

## STRATEGY & OBJECTIVE

The Best Ideas Portfolio is a diversified portfolio (not a fund) of global equities, which we believe to be well positioned to outperform the wider equity market over the longer term. The portfolio has a bias towards developed market, large capitalisation stocks.

## PORTFOLIO PERFORMANCE (GBP)<sup>1,2</sup>

	Annualised						
Return (%)	S. Inception	5 Years	3 Years	1 Year	3 Months	1 Month	YTD
<b>Best Ideas Portfolio</b>	12.0	12.2	11.8	21.1	2.3	1.3	12.9
<b>MSCI World</b>	11.6	12.6	10.6	21.6	2.9	2.6	9.8
<b>Relative</b>	0.4	-0.4	1.1	-0.5	-0.6	-1.3	3.1

Risk (%)	Largest Drawdown	Volatility (Annualised)
<b>Best Ideas Portfolio</b>	30.4	14.8
<b>MSCI World</b>	26.2	15.1

## MARKET COMMENTARY

Following a challenging April, global equity markets rebounded strongly in May, fuelled by renewed investor optimism about expected rate cuts later in the year. Over the month, the DJIA, S&P 500, NASDAQ, Euro STOXX 50 and FTSE 100 all recorded positive returns of 2.6%, 5.0%, 7.0%, 2.4% and 2.0%, respectively and measured in their local currencies. In fixed income markets, yields on US and UK 10-year bonds declined by 18.1 and 2.9 basis points, respectively driven by the markets continued anticipation around the timing and pace of interest rate cuts. In commodities, Brent Crude oil was down 4.7% over the month, after peaking in April, due to OPEC+'s plans to phase out voluntary production cuts later in the year. The pound was up 1.9% and 1.6% against the US dollar and euro, respectively.

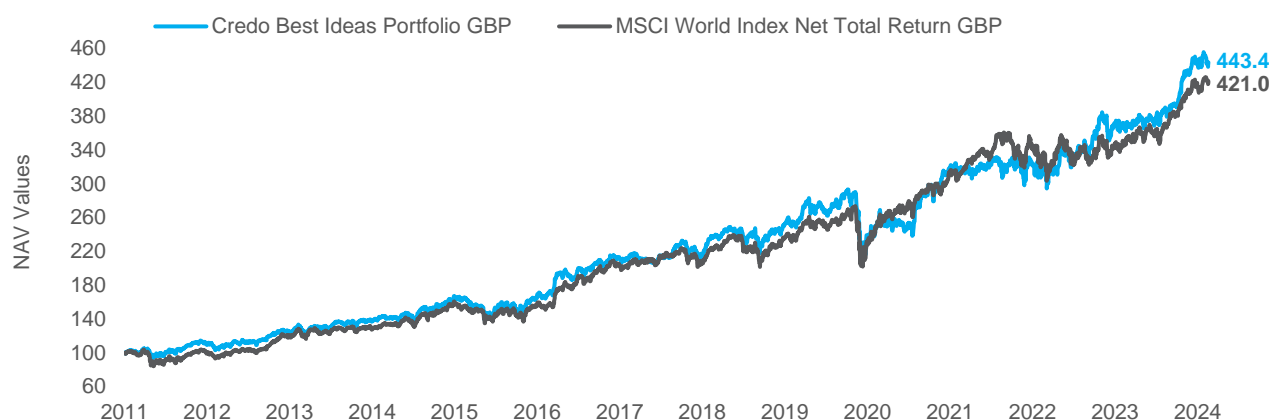
### Key Contributors to Return

Frontdoor's shares increased by 13.2% after reported quarterly earnings exceeded expectations driven by price increases and margin expansion which more than offset reported volume weakness. HCA Healthcare's shares increased by 7.7% after reporting better than expected earnings due to high volume growth and hospital services utilization which seem to have stayed high through the month.

### Key Detractors from Return

The Walt Disney Company's shares declined by 8.1% after the company's outlook seems to have disappointed the market as the theme park business is not expected to grow much in the next quarter. Ryanair Holdings' shares declined by 12.3% after management commented on air fare prices rising more slowly than anticipated leading to a downward revision of earnings and broker downgrades.

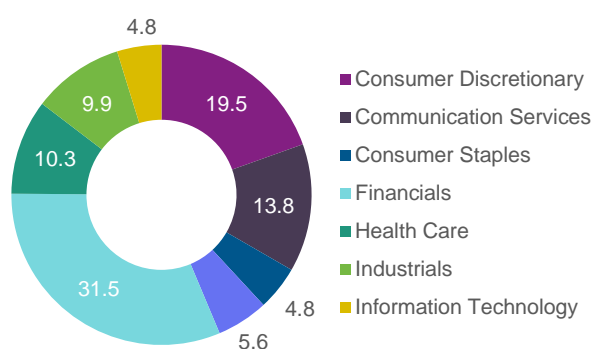
## PERFORMANCE SINCE INCEPTION<sup>2</sup>



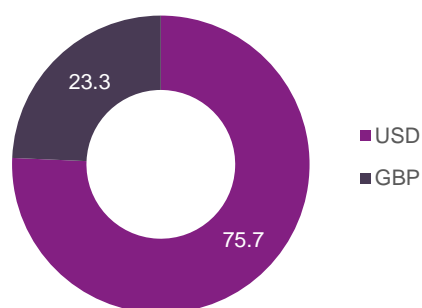
SAMPLE PORTFOLIO STATISTICS<sup>2</sup>

	Current Price	Trailing 12 Month P/E	12 Month Forward P/E	Dividend Yield
British American Tobacco plc	2415p	6.4x	6.5x	9.6%
Chubb Ltd	\$270.8	11.7x	12.3x	1.3%
Meta Platforms Inc-Class A	\$466.8	24.2x	21.4x	0.1%
<b>Total Portfolio Average</b>		<b>26.3x</b>	<b>14.2x</b>	<b>1.7%</b>
<b>MSCI World</b>		<b>21.6x</b>	<b>19.4x</b>	<b>1.8%</b>

## SECTOR ALLOCATION (%)



## CURRENCY ALLOCATION (%)



## INVESTMENT PHILOSOPHY

CreDO's investment philosophy is based on the following tenets:

- We believe that wealth is best created and preserved through patient and disciplined investing, with a focus on the long term
- We follow a value-based approach to investing
- We seek to invest in high quality companies that are attractively priced relative to their future business prospects
- We believe that the market's short-term focus creates opportunities for those willing to concentrate on underlying business performance
- We view risk as permanent losses of capital and not in terms of short-term volatility

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(1) Performance figures are based on a notional portfolio, denominated in pound sterling, designed to track the holdings of the CreDO Best Ideas Portfolio. Portfolio incorporates all additions and removals, rebalancing all holding to a 5% weighting in the process. Portfolio may not be fully invested at a point in time and therefore can hold a portion of assets in cash, which is assumed to be held in the relevant reporting currency of the portfolio. Portfolio performance is calculated before any fees and includes reinvested dividends net of withholding tax. Inception date: 14/04/2011.

(2) Source: Bloomberg pricing as of 31/05/2024 close. All portfolio performance is calculated using Bloomberg PORT.

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## PORTFOLIO PERFORMANCE (USD)<sup>1,2</sup>

	Annualised						
Return (%)	S. Inception	5 Years	3 Years	1 Year	3 Months	1 Month	YTD
<b>Best Ideas Portfolio</b>	10.1	12.3	7.7	21.8	3.2	3.1	12.6
<b>MSCI World</b>	9.5	12.8	6.7	24.9	3.8	4.5	9.5
<b>Relative</b>	0.6	-0.4	1.0	-3.1	-0.6	-1.3	3.1

Risk (%)	Largest Drawdown	Volatility (Annualised)
<b>Best Ideas Portfolio</b>	37.1	15.3
<b>MSCI World</b>	34.0	15.1

## MARKET COMMENTARY

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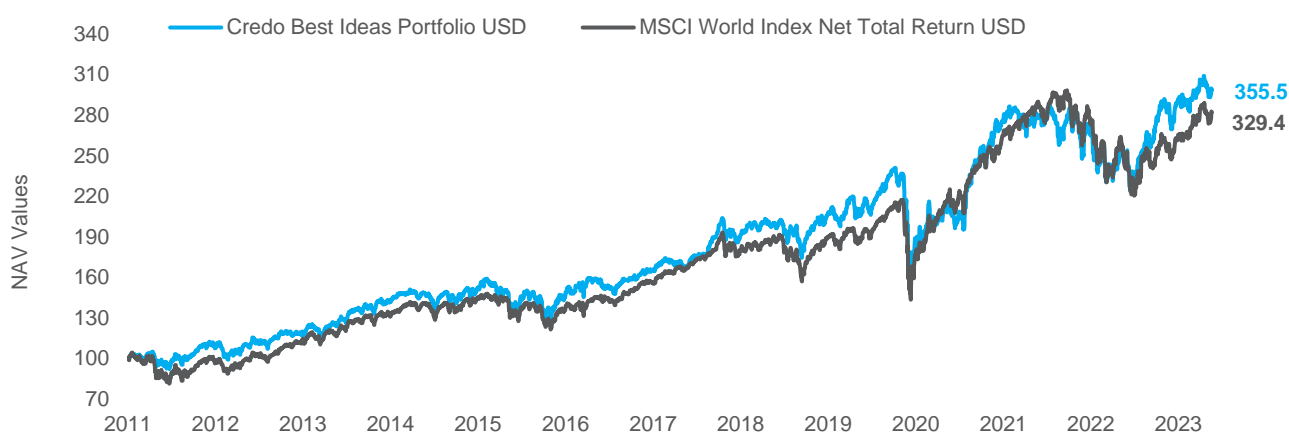
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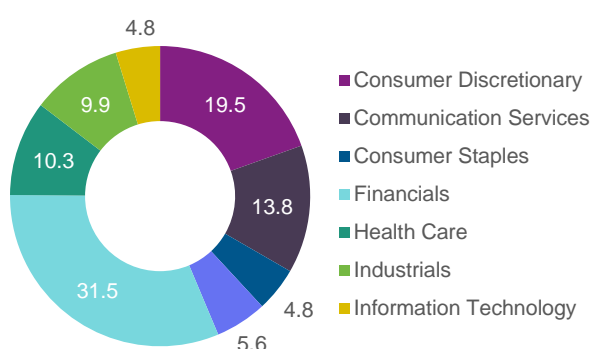
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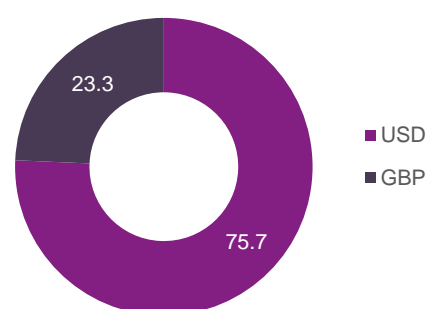
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<b>MSCI World</b>		<b>21.6x</b>	<b>19.4x</b>	<b>1.8%</b>

## SECTOR ALLOCATION (%)



## CURRENCY ALLOCATION (%)



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Credo's investment philosophy is based on the following tenets:

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