

Morningstar Managed Portfolios

Target Market

As part of the FCA's Consumer Duty requirements we have carried out an assessment of the target market for the advisers wishing to use the Morningstar Managed Portfolio Service. The assessment has been completed by Morningstar Investment Management Europe Limited, the manufacturer, to guide advisers and distributors on the intended target market for the portfolios.

The portfolios are designed for investors who engage the services of a financial adviser. They can be accessed by financial advisers via specific UK platforms. The portfolios are suitable for retail investors who have a basic knowledge of investments and are looking for capital growth and income (where applicable) over at least a three year period and are prepared to accept some risk to their capital to achieve their goals.

Portfolio	Active	Passive	Governed Growth	Governed Income	Blended	Income	ESG	International GBP	International USD
Investor Type: the type of investor for which this product is targeted									
Eligible counterparty	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Professional client	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Retail client	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Knowledge & Experience: The level of expertise the investor should have for this product to be appropriate									
Basic Investor	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Informed Investor	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Advanced Investor	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Ability to bear losses: Identifying the compatibility of the investment with the investors who have different tolerance to risk									
No capital loss	No	No	No	No	No	No	No	No	No
Limited capital loss	Neutral	Neutral	Neutral	Neutral	Neutral	Neutral	Neutral	Neutral	Neutral
No capital guarantee	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Loss Beyond Capital	Neutral	Neutral	Neutral	Neutral	Neutral	Neutral	Neutral	Neutral	Neutral
Client Objectives & Needs: Identifying the key objective or objectives of this investment									
Return Profile Preservation	Neutral	Neutral	Neutral	Neutral	Neutral	Neutral	Neutral	Neutral	Neutral
Return Profile Growth	Yes	Yes	Yes	Neutral	Yes	Neutral	Yes	Yes	Yes
Return Profile Income	Neutral	Neutral	Neutral	Yes	Neutral	Yes	Neutral	Neutral	Neutral
Return Profile Hedging	No	No	No	No	No	No	No	No	No
Option or Leveraged Return Profile	No	No	No	No	No	No	No	No	No
Return Profile Other	Neutral	Neutral	Neutral	Neutral	Neutral	Neutral	Neutral	Neutral	Neutral
Compatible with clients having ESG Preferences	Neutral	Neutral	Neutral	Neutral	Neutral	Neutral	Yes	Neutral	Neutral

Key

Yes = Positive target market - the proposition is compatible with investors who conform to or are seeking this characteristic.

No = Negative target market - the proposition is not compatible with investors who conform to or are seeking this characteristic.

Neutral = The proposition was not expressly designed to be compatible with investors who conform to or are seeking this characteristic, but it is accepted that distributors may use the proposition in this way in certain circumstances, given that they will have a greater understanding of the client's investment objectives and knowledge and experience.

Portfolio	Active	Passive	Governed Growth	Governed Income	Income	Real Return	ESG	International GBP	International USD
Distribution Channel: Identify the type of audience the investment is suitable for – Retail, Professional, Both or Neither									
Execution Only	Neither	Neither	Neither	Neither	Neither	Neither	Neither	Neither	Neither
Execution Only with appropriateness test or non-advised services	Neither	Neither	Neither	Neither	Neither	Neither	Neither	Neither	Neither
Investment Advice	Both	Both	Both	Both	Both	Both	Both	Both	Both
Portfolio Management	Both	Both	Both	Both	Both	Both	Both	Both	Both

Negative Target Market Summary: Execution Only (of any type) and those that who are not prepared to put their investment at risk and are looking to invest over a short time frame (less than 3 years)

Risk Tolerance and Metric Information

	Time Horizon	Max Equity Weighting	Max Single Vehicle Exposure
Cautious	Over 3 Years	30%	20%
Moderately Cautious	Over 5 Years	50%	20%
Moderate	Over 5 Years	70%	20%
Moderately Adventurous	Over 7 Years	90%	20%
Adventurous	Over 10 Years	100%	20%

Funds

Morningstar Investment Management Europe Limited is co-manufacturer of the CG Morningstar Multi Asset Funds. Target market information for these funds can be found within the Authorised Corporate Director (ACD, Carne Global Fund Managers (UK) Limited)'s European MiFID Template (EMT) report, available on request.

To find out more

For more information please contact us on 0203 107 2930
or the team at ukmanagedportfolios@morningstar.com

Important Information

Data correct as at 1st April 2025. For the use of professional clients.

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Morningstar Wealth

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