Investment Philosophy

We consider drawdown the only relevant measure of risk and its avoidance is the cornerstone of our investment process. Our process relies on various momentum techniques aimed at identifying, and avoiding underperforming assets. We are prepared to be fully invested in cash. In addition, we believe that markets and the decision-making process of investors in markets, is generally inefficient. We build portfolios that are resilient in the face of market declines and that compound positive returns stably over the course of the market cycle.

Performance Summary

The MONOGRAM Strategy returned 3.1% net in the month of November and 9.4% YTD.

Cumulative Performance:
MONOGRAM GBP Net Return Index (MM)[1,2] (Oct 2019 to Nov 2021) and Monthly Performance (%)

Source: Reuters & Monogram Capital Management

Market Overview

After October's highs, November witnessed a rather regressive tone with returns muted across US Stocks (excl. tech) while broadly negative across global equity markets. Some fortune was granted to our Monogram Sterling strategy by GBP weakness, yet, gains in the USD hedged strategy were comparatively weak. The Nasdaq gained (USD 2.5% , GBP 6.1%) conversely Asia Pacific ex- Japan fell (-4.4%, -3.9%) along with EFEA (-2.9%, -1.7%) and EM (-3.6%, -1.1%).

Hawkish comments from the Fed and uncertainty over the new Omicron variant sent markets into a tailspin at the end of November. Chair Powell's comments caught investors off guard, as he was retiring the use of the word "transitory" when describing inflation, leading to speculation that tapering may be faster than expected. While the threat posed by the Omicron variant could extend the timeline for monetary tightening, the economic damage of another lockdown would loom large on earnings. The extent of the impact on markets will likely follow fresh information regarding both the transmissibility and threat to health of the new variant.

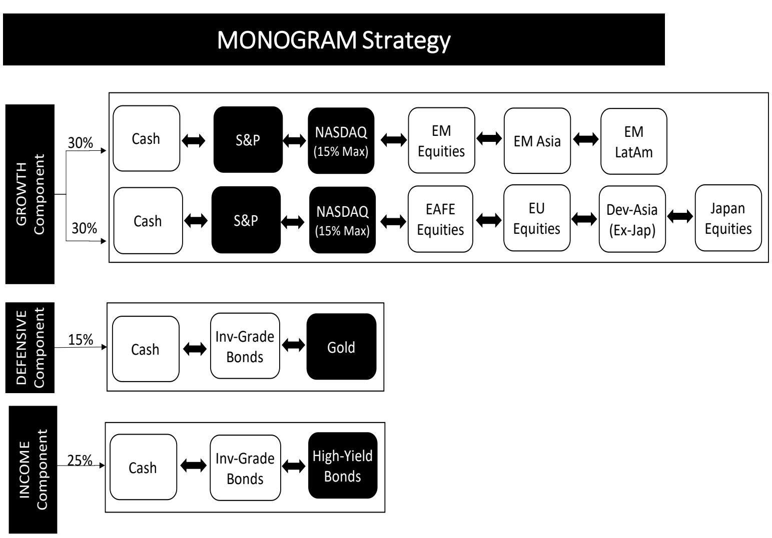
Peer Net Performance in GBP[4]

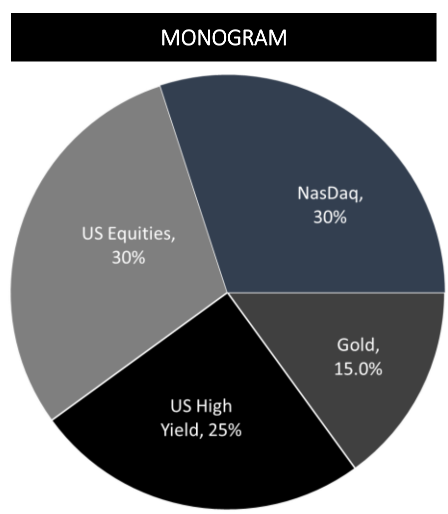
Performance	Monogram (Net)	AQR (Net)	Aviva (Net)	St Life (Net)	Carmignac (Net)	Invesco (Net)	Ruffer (Net)	VT GTR (Net)
Nov-2021	3.1%	1.0%	-0.1%	-0.1%	-1.1%	-0.8%	-1.2%	1.0%
3 Months	4.3%	-1.1%	-0.6%	-2.7%	-2.2%	-2.7%	1.3%	2.8%
6 Months	10.8%	5.3%	0.1%	-2.8%	-2.5%	-0.1%	-0.3%	5.5%
9 Months	12.2%	12.0%	2.5%	-3.1%	-1.0%	-1.6%	5.1%	11.7%
12 Months	11.6%	12.6%	1.3%	-3.1%	-2.2%	-2.6%	11.4%	14.9%
2020	18.2%	4.3%	3.7%	7.5%	18.5%	-1.4%	9.7%	6.0%

Source: Reuters & Monogram Capital Management

Monogram topped the table posting a 3.1% gain for the month of November. AQR and the VT-GTRF (a sister fund) came a joint second, both reporting a 1% gain.

For December 2021, the strategy favours: US Equities and Nasdaq (in the Growth Components); Gold (in the Defensive Component); High Yield Bonds (in the Income Component). Report prepared by Daniel Granja, Portfolio Manager, Daniel@monograminvest.com





[1] Performance of the MONOGRAM Model is provided for illustrative purposes to highlight the capabilities of MONOGRAM Capital Management Ltd as an investment manager. It refers to past performance which is not a reliable indicator of future performance. Returns may increase or decrease as a result of currency fluctuations.
[2] Net: 1% all-in fee.
[3] Gary Antonacci, Dual Momentum.
[4] Fund Identifiers (ISIN); Ruffer: GB00B81SXL02, Invesco: GB00B8CHD613, Carmignac: LP68245753, St Life Aberdeen: GB00B28S0218, Aviva: GB00BMJ6DT26, AQR: LP68140783, VT GTRF: GB00B4VWT948.

The MonograM GBP model had a very good month rising by 3.1%. This gives a year-to-date return of 9.4% which is most respectable for a lower volatility, low-cost fund. However, it is important to note how much of this one-month performance was due to dollar strength in an un-hedged fund. Within the main Developed equity market allocation, the US markets did well, and the dollar powered positive results even further ahead. All other developed markets fell in the month, making allocation remarkably simple. The runner up is Europe, but a long way back.

Within the Emerging Markets equity sector, there was both negative momentum, and compared to our two preferred developed equity markets (the defaults) quite a large gulf. It would be a dramatic shift that brought emerging markets back into play in this model in the near term.

Within the Income portion, the currency move left the High Yield Bonds as still the preferred choice, and while investment grade slightly improved, this section is most likely to default to cash if a change occurs. The Defensive side is more interesting, with gold (in GBP) re-established as having positive momentum causing a switch from cash, back into a tangible asset.

To remind you of some of the keys to the power of the MonograM model:
The fall in portfolio value from high to low (peak-to-trough loss or *drawdown*) is the main relevant measure of risk and not volatility as is the industry standard; **Minimising drawdowns** is key to preserving wealth and compounding returns in a stable manner over time. **Cash** is a strategic asset and can be fully allocated to (up to 100% of portfolio) if all assets in the investment universe are negative. **Passive implementation** is via cost efficient and physically backed Exchange Traded Funds (ETFs) and Index Funds. **Dual Momentum** allows us to combine the benefits of *absolute* and *relative* momentum – setting assets against each other while retaining the ability to invest 100% of the portfolio in Cash should absolute momentum fall below the lower bound.

More information about the company is available on our website:
www.monograminvest.com
Our investment newsletters are available on: https://monograminvest.com/performance-and-key-documents/
Here you will find the latest version (including the above comparative performance statistics and sources)

Product Information
The product is offered as a managed account, through two service providers: this is not an exhaustive list, but both feature low rates.

- Archer Daniel Midland (ADM), for accounts over £100,000 in either Dollar or Sterling variants.
- Jarvis Investment Management(JIM), for accounts under £100,000 in Sterling only.

MCM will manage the account, although it is **held in the investor's own name**. The management fee is 0.5% plus VAT charged quarterly. There are no other charges except for custody with ADM, who charge 1/100 of one per cent per month, (one basis point) on Exchange Traded Funds (ETFs). No stamp duty is charged on ETFs. Dealing charges are a flat £9.50 per trade (JIM), and $35 for ADM. The model is a low trading one. ADM reports to you daily. JIM reports quarterly. Real time access to your account is offered at no extra charge.

Please remember that the model has policies on the introduction of funds to the market and in cases the movement between asset classes designed to avoid dislocations at the month end, or to avoid buying into a peak. Your own account (and each account is individual) may reflect these changes, although they should be of limited duration.

Investment and Risk Profile
By investing in an account which invests within the Global Total Return category, you are likely to be looking for an investment which aims to produce a positive return, with capital preservation and low volatility. You are however willing to accept, that your investments will fall and rise and you could get back less than you invested and also that when equity markets do well, this account may not deliver the same returns in the short term.

Risk Warnings and other important information. Issued by Monogram Capital Management Limited, ("MCM") MCM is authorised and regulated by the Financial Conduct Authority number **820474**.

This document should not be construed as investment advice or an offer to invest nor should its content be interpreted as investment or tax advice, for which you should consult your financial adviser and/or accountant. The managed account product is only deemed suitable if provided via an IFA (for retail clients) or if you are an elective professional client.