

ARC Charity Indices

Performance Estimates For Q2 2025



What's been going on?

May saw a continuation of the rebound in equity markets from the April lows. Confidence was boosted by the announcement of a temporary 90-day reduction in US-China tariffs and better than expected earnings announcements from the likes of Nvidia. The result was a gain of almost 6% in global equities when measured in US dollars. Investors with a bias towards growth were back in the ascendency, with global growth stocks outperforming their value counterparts by around 6 percentage points.

Government bond yields in the US and the UK continued to rise across the curve, with the downgrade of US government debt by Moody's rating agency from Aaa to Aa1 reflecting growing concerns over budget deficits in these countries. High yield bond spreads tightened on both sides of the Atlantic, beneficiaries of the risk-on environment.

May is expected to have been a positive month for investors across all risk categories and currencies of the ARC Wealth Indices.

The tables below set out the performance of the index over each month from January 2021 to date. All figures are percentages. Estimates are shown in green.

ARC Sterling Cautious ACI (target relative risk of 0-40% of UK equity markets)

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2021	(0.44)	(0.96)	0.71	1.49	0.16	0.85	0.92	0.96	(1.32)	0.67	0.46	0.67	4.23
2022	(2.19)	(1.03)	0.83	(1.32)	(0.77)	(2.80)	2.34	(1.31)	(3.98)	0.77	1.95	(0.77)	(8.14)
2023	1.62	(0.80)	0.34	0.17	(0.82)	(0.40)	0.83	(0.10)	0.24	(0.85)	1.49	1.89	3.61
2024	(0.07)	0.04	1.13	(0.19)	0.54	0.61	0.87	0.39	0.43	(0.09)	0.78	0.00	4.52
2025	0.92	0.18	(0.04)	0.5	0.4								2.0

ARC Sterling Balanced ACI (target relative risk of 40-60% of UK equity markets)

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2021	(0.59)	(0.41)	1.79	2.66	0.00	1.58	0.94	2.00	(1.69)	1.40	0.24	1.69	9.94
2022	(3.72)	(1.48)	1.83	(1.70)	(0.96)	(3.71)	3.80	(1.05)	(4.95)	1.01	3.09	(1.51)	(9.35)
2023	2.71	(0.76)	(0.20)	0.54	(1.08)	0.10	1.10	(0.84)	(0.36)	(1.77)	3.34	3.26	6.05
2024	(0.19)	0.88	2.15	(0.84)	0.87	1.25	0.90	0.39	0.43	(0.41)	1.94	(0.91)	6.60
2025	2.64	(0.74)	(2.05)	(0.8)	2.0								1.0

ARC Sterling Steady Growth ACI (target relative risk of 60-80% of UK equity markets)

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2021	(0.68)	(0.03)	2.40	3.32	(0.04)	1.71	0.81	2.37	(1.76)	1.54	0.01	2.13	12.30
2022	(4.30)	(1.73)	2.31	(1.93)	(0.95)	(4.15)	4.37	(1.06)	(5.24)	1.06	3.65	(1.58)	(9.61)
2023	3.29	(0.56)	(0.53)	0.74	(1.08)	0.46	1.40	(1.19)	(0.50)	(2.39)	3.94	3.95	7.51
2024	(0.03)	1.41	2.52	(0.99)	1.13	1.49	0.75	0.25	0.39	(0.34)	2.57	(1.12)	8.23
2025	3.42	(1.43)	(3.25)	(1.5)	2.9								0.0

ARC Sterling Equity Risk ACI (target relative risk of 80-120% of UK equity markets)

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2021	(0.82)	0.44	3.16	3.76	(0.01)	1.76	0.70	2.70	(1.71)	1.78	(0.29)	2.56	14.77
2022	(4.72)	(2.05)	2.47	(2.18)	(1.17)	(4.63)	4.89	(1.17)	(5.56)	1.44	4.04	(1.73)	(10.47)
2023	3.60	(0.42)	(0.90)	0.85	(1.24)	0.69	1.64	(1.46)	(0.50)	(3.00)	4.57	4.44	8.23
2024	(0.21)	1.69	2.66	(1.04)	1.50	1.48	1.04	(0.5)	0.20	(0.39)	2.96	(1.22)	8.87
2025	3.76	(1.76)	(3.95)	(1.7)	3.8								(0.1)