

Fair Value Report

September 2024

Introduction



The FCA's Consumer Duty, fundamentally aims to improve how firms serve consumers. The Duty is made up of an over-arching principle, that firms must act to deliver good outcomes for retail clients. It also introduced new rules and guidance setting detailed expectations for a firm's conduct according to four specific outcomes that represent the key elements of the firm and its consumer relationships. Of those four outcomes, one relates to Price and Value. Firms must undertake fair value assessments as a way of demonstrating if the price a consumer pays for a product or service is reasonable compared to the overall benefits they can expect to receive.

This report is the outcome of the firm's review as at 30 June 2024.

Assessment Areas

We have looked at three specific areas in assessing the value we deliver to our clients:

1. Performance – has the Model Portfolio or Fund performed in line with expectations?
2. Quality of service – are we meeting expectations on the service we deliver?
3. Costs & charges – are the fees reasonable and appropriate?

- The assessment is based on data as at 30 June 2024.
- All factors are considered together in reaching our conclusion because one factor alone is not conclusive of Fair Value.



Summary

After assessing the factors, it has been determined that our Model Portfolios and Funds deliver “fair value” to our clients.

Methodology

1. Performance: Has the Portfolio / Fund performed in line with expectations against its investment objectives and comparators?

Our Methodology

Investment reviews are formally conducted on a quarterly basis by the Investment Committee.

We assess the returns of each Model Portfolio/Fund over the performance period to provide an indication of how well it meets its investment objectives:

- **Investment objective:** the investment objective is set out in our Target Market information and the product literature, which clearly describe the aim and the investment strategy used to achieve the goal.
- **Returns:** returns are assessed relative to each stated investment objective.
- **Performance period:** the length of time over which we expect the portfolios/funds to deliver their investment objective.

2. Quality of Service: are we meeting expectations on the service we deliver?

Our Methodology

We take a client-centric approach and continually strive to improve our service delivery. This area looks at the range and quality of service being provided – including our service and investment proposition and live client education and materials.

3. Costs & Charges: are our fees reasonable and appropriate?

Our Methodology

We assessed the total costs and charges of our Model Portfolios and Funds against peer groups selected on the basis they are the most directly comparable.

Our Assessment– Model Portfolios

In evaluating each criteria, we believe that the Model Portfolios demonstrate value overall. Below, we summarise our assessment of each area as it relates to the range.

Portfolio	Rating
Defensive Growth	
Conservative Growth	
Balanced Growth	
Adventurous Growth	
Aggressive Growth	
 	
Sustainable Conservative	
Sustainable Balanced	
Sustainable Adventurous	
 	
Passive Defensive	
Passive Conservative	
Passive Balanced	
Passive Adventurous	
Passive Aggressive	
 	
Defensive Income	
Balanced Income	

Icons:
 1st icon = Performance
 2nd icon = Quality of Service
 3rd icon = Costs & Charges

Conclusion:

We believe that the model portfolio is expected to provide fair value for a reasonably foreseeable period.

We have concluded that the model portfolio is expected to provide fair value for a reasonably foreseeable period. Where relevant, required actions were carried out.

The DFM fee has been adjusted for the Sustainable Models from 0.36% to 0.35% to bring it in line with our pricing intervals.

Our Assessment – Funds

In evaluating each criteria, we believe that the Funds demonstrate value overall. Below, we summarise our assessment of each area as it relates to the range.

Fund	Rating	Icons:
Multi Asset Accumulator and Sustainable Fund Range		
Pacific Multi-Asset Accumulator - Defensive Fund		<p>Icons:</p> <p>1st icon = Performance 2nd icon = Quality of Service 3rd icon = Costs & Charges</p>
Pacific Multi-Asset Accumulator - Conservative Fund		
Pacific Multi-Asset Accumulator - Core Fund		
Pacific Multi-Asset Accumulator - Plus Fund		
Pacific Multi-Asset Sustainable - Balanced Fund		
Single Manager Solutions		
Pacific G10 Macro Rates		<p>Conclusion:</p> <p></p> <p>We believe that the Fund is expected to provide fair value for a reasonably foreseeable period.</p> <p></p> <p>Limited data to assess performance - fund launched less than a year ago as at date of review. YTD performance has been strong.</p> <p>PCGA launched October 2023.</p>
Pacific Coolabah Global Active Credit		
Pacific North Of South EM All Cap Equity		
Pacific North of South EM Equity Income Opportunities		
Pacific Longevity and Social Change Fund		
Pacific North American Opportunities		