

Newton

Global investment manager with assets under management of £76.6 billion, providing investment solutions since 1978.

Assets under management¹

Strategy (£m)	691.14
Representative portfolio (£m)	238.34

General information²

Number of holdings	122
12 month turnover (%)	28.70

Strategy characteristics (3 yr ex-post)

Volatility (%pa)	8.06
------------------	------

Yield

Newton Multi-Asset Income (GBP) Strategy (%)	4.18
Yield Reference (%)	2.66

Strategy characteristics calculated on a rolling three year basis.

¹Source: Newton as at 31/03/2025. Please refer to Important Information page for more detail.

²Source: BNY Mellon Multi-Asset Income Fund as at 31/03/2025

Strategy available through pooled UK vehicle via

BNY Mellon Multi-Asset Income Fund

Contact us

institutional@newtonim.com | 020 7163 9000

Follow us

www.newtonim.com

<https://twitter.com/NewtonIM>

[Newton Investment Management](#)

For professional investors only. Please read the important information at the back of this document. Newton claims compliance with the Global Investment Performance Standards (GIPS).

Strategy objective

The strategy seeks to provide income with the potential for capital growth over the longer term by investing in a broad diversified multi-asset portfolio. The portfolio aims to yield 30% more than a reference yield comprising 60% MSCI AC World Index (equities) and 40% ICE BofA Global Broad Market GBP Hedged Index (bonds).

Investment approach

The strategy invests in a diversified range of assets, from equities and bonds to alternative assets. Income is set at portfolio level, allowing the manager to determine where best to achieve income and where to seek capital growth. In-house research analysts are at the core of our investment process, and our multidimensional research capabilities help to promote better-informed investment decisions.

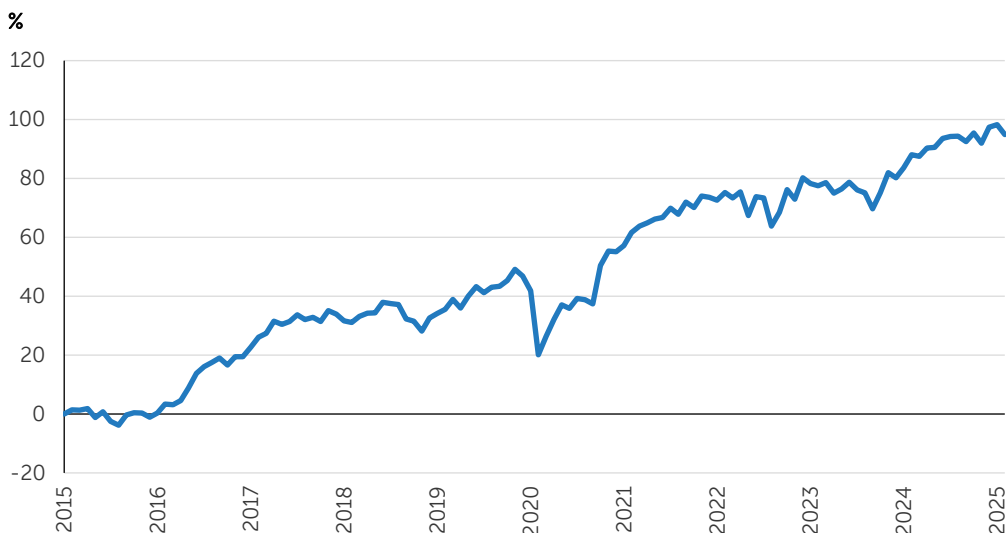
Investment team

The Multi-Asset Income strategy, with assets under management totalling £0.7 billion, is managed by a team of two portfolio managers who sit within our Mixed Assets and Charities team. The team consists of eight investment professionals, with an average of 23 years' investment experience, managing £11.7bn of assets overall.

Portfolio managers Paul Flood & Bhavin Shah

Performance (%) - since inception (gross)

6.84% pa Newton Multi-Asset Income (GBP) Strategy



Performance (%) - net and gross

	Quarterly				Annualised			
	Q1 2025	Q4 2024	Q3 2024	Q2 2024	1 year	3 years	5 years	10 years
Newton Multi-Asset Income (GBP) Strategy (Net)	1.41	-1.37	1.86	1.22	3.13	3.09	9.61	6.22
Newton Multi-Asset Income (GBP) Strategy (Gross)	1.54	-1.24	1.99	1.34	3.64	3.61	10.16	6.75

Source: Newton FactSet, Newton Multi-Asset Income (GBP) composite. As at 31/03/2025. Composite inception: 28/02/2015. This is supplemental information to the GIPS compliant information. Performance is stated net and gross of management fees. The net-of-fee returns are calculated by deducting an annual management charge of 0.5% from the composite gross-of-fee returns. The impact of fees can be material. A fee schedule providing further detail is available upon request. The 60% MSCI AC World index and 40% ICE BofA Global Broad Market GBP Hedged index is used as a comparator for this strategy. The strategy does not aim to replicate either the composition or the performance of the yield reference.

Strategy commentary

Performance commentary

Global equities fell in the first quarter as a global trade war intensified, with investors rotating into safe havens as gold prices climbed to a fresh record and US Treasury bond yields fell sharply. Major US technology stocks slumped amid fears about high valuations after Chinese firm DeepSeek released a rival, low-cost artificial intelligence (AI) model. Earlier in the quarter, positive sentiment helped markets around the world hit record highs, including the US. However, overall, US stocks performed weakly as souring global trade relations unnerved investors. UK and European markets delivered positive returns, helped by expectations of increased defence spending. Asian and emerging markets also performed positively in local-currency terms.

Against this backdrop, the strategy posted a positive return. Within the equity portfolio, stock selection in financials made a positive contribution to performance. In alternatives, holdings in energy storage gained ground, although this was offset by the weakness of renewable-energy stocks.

Among financials, notable contributors included Suncorp Group and CME Group. Australian financial services provider Suncorp reported that interim earnings had nearly doubled, boosted by the sale of its banking operations, while derivatives marketplace CME performed well as investors anticipated higher trading activity given the more uncertain financial environment.

Aerospace and defence company BAE Systems performed well as countries around the globe committed to increasing their defence spending due to the US threat to withdraw its security umbrella from its allies.

The strategy's holding in SPIE made a positive contribution on encouraging fourth quarter results. SPIE is a solution provider for the energy transition, as a substantial proportion of its business is focused on energy efficiency, installing equipment such as HVAC (heating, ventilation and air conditioning) and heat pumps.

Among consumer staples, British American Tobacco (BAT) was a major contributor as a broker upgrade highlighted growth in the company's new categories unit, which includes vapes and oral nicotine products, focused on expansion in the US.

In the technology sector, holdings in leading Taiwanese semiconductor manufacturer TSMC and iPhone maker Apple weakened on concerns over proposed US tariffs.

Negative sentiment weighed on the strategy's renewable-energy stocks, with investment trusts Greencoat UK Wind and Renewables Infrastructure Group the main detractors.

Among consumer discretionary stocks, discount operator B&M European Value Retail issued a profit warning and announced its chief executive would soon step down.

Investment strategy and outlook

Policy uncertainty has negatively affected both consumer and business confidence. While economic data is not yet exhibiting significant weakness, a prolonged period of policy fluidity is not a conducive environment for business investment. The challenge for the new US administration is to achieve the desired restructuring of the US's trading relationships and fiscal position, without causing significant short-term economic weakness. However, some disturbance is inevitable, even if the outcome is eventually successful. A plateauing in the rate of policy change should improve confidence, along with any easing of business regulations and the taxation regime. Nevertheless, potential for short-term volatility remains unusually high. Our multidimensional research is well suited to this environment, where significant geopolitical events interact with market dynamics to create a range of potential investment outcomes. We will continue to position the strategy to capitalise on the longer-term trends we identify in global markets.

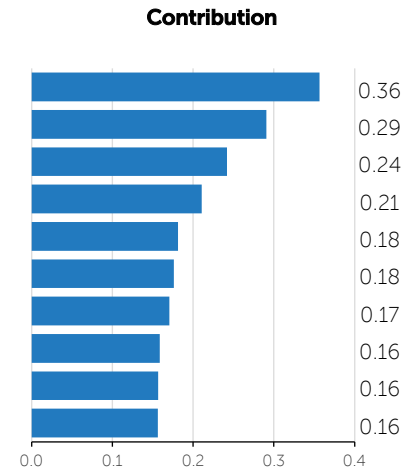
Contribution by asset class & sector (%)

	Portfolio weight	3 months		12 months	
		Portfolio return	Contribution	Portfolio return	Contribution
Equities	53.88	1.94	1.17	2.71	1.51
Energy	3.89	6.55	0.29	-9.94	-0.43
Basic Materials	1.82	-6.47	-0.12	1.92	0.09
Industrials	8.38	2.77	0.34	-3.49	-0.33
Consumer Staples	5.00	10.28	0.41	26.14	0.92
Health Care	3.77	9.84	0.36	5.33	0.16
Consumer Discretionary	4.77	-3.76	-0.18	-20.93	-1.22
Telecommunications	0.92	-1.01	-0.01	-39.97	-0.64
Utilities	2.48	8.27	0.19	2.63	0.06
Financials	15.75	5.35	0.79	17.94	2.35
Technology	7.10	-11.25	-0.89	5.60	0.54
Bonds	20.50	0.95	0.24	0.67	0.18
Government Bonds	12.75	0.00	0.01	-0.68	-0.06
Investment Grade Bonds	2.12	1.05	0.04	5.15	0.18
Sub Investment Grade Bonds	2.91	1.03	0.04	6.96	0.30
Emerging Market Bonds	2.72	5.50	0.15	-6.84	-0.23
Alternatives	21.12	-1.73	-0.32	8.43	1.63
Infrastructure	2.82	0.02	-0.01	6.81	0.16
Economic Infrastructure	2.44	-3.03	-0.08	4.27	0.10
Energy Storage & Efficiency	3.34	13.12	0.40	29.05	0.53
Property	2.99	0.47	-0.01	32.19	0.26
CLO Equity	0.81	8.58	0.07	42.27	0.31
Direct Lending	0.20	-0.50	-0.00	-34.71	-0.11
Renewable Energy	7.19	-8.28	-0.60	-13.49	-1.02
Asset Financing	1.33	-6.67	-0.09	13.56	0.30
Royalties	-	-	-	49.36	1.10
Currency Hedging	0.48	-	0.33	-	0.80
Cash	4.02	-	0.03	-	0.13

Source: Newton FactSet as at 31/03/2025. Portfolio details relate to a representative portfolio, BNY Mellon Multi-Asset Income Fund, which adheres to the same investment approach as the strategy. The strategy does not aim to replicate either the composition or performance of the yield reference.

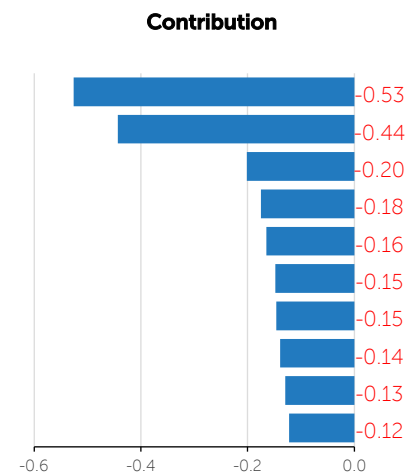
Contribution by security top 10 (%) - 3 months

Security	Portfolio weighting
SPIE SA	1.42
BAE Systems PLC	1.10
British American Tobacco PLC	2.00
Harmony Energy Income Tst PLC	0.81
Suncorp Group Ltd	0.70
Blackstone Loan Financing	-
CME Group Inc	1.66
Zurich Insurance Group AG	1.33
Gresham House Energy Storage	0.57
B3 SA - Brasil Bolsa Balcao	0.77



Contribution by security bottom 10 (%) - 3 months

Security	Portfolio weighting
Taiwan Semiconductor Manufacturing	2.29
Greencoat UK Wind PLC	2.75
B&M European Value Retail SA	0.77
Blackstone Loan Financing	0.00
Apple Inc	0.99
Ferguson Enterprises Inc	1.18
IRB InvIT Fund	0.76
Microsoft Corp	0.90
The Renewables Infra Group Ltd	1.20
Rentokil Initial PLC	0.78



Security positioning (absolute %)

Top 10 holdings	Portfolio
Greencoat UK Wind PLC	2.75
UK Treasury Gilt 3.5% 22/01/2045 GBP0.01	2.33
Taiwan Semiconductor Manufacturing	2.29
USA Treasury Bonds 2.875% 15/05/2043 USD100	2.02
British American Tobacco PLC	2.00
Jiangsu Expressway Co Ltd	1.69
CME Group Inc	1.66
AIA Group Ltd	1.64
Phoenix Group Holdings PLC	1.51
UK Treasury Gilt 4.25% 07/09/2039 GBP0.01	1.45

Source: Newton FactSet as at 31/03/2025. Portfolio details relate to a representative portfolio, BNY Mellon Multi-Asset Income Fund, which adheres to the same investment approach as the strategy. The strategy does not aim to replicate either the composition or performance of the yield reference.

Transaction highlights

Purchases



Foresight Solar Fund Alternatives

We added to Foresight Solar Fund, as we have confidence in the dividend cover and the long-term outlook.



Foresight Environmental Infrastructure Alternatives

We topped up Foresight Environmental Infrastructure, as the high yield is attractive, and we remain positive on the company's long-term prospects.



Gore Street Energy Storage Fund Alternatives

We added to Gore Street Energy Storage Trust, as recent share-price weakness suggested the market was underestimating the potential for higher revenues from the energisation of US assets and the monetisation of ICT in 2025.



SDCL Energy Storage Fund Alternatives

We added to SDCL Energy Storage Fund as the shares were trading at a substantial discount to net asset value and offer a compelling yield for income investors.



AIA Group Financials

We added to Asia's largest insurer as continuing growth in the region's savings market should underpin asset growth.

Transaction details relate to a representative portfolio, BNY Mellon Multi-Asset Income Fund, which adheres to the same investment approach as the strategy. Securities mentioned are only for illustrating the investment process of Newton Investment Management. These opinions should not be construed as investment or any other advice and are subject to change. This page is for information purposes only and does not constitute an offer or solicitation to invest.

Transaction highlights

Sales



Doric Nimrod Air Two
Alternatives

We sold aircraft leasing business Doric Nimrod Air Two in favour of higher-yielding alternatives.



Prudential
Financials

We sold Prudential and switched into preferred Asia-focused insurer AIA Group.



Smiths Group
Industrials

We exited conglomerate Smiths Group following a rally in the share price as the dividend yield on the shares is now less attractive.



Walmart de Mexico
Consumer discretionary

We sold the Mexican subsidiary of US discount retailer Walmart, due to concerns over the deteriorating competitive environment



Ocado Group
Corporate bonds

We sold bonds issued by online grocery retailer Ocado, as credit spreads had tightened and reinvested in higher-yielding alternatives.

Transaction details relate to a representative portfolio, BNY Mellon Multi-Asset Income Fund, which adheres to the same investment approach as the strategy. Securities mentioned are only for illustrating the investment process of Newton Investment Management. These opinions should not be construed as investment or any other advice and are subject to change. This page is for information purposes only and does not constitute an offer or solicitation to invest.

Key risks

Newton Multi-Asset Income (GBP) Strategy

Past performance is not a guide to future performance. Your capital may be at risk. The value of investments and the income from them can fall as well as rise and investors may not get back the original amount invested. Tax treatment depends on the individual circumstances of each client and may be subject to change in the future. Newton is not a tax expert and independent tax and/or legal advice should be sought.

Investment performance %

	Mar 24 to Mar 25	Mar 23 to Mar 24	Mar 22 to Mar 23	Mar 21 to Mar 22	Mar 20 to Mar 21
Newton Multi-Asset Income (GBP) Strategy - Net	3.13	5.45	0.75	7.90	33.86
Newton Multi-Asset Income (GBP) Strategy - Gross	3.64	5.97	1.25	8.44	34.53

Performance calendar years %

	YTD 2025	2024	2023	2022	2021
Newton Multi-Asset Income (GBP) Strategy - Net	1.41	4.92	4.65	-1.07	11.44
Newton Multi-Asset Income (GBP) Strategy - Gross	1.54	5.45	5.17	-0.58	12.00

Source: Newton. As at 31/03/2025

Source: Newton FactSet, Newton Multi-Asset Income (GBP) composite. As at 31/03/2025. Performance is stated net and gross of management fees. The net-of-fee returns are calculated by deducting an annual management charge of 0.5% from the composite gross-of-fee returns. The impact of fees can be material. A fee schedule providing further detail is available upon request.

*60% MSCI AC World index and 40% ICE BofA Global Broad Market GBP Hedged is used as a comparator for this portfolio. The portfolio does not aim to replicate either the composition or the performance of the yield reference.

Risk factors

- **Objective/Performance Risk:** There is no guarantee that the strategy will achieve its objectives.
- **Currency Risk:** This strategy invests in international markets which means it is exposed to changes in currency rates which could affect the value of the strategy.
- **Derivatives Risk:** Derivatives are highly sensitive to changes in the value of the asset from which their value is derived. A small movement in the value of the underlying asset can cause a large movement in the value of the derivative. This can increase the sizes of losses and gains, causing the value of your investment to fluctuate. When using derivatives, the strategy can lose significantly more than the amount it has invested in derivatives.
- **Changes in Interest Rates & Inflation Risk:** Investments in bonds/money market securities are affected by interest rates and inflation trends which may negatively affect the value of the strategy.
- **Credit Ratings and Unrated Securities Risk:** Bonds with a low credit rating or unrated bonds have a greater risk of default. These investments may negatively affect the value of the strategy.
- **Credit Risk:** The issuer of a security held by the strategy may not pay income or repay capital to the strategy when due.
- **Emerging Markets Risk:** Emerging Markets have additional risks due to less-developed market practices.
- **Shanghai-Hong Kong Stock Connect and/or the Shenzhen-Hong Kong Stock Connect ('Stock Connect') risk:** The strategy may invest in China A shares through Stock Connect programmes. These may be subject to regulatory changes and quota limitations. An operational constraint such as a suspension in trading could negatively affect the strategy's ability to achieve its investment objective.
- **CoCos Risk:** Contingent Convertible Securities (CoCos) convert from debt to equity when the issuer's capital drops below a pre-defined level. This may result in the security converting into equities at a discounted share price, the value of the security being written down, temporarily or permanently, and/or coupon payments ceasing or being deferred.
- **Counterparty Risk:** The insolvency of any institutions providing services such as custody of assets or acting as a counterparty to derivatives or other contractual arrangements, may expose the strategy to financial loss.
- **Investment in Infrastructure Companies Risk:** The value of investments in Infrastructure Companies may be negatively impacted by changes in the regulatory, economic or political environment in which they operate.
- **High Yield Companies Risk:** Companies with high-dividend rates are at a greater risk of being able to meet these payments and are more sensitive to interest rate risk.
- **China Interbank Bond Market and Bond Connect Risk :** The strategy may invest in China interbank bond market through connection between the related Mainland and Hong Kong financial infrastructure institutions. These maybe subject to regulatory changes, settlement risk and quota limitations. An operational constraint such as a suspension in trading could negatively affect the strategy's ability to achieve its investment objective.

Important information

This is a financial promotion and has been issued by Newton Investment Management Ltd. 'Newton' and/or 'Newton Investment Management' is a corporate brand which refers to the following group of affiliated companies: Newton Investment Management Limited (NIM), Newton Investment Management North America LLC (NIMNA) and Newton Investment Management Japan Limited (NIMJ). NIMNA was established in 2021 and NIMJ was established in March 2023. In the United Kingdom, NIM is authorised and regulated by the Financial Conduct Authority ('FCA'), 12 Endeavour Square, London, E20 1JN, in the conduct of investment business. Registered in England no. 01371973. NIM and NIMNA are both registered as investment advisors with the Securities & Exchange Commission ('SEC') to offer investment advisory services in the United States. NIM's investment business in the United States is described in Form ADV, Part 1 and 2, which can be obtained from the SEC.gov website or obtained upon request. NIMJ is authorised and regulated by the Japan Financial Services Agency (JFSA). All firms are indirect subsidiaries of The Bank of New York Mellon Corporation ('BNY').

Newton's assets under management are as of the most recent quarter end, unless noted otherwise. Newton's assets under management include assets collectively managed by NIM, NIMNA and NIMJ. In addition, AUM for Newton includes assets of bank-maintained collective investment funds for which Newton has been appointed sub-advisor, where Newton personnel act as dual officers of affiliated companies and assets of wrap fee account(s) for which Newton provides sub-advisory services to the primary manager of the wrap program.

Material in this publication is for general information only. The opinions expressed in this document are those of Newton and should not be construed as investment advice or recommendations for any purchase or sale of any specific security or commodity. Certain information contained herein is based on outside sources believed to be reliable, but its accuracy is not guaranteed.

Any reference to a specific security, country or sector should not be construed as a recommendation to buy or sell investments in those countries or sectors. Please note that strategy holdings and positioning are subject to change without notice.

This document may not be used for the purpose of an offer or solicitation in any jurisdiction or in any circumstances in which such offer or solicitation is unlawful or not authorised. This material (or any portion thereof) may not be copied or distributed without Newton's prior written approval.

The 60% MSCI AC World index and 40% ICE BofA Global Broad Market GBP Hedged index is used as a comparator for this strategy. The strategy does not aim to replicate either the composition or the performance of the yield reference. The Newton Multi-Asset Income (GBP) Strategy composite includes any Newton managed segregated accounts that follow the strategy and the BNY Mellon Multi-Asset Income Fund.

Newton manages a variety of investment strategies. How ESG analysis is integrated into Newton's strategies depends on the asset classes and/or the particular strategy involved. ESG can be one of many inputs into the fundamental analysis. Newton will make investment decisions that are not based solely on ESG analysis. Other attributes of an investment may outweigh ESG analysis when making investment decisions.

Newton claims compliance with the Global Investment Performance Standards (GIPS®). To receive a list of composite descriptions and/or list of Broadly Distributed Pooled Funds and/or a GIPS Report contact Newton at +44 (0)20 7163 9000 or write to Newton at contact@newtonim.com. Model Fees are used to calculate the strategy's net returns and performance returns include the reinvestment of dividends and other earnings. GIPS® is a registered trademark of CFA Institute. CFA Institute does not endorse or promote this organization, nor does it warrant the accuracy or quality of the content contained herein.

Newton Multi-Asset Income Composite contains fully discretionary portfolios which have an unconstrained multi-asset investment mandate with a primary aim to provide a regular monthly income along with a secondary aim of capital growth over the long term. As the primary aim is income generation rather than capital growth this strategy is not measured against a market index. Returns include the effect of foreign currency exchange rates.

The Global Industry Classification Standard ("GICS") was developed by and is the exclusive property and a service mark of MSCI Inc. ("MSCI") and Standard & Poor's, a division of The McGraw-Hill Companies, Inc. ("S&P") and is licensed for use by Newton Investment Management. Neither MSCI, S&P nor any third party involved in making or compiling the GICS or any GICS classifications makes any express or implied warranties or representations with respect to such standard or classification (or the results to be obtained by the use thereof), and all such parties hereby expressly disclaim all warranties of originality, accuracy, completeness, merchantability and fitness for a particular purpose with respect to any of such standard or classification. Without limiting any of the foregoing, in no event shall MSCI, S&P, any of their affiliates or any third party involved in making or compiling the GICS or any GICS classifications have any liability for any direct, indirect, special, punitive, consequential or any other damages (including lost profits) even if notified of the possibility of such damages.

The new "Industry Classification Benchmark" (ICB) framework adopted by FTSE indices in March 2021 is now reflected in the report.