)	0.00%	0.27%
iShares MSCI EM ESG Enhanced UCITS ETF	-0.02%	0.06%
iShares MSCI USA ESG Enhanced UCITS ETF	-0.66%	3.03%
Schroders ISF Emerging Markets Fund	-0.42%	-0.19%
Fixed Income	-0.43%	-0.31%
Ashmore SICAV Emerging Market Debt Fund	-0.23%	-0.25%
iShares \$ Treasury Bond 1-3yr UCITS ETF	0.00%	0.00%
iShares \$ Corp Bond 0-3yr ESG UCITS ETF	0.00%	0.01%
iShares \$ Treasury Bond 20+yr Aggregate ETF	-	-0.16%
iShares Global Government Bond UCITS ETF (USD Hedged)	-0.03%	0.01%
iShares Global Inflation-Linked Bond Index Fund (Class D USD Hedged)	-0.04%	0.04%
Neuberger Berman Emerging Market Debt Local Currency Fund	-0.08%	-0.16%
Neuberger Berman Emerging Market Debt Local Currency Fund	-	-0.04%
PGIM Global Investment Grade	-0.04%	-0.08%
Wellington Global High Yield Bond Fund	-0.01%	0.32%
Cash	0.00%	0.00%
BlackRock ICS US Dollar Liquid Environmentally Aware Fund Premier	0.00%	0.00%
Total	-2.65%	8.37%

Source: BlackRock, 30 September 2021. Performance and valuations rounded where appropriate, hence totals may not sum

RISK ANALYSIS: ABSOLUTE AND RELATIVE

The below figure breaks down the standard deviation of the portfolio. Standard deviation is a statistical estimate measuring how dispersed returns are around an average. The estimate uses the risk factor exposures and volatilities of the underlying funds, based on BlackRock's risk models, and takes into account the correlations of the factors across the portfolio. It isn't meant to predict model volatility, actual volatility of any portfolio based on the models shown will vary and may be higher.



BlackRock, 30 September 2021. Based on 230 exponentially-weighted monthly data points(36 month half life).

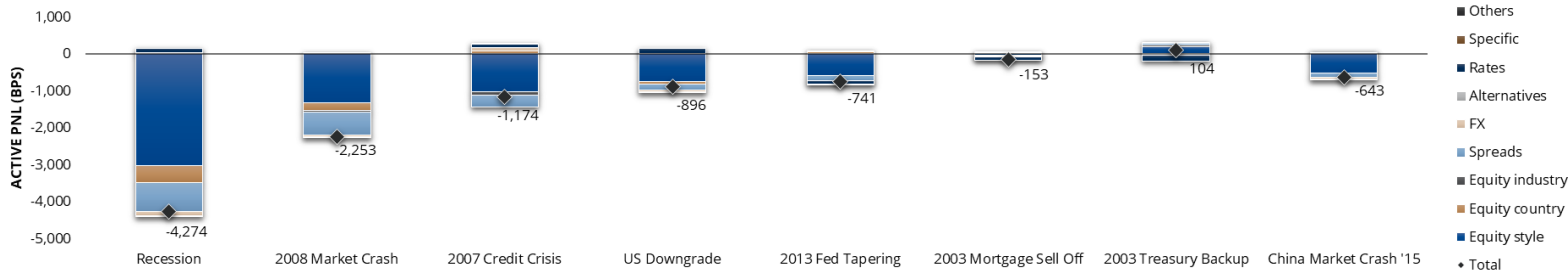
In the above:

- *Equity* measures the contribution to risk from holding equities in the portfolio. This is split between the style of equity, the country and the industry to which the equity belongs.
- *Spreads* measures the contribution to risk from holding corporate bonds and swaps in the portfolio.
- *Foreign exchange* measures the contribution to risk from unhedged currency exposure
- *Alternatives* measures the contribution to risk from holding alternative asset classes such as property, hedge funds or illiquid assets.
- *Rates* illustrates the risk of the values of the assets changing when there is a change to the level of interest rates.
- *Specific* measures idiosyncratic risk due to the unique circumstances of a particular security and not the market as a whole.
- *Others* measures risks that are not attributed to any of the factors listed above. It includes, but is not limited to, risks attributed to convexity, cash, and cash equivalents.

RISK ANALYSIS: SCENARIO ANALYSIS

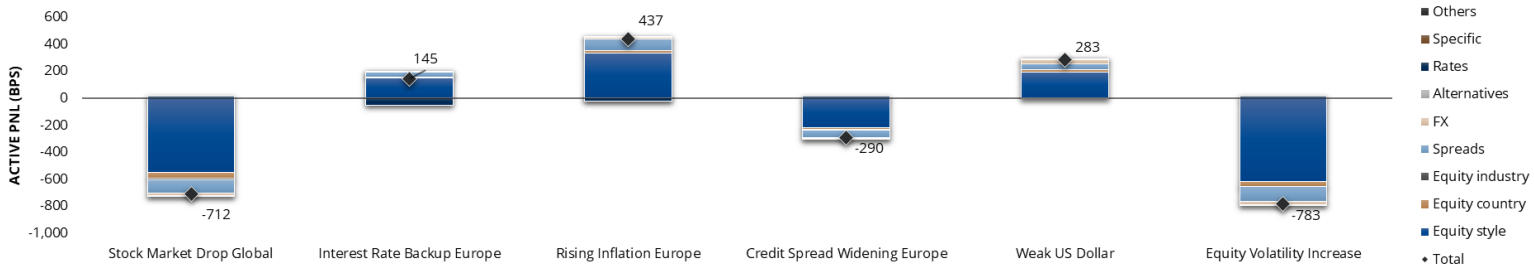
The charts below apply different historical and forward-looking scenarios to the current portfolio. For further explanations of the scenarios, please refer to the end of the document.

Historical scenarios



BlackRock, 30 September 2021. 1bps refers to 0.01%


Forward-looking scenarios



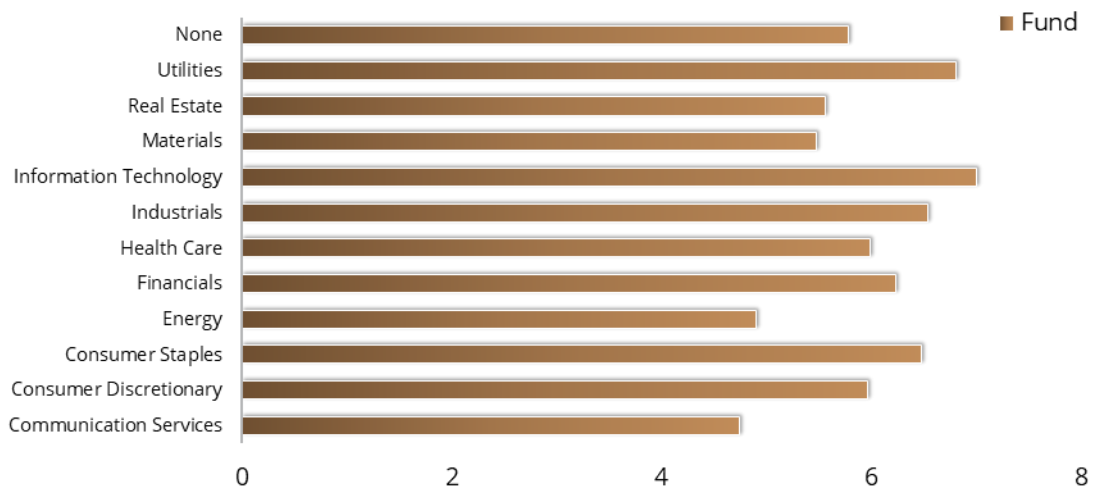
BlackRock, 30 September 2021. 1bps refers to 0.01%

ESG (ENVIRONMENTAL, SOCIAL, AND GOVERNANCE) REVIEW: CARBON AND ESG EXPOSURE

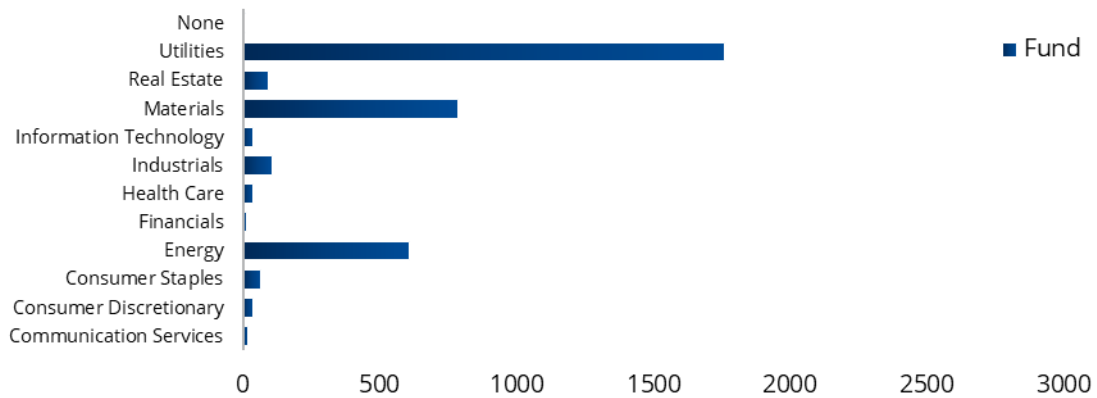
The following refers to the portfolio's carbon and ESG exposure based on its underlying holdings. Aggregation at the total portfolio level has been done using BlackRock-approved methodology which is explained at the end of the document. ESG data for individual funds and securities was sourced from MSCI.

		Portfolio
ESG	ESG Coverage	95.7%
	% Market Value	
	ESG Adjusted Score	6.1
	0 (worst) - 10 (best)	
	Environment Score	6.3
	0 (worst) - 10 (best)	
	Social Score	5.5
	0 (worst) - 10 (best)	
	Governance Score	5.1
	0 (worst) - 10 (best)	
Carbon		
	Emissions Intensity (Tot. Capital) - Latest	93.6
	(metric tonnes / \$ million total capital)	
	Emissions Intensity (Sales) - Latest	143.3
(metric tonnes / \$ million total sales)		

ESG Adjusted Score by Sector



Emissions Intensity (Sales) - Latest by Sector



ESG data for funds and individual securities has been sourced from MSCI. Aggregation at the sleeve/ total portfolio level has been done using BlackRock approved methodology.

Additional Information can be found in the Glossary slides

Notes, definitions and disclaimers

SCENARIO DESCRIPTIONS

- *Recession*: The largest market drawdown of the financial crisis of the period. December 2007 to March 2009.
- *Crash 2008*: Performance during the year 2008.
- *Crash 2007*: Performance during the year 2007.
- *US Downgrade*: Period starts with 50% chance of US downgrade indication from S&P Standards and ends with Operational Twist announcement by Fed.
- *2013 Fed Tapering*: Tapering Talks stirred the market since Congress Testimony by Bernanke with both equity and bond markets sold off.
- *2003 Mortgage Sell Off*: Mortgage sell-off of 2003.
- *2003 Treasury Backup*: Backup of treasuries in 2003.
- *China Market Crash*: Chinese stock market crash beginning with the popping of the stock market bubble on 12 June 2015.
- *Stock Market Drop Global*: Global Stock markets are shocked with a one percentile drawdown.
- *Interest Rate Backup Europe*: European Rates are shocked with a one percentile increase.
- *Rising Inflation Europe*: European Inflation is shocked with a one percentile increase.
- *Credit Spread Widening Europe*: Credit Spreads for European Corporate bonds are shocked with a one percentile Credit Spread Widening.
- *Weak US dollar*: US dollar is shocked with one a percentile drop.
- *Equity Volatility Increase*: Equity Volatility is shocked with a one percentile increase.

ESG (ENVIRONMENTAL, SOCIAL, AND GOVERNANCE) METHODOLOGY AND ASSUMPTIONS

The above metrics are based on the following methodology and can be interpreted as follows:

	Metric	Methodology	Interpretation
ESG	ESG Score (Adjusted)	Best scoring company within a peer group is be given a score of 10, the worst scoring one will be given a score of 0 and a normal distribution will be applied for the ones in between.	Indicates how well an issuer manages its most material ESG risks relative to sector peers (0 worst, 10 best). Makes company scores across different industries comparable.
	Environment Score	Weighted average of key issue scores falling under the Environmental Pillar.	Indicates how well an issuer manages environmental risks such as greenhouse gas emissions, deforestation etc. relative to sector peers. (0 worst, 10 best).

	Social Score	Weighted average of key issue scores falling under the Social Pillar.	Indicates how well an issuer deals with social issues such as working conditions, employee relations & diversity etc. relative to sector peers. (0 worst, 10 best).
	Governance Score	Weighted average of key issue scores falling under the Governance Pillar.	Indicates how well an issuer deals with governance matters such as executive pay, tax strategy etc. relative to sector peers. (0 worst, 10 best).
Carbon	Emissions Financed (metric tonnes / \$ million total capital)	$\sum \left(\frac{\text{Scope 1 \& 2 GHG Emissions}}{\text{Total Capital}} \right)$	Emissions normalized by total capital (total debt + total equity). With every million dollar invested x metric tons of emissions are financed.
	Emissions Intensity (metric tonnes / \$ million sales)	$\sum \left(\frac{\text{Scope 1 \& 2 GHG Emissions}}{\text{Total Sales}} \right)$	Emissions normalized by total sale. With every million dollar revenue x metric tons of emissions are financed.

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